

INTERDEPARTMENTAL ACCOUNTS OVERVIEW

Mission and Goals

The Interdepartmental Accounts provide funds for the cost of certain services that are administered centrally on behalf of all agencies of State government. The budget for Statewide Capital is discussed in the Capital and Debt Service section.

Budget Highlights

The Fiscal 2010 Budget for all Interdepartmental Accounts totals \$2.95 billion, a decrease of \$338 million or 10.3% under the fiscal 2009 adjusted appropriation of \$3.288 billion. This reflects the impact on centrally budgeted amounts for salary and fringe costs of savings including employee actions such as a proposed salary freeze, proposed workforce furlough, attrition, and a difficult, but necessary, choice to temporarily reduce pension funding. It also assumes \$40 million in statewide management efficiencies and continues the \$25 million procurement savings program initiated in fiscal 2009. (The specific highlights are outlined in their respective sections below.)

Salary Increases

The State of New Jersey currently employs approximately 76,100 full-time workers. The State is covered by the New Jersey Public Employer–Employee Relations Act, as amended, N.J.S.A. 34:13A–1, et seq. This Act guarantees public employees the right to negotiate collectively, through employee organizations certified or recognized as the exclusive collective negotiation representatives for units of public employees. As of January 2009, unions represented 69,600 full-time State employees, or approximately 91% of the total workforce.

In fiscal 2010, there is no recommendation for Salary Increases and Other Benefits due to a proposed salary freeze for State employees and higher education’s senior public institution employees.

This section of the Budget provides \$10.5 million for payment of unused accumulated sick leave in accordance with N.J.A.C. 4A:6–3.1 et seq. Employees are permitted to accumulate earned sick days. Upon retirement, retirees are paid for any unused sick days, at 50% of the normal pay rate, up to a maximum amount of \$15,000. The fiscal 2010 recommendation reflects the reduced need due to one-time costs of an Early Retirement Incentive program offered in fiscal 2009.

Employee Contract Status

The contract for unions representing approximately 65% of State employees, including CWA (Communications Workers of America), AFSCME (American Federation of State, County, and Municipal Employees), and IFPTE (International Federation of Professional and Technical Engineers) provides a 3.5% cost-of-living (COLA) increase effective July 1, 2009. Negotiations continue with unions representing corrections and non-corrections law enforcement officers employed by the State as well as with unions representing State Police employees. The Administration is currently negotiating a salary freeze for fiscal 2010. The Fiscal 2010 Budget assumes that an agreement will be reached to implement the wage freeze. Alternative action will be taken to achieve these savings if an agreement is not reached.

The contract for unions that represent Judicial employees – CWA, Judiciary Council of Affiliated Unions (JCAU), and Probation Association of New Jersey (PANJ), provides a 3.0% increase on or about July 1, 2009. Most employees are scheduled to receive progression payments of 4.00% on or about January 1, 2010. The Fiscal 2010 Budget assumes that a salary freeze will be implemented for Judiciary employees.

Employee Fringe Benefits

For fiscal 2010, a total cost of \$1.465 billion is budgeted to provide fringe benefits to employees of State government, a decrease of \$313.2 million, or 17.6% compared to fiscal 2009. The fiscal 2010

recommendation for higher education’s senior public institutions is \$792.7 million, an increase of \$24.2 million, or 3.1% compared to fiscal 2009. This reflects savings from the deferral of growth in pension costs and is net of various statewide savings initiatives including savings from a proposed workforce furlough, anticipated attrition savings, and \$40 million in management efficiencies.

Employee Retirement

All State employees, and most employees of counties, municipalities, and school districts, are members of one of the seven State retirement systems: Public Employees’ Retirement System (PERS), Teachers’ Pension and Annuity Fund (TPAF), Police and Firemen’s Retirement System (PFRS), Consolidated Police and Firemen’s Pension Fund, State Police Retirement System (SPRS), Judicial Retirement System (JRS), and Prison Officer’s Pension Fund. The law provides that all defined benefit pension plans are subject to actuarial valuation every year and actuarial experience studies every three years.

The Fiscal 2010 Budget provides an overall funding of \$400 million for all pension plans. The recommended amount for State and higher education employee pensions in the Fiscal 2010 Budget totals \$615.9 million, including \$373.2 million for post retirement medical costs. The recommended appropriation for debt service payments on the pension obligation bonds for State and higher education employees is \$96.2 million in fiscal 2010.

Employee Health Benefits

The projected cost for health benefits, including medical, prescription drug, dental, and vision, for State and higher education employees in fiscal 2010 is \$978.7 million, a \$31.7 million decrease in comparison to fiscal 2009. The fiscal 2010 growth for health benefits is offset by estimated savings from dependent verification audit savings, statewide savings initiatives, and other employee related actions.

Employer Payroll Taxes

The fiscal 2010 recommendation of \$566.8 million for employer payroll taxes represents a decrease of \$15.2 million over fiscal 2009. The recommendation includes \$542.7 million of employer Social Security tax, \$18.5 million for Temporary Disability Insurance (TDI), and \$5.6 million for Unemployment Insurance (UI) liability. In fiscal 2010, growth in employer payroll taxes is contained mainly due to fringe savings from the proposed salary freeze, proposed workforce furlough, and other employee related actions.

Other Interdepartmental Accounts

Funding for Other Interdepartmental Accounts in the Fiscal 2010 Budget totals \$27.7 million, an increase of \$11 million from the fiscal 2009 adjusted appropriation of \$16.7 million. The increase is in Interest on Short Term Notes.

Aid To Independent Authorities

The Fiscal 2010 Budget recommends \$146.9 million for Aid to Independent Authorities, an increase of \$2.9 million, or 2% more than the fiscal 2009 adjusted appropriation of \$144 million. This supports the New Jersey Sports and Exposition Authority, Business Employment Incentive Program debt service, New Jersey Performing Arts Center, Municipal Rehabilitation and Economic Recovery, and other authorities.

Property Rentals

Funding for Property Rentals in the Fiscal 2010 Budget totals \$123.7 million, a decrease of \$46 million from the previous year. Of these savings, \$25 million is attributable to savings from procurement efficiencies to be implemented across all departments. The Property Rentals account supports existing and anticipated leases of offices and other facilities used by State agencies, payments for debt service leases and payments in lieu of property taxes on facilities occupied by State agencies, and debt service payments for Ancora Psychiatric

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Hospital, fire sprinkler systems and office furnishings. This account also makes debt service payments associated with the State's lease-purchase of facilities acquired or built by the Economic Development Authority. In fiscal 2010, a number of leases will be terminated or renegotiated. These savings are attributable to the elimination of vacant space that has occurred as a result of workforce attrition.

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. Funding for Insurance and Other Services in the Fiscal 2010 Budget totals \$113.1 million, a decrease of \$3.8 million from the previous year, primarily due to the elimination of a \$3 million supplemental in fiscal 2009 and lower policy premiums.

Utilities and Other Services

The Utilities and Other Services account provides funding for the heating, electrical, security, and janitorial needs of various State-owned buildings, primarily in the Capitol Complex, that house the State workforce. Funding of \$58.6 million for Utilities and Other Services in the Fiscal 2010 Budget is \$7.2 million (10.9%) less than the previous year's adjusted appropriation of \$65.8 million, reflecting various initiatives to improve energy management at State facilities along with expected energy rate decreases.

INTERDEPARTMENTAL ACCOUNTS SUMMARY OF APPROPRIATIONS BY FUND (thousands of dollars)

Year Ending June 30, 2008						Year Ending June 30, 2010		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2009 Adjusted Approp.	Requested	Recom- mended
					GENERAL FUND			
2,353,915	97,665	-100,568	2,351,012	2,201,764	Direct State Services	2,166,463	1,798,341	1,798,341
912,346	1,822	-12,981	901,187	887,930	Grants-In-Aid	912,561	939,644	939,644
931,206	47,590	-666,382	312,414	243,598	Capital Construction	209,400	212,484	212,484
4,197,467	147,077	-779,931	3,564,613	3,333,292	Total General Fund	3,288,424	2,950,469	2,950,469
4,197,467	147,077	-779,931	3,564,613	3,333,292	Total Appropriation, Interdepartmental Accounts	3,288,424	2,950,469	2,950,469

SUMMARY OF APPROPRIATIONS BY PROGRAM (thousands of dollars)

Year Ending June 30, 2008						Year Ending June 30, 2010		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2009 Adjusted Approp.	Requested	Recom- mended
					DIRECT STATE SERVICES - GENERAL FUND			
					General Government Services			
171,931	2,290	4,000	178,221	171,152	Property Rentals	169,687	123,691	123,691
114,989	1,388	---	116,377	98,151	Insurance and Other Services	116,907	113,060	113,060
1,771,123	60,843	-15	1,831,951	1,822,441	Employee Benefits	1,778,031	1,464,843	1,464,843
13,271	1,845	57,388	72,504	57,373	Other Interdepartmental Accounts	16,675	27,675	27,675
223,145	30,672	-145,101	108,716	10,784	Salary Increases and Other Benefits	19,333	10,500	10,500
59,456	627	-16,840	43,243	41,863	Utilities and Other Services	65,830	58,572	58,572
2,353,915	97,665	-100,568	2,351,012	2,201,764	Subtotal	2,166,463	1,798,341	1,798,341
2,353,915	97,665	-100,568	2,351,012	2,201,764	Total Direct State Services - General Fund	2,166,463	1,798,341	1,798,341
2,353,915	97,665	-100,568	2,351,012	2,201,764	TOTAL DIRECT STATE SERVICES	2,166,463	1,798,341	1,798,341

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Year Ending June 30, 2008					Year Ending June 30, 2010			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2009 Adjusted Approp.	Requested	Recom- mended
					GRANTS-IN-AID - GENERAL FUND			
					General Government Services			
745,995	83	-300	745,778	738,282	Employee Benefits	768,514	792,709	792,709
---	1,739	-1,634	105	---	Other Interdepartmental Accounts	---	---	---
11,047	---	-11,047	---	---	Salary Increases and Other Benefits	---	---	---
155,304	---	---	155,304	149,648	Aid to Independent Authorities	144,047	146,935	146,935
<u>912,346</u>	<u>1,822</u>	<u>-12,981</u>	<u>901,187</u>	<u>887,930</u>	<i>Subtotal</i>	<u>912,561</u>	<u>939,644</u>	<u>939,644</u>
<u>912,346</u>	<u>1,822</u>	<u>-12,981</u>	<u>901,187</u>	<u>887,930</u>	<i>Total Grants-In-Aid - General Fund</i>	<u>912,561</u>	<u>939,644</u>	<u>939,644</u>
<u>912,346</u>	<u>1,822</u>	<u>-12,981</u>	<u>901,187</u>	<u>887,930</u>	TOTAL GRANTS-IN-AID	<u>912,561</u>	<u>939,644</u>	<u>939,644</u>
					CAPITAL CONSTRUCTION			
					General Government Services			
247,137	47,590	17,687	312,414	243,598	Capital Projects - Statewide	209,400	212,484	212,484
684,069	---	-684,069	---	---	Long Term Obligation and Capital Expenditure Fund	---	---	---
<u>931,206</u>	<u>47,590</u>	<u>-666,382</u>	<u>312,414</u>	<u>243,598</u>	<i>Subtotal</i>	<u>209,400</u>	<u>212,484</u>	<u>212,484</u>
<u>931,206</u>	<u>47,590</u>	<u>-666,382</u>	<u>312,414</u>	<u>243,598</u>	TOTAL CAPITAL CONSTRUCTION	<u>209,400</u>	<u>212,484</u>	<u>212,484</u>
<u>4,197,467</u>	<u>147,077</u>	<u>-779,931</u>	<u>3,564,613</u>	<u>3,333,292</u>	<i>Total Appropriation, Interdepartmental Accounts</i>	<u>3,288,424</u>	<u>2,950,469</u>	<u>2,950,469</u>

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 (R.S. 43:5-1 et seq.),

consisting of persons employed by the State as of January, 1921; (2) Veterans' Act pensioners (R.S. 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 (R.S. 43:8-2); (5) Appointed and elected officials enrolled in the Defined Contribution Retirement Program (R.S. 43:15C-1 et seq.); (6) Survivors of local volunteer emergency workers (R.S. 43:12-28.1 et seq.); (7) Judicial pensioners (C.43:6-6.4 et seq.); (8) Prison officers (C.43:7-7 et seq.); (9) Public Employees (C.43:15A-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; (10) State Police (C.53:5A-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; (11) State and local members of the Police and Firemen's Retirement System (C.43:16A-1 et seq.), whose funds are administered by a board of eleven trustees, including four active members, one retired member, five appointees of the Governor, and one representative from the State Treasurer's Office; (12) 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

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system (C.43:15A-1 et seq.); the State's share of Social Security Tax (C.43:22-1 et seq.); Pension Adjustment Act (C.3:3B-1 et seq.) providing increases in benefits payable to members of State retirement systems; and the employer's share of health benefits charges for State employees enrolled in the State Health Benefits Program. Under C.52:14-17.25 et seq., the administration of this program was transferred to the Division of Pensions and Benefits.

The Alternate Benefit Program was established (N.J.S. 18A:64C-11.1, N.J.S. 18A:65-74 and C.18A: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; the State colleges and universities; and certain professional administrative staff employed by the State. The employer contribution to this retirement program is included in this budget.

The State Employee Health Benefits Program (C.52:14-17.25 et seq.) provides health insurance for employees and their dependents, including those employed by State colleges and universities, through a preferred provider organization or health maintenance organization. Most full time State employees are required to contribute 1.5% of their salary as a health contribution for coverage in the Program.

The Division of Pensions and Benefits coordinates the funding for payment of temporary disability insurance benefits to State employees (C.43:21-46). 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 (R.S. 43:21-1 et seq., as amended by P.L.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 (C.52:14-17.29) 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 drug dispensed by a licensed participating retail pharmacy or mail order service, 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, brand-named, or a brand-named drug with a generic equivalent. Most full time State employees are required to contribute 1.5% of their salary as a health contribution for coverage in the Program.

04. **Other Interdepartmental Accounts.** Provides funds for allotment by the Director of the Division of Budget and Accounting to various departments or agencies of State government for meeting emergency conditions, and for a number of other contingencies which cannot be predicted with sufficient certainty to be included within the budget recommendations of individual departments or agencies. Included are the Governor's Emergency Fund, the premium portion of required payments for short term notes, seed money to implement cost saving processes, and other productivity improvements as appropriate.
05. **Salary Increases and Other Benefits.** Includes funds to be allotted to the various State departments or agencies for the cost of general and special salary adjustments and unused accumulated sick leave.
06. **Utilities and Other Services.** Provides for payment of fuel, utilities, janitorial services, and trash removal for State-owned and lease-purchase facilities primarily in the Capitol district, as well as some fuel and utility costs for State departments.
08. **Capital Projects - Statewide.** Provides for statewide programs and capital projects administered by the Department of Treasury on behalf of state agencies. Statewide programs include the removal of underground storage tanks, hazardous material removal and Americans with Disabilities Act compliance. Also, included is funding for the purchase of open space through the Garden State Preservation Trust Fund.
09. **Aid to Independent Authorities.** Provides for payments to independent authorities for operating expenses and construction costs of cultural and sports-related facilities and for the location and development of businesses in New Jersey.

APPROPRIATIONS DATA (thousands of dollars)

Orig. & Supplemental	Year Ending June 30, 2008				Prog. Class.	2009 Adjusted Approp.	Year Ending June 30, 2010	
	Reapp. & Recpts.	Transfers & Emergencies	Total Available	Expended			Requested	Recommended
251,987	2,290	4,000	258,277	253,208				
114,989	1,388	---	116,377	98,151				
59,456	627	-16,840	43,243	41,863				
251,987	2,290	4,000	258,277	253,208				
114,989	1,388	---	116,377	98,151				
59,456	627	-16,840	43,243	41,863				
426,432	4,305	-12,840	417,897	393,222				
DIRECT STATE SERVICES								
Distribution by Fund and Organization								
						265,719	243,264	243,264
						116,907	113,060	113,060
						65,830	58,572	58,572
Distribution by Fund and Program								
					01	265,719	243,264	243,264
					02	116,907	113,060	113,060
					06	65,830	58,572	58,572
						448,456	414,896	414,896

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Year Ending June 30, 2008					Year Ending June 30, 2010			
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	Prog. Class.	2009 Adjusted Approp.	Requested	Recommended
DIRECT STATE SERVICES								
<i>Less:</i>								
(80,056)	---	---	(80,056)	(82,056)				
---	---	---	---	---		(96,032)	(94,573)	(94,573)
							---	(25,000)
(80,056)	---	---	(80,056)	(82,056)		(96,032)	(119,573)	(119,573)
346,376	4,305	-12,840	337,841	311,166		352,424	295,323	295,323
Distribution by Fund and Object								
Property Rentals								
202,269								
4,500 ^S	2,290	3,875	212,934	207,928	Existing and Anticipated Leases	01	205,370	
							3,700 ^S	186,514
17,096	---	---	17,096	17,033	Economic Development Authority	01	17,114	17,156
23,590	---	---	23,590	23,590	Other Debt Service Leases and Tax Payments	01	33,679	34,382
<u>247,455</u>	<u>2,290</u>	<u>3,875</u>	<u>253,620</u>	<u>248,551</u>	<i>Subtotal Appropriation (Gross)</i>		<u>259,863</u>	<u>238,052</u>
(80,056)	---	---	(80,056)	(82,056)			(96,032)	(119,573)
167,399	2,290	3,875	173,564	166,495	<i>Subtotal Appropriation (Net)</i>		163,831	118,479
4,532	---	125	4,657	4,657	<i>Less:</i>			
					<i>Total Deductions</i>		(96,032)	(119,573)
					<i>Subtotal Appropriation (Net)</i>		163,831	118,479
					Additions, Improvements and Equipment		5,856	5,212
								5,212
					Insurance and Other Services			
15,000	---	---	15,000	15,000	Tort Claims Liability Fund (C59:12-1)	02	15,000	15,000
64,700					Workers' Compensation Self-Insurance Fund	02	67,700	
3,000 ^S	492	3,739	71,931	70,037			3,000 ^S	70,700
4,283	---	-516	3,767	3,766	Property Insurance Premium Payments	02	3,796	3,195
1,101	---	-613	488	488	Casualty Insurance Premium Payments	02	1,010	760
280	---	-10	270	270	Special Insurance Policy Premium Payment	02	276	280
18,000	---	---	18,000	2,485	UMDNJ Self-Insurance Reserve Fund	02	18,000	18,000
3,500					Vehicle Claims Liability Fund	02	3,500	
3,500 ^S	---	-2,500	4,500	4,500			3,000 ^S	3,500
1,500	896	---	2,396	1,580	Self-Insurance Deductible Fund	02	1,500	1,500
125	---	-100	25	25	Self-Insurance Fund - Foster Parents	02	125	125
					Utilities and Other Services			
39,687	37				Fuel and Utilities	06	59,387	53,287
10,300 ^S	525 ^R	-16,840	33,709	33,621	Household and Security	06	6,443	5,285
9,469	65 ^R	---	9,534	8,242				
GRANTS-IN-AID								
Distribution by Fund and Program								
155,304	---	---	155,304	149,648	Aid to Independent Authorities	09	144,047	146,935
155,304	---	---	155,304	149,648	<i>Total Grants-in-Aid</i>		144,047	146,935

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Orig. & (S)Supplemental	Year Ending June 30, 2008				Prog. Class.	2009 Adjusted Approp.	Year Ending June 30, 2010		
	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended			Requested	Recommended	
GRANTS-IN-AID									
Distribution by Fund and Object									
Grants:									
5,558	---	---	5,558	5,543	New Jersey Performing Arts Center, EDA	09	5,558	5,560	5,560
50,126	---	---	52,137	51,749	Business Employment Incentive Program, EDA-Debt Service	09	41,037	33,740	33,740
2,011 ^S	---	---	---	---	Liberty Science Center - EDA	09	7,017	6,901	6,901
8,081	---	---	8,081	7,951	Municipal Rehabilitation and Economic Recovery, EDA	09	14,126	14,128	14,128
14,125	---	---	14,125	14,109	Camden Children's Garden	09	625	625	625
625	---	---	625	625	Designated Industries Economic Growth & Development-EDA	09	7,591	6,826	6,826
7,663	---	---	7,663	7,648					
38,598	---	---	44,062	38,970	NJSEA Sports Complex	09	45,040	56,102	56,102
5,464 ^S	---	---	15,440	15,440	NJSEA Atlantic City Projects	09	15,440	15,440	15,440
15,440	---	---	2,818	2,818	NJSEA Higher Education and Other Projects	09	2,818	2,818	2,818
2,818	---	---	4,795	4,795	NJSEA Wildwood Convention Center	09	4,795	4,795	4,795
4,795	---	---							
CAPITAL CONSTRUCTION									
Distribution by Fund and Program									
247,137	47,590	17,687	312,414	243,598	Capital Projects - Statewide	08	209,400	212,484	212,484
684,069	---	-684,069	---	---	Long Term Obligation and Capital Expenditure Fund	10	---	---	---
931,206	47,590	-666,382	312,414	243,598	Total Capital Construction		209,400	212,484	212,484
Distribution by Fund and Object									
Long Term Obligation and Capital Expenditure Fund									
684,069 ^S	---	-684,069	---	---	Long Term Obligation and Capital Expenditure Fund (a)	10	---	---	---
Statewide Capital Projects									
---	1,477	3,518	4,995	3,649	Capital Improvements, Capitol Complex	08	---	---	---
---	21,737	15,551	37,288	1,813	Statewide Fire, Life Safety and Renovation Projects (b)	08	---	---	---
---	410	---	410	4	Fire Detection/Security - Central Station Upgrade	08	---	---	---
---	330	---	330	153	Life Safety and Emergency Projects - Statewide	08	---	---	---
7,000	2,312	-2,152	7,160	180	Roof Repairs - Statewide	08	---	---	---
1,000	2,057	---	3,057	1,800	Americans with Disabilities Act Compliance Projects - Statewide	08	---	1,000	1,000
---	871	---	871	285	Fuel Distribution Systems/Underground Storage Tank Replacements - Statewide	08	---	---	---
1,975	3,160	---	5,135	1,247	Hazardous Materials Removal Projects - Statewide	08	---	1,000	1,000
200	60	---	260	74	Fire Code Compliance	08	---	---	---
2,000	6,204	-2,000	6,204	3,427	Statewide Security Projects	08	---	---	---
---	45	---	45	---	Energy Efficiency Projects	08	---	---	---

INTERDEPARTMENTAL ACCOUNTS

Year Ending June 30, 2008					Year Ending June 30, 2010				
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended		2009 Adjusted Approp.	Requested	Recommended	
CAPITAL CONSTRUCTION									
New Jersey Building Authority Debt Service – General State Projects									
32,392	---	---	32,392	32,392	Southwoods State Prison	08	32,991	33,114	33,114
21,128	---	---	21,198	21,128	State House Renovations	08	21,519	21,615	21,615
11,838	---	---	11,838	11,838	Hughes Justice Complex	08	15,051	15,061	15,061
23,568	3,573	---	27,141	26,855	Other State Projects	08	22,024	21,968	21,968
8,116	---	---	8,116	8,116	<i>Counter Terrorism Projects</i> State Police Multipurpose Building/Troop "C" Headquarters	08	8,262	8,267	8,267
1,525	---	---	1,525	1,525	State Police Emergency Operations Center	08	1,553	1,554	1,554
2,500	---	---	2,500	2,415	Renovation Projects, Existing and Anticipated Leases	08	---	705	705
---	143	---	143	98	Complex-wide Security System Design	08	---	---	---
360	---	---	360	125	Audiovisual Equipment Replacement, Thomas Edison State College	08	---	---	---
---	163	---	163	---	Statehouse Security Modifications	08	---	---	---
250	---	---	250	200	Planetarium Dome Sealant and Painting	08	---	---	---
---	1,775	---	1,775	---	9/11 Memorial	08	---	---	---
285	---	---	285	---	Water Infiltration	08	---	---	---
10,000	---	---	10,000	331	Energy Efficiency – Statewide Projects	08	10,000	10,000	10,000
---	---	---	---	---	Fire Suppression Ag–Health Bldg	08	---	200	200
Enterprise Initiatives									
---	1,454	---	1,454	173	Network Infrastructure	08	---	---	---
Open Space Preservation Program									
98,000	1,819	2,770	102,589	100,770	Garden State Preservation Trust Fund Account	08	98,000	98,000	98,000
25,000	---	---	25,000	25,000	Garden State Preservation Trust Supplemental Funding	08	---	---	---
1,432,886	51,895	-679,222	805,559	704,412	Grand Total State Appropriation		705,871	654,742	654,742
OTHER RELATED APPROPRIATIONS									
All Other Funds									
---	---	---	---	---	Utilities and Other Services	06	4,060	4,418	4,418
---	6,939	---	6,939	45	Capital Projects – Statewide	08	---	---	---
---	6,939	---	6,939	45	Total All Other Funds		4,060	4,418	4,418
1,432,886	58,834	-679,222	812,498	704,457	GRAND TOTAL ALL FUNDS		709,931	659,160	659,160

Notes -- Capital Construction

- (a) In fiscal 2008, the supplemental appropriation for this program was transferred from the General Fund to the Long Term Obligation and Capital Expenditure Fund. Fiscal details for that Fund may be found in a schedule that appears in the Appendix of this document
- (b) The budget recommends \$17,000,000 be made available for Statewide Fire, Life Safety and Renovation Projects from non-State funding sources.

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.

INTERDEPARTMENTAL ACCOUNTS

- Notwithstanding the provisions of any law or regulation to the contrary, and except for leases negotiated by the Division of Property Management and Construction and subject to the approval or disapproval by the State Leasing and Space Utilization Committee pursuant to P.L.1992, c.130 (C.52:18A-191.1 et al.), and except as hereinafter provided, no lease for the rental of any office or building, except for legislative district offices, shall be executed without the prior written consent of the State Treasurer and the Director of the Division of Budget and Accounting. Legislative district office leases may be executed by personnel in the Office of Legislative Services so directed by the Executive Director, provided the lease complies with the Joint Rules Governing Legislative District Offices adopted by the presiding officers. Leases which do not comply with the Joint Rules Governing Legislative District Offices may be executed by personnel in the Office of Legislative District Services so directed by the Executive Director with the prior written consent of the President of the Senate and the Speaker of the General Assembly.
- To the extent that sums appropriated for property rental payments are insufficient, there are appropriated such additional sums, not to exceed \$3,000,000 as may be required to pay property rental obligations, subject to the approval of the Director of the Division of Budget and Accounting.
- An amount not to exceed \$2,500,000 shall be appropriated for the costs of security, maintenance, utilities and other operating expenses related to the closure of State-owned buildings, subject to the approval of the Director of the Division of Budget and Accounting.
- Notwithstanding the provisions of any law or regulation to the contrary, the Division of Property Management and Construction is empowered to renegotiate lease terms, provided that such renegotiations result in cost savings to the State for the current fiscal year and for the term of the lease. Any lease amendments made as a result of these renegotiations are subject to the review and approval of the State Leasing and Space Utilization Committee.
- There are appropriated such additional sums as may be required to pay for office renovations associated with the consolidation of office space, 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.
- In addition to the amount hereinabove appropriated for Property Rentals, there is appropriated to the Property Rentals program \$5,638,000 from the Motor Vehicle Commission for property rental charges.
- Notwithstanding the provisions of any law or regulation to the contrary, the Director of the Division of Budget and Accounting shall transfer from departmental accounts and credit to the Property Rentals account a sum of \$25,000,000 to reflect savings from implementation of procurement efficiencies. This additional sum is appropriated for Property Rentals.
- The unexpended balance at the end of the preceding fiscal year in the Master Lease Program Fund is appropriated for the same purpose.
- In order to permit flexibility, amounts may be transferred between various items of appropriation within the Insurance and Other Services program classification, subject to the approval of the Director of the Division of Budget and Accounting. Notice thereof shall be provided to the Legislative Budget and Finance Officer on the effective date of the approved transfer.
- There are appropriated such additional sums as may be required to pay tort claims under N.J.S.59:12-1, as recommended by the Attorney General and as the Director of the Division of Budget and Accounting shall determine.
- The funds appropriated to the Tort Claims Liability Fund are available for the payment of claims of a tortious nature, for the indemnification of pool attorneys engaged by the Public Defender for the defense of indigents, for the indemnification of designated pathologists engaged by the State Medical Examiner, and for 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, as recommended by the Attorney General and as the Director of the Division of Budget and Accounting shall determine.
- Notwithstanding the provisions of any law or regulation to the contrary, claims paid from the Tort Claims Liability Fund on behalf of entities funded, in whole or in part, from non-State funds, may be reimbursed from such non-State fund sources as determined by the Director of the Division of Budget and Accounting.
- There are appropriated such additional sums as may be required to pay claims not payable from the Tort Claims Liability Fund or payable under the New Jersey Contractual Liability Act, as recommended by the Attorney General and as the Director of the Division of Budget and Accounting shall determine. The funds appropriated are available for the payment of direct costs of legal, administrative and medical services related to the investigation, mitigation and litigation of claims not payable from the Tort Claims Liability Fund or payable under the New Jersey Contractual Liability Act, as recommended by the Attorney General and as the Director of the Division of Budget and Accounting shall determine. Notwithstanding the provisions of any law or regulation to the contrary, claims or costs paid from the monies appropriated under this paragraph on behalf of entities funded, in whole or in part from non-State funds, may be reimbursed from such non-State funds sources as determined by the Director of the Division of Budget and Accounting. Appropriations under this paragraph shall not be available to pay punitive damages and shall not be deemed a waiver of any immunity by the State.
- To the extent that sums appropriated to pay Workers' Compensation claims under R.S.34:15-1 et seq., are insufficient, there are appropriated such additional sums as may be required to pay Workers' Compensation claims, subject to the approval of the Director of the Division of Budget and Accounting.
- The amount hereinabove appropriated for the Workers' Compensation Self-Insurance Fund under R.S.34:15-1 et seq. is available for the payment of direct costs of legal, investigative, administrative and medical services related to the investigation, mitigation, litigation and administration of claims against the fund, subject to the approval of the Director of the Division of Budget and Accounting.
- Notwithstanding the provisions of any law or regulation to the contrary, benefits provided to community work experience participants shall be borne by the Work First New Jersey program funded through the Department of Human Services and any costs related to administration, mitigation, litigation and investigation of claims will be reimbursed to the Division of Risk Management within the Department of the Treasury by the Work First New Jersey program funded through the Department of Human Services, subject to the approval of the Director of the Division of Budget and Accounting.
- Providing that expenditures during the current fiscal year on Workers' Compensation claims attributable to the Departments of Human Services, Transportation, Corrections, and Law and Public Safety are less than the respective amounts expended by those departments

INTERDEPARTMENTAL ACCOUNTS

for claims attributable to the preceding fiscal year, all or a portion of that savings is appropriated to those departments or the Division of Risk Management within the Department of the Treasury for the purpose of improving worker safety and reducing workers' compensation costs, subject to the approval of the Director of the Division of Budget and Accounting.

To the extent that sums appropriated to pay auto insurance claims are insufficient, there are appropriated such additional sums as may be required to pay auto insurance claims, subject to the approval of the Director of the Division of Budget and Accounting.

The amount hereinabove appropriated for the Vehicle Claims Liability Fund is available for the payment of direct costs of legal, investigative and medical services related to the investigation, mitigation and litigation of claims against the fund.

The unexpended balance at the end of the preceding fiscal year in the Self-Insurance Deductible Fund is appropriated for the same purposes.

The amount hereinabove appropriated for the Self-Insurance Fund – Foster Parents is available for the payment of direct costs of legal, investigative and medical services related to the investigation, mitigation and litigation of claims against the fund.

The sums hereinabove appropriated are available for payment of obligations applicable to prior fiscal years.

There are appropriated out of revenues received from utility companies such sums as may be required for implementation and administration of the Energy Conservation Initiatives Program, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the sums hereinabove appropriated for Fuel and Utilities, the Director of the Division of Budget and Accounting shall transfer or credit to this account such sums that accrue from appropriations made to various spending agencies for Fuel and Utilities and Salaries and Wages, to reflect savings associated with electrical deregulation, fuel switch and other energy-conservation initiatives.

Of the amount hereinabove appropriated for fuel and utility costs, amounts may be transferred to State departments to meet fuel and utility needs, subject to the approval of the Director of the Division of Budget and Accounting; and, in addition to the sums hereinabove appropriated for fuel and utility costs, there are appropriated such additional sums as may be required to pay fuel and utility costs, subject to the approval of the Director of the Division of Budget and Accounting.

Revenue generated from the sale of Solar Renewable Energy Certificates is appropriated to fund energy-related savings initiatives as determined by the Director of Energy Savings within the Department of the Treasury, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts derived from fees charged for public parking at the Bangs Avenue Parking Garage in Asbury Park, and the unexpended balance from the preceding fiscal year, are appropriated for the costs incurred for maintenance and operation of the garage, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amount hereinabove appropriated for Household and Security, there is appropriated \$526,000 to the Household and Security account from the New Jersey Public Broadcasting Authority for utility, security, and building maintenance costs.

In addition to the amount hereinabove appropriated for the Household and Security account, there is appropriated to the Household and Security account \$2,500,000 from the Motor Vehicle Commission for utility, security, and building maintenance costs.

Of the unexpended balances in the Petroleum Overcharge Reimbursement Fund available for "Green Power," such sums shall be transferred to the various departments and agencies participating in the State electricity contract, as applicable, to reimburse additional costs associated with "Green Power" sources, subject to the approval of the Director of the Division of Budget and Accounting.

In accordance with the "Recycling Enhancement Act," (P.L.2007, c.311), an amount not to exceed \$358,000 is appropriated from the State Recycling Fund – Recycling Administration account to the Department of the Treasury for administrative costs attributable to the state recycling program, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amount hereinabove appropriated for Utilities and Other Services, there is appropriated out of the Petroleum Overcharge Reimbursement Fund the sum of \$3,500,000 to fund energy-related savings initiatives, including an energy tracking and invoice payment system, as determined by the Director of Energy Savings within the Department of the Treasury, 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 amounts hereinabove appropriated for the Sports and Exposition Authority Operations – Debt Service there are appropriated such additional sums as may be necessary, subject to the approval of the Director of the Division of Budget and Accounting.

The amount hereinabove appropriated for the New Jersey Performing Arts Center, EDA account shall be used to pay the State's obligations pursuant to a lease with the New Jersey Economic Development Authority, for the lease of real property and infrastructure improvements and the Performing Arts Center structure constructed thereon purchased by the Authority for the State in the city of Newark, for the purpose of constructing buildings to comprise a Performing Arts Center. Notwithstanding the provisions of any law or regulation to the contrary, the State Treasurer may enter into a lease with the New Jersey Economic Development Authority to lease the real property and improvements thereon purchased or caused to be constructed by the Authority for the State in the city of Newark for the Performing Arts Center, subject to the prior written consent of the Director of the Division of Budget and Accounting, the President of the Senate and the Speaker of the General Assembly. Upon the final payment of the State's obligations pursuant to the lease for the real property and infrastructure improvements purchased by the Authority, the title to the real property and improvements shall revert to the State. The State may sublease the land and facilities for the purpose of operating, maintaining or financing a Performing Arts Center in Newark. Any sublease for use of land and improvements acquired for the State by the New Jersey Economic Development Authority for the Performing Arts Center shall be subject to the prior written approval of the Director of the Division of Budget and Accounting and the Joint Budget Oversight Committee, or its successor. There are appropriated such additional sums as may be necessary to pay debt service for the New Jersey Performing Arts Center.

INTERDEPARTMENTAL ACCOUNTS

The amount hereinabove appropriated for the Camden Children’s Garden shall be subject to the execution of an agreement between the State Treasurer and the operator of the Camden Children’s Garden.

The amounts hereinabove appropriated for debt service payments attributable to the New Jersey Performing Arts Center, EDA program and to the Municipal Rehabilitation and Economic Recovery, EDA program may be paid by the New Jersey Economic Development Authority from resources available from unexpended balances, and in such instances the amounts appropriated for the New Jersey Performing Arts Center, EDA program and for the Municipal Rehabilitation and Economic Recovery, EDA program shall be reduced by the same amount. There are appropriated such additional sums as may be necessary to pay debt service and other costs for the Municipal Rehabilitation and Economic Recovery, EDA program, subject to the approval of the Director of the Division of Budget and Accounting.

Language Recommendations -- Capital Construction

There are appropriated such additional sums as may be required to pay future debt service costs for projects undertaken by the New Jersey Building Authority, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amounts appropriated under P.L.2004, c.71, donations for the 9/11 Memorial Design Costs from public and private sources, including those collected from the Port Authority of New York and New Jersey, for the purposes of planning, designing, maintaining and constructing a memorial to the victims of the terrorist attacks of September 11, 2001, on the World Trade Center in New York City, the Pentagon in Washington, D.C., and United Airlines Flight 93 in Somerset County, Pennsylvania, shall be deposited by the State Treasurer in a dedicated account established for this purpose and are appropriated for the purposes set forth under P.L.2004, c.71 and there are appropriated or transferred such sums as are necessary for the 9/11 Memorial project, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law or regulation to the contrary, in order to provide flexibility in administering the amounts provided for Statewide Fire, Life Safety and Renovations Projects; Roof Repairs–Statewide; Americans with Disabilities Act Compliance Projects–Statewide, Hazardous Materials Removal Projects–Statewide; Statewide Security Projects; and Energy Efficiency–Statewide 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.

Of the amounts hereinabove appropriated for Hazardous Materials Removal Projects – Statewide and Statewide Security Projects, funds may be transferred to the Fuel Distribution Systems / Underground Storage Tank Replacements – Statewide account for the removal of underground storage tanks at State facilities, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balances at the end of the preceding fiscal year of appropriations from the “1996 Economic Development Site Fund,” established pursuant to section 20 of the “Port of New Jersey Revitalization, Dredging, Environmental Cleanup, Lake Restoration, and Delaware Bay Area Economic Development Bond Act of 1996,” c.70 are appropriated.

The amount hereinabove appropriated for Energy Efficiency – Statewide Projects is payable from the Clean Energy Fund to provide the full cost of energy efficiency projects in State facilities including, but not limited to, up to \$6,000,000 for heating, ventilation and air conditioning systems at various Human Services institutions. The project allocations may be adjusted based on consultation with the Department of the Treasury, Office of Energy Savings, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law or regulation to the contrary, any monies received from the sale of real property that are deposited in the State–owned Real Property Fund (P.L.2007, c.108) are appropriated for Capital projects that increase energy efficiency, improve work place safety or for Information Technology Systems or other capital investments that will generate an operating budget savings, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amount hereinabove appropriated for the Garden State Preservation Trust Fund Account, interest earned and accumulated commencing with the start of this fiscal year is appropriated.

The amount hereinabove appropriated for the Garden State Preservation Trust Fund Account is subject to the provisions of the “Garden State Preservation Trust Act,” P.L.1999, c.152 (C.13:8C–1 et seq.) and the constitutional amendment on open space (Article VIII, Section II, paragraph 7).

70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL 74. GENERAL GOVERNMENT SERVICES 9410. EMPLOYEE BENEFITS

EVALUATION DATA

PROGRAM DATA	Actual FY 2007	Actual FY 2008	Revised FY 2009	Budget Estimate FY 2010
Employee Benefits				
Judicial Retirement System				
Assets	\$ 373,563,181	\$ 353,107,790	\$ 249,647,208	\$ 247,899,677
Active Members	421	425	425	424
Pensioners	459	475	490	506
Annual Pensions	\$ 32,795,549	\$ 34,646,070	\$ 36,866,883	\$ 39,230,050
Lump Sum Death Benefits	\$ 79,898	\$ 956,890	\$ 715,234	\$ 1,105,000
Prison Officers’ Pension Fund				
Assets	\$ 13,667,743	\$ 13,115,381	\$ 12,658,966	\$ 12,277,931
Pensioners	170	159	151	143

INTERDEPARTMENTAL ACCOUNTS

	Actual FY 2007	Actual FY 2008	Revised FY 2009	Budget Estimate FY 2010
Public Employees' Retirement System				
Assets	\$ 28,467,586,589	\$ 27,459,553,256	\$ 20,795,119,681	\$ 21,533,346,430
Total Members	324,038	330,523	331,156	333,334
State (Active)	86,933	86,233	83,894	83,064
State (Inactive)	22,257	28,125	28,582	29,046
Local	214,848	216,165	218,680	221,224
Pensioners	126,568	129,573	134,721	138,529
Annual Pensions	\$ 1,867,475,574	\$ 2,023,571,985	\$ 2,220,230,765	\$ 2,398,493,093
Lump Sum Death Benefits	\$ 109,559,172	\$ 125,809,087	\$ 133,475,893	\$ 141,609,914
State Police Retirement System				
Assets	\$ 2,073,337,682	\$ 1,978,285,165	\$ 1,475,009,419	\$ 1,522,357,222
Total Members	3,219	3,344	3,262	3,152
Active	3,096	3,141	3,059	2,949
Inactive	123	203	203	203
Pensioners	2,428	2,517	2,594	2,674
Annual Pensions	\$ 110,620,918	\$ 119,912,575	\$ 128,288,468	\$ 137,249,418
Lump Sum Death Benefits	\$ 434,194	\$ 1,525,502	\$ 1,343,760	\$ 1,546,000
Police and Firemen's Retirement System				
Assets	\$ 21,615,914,946	\$ 21,179,569,355	\$ 16,803,870,326	\$ 17,788,577,127
Total Members	46,055	46,345	46,724	47,109
State (Active)	7,819	7,761	7,728	7,696
State (Inactive)	293	375	368	361
Local	37,943	38,209	38,628	39,052
Pensioners	31,726	32,905	34,249	35,647
Annual Pensions	\$ 1,220,700,516	\$ 1,322,474,863	\$ 1,433,906,595	\$ 1,554,727,565
Lump Sum Death Benefits	\$ 32,643,052	\$ 30,634,136	\$ 30,991,943	\$ 31,353,929
Alternate Benefit Program				
Total Active Members	16,994	16,546	16,358	16,173
State	13,751	13,379	13,227	13,077
County	3,243	3,167	3,131	3,096
Teachers' Pension and Annuity Fund				
Assets	\$ 34,628,492,613	\$ 32,572,114,005	\$ 23,852,559,086	\$ 24,048,150,071
Total Members	158,039	158,471	160,065	161,676
State	265	244	228	212
County	43	36	32	29
Local	157,731	158,191	159,805	161,435
Pensioners	71,742	75,062	78,647	82,404
Annual Pensions	\$ 2,395,332,364	\$ 2,607,233,754	\$ 2,848,898,251	\$ 3,112,962,630
Lump Sum Death Benefits	\$ 58,220,617	\$ 70,448,959	\$ 77,148,655	\$ 84,485,492
Consolidated Police & Firemen's Pension Fund				
Assets	\$ 16,392,620	\$ 14,077,043	\$ 11,547,398	\$ 9,368,404
Pensioners	611	503	426	360
Annual Pensions	\$ 11,901,811	\$ 10,398,599	\$ 9,175,412	\$ 8,096,108
Health Benefits Program				
Covered Members	356,410	350,311	355,971	355,847
State	148,598	146,237	145,693	144,265
Local	207,812	204,074	210,278	211,582

APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2008					Year Ending June 30, 2010			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2009 Adjusted Approp.	Requested	Recom- mended
1,771,123	60,843	-15	1,831,951	1,822,441				
<u>DIRECT STATE SERVICES</u>								
Distribution by Fund and Program								
1,771,123	60,843	-15	1,831,951	1,822,441	Employee Benefits	03 1,778,031	1,657,043	1,657,043
1,771,123	60,843	-15	1,831,951	1,822,441	Total Direct State Services	1,778,031	1,657,043	1,657,043

INTERDEPARTMENTAL ACCOUNTS

Year Ending June 30, 2008					Year Ending June 30, 2010				
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	Prog. Class.	2009 Adjusted Approp.	Requested	Recommended	
<u>DIRECT STATE SERVICES</u>									
185,435	---	357	185,792	185,792	03	174,459	195,652	195,652	
26,049	---	---	26,049	26,049	03	21,100	24,080	24,080	
1,000	---	---	1,000	690	03	1,000	1,000	1,000	
362,751 6,100 ^S	---	-317	368,534	367,309	03	366,893 5,000 ^S	360,239	360,239	
11,104	---	278	11,382	11,382	03	12,204	12,541	12,541	
5,291	---	-334	4,957	2,057	03	9,715	2,558	2,558	
<i>Less:</i>									
---	---	---	---	---			(192,200)	(192,200)	
<u>GRANTS-IN-AID</u>									
Distribution by Fund and Program									
745,995	83	-300	745,778	738,282	03	768,514	792,709	792,709	
745,995	83	-300	745,778	738,282			768,514	792,709	792,709
Distribution by Fund and Object									
Special Purpose:									
19,800	---	---	19,800	19,800	03	19,800	2,847	2,847	
34,631	---	-497	34,134	32,566	03	35,362	36,486	36,486	
2,351	83	---	2,434	2,434	03	2,397	2,492	2,492	
4,248	---	---	4,248	4,248	03	4,248	611	611	
245	---	---	245	198	03	258	265	265	
119,058	---	---	119,058	118,217	03	127,138	133,493	133,493	
19,367	---	---	19,367	18,071	03	19,654	20,440	20,440	
650	---	---	650	650	03	650	93	93	
6,841	---	-52	6,789	5,911	03	6,437	5,823	5,823	
20	---	---	20	20	03	17	17	17	
4,439	---	---	4,439	4,439	03	4,827	5,245	5,245	
240,602	---	1,253	241,855	241,855	03	246,316	272,709	272,709	
20,319	---	-703	19,616	19,616	03	21,981	22,994	22,994	
81,237	---	-357	80,880	78,880	03	80,834	86,612	86,612	
11,126	---	---	11,126	11,126	03	10,343	11,102	11,102	
170,379 2,200 ^S 5,168	---	---	172,579	171,875	03	179,535	182,427	182,427	
5,168	---	241	5,409	5,409	03	5,631	5,966	5,966	

INTERDEPARTMENTAL ACCOUNTS

Year Ending June 30, 2008					Year Ending June 30, 2010				
Orig. & (S) Supplemental	Reapp. & (R) Recepts.	Transfers & (E) Emergencies	Total Available	Total Expended	Prog. Class.	2009 Adjusted Approp.	Requested	Recommended	
3,314	---	-185	3,129	2,967					
<u>2,517,118</u>	<u>60,926</u>	<u>-315</u>	<u>2,577,729</u>	<u>2,560,723</u>					
					GRANTS-IN-AID				
					Unemployment Insurance Liability	03	3,086	3,087	3,087
					<i>Grand Total State Appropriation</i>		<u>2,546,545</u>	<u>2,257,552</u>	<u>2,257,552</u>

Language Recommendations -- Direct State Services - General Fund

There is appropriated a sufficient amount in order that upon application to the Director of the Division of Budget and Accounting, an annuity of \$4,000 shall be paid to the widow or widower of any person, now deceased, who was elected and served as Governor of the State; provided such widow or widower was the spouse of such person for all or part of the period during which he or she served as Governor; and provided further, that this shall not apply to any widow or widower receiving a pension granted under R.S.43:8-2, and continued by R.S.43:7-1 et seq., R.S.43:8-1 et seq., and R.S.43:8-8 et seq.

The amounts hereinabove appropriated for Employee Benefits may be transferred to the Grants-In-Aid accounts for the same purposes.

Such additional sums as may be required for Public Employees' Retirement System - Post Retirement Medical, Public Employees' Retirement System - Non-contributory Insurance, Police and Firemen's Retirement System - Non-contributory Insurance, Alternate Benefit Program - Employer Contributions, Alternate Benefit Program - Non-contributory Insurance, Defined Contribution Retirement Program, Defined Contribution Retirement Program - Non-contributory Insurance, Teachers' Pension and Annuity Fund - Post Retirement Medical - State, Teachers' Pension and Annuity Fund - Non-contributory Insurance, State Police Retirement System - Non-contributory Insurance, Judicial Retirement System - Non-contributory Insurance, State Employees' Health Benefits, Other Pension Systems - Post Retirement Medical, State Employees' Prescription Drug Program, State Employees' Dental Program - Shared Cost, State Employees' Vision Care Program, Social Security Tax - State, Temporary Disability Insurance Liability, and Unemployment Insurance Liability are appropriated, as the Director of the Division of Budget and Accounting shall determine.

No monies hereinabove appropriated shall be used to provide additional health insurance coverage to a State or local elected official when that official receives health insurance coverage as a result of holding other public office or employment.

Notwithstanding the provisions of the "Pension Adjustment Act," P.L.1958, c.143 (C.43:3B-1 et seq.), pension adjustment benefits for State members and beneficiaries of the Consolidated Police and Firemen's Pension Fund, Prison Officers' Pension Fund, and Central Pension Fund shall be paid by the respective pension funds. The amounts hereinabove appropriated for the Pension Adjustment Program for these benefits as required under the act shall be paid to the Pension Adjustment Fund.

In addition to the sum hereinabove appropriated for Debt Service on Pension Obligation Bonds to make payments under the State Treasurer's contracts authorized pursuant to section 6 of P.L.1997, c.114 (C.34:1B-7.50), there are appropriated such other sums as the Director of the Division of Budget and Accounting shall determine are required to pay all amounts due from the State pursuant to such contracts.

The unexpended balance at the end of the preceding fiscal year in the Debt Service on Pension Obligation Bonds account is appropriated for the same purpose.

Such additional sums as may be required for State Employees' Health Benefits may be allotted from the various departmental operating appropriations to this account, as the Director of the Division of Budget and Accounting shall determine.

Notwithstanding the provisions of any law or regulation to the contrary, the Director of the Division of Budget and Accounting may transfer from departmental accounts and credit to the State Employees' Health Benefits account such sums that reflect savings from Statewide Savings Initiatives or Management Efficiencies. These additional sums are appropriated for State Employees' Health Benefits.

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.

Notwithstanding the provisions of any law or regulation to the contrary, fees due to the third party administrator for the Section 125 Tax Savings Program established in 1996 pursuant to section 7 of P.L.1996, c.8 (C.52:14-15.1a) and the Section 132(f) Commuter Transportation Benefit Program established in 2003 pursuant to section 1 of P.L.2001, c.162 (C.52:14-15.1b) shall be paid from amounts hereinabove appropriated for the Social Security Tax - State Account, 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 Employee Benefits may be transferred to the Direct State Services accounts for the same purposes.

Such additional sums as may be required for Public Employees' Retirement System - Post Retirement Medical, Public Employees' Retirement System - Non-contributory Insurance, Police and Firemen's Retirement System - Non-contributory Insurance, Alternate Benefit Program - Employer Contributions, Alternate Benefit Program - Non-contributory Insurance, Teachers' Pension and Annuity Fund - Post Retirement Medical - State, Teachers' Pension and Annuity Fund - Non-contributory Insurance, State Employees' Health Benefits, Other Pension Systems - Post Retirement Medical, State Employees' Prescription Drug Program, State Employees' Dental Program - Shared Cost, Social Security Tax - State, Temporary Disability Insurance Liability, and Unemployment Insurance Liability are appropriated, as the Director of the Division of Budget and Accounting shall determine.

No monies hereinabove appropriated 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.

INTERDEPARTMENTAL ACCOUNTS

The unexpended balance at the end of the preceding fiscal year in the Debt Service on Pension Obligation Bonds account is appropriated for the same purpose.

In addition to the sum hereinabove appropriated for Debt Service on Pension Obligation Bonds to make payments under the State Treasurer's contracts authorized pursuant to section 6 of P.L.1997, c.114 (C.34:1B-7.50), there are appropriated such other sums as the Director of the Division of Budget and Accounting shall determine are required to pay all amounts due from the State pursuant to such contracts.

70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL

74. GENERAL GOVERNMENT SERVICES

9420. OTHER INTERDEPARTMENTAL ACCOUNTS

APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2008					Year Ending June 30, 2010				
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	Prog. Class.	2009 Adjusted Approp.	Requested	Recommended	
DIRECT STATE SERVICES									
Distribution by Fund and Program									
13,271	1,845	57,388	72,504	57,373	Other Interdepartmental Accounts	04	16,675	27,675	27,675
13,271	1,845	57,388	72,504	57,373	Total Direct State Services		16,675	27,675	27,675
Distribution by Fund and Object									
Special Purpose:									
875	1,720	-814	1,781	---	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.				
625	---	-615	10	---	Contingency Funds	04	375	375	375
10,000	---	58,817	68,817	56,817	Interest On Short Term Notes	04	13,000 ^S	24,000	24,000
1,100	---	---	1,100	157	Debt Issuance-Special Purpose	04	1,100	1,100	1,100
193	---	---	193	184	Catastrophic Illness in Children Relief Fund - Employer Contributions				
128 ^S	---	---	128	122	Interest on Interfund Borrowing	04	225	225	225
350	125	---	475	93	Payment of Military Leave Benefits	04	1,000	1,000	1,000
GRANTS-IN-AID									
Distribution by Fund and Program									
---	1,739	-1,634	105	---	Other Interdepartmental Accounts	04	---	---	---
---	1,739	-1,634	105	---	Total Grants-in-Aid		---	---	---
Distribution by Fund and Object									
Grants:									
---	1,634	-1,634	---	---	Enhanced 911 Grants	04	---	---	---
---	45	---	45	---	Property Tax Assistance and Community Development Grants				
---	60	---	60	---	Property Tax Assistance and Community Development Grants				
13,271	3,584	55,754	72,609	57,373	Grand Total State Appropriation		16,675	27,675	27,675

INTERDEPARTMENTAL ACCOUNTS

Language Recommendations -- Direct State Services - General Fund

Unless otherwise indicated, funds hereinabove appropriated may be allotted by the Director of the Division of Budget and Accounting to the various departments and agencies.

Notwithstanding the provisions of N.J.S.A. 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 hereinabove appropriated 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, or disaster as recommended by the Emergency Services Council and approved by the Governor, and subject to the approval of the Director of the Division of Budget and Accounting. In the event that the Emergency Services Council is unable to convene due to any such emergency described above, there shall be appropriated to the Emergency Service Fund such sums as are required to meet the costs of any such emergency described above, and payments from the Fund shall be made by the State Treasurer upon approval of the Governor and the Director of the Division of Budget and Accounting.

The unexpended balance at the end of the preceding fiscal year in the Governor's Contingency Fund is appropriated for the same purpose. Such sums as may be necessary for payment of expenses incurred by issuing officials appointed under the several bond acts of the State are appropriated for the purposes and from the sources defined in those acts.

The unexpended balance at the end of the preceding fiscal year in Payment of Military Leave Benefits is appropriated for the same purpose.

70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL 74. GENERAL GOVERNMENT SERVICES 9430. SALARY INCREASES AND OTHER BENEFITS

APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2008					Year Ending June 30, 2010				
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended		2009 Prog. Adjusted Class. Approp.	Requested	Recom- mended	
DIRECT STATE SERVICES									
Distribution by Fund and Program									
223,145	30,672	-145,101	108,716	10,784	Salary Increases and Other Benefits	05	19,333	10,500	10,500
<u>223,145</u>	<u>30,672</u>	<u>-145,101</u>	<u>108,716</u>	<u>10,784</u>	Total Direct State Services		<u>19,333</u>	<u>10,500</u>	<u>10,500</u>
Distribution by Fund and Object									
Special Purpose:									
212,845	30,160	-145,101	97,904	---	Salary Increases and Other Benefits	05	---(a)	---	---
10,300	512	---	10,812	10,784	Unused Accumulated Sick Leave Payments	05	19,333	10,500	10,500
GRANTS-IN-AID									
Distribution by Fund and Program									
11,047	---	-11,047	---	---	Salary Increases and Other Benefits	05	---	---	---
<u>11,047</u>	<u>---</u>	<u>-11,047</u>	<u>---</u>	<u>---</u>	Total Grants-in-Aid		<u>---</u>	<u>---</u>	<u>---</u>
Distribution by Fund and Object									
Grants:									
11,047	---	-11,047	---	---	Salary Increases and Other Benefits	05	---(b)	---	---
<u>234,192</u>	<u>30,672</u>	<u>-156,148</u>	<u>108,716</u>	<u>10,784</u>	Grand Total State Appropriation		<u>19,333</u>	<u>10,500</u>	<u>10,500</u>

Notes -- Direct State Services - General Fund

(a) The original fiscal 2009 appropriation for salary program allocation was transferred to the agency budgets.

Notes -- Grants-In-Aid - General Fund

(b) The original fiscal 2009 appropriation for salary program allocation was transferred to the senior public institution 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.

INTERDEPARTMENTAL ACCOUNTS

Notwithstanding the provisions of any law or regulation to the contrary, including R.S.34:15-49 and section 1 of P.L.1981, c.353 (C.34:15-49.1), the State Treasurer, the Chairperson of the Civil Service Commission, and the Director of the Division of Budget and Accounting shall establish directives governing salary ranges and rates of pay, including salary increases. The implementation of such directives shall be made effective at the first full pay period of the fiscal year as determined by such directives, with timely notification of such directives to the Joint Budget Oversight Committee or its successor. Such directives shall not be considered an "administrative rule" or "rule" within the meaning of subsection (e) of section 2 of P.L.1968, c.410 (C.52:14B-2), but shall be considered exempt under paragraphs (1) and (2) of subsection (e) of section 2 of P.L.1968, c.410 (C.52:14B-2), and shall not be subject to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.). Nothing herein shall be construed as applicable to the Presidents of the State Colleges, Rutgers, The State University, the University of Medicine and Dentistry of New Jersey and the New Jersey Institute of Technology.

No salary range or rate of pay shall be increased or paid in any State department, agency, or commission without the approval of the Director of the Division of Budget and Accounting. Nothing herein shall be construed as applicable to unclassified personnel of the Legislative Branch or unclassified personnel of the Judicial Branch.

Any sums appropriated for Salary Increases and Other Benefits shall be made available for any person holding State office, position or employment whose compensation is paid directly or indirectly, in whole or in part, from State funds, including any person holding office, position or employment under the Palisades Interstate Park Commission.

The unexpended balance at the end of the preceding fiscal year in the Salary Increases and Other Benefits account is appropriated for the same purposes.

In addition to the amount hereinabove appropriated for Unused Accumulated Sick Leave Payments, there are appropriated such sums as may be necessary for payments of unused accumulated sick leave.