

DEPARTMENT OF THE TREASURY  
OVERVIEW

The Department of the Treasury is a complex and multifaceted Department. The mission of the Department encompasses: (1) Revenue Collection and Generation which consists of collecting 14 major taxes that are projected to generate State revenue of \$11.4 billion in Fiscal Year 1995 and operating instant and on-line lottery games that are projected to generate \$618 million for aid to education and institutions; (2) Asset Management which includes advising the Governor on budgeting State revenues and preparing the State budget; accounting for and distributing revenue to all State departments and monitoring expenditures; preparing the State's financial statements; investing and managing 125 funds with a market value of approximately \$51 billion including the Pension fund and the cash management portfolio; maintaining and preserving the State owned buildings and grounds in the capital complex and other State complexes; developing, implementing and monitoring the integrated State Development and Redevelopment Plan; providing liability, property and health insurance coverage to protect the State's human and physical resources; and buying and selling the State's real property holdings; (3) Statewide Support Services which mandates operating, maintaining, designing, and developing computer and telecommunications systems for all State departments; providing pension and health benefit services for over 500,000 public employees (active and retired); purchasing approximately \$1 billion worth of goods and services for all State departments, overseeing 5,200 term contracts used by municipalities and school districts; supervising the design, construction, renovation and restoration of State facilities; negotiating and administering 480 leased facilities covering 7.9 million square feet of office and storage space statewide; procuring, maintaining and managing the vehicles in the State motor fleet; purchasing, storing and delivering over \$40 million of food and supplies to State departments, institutions and correctional facilities; handling all mail, both interoffice and U.S. postal service that is being sent or received by State departments and overseeing the printing and graphics services operations of State agencies.

The Department's FY 1995 budget is recommended at \$9.4 million below the FY 1994 adjusted appropriation, a 5% reduction. The Division of Taxation will continue its enhanced tax enforcement effort to collect delinquent taxes in order to maximize tax revenue and tax compliance. This program displays a continued effort on the part of the Department to enforce compliance to the State's tax laws in the most cost effective manner.

In the General Services Administration, the Office of Leasing Operations merges with Real Property Management to form the Office of Property Management. This consolidation results in a net budget reduction of \$1.4 million from the FY 1994 adjusted appropriation of both organizations. By combining these two organizations, the management of leased and owned property would now be consolidated within one organization resulting in more efficient space utilization.

Other reductions to the Department are made to divisions' salary and wages line items. Reduced overtime and a continuation of the voluntary furlough program are anticipated to offset these reductions.

The Department's budget is the largest source of state aid to New Jersey municipalities. Over \$960 million in state aid is recommended this fiscal year, an amount commensurate with the current year's aid level. Included in this total are \$640 million from dedicated taxes, and \$264 million from general revenues, all in the form of direct payments of aid to support municipal programs. In addition, this budget provides \$58 million to fully fund local property tax deductions for senior and disabled homeowners and veterans.

This budget also includes \$319 million for continuation of the Homestead Rebate Program in its present abridged form. Senior citizens and disabled persons are eligible for rebates up to \$500, subject to income restrictions. Other households within a more stringent income limit are eligible for a \$90 homeowners' rebate or a \$30 tenants' rebate.

The Casino Control Commission is responsible for the regulation of the operations of the 12 casino hotel complexes in Atlantic City. This includes the licensing of all employees and ancillary companies conducting business with the casino industry. The Fiscal Year 1995 continuation budget recommendation will provide funding for these activities.

SUMMARY OF APPROPRIATIONS BY PROGRAM  
(thousands of dollars)

—Year Ending June 30, 1993—					Year Ending —June 30, 1995—		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	1994 Adjusted Approp.	Requested	Recom- mended
1,286	14	1	1,301	1,284	<b>Governmental Review and Oversight</b>		
510	—	208	718	715	Office of State Planning 984 1,429 1,429		
7,560	1	53	7,614	7,611	Employee Relations and Collective Negotiations 668 660 660		
9,518	2,486	-1,120	10,884	10,809	Budget, Management and Planning 7,338 7,279 7,279		
					Accounting and Financial Reporting 10,568 10,107 10,107		
<u>18,874</u>	<u>2,501</u>	<u>-858</u>	<u>20,517</u>	<u>20,419</u>	<i>Subtotal</i> 19,558 19,475 19,475		
					<b>Financial Administration</b>		
83,157	2,808	-6,971	78,994	78,878	Tax Collection Services and Administration 82,223 76,763 76,763		
19,548	1,551	-1,665	19,434	19,021	Administration of State Lottery 17,346 17,282 17,282		
3,552	49	26	3,627	3,531	Management of State Investments 4,042 4,014 4,014		
<u>106,257</u>	<u>4,408</u>	<u>-8,610</u>	<u>102,055</u>	<u>101,430</u>	<i>Subtotal</i> 103,611 98,059 98,059		
					<b>General Government Services</b>		
5,908	191	-787	5,312	5,266	Purchasing and Inventory Management 5,361 5,064 5,064		
11,729	1	-1,305	10,425	10,392	Physical Plant Operation and Maintenance 10,518 10,456 10,456		
25,737	19	-2,272	23,484	23,358	Pensions and Benefits 23,005 21,232 21,232		
3,013	50	84	3,147	3,139	Property Management Services 3,070 1,703 1,703		
2,239	106	-262	2,083	2,078	Risk Management 2,060 2,059 2,059		
<u>48,626</u>	<u>367</u>	<u>-4,542</u>	<u>44,451</u>	<u>44,233</u>	<i>Subtotal</i> 44,014 40,514 40,514		
					<b>Management and Administration</b>		
840	—	74	914	900	Public Contracts Affirmative Action Office 899 898 898		
1,369	530	3,113	5,012	4,942	Management and Administrative Services 4,431 4,182 4,182		
<u>2,209</u>	<u>530</u>	<u>3,187</u>	<u>5,926</u>	<u>5,842</u>	<i>Subtotal</i> 5,330 5,080 5,080		
<u>175,966</u>	<u>7,806</u>	<u>-10,823</u>	<u>172,949</u>	<u>171,924</u>	<b>Total Appropriation</b> 172,513 163,128 163,128		

70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL  
72. GOVERNMENTAL REVIEW AND OVERSIGHT

OBJECTIVES

1. Prepare a State Development and Redevelopment Plan, issue annual status reports and publish current estimates and forecasts of population, employment, housing and land needs.
2. To assist the Governor's Employee Relations Policy Council in all matters regarding relations between the State and its employees.
3. To plan for, formulate and monitor the annual State Budget.
4. To assure financial responsibility and accountability and provide current, relevant financial information for management and the public.

PROGRAM CLASSIFICATIONS

02. **Office of State Planning (NJSA 52:18A-201).** Assists and supports the State Planning Commission to ensure that its responsibilities and duties are fulfilled and to facilitate a cooperative planning process with maximum involvement and participation of State, county, and local governments, as well as public and private sector interest, to enhance the development of the State and to formulate sound, consistent and integrated State, county, and local plans.
03. **Employee Relations and Collective Negotiations (Executive Order No. 4, 1970).** Staff assistance is provided to the Governor and her 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.
05. **Budget, Management and Planning (NJSA 52:27B-12).** Coordinate the annual agency-based planning process, identify and project trends impacting on the demand for services, to provide information and planning support for the process of allocating available financial and human resources, and to evaluate strategic and long-term issues arising from the demand for the ability to provide services.

Plan 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. Continuous studies of State fiscal requirements are conducted by the Office. 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. Evaluation of effectiveness and need for carrying out State programs is an ongoing budget activity. Reviewing legislation for its fiscal impact are additional activities. Develops and reviews State agency responses on proposed federal legislation and regulations to ensure that the broad State interest and fiscal policy is taken into account. Provides also for capital and development planning, evaluation of capital construction projects, research into financing of capital facilities and project review relative to coordinating federally financed construction projects for State, local and private agencies. A Management Services Unit provides services which include: needs analysis; communications and networking advice; organizational analysis and design; productivity studies; and office automation services and improvement of internal operations and procedures, program analysis and assisting agencies in management methods and administration.

07. **Accounting and Financial Reporting (NJSA 52:27B-33).** Provides for the receipt, processing, recording and reporting of all financial data of the State's various funds, in accordance with existing statutes and generally accepted accounting principles. All financial transactions and requests for payment are reviewed for propriety before entry into the computerized accounting system, from which official State monthly and annual fiscal reports are prepared. Bank accounts are reconciled with the accounting system. Also includes the Payroll unit, which is responsible for assuring that State employees are paid accurately and on a timely basis. An internal audit unit is engaged in developing procedures, revising accounting systems, and enhancing accounting controls and monitoring financial activities of various State agencies.

EVALUATION DATA

	Actual FY 1992	Actual FY 1993	Revised FY 1994	Budget Estimate FY 1995
<b>PROGRAM DATA</b>				
<b>Accounting and Financial Reporting</b>				
Checks issued .....	8,900,000	9,800,000	9,500,000	9,500,000 <sup>(a)</sup>
Revenue items processed .....	217,500	186,222	200,000	200,000
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
<b>Filled Positions by Funding Source</b>				
State Supported Positions .....	323	295	292	289
Total Positions .....	323	295	292	289

# TREASURY

	Actual FY 1992	Actual FY 1993	Revised FY 1994	Budget Estimate FY 1995
<b>Filled Positions by Program Class</b>				
Office of State Planning .....	32	19	19	19
Employee Relations and Collective Negotiations .....	9	11	10	10
Budget, Management and Planning .....	99	102	99	98
Accounting and Financial Reporting .....	183	163	164	162
Total Positions .....	323	295	292	289

Notes: Actual fiscal years 1992 and 1993 and Revised fiscal year 1994 position data reflect actual payroll counts. The Budget Estimate for fiscal year 1995 reflects the number of positions funded.  
 (a) This figure could increase by approximately 4 percent when the County Court Unification is fully implemented on January 1, 1995.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 1993					Year Ending June 30, 1995			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	1994 Adjusted Approp.	Requested	Recom- mended
<b>Distribution by Program</b>								
1,286	14	1	1,301	1,284	02	984	1,429	1,429
510	—	208	718	715	03	668	660	660
7,560	1	53	7,614	7,611	05	7,338	7,279	7,279
<u>9,518</u>	<u>2,486</u>	<u>-1,120</u>	<u>10,884</u>	<u>10,809</u>	07	<u>10,568</u>	<u>10,107</u>	<u>10,107</u>
<b>18,874</b>	<b>2,501</b>	<b>-858</b>	<b>20,517</b>	<b>20,419</b>		<b>19,558<sup>(a)</sup></b>	<b>19,475</b>	<b>19,475</b>
<b>Distribution by Object</b>								
<b>Personal Services:</b>								
<u>12,563</u>	<u>—</u>	<u>-1</u>	<u>12,562</u>	<u>12,554</u>		<u>12,715</u>	<u>12,593</u>	<u>12,593</u>
12,563	—	-1	12,562	12,554		12,715	12,593	12,593
444	—	-26	418	410		301	462	462
4,825	—	1,573	6,398	6,390		5,736	6,104	6,104
79	—	-27	52	51		54	101	101
<b>Special Purpose:</b>								
—	14 <sup>R</sup>	-14	—	—	02	—	—	—
—	—	4	4	4	03	—	—	—
42	—	—	42	42	07	394 <sup>S</sup>	45	45
—	344 <sup>R</sup>	-286	58	—	07	—	—	—
—	2,142 <sup>R</sup>	-2,142	—	—	07	—	—	—
42	2,500	-2,438	104	46		436	45	45
921	1	61	983	968		316	170	170

## OTHER RELATED APPROPRIATIONS

<b>All Other Funds</b>								
—	39,783	—	—	—		—	—	—
—	24,178 <sup>R</sup>	-4,930	59,031	6,496	07	—	—	—
—	<u>63,961</u>	<u>-4,930</u>	<u>59,031</u>	<u>6,496</u>		<u>—</u>	<u>—</u>	<u>—</u>
<b>18,874</b>	<b>66,462</b>	<b>-5,788</b>	<b>79,548</b>	<b>26,915</b>		<b>19,558</b>	<b>19,475</b>	<b>19,475</b>

Note: (a) The fiscal year 1994 appropriation has been adjusted for the allocation of salary program and has been reduced to reflect the transfer of funds to the Employee Benefits accounts.

LANGUAGE PROVISIONS

It is recommended that the Office of State Planning be authorized to collect reasonable fees for the distribution of its publications, and that receipts derived from such fees be appropriated for the Office of State Planning.

It is further recommended that such sums as may be necessary for administrative expenses incurred in processing Federal benefit payments be appropriated from such sums as may be received or receivable for this purpose.

It is further recommended that, in addition to the amounts hereinabove, there be appropriated such additional sums as may be necessary for an independent audit of the State's general fixed asset account group, and the single audit.

It is further recommended that there be 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 (C52:18-16.1).

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 maximize revenues from the State lottery and minimize illegal organized gambling.
3. To invest and reinvest funds of the various State agencies and pension funds as effectively as possible.
4. To insure 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.

PROGRAM CLASSIFICATIONS

15. **Tax Collection Services and Administration (NJSA 54:1-2).** Services include general administration, tax return processing, 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 (NJSA 5:9-1).** Daily and weekly lotteries are conducted. Lottery programs are continually reviewed so that State revenues are maximized.

19. **Management of State Investments (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 (NJSA 5:12-1).** The Casino Control Commission is responsible for the collection of all license fees and taxes imposed by the Act. It promulgates regulations and carries on a continuous study of existing and developing methods to control the casino gaming and casino source 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

PROGRAM DATA

Tax Collection Services and Administration

Taxpayer Information Services

	Actual FY 1992	Actual FY 1993	Revised FY 1994	Budget Estimate FY 1995
Telephone inquiries .....	1,664,626	3,035,732	3,400,000	3,650,000
Correspondence .....	17,958	46,501	60,000	60,000
Legislative Review .....	222	163	200	200

Enforcement

Audits

Average Number of Auditors .....	256	317	321	347
Assessment Amount .....	200,900,000	303,700,000	310,000,000	330,000,000
Audits completed .....	43,500	47,900	59,700	59,700
Average Assessment/Auditor (a) .....	850,000	950,000	960,000	960,000

# TREASURY

	Actual FY 1992	Actual FY 1993	Revised FY 1994	Budget Estimate FY 1995
<b>Compliance</b>				
Number of Collectors .....	167	232	248	248
Collections .....	126,042,043	149,105,389	203,000,000	215,000,000
Number of Closed Cases .....	78,132	172,869	182,500	195,300
Average Collection Per Collector (b) .....	754,743	663,967	689,500	737,500
Bankruptcy Claims .....	626	793	1,000	1,000
Judgments .....	6,663	7,753	9,000	10,000
Deferred Payment Plans .....	1,022	1,546	2,000	2,500
<b>Criminal Investigations</b>				
Prosecution Recommendations .....	62	69	70	70
Assessment Amount .....	4,948,649	5,735,200	5,800,000	5,900,000
Motor Fuels Audits .....	2,816,961	2,435,685	2,700,000	3,000,000
<b>Processing and Administration Activity</b>				
<b>Returns Processed</b>				
Individual .....	5,574,532	5,559,818	5,600,000	5,675,000
Homestead rebates .....	2,855,688	2,697,113	2,700,000	2,700,000
Business .....	4,023,889	4,038,357	4,020,000	4,000,000
Checks processed .....	5,691,111	5,669,331	5,650,000	5,600,000
Soil Setoffs .....	351,012	363,656	363,656	375,000
Licenses Processed .....	34,993	37,057	31,250	31,250
Business Taxpayers Registered .....	38,339	39,236	40,500	41,500
<b>Property Administration</b>				
Real Estate Appraisals .....	2,559	2,113	2,100	2,200
Municipal Audit .....	104	173	90	95
<b>Sales Ratio Study</b>				
Sales Prescreened .....	111,947	119,414	125,000	128,000
Sales Investigated .....	18,717	17,934	19,500	20,000
<b>Billings Mailed</b>				
Individual .....	156,356	270,000	230,000	200,000
Business .....	299,367	275,103	242,000	222,000
<b>Refunds Reviewed</b>				
Individual .....	161,635	44,826	45,000	45,000
Business .....	529	1,768	2,700	3,000
Intestates/Escheated Estates .....	221	175	175	180
<b>Administration of State Lottery</b>				
Agents .....	5,000	5,150	5,300	5,500
Drawings .....	845	885	898	924
Net Sales (millions) .....	\$1,280	\$1,364	\$1,400	\$1,469
<b>Management of State Investments</b>				
Transactions .....	41,000	39,282	41,000	43,500
Market value of investments as of 6/30 (millions) .....	\$40,300	\$44,900	\$48,000	\$51,000
Pension Fund Total Return .....	13.80%	12.50%	8.75%	8.75%
Cash Management Returns .....	5.5%	3.6%	3.0%	3.0%
Net investment earnings, cash basis (millions) .....	\$2,100	\$2,005	\$2,050	\$2,070
Funds managed .....	120	121	125	125
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
<b>Filled Positions by Funding Source</b>				
State Supported Positions .....	1,496	1,545	1,534	1,570
All Other .....	29	29	33	33
Total Positions .....	1,525	1,574	1,567	1,603
<b>Filled Positions by Program Class</b>				
Tax Collection Services and Administration .....	1,291	1,346	1,362	1,387
Administration of State Lottery .....	174	168	146	148
Management of State Investments .....	60	60	59	68
Total Positions .....	1,525	1,574	1,567	1,603

Notes: Actual fiscal years 1992 and 1993 and Revised fiscal year 1994 position data reflect actual payroll counts. The Budget Estimate for fiscal year 1995 reflects the number of positions funded.

(a) Calculated based on the average number of auditors throughout the entire year.

(b) The Fiscal Year 1993 and the Fiscal Year 1994 figures reflect impact of Telecollections (Lower Liability Collections). Outside vendor collections not included in this internal productivity measure.

**APPROPRIATIONS DATA**  
(thousands of dollars)

Year Ending June 30, 1993					Year Ending June 30, 1995			
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (B) Emergencies	Total Available	Expended	Prog. Class.	1994 Adjusted Approp.	Requested	Recommended
83,157	2,808	-6,971	78,994	78,878				
19,548	1,551	-1,665	19,434	19,021				
<u>3,552</u>	<u>49</u>	<u>26</u>	<u>3,627</u>	<u>3,531</u>				
<b>106,257</b>	<b>4,408</b>	<b>-8,610</b>	<b>102,055</b>	<b>101,430</b>				
					<b>Distribution by Program</b>			
					15	82,223	76,763	76,763
					16	17,346	17,282	17,282
					19	<u>4,042</u>	<u>4,014</u>	<u>4,014</u>
						<b>103,611<sup>(a)</sup></b>	<b>98,059</b>	<b>98,059</b>
					<b>Distribution by Object</b>			
					Personal Services:			
						62,115		
						<u>232<sup>S</sup></u>	<u>60,551</u>	<u>60,551</u>
						62,347	60,551	60,551
						3,368		
						20 <sup>S</sup>	3,360	3,360
						35,000		
						231 <sup>S</sup>	31,962	31,962
						2,046		
						1 <sup>S</sup>	1,960	1,960
					Special Purpose:			
					15	— <sup>(b)</sup>	—	—
					16	—	—	—
					19	—	—	—
						—	—	—
						—	—	—
						—	—	—
						598	226	226

**OTHER RELATED APPROPRIATIONS**

<u>23,075</u>	—	—	<u>23,075</u>	<u>23,003</u>	<i>Total Casino Control Fund – Direct State Services</i>	<u>23,075</u>	<u>23,075</u>	<u>23,075</u>
<b>129,332</b>	<b>4,408</b>	<b>-8,610</b>	<b>125,130</b>	<b>124,433</b>	<b>TOTAL STATE APPROPRIATIONS</b>	<b>126,686</b>	<b>121,134</b>	<b>121,134</b>
					<b>All Other Funds</b>			
						1,512	1,792	1,792
						<u>1,512</u>	<u>1,792</u>	<u>1,792</u>
						1,512	1,792	1,792
						<b>128,198</b>	<b>122,926</b>	<b>122,926</b>

Notes: (a) The fiscal year 1994 appropriation has been adjusted for the allocation of salary program and has been reduced to reflect the transfer of funds to the Employee Benefits accounts.

(b) Uncollected Revenue Recovery appropriation and receivable have been distributed to applicable operating accounts.

**LANGUAGE PROVISIONS**

It is recommended that, 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 (C54:40A-1), as may be necessary for confiscation, storage, disposal and other related expenses thereof, be appropriated.

It is further recommended that notwithstanding any other law to the contrary, there be appropriated out of receipts in the Solid Waste Services Tax Fund and the Resource Recovery Investment Fund sums as may be necessary for the cost of administration and collection of the 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.

It is further recommended that upon certification of the Director of the Division of Taxation, the State Treasurer 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.

It is further recommended that there be 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(C5:9-1 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(C5:9-7).

It is further recommended that in addition to the amounts herein above, State Lottery Fund Receipts in excess of anticipated contributions to Education and State Institutions, and reimbursements of administrative expenditures, be appropriated, subject to the approval of the Director of the Division of Budget and Accounting and the Joint Budget Oversight Committee.

It is further recommended that, notwithstanding the provisions of any other law to the contrary, there be 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.

It is further recommended that, to the extent that sums appropriated to pay for the Lottery Network Payment Agreement are insufficient there are appropriated out of the State Lottery Fund such additional sums as may be required to pay debt service on the Agreement, subject to the approval of the Director of the Division of Budget and Accounting.

It is further recommended that there be 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 above investment activity.

It is further recommended that, notwithstanding the provisions of any law to the contrary, the expenses of administration for the various retirements 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 shall be appropriated \$2,886,000 for Client Services in the Division of Pensions and Benefits and such additional sums as may be required to pay bank service charges and these appropriations shall be charged to the pensions 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, in accordance with P.L.1993, c.99, which provides additional retirement benefits for certain police and firefighters, an amount not to exceed \$500,000 shall be appropriated to fund administrative costs of the Division of Pensions and Benefits as determined by the Director of the Division of Budget and Accounting, and this appropriation shall be charged to the Police and Firemen's Retirement System Fund. This appropriation shall cover administrative expenses for fiscal year 1995. Receipts from such charges, payable on a schedule to be determined by the Director of the Division of Budget and Accounting, shall be deposited in the General Fund and anticipated as revenue thereto. The administrative expenses charged to each pension or health benefit fund shall be included as a liability of the retirement system or employee benefit program maintaining such fund by law, for the purpose of determining future employer contributions or payments to the fund, or the amount of benefits to be paid under the program, as appropriate.

It is further recommended that there be 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 (C52:18-16.1).

It is further recommended that there be 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.

It is further recommended that there be appropriated from the investment earnings of general obligation bond proceeds, such sums as may be necessary for the payment of debt service administrative costs.

## 70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL

### 74. GENERAL GOVERNMENT SERVICES

#### OBJECTIVES

1. To centralize all press and public relations services.
2. To provide a means for State, local and county governments and school districts to effect economy by purchasing against State contracts 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 agencies of the Department of the Treasury.
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.

#### PROGRAM CLASSIFICATIONS

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 (NJSA 52:18A-3).** GSA/Division of Purchase and Property pursuant to the provisions of title 52 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; Distribution and Support Services 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, and contracts major lease/purchase arrangements through the Master Lease Program.
10. **Physical Plant Operation and Maintenance (NJSA 52:18A-3).** The Division of Facilities Management provides, in the Trenton area, full maintenance services for thirty-four 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; plus renovation and alteration services under \$32,500.
12. **Construction Management Services (NJSA 52:18A).** 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; insures that all building programs are completed, in accordance with the predetermined goals and objectives of the State agencies within established budgets; carries out all related contract administration services, including the processing of change orders, the inspection of construction for code compliance, pre-qualification of contractors, public advertising, awarding of bids, processing of invoices and payments to contractors; prepares and maintains central contract files and all other records, including plans and specifications.
21. **Pensions and Benefits (NJSA 52:18A-95).** Eligibility determinations are made for those who are required or optionally permitted to participate in the benefit programs. Certification of membership, of rates involving employer and employee contributions and the 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 (NJSA 52:9Q).** The Capital City Redevelopment Corporation (CCRC) was created to guide a revitalization effort in the Capital district of downtown Trenton. The CCRC acts as a central facilitator of the implementation of the Renaissance Plan.
26. **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 of properties leased to other interests. In addition Property Management Services is charged with meeting and securing all leased office, warehouse and other State space requirements.
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. It 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 Telecommunications and Information Systems (OTIS).** Pursuant to Executive Order No.84, dated October 17, 1984, the Office of Telecommunications and Information Systems was established within the Department of the Treasury to effect the consolidation and coordination of the information processing activities of the Executive Branch. The Office of Telecommunications and Information Systems has operational responsibility for the State's major data centers and developing the Garden State Network, a statewide integrated communications network capable of carrying data and voice transmissions. The Hub, houses this telecommunications network, as well as providing data processing disaster recovery.
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 using State agencies. The revenues collected are then used to purchase replacement vehicles and also cover all costs of the pool operation.

# TREASURY

43. **Printing Services (NJSA 52:27B-6).** The Treasury Print Shop operates as a revolving fund, with costs of labor and materials reimbursed by various agencies including the Department of the Treasury, the Office of the Chief Executive, the Legislature, Department of Law and Public Safety and Department of Banking.

44. **Capitol Post Office (NJSA 52:27B-6).** The Capital Post Office

also operates as a revolving fund providing postal services to all State departments.

62. **State Cafeterias.** Provides food services on a receipt basis as dedicated funds.

63. **Travel Services.** Provides all State agencies and departments with the most timely and cost effective travel arrangements consistent with the State Travel Regulations.

## EVALUATION DATA

	Actual FY 1992	Actual FY 1993	Revised FY 1994	Budget Estimate FY 1995
<b>PROGRAM DATA</b>				
<b>Purchasing and Inventory Management</b>				
Vendor purchases .....	\$845,250,000	\$1,016,000,000	\$1,025,000,000	\$1,050,000,000
Term Contracts .....	4,500	4,900	5,000	5,200
<b>Physical Plant Operation and Maintenance</b>				
Building space maintained (square feet) .....	4,117,000	4,627,000	4,961,792	4,961,792
<b>Pensions and Benefits</b>				
<b>Membership, All Funds</b>				
Beginning Balance, All Funds (thousands) .....	391,881	393,720	398,440	402,425
Added .....	24,739	35,316	34,567	33,835
Removed .....	22,900	30,596	30,582	29,810
Ending balance .....	393,720	398,440	402,425	406,450
<b>Beneficiaries, All Funds</b>				
Beginning Balance, All Funds (thousands) .....	122,555	134,417	140,395	141,799
Added .....	14,259	13,006	13,396	13,798
Removed .....	2,397	7,028	11,992	12,380
Ending balance .....	134,417	140,395	141,799	143,217
Total Members .....	528,137	538,835	544,224	549,667
<b>Loans</b>				
Number .....	120,000	124,718	136,437	149,258
Loans Receivable (thousands) .....	\$504,786	\$548,434	\$606,637	\$670,421
Assets, all funds (thousands) .....	\$26,874,027	\$29,531,299	\$32,313,602	\$35,358,041
Benefit payments (thousands) .....	\$2,589,704	\$2,861,021	\$3,823,266	\$5,109,141
Lump sum death benefit payments (thousands) .....	\$73,102	\$78,192	\$76,044	\$73,955
<b>Membership, Other Systems</b>				
Supplemental annuity .....	3,533	4,580	4,330	4,080
Health benefits .....	309,153	309,020	307,290	306,368
Drug plan .....	95,467	93,141	91,935	91,165
Dental plan .....	75,279	74,293	76,916	77,757
<b>Property Management Services</b>				
Leased facilities .....	569	501	496	481
Area in square feet .....	8,343,000	8,200,000	8,100,000	7,900,000
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
<b>Filled Positions by Funding Source</b>				
State Supported Positions .....	927	854	852	761
All Other .....	9	11	8	11
Total positions .....	936	865	860	772
<b>Filled Positions by Program Class</b>				
Purchasing and Inventory Management .....	122	117	113	112
Travel Services .....	4	5	3	3
Physical Plant Operation and Maintenance .....	270	242	221	222
Pensions and Benefits .....	401	361	391	330
Capital City Redevelopment Corporation .....	3	4	4	5
Property Management .....	75	72	71	43
Risk Management .....	61	64	57	57
Total Positions .....	936	865	860	772

Note: Actual fiscal years 1992 and 1993 and revised fiscal year 1994 position data reflect actual payroll counts. The Budget Estimate for fiscal year 1995 reflects the number of positions funded.

APPROPRIATIONS DATA  
(thousands of dollars)

Year Ending June 30, 1993					Year Ending June 30, 1995				
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	Prog. Class.	1994 Adjusted Approp.	Requested	Recommended	
<b>Distribution by Program</b>									
5,908	191	-787	5,312	5,266					
11,729	1	-1,305	10,425	10,392	09	5,361	5,064	5,064	
25,737	19	-2,272	23,484	23,358	10	10,518	10,456	10,456	
3,013	50	84	3,147	3,139	21	23,005	21,232	21,232	
2,239	106	-262	2,083	2,078	26	3,070	1,703	1,703	
48,626	367	-4,542	44,451	44,233	37	2,060	2,059	2,059	
						44,014 <sup>(a)</sup>	40,514	40,514	
<b>Distribution by Object</b>									
Personal Services:									
28,068						28,414			
2,650 <sup>S</sup>	—	-1,748	28,970	28,956		345 <sup>S</sup>	25,950	25,950	
30,718	—	-1,748	28,970	28,956		28,759	25,950	25,950	
1,155						1,063			
60 <sup>S</sup>	—	-69	1,146	1,131		50 <sup>S</sup>	1,252	1,252	
11,895						10,330			
417 <sup>S</sup>	—	-2,738	9,574	9,469		85 <sup>S</sup>	10,408	10,408	
1,899	—	2	1,901	1,881		1,872	1,882	1,882	
Special Purpose:									
—	—	—	—	—	09	50	—	—	
—	—	—	—	—	09	200	—	—	
—	145 <sup>R</sup>	-145	—	—	09	—	—	—	
323	—	—	323	323	10	375	375	375	
128	—	—	128	115	21	128	128	128	
—	—	—	—	—	21	320 <sup>S</sup>	—	—	
—	50 <sup>R</sup>	-50	—	—	26	—	—	—	
—	106 <sup>R</sup>	-106	—	—	37	—	—	—	
451	301	-301	451	438		1,073	503	503	
1,018						762			
1,013 <sup>S</sup>	66	312	2,409	2,358		20 <sup>S</sup>	519	519	

OTHER RELATED APPROPRIATIONS

—	20,336	-30	20,306	8,043	Total Capital Construction	27,398	49,070	29,070	
48,626	20,703	-4,572	64,757	52,276	Total General Fund	71,412	89,584	69,584	
<b>Federal Funds</b>									
—	423 <sup>R</sup>	—	423	423	Physical Plant Operation and Maintenance	—	—	—	
—	423	—	423	423	Total Federal Funds	—	—	—	
<b>All Other Funds</b>									
—	1,339	—	1,497	389	Physical Plant Operation and Maintenance	220	220	220	
—	158 <sup>R</sup>	—	—	—					
—	1	—	1	—	Other Property Management Services	—	—	—	

# TREASURY

Year Ending June 30, 1993					Year Ending June 30, 1995				
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	Prog. Class.	1994 Adjusted Approp.	Requested	Recommended	
—	48	—	324	324	Capital City Redevelopment Corporation	22	401	401	
—	276 <sup>R</sup>	—	2	—	Spill Compensation Fund Administration	23	—	—	
—	1,184	1	2,677	682	Property Management Services	26	170	170	
—	1,492 <sup>R</sup>	—	522	126	State Cafeterias	62	—	—	
—	496	—	148	144	Travel Services	63	171	141	
—	26 <sup>R</sup>	—	5,171	1,665	<i>Total All Other Funds</i>		962	932	
—	60	—	70,351	54,364	<i>GRAND TOTAL</i>		72,374	90,516	
—	88 <sup>R</sup>	—						141	
—	5,170	1						932	
48,626	26,296	-4,571						70,516	

Note: (a) The fiscal year 1994 appropriation has been adjusted for the allocation of salary program and has been reduced to reflect the transfer of funds to the Employee Benefits accounts.

## LANGUAGE PROVISIONS

It is recommended that the unexpended balance in the State Purchase Fund as of June 30, 1994, and the reimbursements thereto, be appropriated for the purpose of making payments for purchases under R.S. 52:25-1 et seq., and for the expenses of handling, storing and transporting purchases so made and for administration of the Distribution Center.

It is further recommended that there be appropriated out of the revenues received from the sale of surplus property sufficient sums for the administrative costs of the Distribution Center-Surplus Property Unit.

It is further recommended that there be 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 above purchasing activity.

It is further recommended that the unexpended balances in the Gubernatorial transition - Governor and Gubernatorial transition - Governor-Elect accounts as of June 30, 1994 be appropriated for the same purpose, provided however, that notwithstanding the provisions of section 4 of P.L. 1969, C.213 (C52:15A-4), the appropriation for the former Governor and the services and facilities authorized shall continue to be available to the former Governor for a period not to exceed one year from the date of the expiration of his term of office.

It is further recommended that the Director of the Division of Budget and Accounting be empowered to transfer or credit to the Print Shop revolving fund from 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.

It is further recommended that the Director of the Division of Budget and Accounting be empowered to transfer or credit to the Capitol Post Office revolving fund from 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.

It is further recommended that the Director of the Division of Budget and Accounting be empowered to transfer or credit to the Construction Management Services 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.

It is further recommended that notwithstanding any law to the contrary, there be appropriated out of receipts derived from 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 Building and Construction.

It is further recommended that, in addition to the amounts hereinabove, there be appropriated such additional sums as may be necessary for independent audits of the State's Pension System, provided that such appropriations shall be reimbursed to the General Fund from the resources available to the various pension funds.

It is further recommended that, notwithstanding the provisions of any law to the contrary, the expenses of administration for the various retirements 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 shall be appropriated \$2,886,000 for Client Services in the Division of Pensions and Benefits and such additional sums as may be required to pay bank service charges and these appropriations shall be charged to the pensions 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, in accordance with P.L. 1993, C.99 which provides additional retirement benefits for certain police and firefighters, an amount not to exceed \$500,000 shall be appropriated to fund administrative costs of the Division of Pensions and Benefits as determined by the Director of the Division of Budget and Accounting, and this appropriation shall be charged to the Police and Firemen's Retirement System Fund. This appropriation shall cover administrative expenses for fiscal year 1995. Receipts from such charges, payable on a schedule to be determined by the Director of the Division of Budget and Accounting, shall be deposited in the General Fund and anticipated as revenue thereto. The administrative expenses charged to each pension or health benefit fund shall be included as a liability of the retirement system or employee benefit program maintaining such fund by law, for the purpose of determining future employer contributions or payments to the fund, or the amount of benefits to be paid under the program, as appropriate.

It is further recommended that the unexpended balance as of June 30, 1994 in the Pensions and Health Benefits Commission account be appropriated for the same purpose.

It is further recommended that subject to the approval of the Director of the Division of Budget and Accounting, receipts derived from the leasing of State surplus real property be appropriated for the maintenance of leased property, provided that a sum not to exceed \$100,000 shall be available for the administrative expenses of the program.

It is further recommended that receipts from employee maintenance charges in excess of \$1,400,000 be appropriated for maintenance of employee housing and associated relocation costs; provided, however that a sum not to exceed \$170,000 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.

It is further recommended that there be 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 above insurance and risk management activities.

It is further recommended that notwithstanding the provisions of any other law to the contrary, there be appropriated, out of receipts derived from third party subrogation, such sums as may be necessary for administrative expenses of this program.

It is further recommended that the Director of the Division of Budget and Accounting be empowered to transfer or credit to any central data processing center from 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.

It is further recommended that, notwithstanding the provisions of any law to the contrary, there be appropriated from the Capital City Redevelopment Loan and Grant Fund such sums as maybe required to provide for the administrative expenses of the Capital City Redevelopment Corporation, and programs and strategies which will enhance the vitality of the 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.

It is further recommended that the unexpended balances in the State Cafeteria accounts as of June 30, 1994, and receipts obtained from cafeteria operations, be 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).

It is further recommended that a sum not to exceed \$141,000 from proceeds derived from commissions paid to the Travel Services Section be appropriated for administrative expenses of the program.

It is further recommended that there be appropriated out of revenues derived from the rental and operation of the War Memorial, such sums as may be necessary to operate and maintain the above-cited facility.

It is further recommended that notwithstanding the provision of any other law to the contrary, there be appropriated from receipts derived from vendor registration fees sufficient sums for services and expenses related to the development, letting and administration of commodity or service contracts.

It is further recommended that there be 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 the above cited facility.

70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL

75. STATE SUBSIDIES AND FINANCIAL AID

PROGRAM CLASSIFICATIONS

27. **Other Distributed Taxes.** A two percent tax on premiums for fire insurance policies written by insurance companies of other states and countries is distributed to the New Jersey Firemen's Home and the New Jersey Firemen's Association (R.S.54:17-4). The tax on certain financial businesses which are in competition with national banks is dedicated for the purpose of making payments to local taxing districts in which the financial institutions maintain places of business (C.54:10A-38, C.54:10B-1 et seq.).

The State is responsible for the collection of the Public Utilities Franchise Tax and the Public Utilities Gross Receipts Tax. As collector of these taxes, the State distributes the funds to qualifying municipalities and places a portion of the taxes so collected in the Municipal Purposes Tax Assistance Fund (R.S.54:30A-24, and R.S.54:30A-49). The State also provides aid to municipalities to replace telecommunications franchise taxes no longer collected and distributed due to tax code changes (P.L. 1989, c. 2).

The State is responsible for the collection of certain insurance taxes. As collector of these taxes, the State distributes such funds to the municipality or county in which a domestic insurance company's principal office was situated on January 1, in an amount determined by increasing the total amount of the franchise tax on domestic insurance companies received by the local government 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 and Hudson 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 Services.** Payments for local services to State property in lieu of taxes on State property (C.54:4-2.2a et seq.). Also included is state aid to densely populated municipalities (P.L. 1990, c. 85; C.52:27D-384 et seq.), which is paid from the Property Tax Relief Tax Fund.

30. **Railroad Property Taxes.** The Railroad Property Tax law was amended in 1966 when the State imposed tax of \$4.75 per \$100 of true value was substituted for the former local tax on Class II railroad property. Replacement tax revenue is determined and paid to each municipality in which Class II railroad property owned by the New Jersey Transit Corporation is located, by applying the 1966 general real property tax rate to the assessed value for that year, plus an amount equal to the difference between the railroad tax revenue for the year 1965 and the year 1966, for each year subsequent to 1967. The increase is reduced 10% until such time as the difference is eliminated.

31. **Business Personal Property Tax Replacement.** For the period from October 1, 1967, until December 31, 1976, the revenues of four State taxes—Unincorporated Business Tax,

Retail Gross Receipts Tax, Business Personal Property Tax and a portion of the Corporation Business Tax on net income—were distributed to municipalities which formerly derived revenues from the repealed local tax on personal property used in business. Effective January 1, 1977, this law was changed following the repeal of the Unincorporated Business Tax and the Retail Gross Receipts Tax. The present statute (C.54:11D-1) provides that the Legislature shall appropriate annually not less than the amount certified by the Director of the Division of Taxation on October 15, 1976, for payment to the municipalities of the State in accordance with the formula in the act.

33. **Homestead Exemptions.** The Homestead Property Tax Rebate Act of 1990 (P.L. 1990, c. 61) entitles certain New Jersey homeowners and tenants to annual rebates of property taxes on their principal residence. Under modifications first effective in Fiscal Year 1993, senior citizen, blind and disabled homeowners and tenants with incomes up to \$70,000 receive rebates in the amount by which their property taxes, or rents constituting property taxes, exceed 5 percent of their income, up to a maximum \$500. Qualified homeowners in this income range receive a minimum rebate of \$150, while qualified tenants in this income range receive a minimum rebate of \$65. Qualified homeowners with incomes between \$70,000 and \$100,000 receive rebates of \$100, and qualified tenants in this income range receive rebates of \$35. Homeowners and tenants who are neither senior citizens, nor blind nor disabled, are eligible for rebates only if their income does not exceed \$40,000. In these circumstances, homeowners' rebates are \$90 and tenants' rebates are \$30. These payments are made by the State directly to homeowners and tenants, upon annual application, by the end of October. Homestead rebates are paid from the Property Tax Relief Fund.

34. **Reimbursement of Senior/Disabled Citizens' and Veterans' Tax Exemptions.** 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. Veterans receive a \$50 tax deduction, paid from the Property Tax Relief Fund, while disabled and senior citizens receive a \$250 deduction, paid partly from the Property Tax Relief Fund and partly from the Casino Revenue 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.

36. **Municipal Purposes Tax Assistance Program.** A portion of the Public Utilities Franchise Tax and Public Utilities Gross Receipts Tax collected by the State is placed in a Municipal Purposes Tax Assistance Fund. These revenues are paid to qualifying and participating municipalities based upon formulas which reflect tax rates and per capita equalized valuation.









Year Ending June 30, 1993					Year Ending June 30, 1995				
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended		Prog. Class.	1994 Adjusted Approp.	Requested	Recommended
	10,911				All Other Funds				
	11,332 <sup>R</sup>	-9,058	13,185	9,940	Management and Administrative Services	99	10,000	10,000	10,000
	22,243	-9,058	13,185	9,940	<i>Total All Other Funds</i>		10,000	10,000	10,000
311,889	22,968	-16,449	318,408	165,537	<b>GRAND TOTAL</b>		130,721	114,186	114,186

Notes: (a) The fiscal year 1994 appropriation has been adjusted for the allocation of salary program and has been reduced to reflect the transfer of funds to the Employee Benefits accounts.  
 (b) Additional sums in the amount of \$445,000 are provided in the recommended amounts for State departments which receive direct services from the from the Federal Liaison Office in Washington, D.C.

**LANGUAGE PROVISIONS**

It is recommended that fees collected on behalf of the Public contracts affirmative action program and the unexpended balance as of June 30, 1994 of such fees, be appropriated for program costs, subject to allotment by the Director of the Division of Budget and Accounting.

It is further recommended that there be appropriated from investment earnings of State funds, a sum, not to exceed \$500,000, for public finance activities.

It is further recommended that such sums as may be necessary for payment of expenses incurred by issuing officials appointed under the several bond acts of the State be appropriated for the purposes and from the sources defined in said acts.

It is further recommended that the balance as of June 30, 1994 in the State Revenue Forecasting and Advisory Commission is appropriated for the same purpose.

It is further recommended that notwithstanding the provisions of any law to the contrary, there be appropriated from the Drug Enforcement 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.

175,966	7,806	-10,823	172,949	171,924	Total Appropriation, Department of the Treasury	172,513	163,128	163,128
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