

## INTER-DEPARTMENTAL ACCOUNTS OVERVIEW

The Interdepartmental Accounts provide funding for Property Rentals, Insurance and Other Services, Utilities and Other Services, Employee Benefits, State Contingency Fund, and Salary and Other Benefits.

The Property Rentals account provides for payment of rents for existing and anticipated leases of offices and other facilities used by State agencies. This account also subsumes lease-purchase rental agreements for buildings whose titles will pass to the State upon the final lease payment. The debt service associated with the State's lease-purchase of facilities acquired or built by Authorities such as the New Jersey Building Authority, Sports and Exposition Authority, Mercer County Improvement Authority and the Economic Development Authority or private parties are also included in the Rent Account. Properties acquired or built by authorities are not considered as ratable properties, and payments in lieu of taxes are also made available through the Rent Account. The FY 1995 Recommendation for property rentals shows an increase of \$19.2 million. A significant portion of this increase is due to the increase in the debt service for the Sports and Exposition Authority from \$18.7 million to \$35.3 million. Additional factors contributing to the increase for property rentals are payments associated with the completion and occupancy of the State Office Building in Bridgeton. In January of 1994 the State Building Authority issued debt in order to finance a 3,000 bed prison in Bridgeton, to renovate various historical buildings in the Capital Complex — the War Memorial, the Old Barracks and Brownstones adjacent to the State House, and office buildings housing the the Division of Taxation and the Departments of Labor and Education. Increased debt service payments for the new projects of the New Jersey Building Authority will begin in FY 1996.

The Insurance and Other Services Account includes funding for insurance premiums for property, casualty, and special insurance policies for the State of New Jersey. The insurance policies provided include various items such as coverage to insure against loss to State-owned real and personal property, boilers and machinery, fine arts and aircraft hull and liability. The insurance accounts also provide self-insurance funds to cover claims that may be brought against a State entity as a result of negligence ensuing in injury or death to a person or damage to or loss of property (Tort Claims Liability), employees medical costs (Worker's Compensation), vehicle liability claims for property damage and for injuries resulting from the negligent operation of a State vehicle by its employees (Vehicle Claims Liability), payment of losses within the deductible areas of primary insurance coverage (Self-Insurance Deductible) and payment of claims and expenses arising out of the operation of the Foster Parent Program (Self-Insurance Fund-Foster Parents).

The \$5.9 million increase in the FY 1995 Recommendation for the Insurance account is primarily in the area of the self-insurance funds. The Worker's Compensation Self-Insurance Fund is increasing by \$5 million, due to increasing cost of medical care and an increase in the Worker's Compensation Schedule and litigation costs.

The Utilities and Other Services account funds the fuel, utility, janitorial and trash removal costs for the Capitol Complex facilities and the Camden Aquarium. The FY 1995 Recommendation is increasing by \$1.4 million. This increase is due to a 5 percent increase in janitorial costs and an average 7 percent increase for utility rates.

In the area of employee benefits, the budget proposes an attrition program expected to save the State \$50 million in salaries. The FY 1995 pension recommendations include various changes designed to save the State an additional \$212.1 million. For the various retirement systems, the recommendation is \$199.6 million, a decrease of \$84.8 million.

For health benefits, the State provides coverage for health insurance, dental insurance, vision care, and a prescription drug program. This budget provides for the continuation of all programs at a cost of \$534.7 million. The state employees health benefits account recommendation represents a \$22.2 million or a 4.6% decrease from FY 1994 estimated expenditures. With the national average estimated at 14%, the State continues to work toward lower health premiums through a more educated workforce, and more efficient health care. In addition, a smaller workforce achieved through various incentives has resulted in lower expenditures.

In addition, the State appropriates contingency funds for unexpected needs. Other services include the 911 emergency phone number now statewide, with a recommendation of \$12 million, and appropriations to pay interest on short term notes if the State needs to borrow cash temporarily.

Finally, funds are recommended to support the bargaining agreements with the employee unions. This budget recommends a net \$167.1 million for increments, and cost-of-living allowances.

# INTER-DEPARTMENTAL ACCOUNTS

## 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
165,061	25,633	-19,169	171,525	165,061	<b>General Government Services</b>		
41,864	460	—	42,324	39,332	166,336	185,784	185,548
1,581,147	—	177,407	1,758,554	1,743,241	38,411	49,866	44,266
87,078	4,606	-3,500	88,184	86,620	1,838,364	2,283,011	1,517,290
61,493	—	-58,437	3,056	2,969	36,550	45,365	25,365
17,239	—	—	17,239	17,232	232	220,525	170,525
					18,763	20,456	20,206
<b>1,953,882</b>	<b>30,699</b>	<b>96,301</b>	<b>2,080,882</b>	<b>2,054,455</b>	<b>2,098,656</b>	<b>2,805,007</b>	<b>1,963,200</b>
					<b>Total Appropriation</b>		

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, except the Legislature, whose operations are financed from the 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 liability in tort 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 pension funds for the following classes of employees: (1) Heath Act pensioners (RS 43:5-1 et seq.), consisting of persons employed by the State as of January, 1921; (2) Veterans' Act pensioners (RS 43:4-1 et seq.); (3) miscellaneous special pension acts, in accordance with various laws of the State authorizing payments to designated individuals; (4) Annuity for Widows of Governors (RS 43:8-2); (5) Judicial pensioners (C43:6-6.4 et seq.); (6) Prison officers (C43:7-7 et seq.) whose funds are administered by a commission of five members including an appointee of the Governor, and the State Treasurer; public employees (C43:15A-1 et seq.), whose funds are administered by a board of nine trustees, including municipal and county representation, two appointees of the Governor, and the State Treasurer; State Police (C53:5A-1 et seq.), whose funds are administered by a board of five trustees including two active members of the system, two appointees of the Governor, and the State Treasurer, ex officio; benefit payments for non-contributory insurance on a policy of group insurance covering the lives of employees of the State and other participating employers in the employees' retirement system (C43:15A-1 et seq.); State's share of Social Security Tax (C43:22-1 et seq.); Pension Increase Act (C3:3B-1 et seq.) provides increases in benefits payable to members of State retirement systems; and pension and the non-contributory group life insurance benefit 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, the Department of Higher Education and by public institutions of higher education in the State. Funds are also provided for the employer's share of health benefits

charges for State employees enrolled in the public and school employees' health benefits program. Under C52:14-17.25 et seq., the administration of this program was transferred to the Division of Pensions.

An alternate benefit retirement program was established (NJS 18A:64C-11.1, NJS 18A:65-74 and C18A:66-130), for faculty members at the University of Medicine and Dentistry of New Jersey; Rutgers, The State University; the New Jersey Institute of Technology; and the State Colleges. The employer contribution to this program is included in this budget.

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 became covered under the unemployment compensation law (RS 43:21-1 et seq., as amended by PL 1971, c. 346). Any political subdivision of the State may elect to cover individuals employed by the subdivision in all of the hospitals and institutions of higher education operated by that political subdivision. Benefits paid based on wages earned in the employ of the State or of a political subdivision are financed by payments in lieu of employer contributions to the Unemployment Compensation Fund. All covered State employees are required to contribute each year to the Fund in accordance with the established rate. Benefits under the unemployment compensation program are payable in accordance with the provisions of the unemployment compensation law.

The New Jersey State Prescription Drug Program (C52:14-17.29) helps meet the cost of drugs prescribed for eligible employees and their dependents for use outside of hospitals, nursing homes or other institutions. Included are those drugs which, as required by Federal Law, can be dispensed only upon a written prescription order by a physician. The program covers the full cost of a prescription item dispensed by a licensed participating pharmacy, less a co-payment charge for each eligible prescription and prescription refill, with no co-pay for mail order. The co-payment charge is dependent upon whether the employee chooses a prescription which is generic or non-generic. All full time State employees are eligible to enroll for coverage in the Program without cost to the employee.

04. **State Contingency Fund.** 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 contingencies which cannot be predicted with sufficient certainty to be included within the budget recommendations of individual departments or agencies, including worker's compensation awards, the Governor's Emergency Fund, the premium portion of required payments for overtime compensation, seed money to implement cost saving processes or other productivity improvements and other contingency funds, as appropriate.
05. **Salary and Other Benefits.** Includes funds to be allotted to various State departments or agencies for the cost of general and special salary adjustments, and other special salary-related benefits.
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.

# INTER-DEPARTMENTAL ACCOUNTS

## 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>									
165,061	25,633	-19,169	171,525	165,061	01	166,336	185,784	185,548	
41,864	460	—	42,324	39,332	02	38,411	49,866	44,266	
<u>17,239</u>	<u>—</u>	<u>—</u>	<u>17,239</u>	<u>17,232</u>	06	<u>18,763</u>	<u>20,456</u>	<u>20,206</u>	
<b>224,164</b>	<b>26,093</b>	<b>-19,169</b>	<b>231,088</b>	<b>221,625</b>		<b>223,510</b>	<b>256,106</b>	<b>250,020</b>	
<b>Total Appropriation</b>									
<b>Distribution by Object</b>									
17,239	—	-2,416	14,823	14,818		15,713	17,064	16,814	
1,964	444 <sup>R</sup>	2,436	4,844	4,370		5,061	6,058	5,958	
<b>Maintenance and Fixed Charges</b>									
<b>Rent:</b>									
147,436	—	-662	146,774	146,774		140,287	143,462	141,943	
7,498	—	—	7,498	7,498		7,298	7,298	7,298	
12,925	—	—	12,925	12,925		12,920	12,920	12,920	
12,000	—	662	12,662	12,662		18,670	35,290	35,290	
17,506	—	—	17,506	17,506		17,506	17,506	15,684	
8,048	—	—	8,048	8,048		—	—	—	
<u>4,388</u>	<u>—</u>	<u>—</u>	<u>4,388</u>	<u>4,388</u>		11,710	12,668	12,770	
209,801	—	—	209,801	209,801		<u>4,507</u>	<u>5,400</u>	<u>4,383</u>	
<b>Subtotal Appropriation, Rent (Gross)</b>						212,898	234,544	230,288	
<b>Less:</b>									
(44,740)	—	—	(44,740)	(44,740)		(46,562)	(48,760)	(44,740)	
165,061	—	—	165,061	165,061		166,336	185,784	185,548	
<b>Insurance Premiums:</b>									
950	—	—	950	949		1,089	1,540	1,440	
860	—	—	860	859		802	977	977	
<u>154</u>	<u>—</u>	<u>—</u>	<u>154</u>	<u>148</u>		<u>120</u>	<u>149</u>	<u>149</u>	
1,964	—	—	1,964	1,956		2,011	2,666	2,566	
<b>Special Purpose:</b>									
—	5,421	—	—	—	01	—	—	—	
8,000	19,768 <sup>R</sup>	-19,189	6,000	5,590	02	6,000	10,000	6,000	
23,000	—	—	—	—		—	—	—	
5,500 <sup>S</sup>	202	—	28,702	28,636	02	27,000	32,000	32,000	
3,000	58	—	3,058	2,818	02	3,000	4,500	3,000	
400	—	—	400	300	02	400	500	500	
—	200	—	200	32	02	—	200	200	
<b>39,900</b>	<b>25,649</b>	<b>-19,189</b>	<b>46,360</b>	<b>37,376</b>		<b>36,400</b>	<b>47,200</b>	<b>41,700</b>	
<b>Total Special Purpose</b>									

## LANGUAGE PROVISIONS

It is recommended that the Director of the Division of Budget and Accounting be 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 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 be made out of such other fund.

It is further recommended that receipts derived from direct charges and charges to Non-State Fund sources be appropriated for the rental of property, including the costs of operation and maintenance of such properties.

## INTER-DEPARTMENTAL ACCOUNTS

It is further recommended that, notwithstanding any other provision of law, and except for leases negotiated by the Office of Property Management and subject to approval or disapproval by the State Leasing and Utilization Committee pursuant to P.L. 1992, c.130 (C.52:18A-191.1 et seq.), and except as hereinafter provided, no lease for the rental of any office or building be executed without the prior written consent of the State Treasurer, the Director of the Division of Budget and Accounting, the President of the Senate and the Speaker of the General Assembly.

It is further recommended that the amount hereinabove for Newark Performing Arts Center account 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 thereon purchased by the authority for the State in the city of Newark for the purpose of constructing buildings to comprise a Performing Arts Center. Notwithstanding any other provision of law, the State Treasurer may enter into a lease with the New Jersey Economic Development Authority to lease the real property and infrastructure improvements thereon purchased 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. 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.

It is further recommended that there be 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.

It is further recommended that the unexpended balance as of June 30, 1994 in the Master Lease Program Fund be appropriated for the same purpose.

It is further recommended that the unexpended balance as of June 30, 1994 in the Tort Claims Liability Fund account created by N.J.S.A. 59:12-1 be appropriated for the same purpose.

It is further recommended that there be appropriated such additional sums as may be required to pay tort claims under N.J.S.A. 59:12-1, subject to the approval of the Director of the Division of Budget and Accounting.

It is further recommended that the amount hereinabove for the Tort Claims Liability Fund under N.J.S.A. 59:12-1 be 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.

It is further recommended that, to the extent that sums appropriated to pay Workers' Compensation claims under N.J.S.A. 34:15, et. seq., are insufficient, there be 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.

It is further recommended that the amount hereinabove for the Workers' Compensation Self-Insurance Fund under N.J.S.A. 34:15-1 be 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.

It is further recommended that, to the extent that sums appropriated to pay auto insurance claims are insufficient, there be 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.

It is further recommended that the amount hereinabove for the Vehicle Claims Liability Fund be 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.

It is further recommended that the unexpended balances as of June 30, 1994 in the Inter-departmental accounts for automobile insurance be appropriated as a reserve for payment of vehicular claims settlements and judgments, payment of vendored claims, investigative costs, or for the reallocation to departments based on loss experience.

It is further recommended that the amount hereinabove for the Self-Insurance Fund - Foster Parents be 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.

It is further recommended that the unexpended balances as of June 30, 1994 in the Self-Insurance Deductible Fund, and in the Workers' Compensation Self-Insurance Fund be appropriated for the same purposes.

It is further recommended that the unexpended balance as of June 30, 1994, not to exceed \$200,000, in the Self-Insurance Fund-Foster Parents be appropriated for the same purpose.

It is further recommended that the sums hereinabove be available for payment of obligations applicable to prior fiscal years.

It is further recommended that the unexpended balance as of June 30, 1994 in the Vehicle Claims Liability Fund be appropriated for the same purpose.

It is further recommended that funds appropriated to the Tort Claims Liability Fund be available for the indemnification of pool attorneys engaged by the Public Advocate for the defense of indigents.

# INTER-DEPARTMENTAL ACCOUNTS

It is further recommended that funds appropriated to the Tort Claims Liability Fund be available for the indemnification of designated pathologists engaged by the State Medical Examiner.

It is further recommended that there be appropriated such additional sums as may be required to pay all insurance costs incurred by the county courts after January 1, 1995, at which time these responsibilities pass to the State as a result of the passage of P.L.1993, c.275, subject to the approval of the Director of the Division of Budget and Accounting.

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

### EVALUATION DATA

	Actual FY 1992	Actual FY 1993	Revised FY 1994	Budget Estimate FY 1995
<b>PROGRAM DATA</b>				
<b>Employee Benefits</b>				
Heath Act Pensioners .....	3	3	3	3
Veterans' Act Pensioners .....	10	10	10	10
Miscellaneous Special Act Pensioners .....	1	1	—	—
<b>Judicial Retirement System</b>				
Assets .....	\$101,805,095	\$108,677,009	\$122,565,931	\$138,229,857
Active Members .....	387	414	427	439
Pensioners .....	282	294	305	317
Annual Pensions .....	\$12,592,305	\$13,960,603	\$15,059,302	\$16,244,469
<b>Prison Officers' Pension Fund</b>				
Assets .....	\$985,955	\$825,387	\$742,848	\$668,563
Active Members .....	1	1	1	1
Pensioners .....	335	325	320	315
<b>Public Employees' Retirement System</b>				
Assets .....	\$9,522,736,356	\$10,082,773,230	\$11,306,821,900	\$12,679,470,079
Total Members .....	278,577	282,634	287,414	293,090
State (Active) .....	74,636	73,767	73,000	73,000
State (Inactive) .....	9,385	9,476	9,500	9,500
Local .....	194,556	199,391	204,914	210,590
Pensioners .....	74,979	77,961	82,249	86,773
Annual Pensions .....	\$480,661,967	\$545,665,219	\$613,000,307	\$688,644,544
Lump Sum Death Benefits .....	\$73,102,005	\$71,424,134	\$78,266,566	\$85,764,503
<b>State Police Retirement System</b>				
Assets .....	\$596,235,531	\$621,114,198	\$703,473,941	\$796,754,586
Total Members .....	2,418	2,476	2,525	2,574
Active .....	2,387	2,447	2,495	2,544
Inactive .....	31	29	30	30
Pensioners .....	1,343	1,361	1,438	1,519
Annual Pensions .....	\$32,073,870	\$34,119,639	\$38,394,829	\$43,205,701
<b>Police and Firemen's Retirement System</b>				
Assets .....	\$5,734,814,901	\$6,134,864,823	\$6,704,793,765	\$7,327,669,106
Total Members .....	36,370	36,740	37,164	37,600
State (Active) .....	5,419	5,428	5,549	5,672
State (Inactive) .....	410	477	543	618
Local .....	30,541	30,835	31,072	31,310
Pensioners .....	13,941	14,763	15,692	16,679
Annual Pensions .....	\$266,788,681	\$304,477,555	\$347,347,995	\$396,254,593
Lump Sum Death Benefits .....	\$14,038,425	\$18,020,245	\$20,712,470	\$23,806,913
<b>Alternate Benefits Program</b>				
Active Members .....	11,594	11,972	12,738	13,553
<b>Teachers' Pension and Annuity Fund</b>				
Assets .....	\$11,648,944,000	\$12,110,399,000	\$13,583,023,000	\$15,234,719,000
Total Members .....	116,348	118,052	118,597	119,177
State .....	670	606	577	550
Local .....	115,728	117,446	118,020	118,627
Pensioners .....	36,406	38,636	39,915	41,236

# INTER-DEPARTMENTAL ACCOUNTS

	Actual FY 1992	Actual FY 1993	Revised FY 1994	Budget Estimate FY 1995
<b>Health Benefits Fund</b>				
Covered employees .....	309,153	309,020	307,290	306,368
State .....	114,734	113,503	112,000	112,000
Local .....	194,419	195,517	195,290	194,368

## 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	
<u>1,581,147</u>	—	<u>177,407</u>	<u>1,758,554</u>	<u>1,743,241</u>	<b>Distribution by Program</b>				
<u>1,581,147</u>	—	<u>177,407</u>	<u>1,758,554</u>	<u>1,743,241</u>	03	<u>1,838,364</u>	<u>2,283,011</u>	<u>1,517,290</u>	
					<b>Total Appropriation</b>				
					<b>Distribution by Object</b>				
					<b>Special Purpose:</b>				
30	—	-5	25	18	03	30	20	20	Heath Act
200	—	—	200	162	03	200	240	240	Veterans Act
7	—	—	7	4	03	6	—	—	Miscellaneous Special Acts
9,286	—	—	9,286	9,286	03	9,618	12,350	11,577	Judicial Retirement System
2,067	—	—	2,067	2,067	03	2,114	2,291	2,291	Prison Officers Pension Fund
130,617	—	—	130,617	130,617	03	148,411	200,799	5,599	Public Employees Retirement System
99,800	—	164,845	264,645	263,647	03	271,000	300,000	300,000	Social Security Tax - State
—	—	—	—	—	03	10,800	44,859	30,551	State Police Retirement System
15,400	—	1,210	16,610	16,601	03	17,100	17,861	17,861	Dental Care Program-Shared Cost
458,100	—	4,562	462,662	459,543	03	414,261 <sup>(a)</sup>	456,885	457,047	State Employees Health Benefits
52,000	—	6,790	58,790	58,286	03	61,800	58,409	58,409	Prescription Drug Program
11,182	—	—	11,182	10,244	03	1,588	1,597	1,597	Pension Adjustment Act
362,129	—	—	362,129	361,733	03	392,129	420,179	420,179	Social Security Tax - Local School Districts
56	—	5	61	59	03	50	50	50	P.E.R.S. Minimum Pension Benefits Act - Pre-1955 Retirees
330,570	—	—	330,570	330,570	03	375,058	565,122	46,527	Teachers' Pension and Annuity Fund and Non-Contributory Group Life Insurance Benefits - Local School Districts
30	—	—	30	25	03	20	20	20	T.P.A.F. Minimum Pension Benefits Act - Pre-1955 Local School Districts Retirees
51,848	—	—	51,848	50,289	03	53,673	56,041	56,041	Alternate Benefits Program - Employer Contributions
5,176	—	—	5,176	5,176	03	4,829	5,748	457	Teachers' Pension and Annuity Fund and Non-contributory Group Life Insurance Benefits - State
5,000	—	—	9,500	9,498	03	10,462	10,053	10,053	Unemployment Insurance Liability
4,500 <sup>S</sup>	—	—	5,089	4,762	03	5,036	8,865	8,865	Temporary Disability Insurance
5,089	—	—	15,874	15,874	03	19,888	24,948	17,891	Police and Firemen's Retirement System (P.L.1979, c.109)
15,874	—	—	13,548	10,685	03	33,231	87,174	62,515	Police and Firemen's Retirement System (C.43:16A-1)

# INTER-DEPARTMENTAL ACCOUNTS

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	
7,238 <sup>S</sup>	—	—	7,238	2,953	Chapter 126 Health Benefits - Local School Districts	03	5,660	8,100	8,100
1,400	—	—	1,400	1,142	Vision Care	03	1,400	1,400	1,400
1,581,147	—	177,407	1,758,554	1,743,241	Total Special Purpose		1,838,364	2,283,011	1,517,290

## OTHER RELATED APPROPRIATIONS

					All Other Funds				
—	7	—	7	—	Employee Benefits	03	—	—	—
—	7	—	7	—	Total All Other Funds		—	—	—
1,581,147	7	177,407	1,758,561	1,743,241	GRAND TOTAL		1,838,364	2,283,011	1,517,290

Note: (a) The original appropriation was reduced by \$65 million by P.L. 1994, c.5.

## LANGUAGE PROVISIONS

It is recommended that there be 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 of any person, now deceased, who was elected and served as Governor of the State; provided such widow was the wife of such person for all or part of the period during which he served as Governor, and; provided further that this shall not apply to any widow 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.

It is further recommended that such additional sums as may be required for Unemployment Compensation liability be appropriated as the Director of the Division of Budget and Accounting shall determine.

It is further recommended that such additional sums as may be required for Social Security tax, or State employees' health benefits be allotted from the various departmental operating appropriations to this account, or be appropriated as the Director of the Division of Budget and Accounting shall determine.

It is further recommended that, of the amounts hereinabove for the Pension Adjustment Act, such sums be appropriated in advance for increased retirement benefits for local employee members of State-administered retirement systems, be repaid to the General Treasury upon reimbursement from local public employers.

## 70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL

### 74. GENERAL GOVERNMENT SERVICES

#### 9420. STATE CONTINGENCY AND OTHER FUNDS

### 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
87,078	4,606	-3,500	88,184	86,620	<b>Distribution by Program</b>			
87,078	4,606	-3,500	88,184	86,620	04	36,550	45,365	25,365
						36,550	45,365	25,365
					<b>Distribution by Object</b>			
					<b>Special Purpose:</b>			
2,000	—	-2,000	—	—	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 the expense 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			
1,500	—	-1,500	—	—	04	2,000	2,000	2,000
					04	1,500	1,500	1,500



# INTER-DEPARTMENTAL ACCOUNTS

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	
15,000									
15,378 <sup>S</sup>	—	—	30,378	30,378	04	20,400 <sup>S</sup>	20,400	20,400	
—	—	—	—	—					
—	—	—	—	—					
38,000 <sup>S</sup>	—	—	38,000	37,512		20,400	20,400	(20,000)	
—	—	—	—	—				400	
—	—	—	—	—	04	—	—	—	
4,801 <sup>S</sup>	—	—	4,801	4,801	04	—	8,000	8,000	
—	—	—	—	—	04	600 <sup>S</sup>	600	600	
1,845	—	—	1,845	1,845	04	—	860	860	
—	4,371	—	—	—	04	50	—	—	
8,554	235 <sup>R</sup>	—	13,160	12,084	04	12,000	12,005	12,005	
87,078	4,606	-3,500	88,184	86,620		36,550	45,365	25,365	

## LANGUAGE PROVISIONS

It is recommended that unless otherwise indicated, the amounts hereinabove be allotted by the Director of the Division of Budget and Accounting to the various departments and agencies.

It is further recommended that the unexpended balance as of June 30, 1994 in the Statewide 911 Emergency Telephone System account be appropriated for the same purposes, or for such enhancements as determined by the Director of the Division of Budget and Accounting.

## 70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL

### 74. GENERAL GOVERNMENT SERVICES

#### 9430. SALARY AND OTHER BENEFITS

#### 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	
61,493	—	-58,437	3,056	2,969					
61,493	—	-58,437	3,056	2,969		133,901	220,525	170,525	
(—)	(—)	(—)	(—)	(—)					
(—)	(—)	(—)	(—)	(—)		(133,669)	(—)	(—)	
61,493	—	-58,437	3,056	2,969		(133,669)	(—)	(—)	
						232	220,525	170,525	
32,592	—	-32,573	19	—	05	6,369 <sup>(a)</sup>	27,963	27,963	
2,575	—	-2,575	—	—	05	85,081	141,553	141,553	
23,326	—	-23,289	37	—	05	23,451	48,009	48,009	

# INTER-DEPARTMENTAL ACCOUNTS

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	
3,000	—	—	3,000	2,969					
					Unused Accumulated Sick Leave Payments	05	3,000	3,000	3,000
					Unused Accumulated Sick Leave Costs Associated With the Early Retirement Program	05	16,000	—	—
					<b>LESS:</b>				
					Savings from an attrition program				(50,000)
61,493	—	-58,437	3,056	2,969	Total Special Purpose	133,901	220,525	170,525	
61,493	—	-58,437	3,056	2,969	Subtotal	133,901	220,525	170,525	
(—)	(—)	(—)	(—)	(—)	Less Deductions	(133,669)	(—)	(—)	

Note: (a) The original appropriation of \$26.4 million was reduced by \$20 million by P.L. 1994, c. 5, and will be restored from agencies' Services Other Than Personal accounts.

## LANGUAGE PROVISIONS

It is recommended that the sums hereinabove appropriated to the various State departments, agencies, commissions, or institutions of higher education for the cost of salaries, wages, or other benefits shall be allotted as the Director of the Division of Budget and Accounting shall determine.

It is further recommended that any sums appropriated for salaries 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 in any educational institution for which appropriations are made to Rutgers, The State University; the University of Medicine and Dentistry of New Jersey, the State Colleges or to the State Board of Higher Education for the New Jersey Institute of Technology; or holding office, position or employment under the Palisades Interstate Park Commission or the Pinelands Commission.

It is further recommended that, in addition to the amount hereinabove for Unused Accumulated Sick Leave Payments, there be appropriated such additional sums as may be necessary for the payments of unused accumulated sick leave.

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

It is further recommended that notwithstanding the provisions of any other laws, including R.S. 34:15-49 and section 1 of P.L. 1981, c.353 (C.34:15-49.1), the State Treasurer, the Commissioner of Personnel, and the Director of the Division of Budget and Accounting shall establish directives governing salary ranges and rates of pay, including salary increases. The implementation of such directives shall be made effective at the first full pay period of Fiscal Year 1995 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.

It is further recommended that in addition to the sums hereinabove for Salary and Other Benefits, the Director of the Division of Budget and Accounting shall transfer or credit to this classification a sum of up to \$50,000,000 from appropriations made to various spending agencies salary accounts to reflect savings from attrition. This additional sum shall be appropriated for Salary and Other Benefits classification.

1,953,882	30,699	96,301	2,080,882	2,054,455	<b>Total Appropriation, Inter-Departmental Accounts</b>	2,098,656	2,805,007	1,963,200
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