

## DEPARTMENT OF THE TREASURY

## OVERVIEW

Organizationally, the Department of Treasury includes not only the State's traditional financial oversight and purchasing functions but also higher education services, information technology services, and a number of in-but-not-of boards and agencies which receive funding through the State Budget, including: the Economic Development Authority, the Motion Picture and Television Development Commission, the New Jersey Commerce, Economic Growth and Tourism Commission, the Commission on Science and Technology, the Board of Public Utilities, the Office of Administrative Law, the Ratepayer Advocate, the Casino Control Commission, the Office of the Public Defender, the State Legal Services Office, the newly created Office of the Inspector General, and the proposed Office of the Public Advocate. A complete description of the goals and objectives of these programs and agencies can be found on their respective budget pages.

The mission of the Department of the Treasury itself is to formulate and manage the State's Budget, generate and collect revenues, disburse the appropriations used to operate New Jersey State government, manage the State's physical and financial assets, and provide statewide support services to state and local government agencies as well as the citizens of our state.

The Department's overriding goal is to ensure the most beneficial use of fiscal resources and revenues to meet critical needs, all within a policy framework set by the Governor. Its objectives are to provide current, relevant financial information for management and the public to consider; administer the tax laws of the State to maximize the collection of tax revenue; enhance revenue collection through integrated receipts processing and aggressive management of public accounts receivable; provide for a centralized purchasing system for goods and services; plan, program, design, and supervise the construction of buildings and facilities for the various State agencies; invest and reinvest funds of the various State agencies and pension funds as effectively as possible; administer all employee benefit programs at minimum cost; provide risk management, loss prevention, and claims services and management of the fire and casualty insurance program to all State agencies; and operate a central motor pool fleet at the lowest possible cost and in the safest manner.

**Budget Highlights**

The Fiscal 2006 Budget for the Department of Treasury totals \$1.84 billion, a decrease of \$1.45 billion, or 44.0% under the fiscal 2005 adjusted appropriation of \$3.29 billion. More than \$1.0 billion of this decrease is due to reduced funding for taxpayer relief programs, as discussed below.

In January 2005, the Office of Public Finance refinanced General Obligation Bonds, generating savings of \$230.0 million in the Department of Treasury.

**Property Tax Relief**

Even in this current era of fiscal austerity, the Fiscal 2006 Budget continues to provide significant property tax relief funding directly to local taxpayers. Because of the State's commitment to provide property tax relief to its citizens, fiscal 2006 direct taxpayer relief programs will total approximately \$1.02 billion.

The fiscal 2006 Homestead Rebate program, funded at \$478.5 million, will continue to provide property tax relief to over 600,000 senior or disabled homeowners and tenants with taxable incomes of \$100,000 or less. Due to severe fiscal constraints, non-seniors and higher income seniors will not be eligible for these rebates in fiscal 2006. Beginning in fiscal 2005, the NJ SAVER program was folded into the Homestead Rebate program, and rebate amounts were raised significantly. Rebates continue to be based on the amount by which property taxes exceed 5% of the taxpayer's income, and in fiscal 2006

the maximum rebate will be \$800 for senior homeowners and \$775 for senior tenants. Most seniors with incomes under \$70,000 will receive the maximum rebate amounts.

During fiscal 2006, the Senior Tax Freeze is funded at \$98.4 million, a 34% increase over the fiscal 2005 adjusted appropriation of \$73.4 million. Income eligibility thresholds have been increased by 2.1%, from \$40,028 to \$40,869 for single individuals and from \$49,082 to \$50,113 for married couples. The fiscal 2006 Senior Tax Freeze will provide rebates to eligible claimants for property tax increases that occurred between a claimant's base year and tax year 2004.

**Department Accomplishments**

Consistent with the Division of Taxation's effort to maximize collection of all taxes, Compliance Collections now represent the fourth largest single revenue source in the State Budget. Compliance Collections are defined as revenue received as a result of a Division of Taxation compliance or enforcement action, program or intervention, or otherwise not remitted voluntarily by a taxpayer,

The Division of Revenue continues to institute and expand programs that enhance the State's revenue accounting and collection process. The Division has successfully implemented a second referral debt collection process, which has resulted in the collection of over \$1 million in additional revenue, and also worked successfully on the State's motor vehicle surcharge amnesty program which resulted in the collection of nearly \$30 million in additional revenue.

Executive Order 134 was established in September 2004 to insulate the negotiation and award of State contracts from political contributions that pose the risk of improper influence. Since that time, the Purchase Bureau has created procedures and forms to enforce standards restricting political contributions by vendors doing business with the State, and established a new unit to enforce Executive Order 134 compliance.

Also in the Purchase Bureau, a number of technology initiatives in support of procurement reform were implemented during fiscal 2004 which were aimed at providing more effective and efficient mechanisms for addressing internal processing and external interactions with citizens and vendors. The Internet Accessible Procurement Tracking System was implemented to improve monitoring and control of solicitation documents, waivers and contracts. The public Internet site for vendor interaction with the Purchase Bureau was substantially redesigned with a focus on vendor useability. The implementation of standardized and regulated Commodity Codes for procurement was implemented in September 2004. A one-stop vendor registration site was developed to simplify the many points of entry into the State for registration requests. This effort continues as more registrations and forms processes are incorporated. Information and forms related to Executive Order 134 were added to the Purchase Bureau Public Internet site to facilitate vendor understanding and compliance. Contract Management's internal processes were automated to provide real time deployment of solicitations to the public Internet site. In December 2004, the Bureau launched a pilot program for electronic bid submissions using secure lock boxes on the public website. Additionally, imaging technologies were implemented which reduced the costs associated with paper reports and handling and which facilitated easy access to information.

The Division of Lottery experienced record Lottery sales in fiscal 2004, totaling \$2.2 billion. This resulted in a State contribution to education and State institutions of \$794.9 million, also a record high.

The Division of Property Management and Construction renegotiated lease terms for 28 leases, saving the State in excess of \$1.2 million.

The EPIC (Employer Pension & Benefits Information Connection) web application is in the third year of rollout to the New Jersey public employer community. A major part of the State Treasurer's paper free initiative, EPIC is accessed through the mynewjersey portal and provides inquiry and update capability for employer and employee information.

The Department has continued to bid contracts since November 2000 for "green power" electricity. The green power procurement helps New Jersey satisfy federal environmental regulations and aids in the development of clean energy markets. As part of this effort, approximately 12% of the total electrical load will be procured from renewable, or green power sources. The most recent contract which runs for 13 months through May 2006 continues to maintain the State's 12% green commitment level.

In-but-not-of agencies that have significant changes in the Fiscal 2006 Budget recommendation are described below:

### **Public Advocate**

The Fiscal 2006 Budget provides \$2 million to re-establish the Department of Public Advocate. Pending legislation creates a separate department for the Public Advocate and establishes specific statutory functions. The key goals of the Public Advocate include investigating waste, mismanagement, and inefficiencies in State government and providing effective advocacy on behalf of children, the elderly, ratepayers, and the citizens of New Jersey.

### **Office of the Public Defender**

In fiscal year 2006, the recommended appropriation for the Office of the Public Defender (OPD) is \$90.7 million, which represents an increase of \$3.4 million from the fiscal year 2005 adjusted appropriation. Of this increase, \$2.6 million represents the annualized cost of the pool attorney rate increase implemented in fiscal year 2005 and \$838,000 is required to increase the rate for pool attorneys representing parents to meet the mandates of the Child Welfare Reform Plan. The OPD is constitutionally mandated to provide legal representation for indigent defendants. This level of funding ensures that the constitutional guarantees of counsel in criminal cases are met.

### **Office of Administrative Law**

In fiscal 2006, a decrease of \$539,000 in Direct State Services funding is recommended for the Office of Administrative Law (OAL). This decrease of 10% will be offset by fee increases to third party users of OAL services, such as government regulated industries and the federal government.

### **Office of Inspector General**

The Office of Inspector General was created in fiscal 2005 pursuant to Executive Order #7. In fiscal 2006, Direct State Services funding of \$2.5 million is recommended to support the Inspector General's programs of audit, investigation, and performance review to provide

increased accountability, integrity and oversight of all recipients of State funds.

### **Higher Education System**

The Department of Treasury budget also contains appropriations supporting certain higher educational services, including support to independent institutions, aid to county colleges, and miscellaneous higher education grant and capital programs.

There are 14 independent institutions in New Jersey that receive funding through the Independent College and University Assistance Act and participate in other State-funded programs, including facilities bond funds, programs for special student populations, and student grant, scholarship, and loan programs. The Fiscal 2006 Budget recommends funding to the independent colleges and universities in the amount of \$24 million for direct operating aid, the same level of support as fiscal 2005.

The county college system is composed of 19 institutions that provide access to higher education for a broad range of New Jersey residents, many of whom might otherwise be denied the benefit of a college education. Total services and recommended funding for the county colleges, including operating aid, fringe benefits, and debt service funding, is \$223.6 million for fiscal 2006, an increase of \$3.5 million from fiscal 2005. Of this amount, \$14 million will be funded from the Department of Labor Supplemental Workforce Fund for Basic Skills. Direct aid to the county colleges of \$162.6 million is a continuation of the fiscal 2005 funding level.

County colleges are eligible to participate in the Chapter 12 bond program, a \$530 million self-renewing capital funding mechanism specifically for these institutions. Counties or eligible authorities issue bonds for new construction, acquisition, expansion, or capital renewal or replacement, and the State shares the debt service equally with the counties. In fiscal 2006, debt service payments by the State are anticipated to be \$28.6 million. This is an increase of \$500,000 over the fiscal 2005 projected debt service.

In fiscal 2006, support is continued for debt service costs of a variety of valuable higher education capital programs, including the \$550 million Higher Education Capital Improvement Program, the \$100 million Equipment Leasing Fund, the \$55 million Higher Education Technology Infrastructure Bond Fund, the \$220 million Higher Education Facilities Trust Fund, and the \$90 million Dormitory Safety Trust Fund. Debt service for these programs in fiscal 2006 is recommended at \$81.2 million, a decrease of \$6.1 million from fiscal 2005.

Support for the New Jersey Stem Cell Institute will be maintained in fiscal 2006 at \$5.5 million. The Stem Cell Institute will be jointly operated by the University of Medicine and Dentistry of New Jersey and Rutgers, The State University and will be based in a new facility to be built in New Brunswick. The Institute, one of the first of its kind in the country, will be the first to form a real partnership between research universities, a medical school, and private interests.

DEPARTMENT OF THE TREASURY

SUMMARY OF APPROPRIATIONS BY FUND

(thousands of dollars)

Year Ending June 30, 2004						Year Ending June 30, 2006		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2005 Adjusted Approp.	Requested	Recom- mended
370,132	56,933	2,098	429,163	401,550	Direct State Services	401,740	379,522	379,522
211,663	38	-10,781	200,920	197,477	Grants-In-Aid	244,861	235,114	229,497
270,308	2,048	-2,048	270,308	260,084	State Aid	304,451	322,586	301,986
---	12,860	58	12,918	3,047	Capital Construction	---	---	---
374,428	---	3,840	378,268	374,886	Debt Service	378,293	156,433	156,433
1,226,531	71,879	-6,833	1,291,577	1,237,044	Total General Fund	1,329,345	1,093,655	1,067,438
1,022,119	---	-17,898	1,004,221	983,260	Total Property Tax Relief Fund	1,927,045	743,908	743,908
26,938	1,911	---	28,849	28,074	Total Casino Control Fund	28,686	28,686	28,686
<b>2,275,588</b>	<b>73,790</b>	<b>-24,731</b>	<b>2,324,647</b>	<b>2,248,378</b>	<b>GRAND TOTAL</b>	<b>3,285,076</b>	<b>1,866,249</b>	<b>1,840,032</b>

SUMMARY OF APPROPRIATIONS BY PROGRAM

(thousands of dollars)

Year Ending June 30, 2004						Year Ending June 30, 2006		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2005 Adjusted Approp.	Requested	Recom- mended
<b>DIRECT STATE SERVICES - GENERAL FUND</b>								
<b>Economic Planning and Development</b>								
406	---	46	452	449	Economic Development	502	502	502
---	11	500	511	457	New Jersey Commission on Science and Technology	568	568	568
<b>406</b>	<b>11</b>	<b>546</b>	<b>963</b>	<b>906</b>	<b>Subtotal</b>	<b>1,070</b>	<b>1,070</b>	<b>1,070</b>
<b>Economic Regulation</b>								
5,805	1,187	---	6,992	5,494	Ratepayer Advocacy	5,951	5,951	5,951
7,466	1,260	-1,087	7,639	6,363	Utility Regulation	7,658	7,658	7,658
1,904	254	20	2,178	1,952	Regulation of Cable Television	1,942	1,942	1,942
1,591	---	---	1,591	1,591	Energy Assistance Programs	1,628	1,628	1,628
3,264	168	347	3,779	3,760	Regulatory Support Services	3,398	3,398	3,398
8,690	1,304	961	10,955	10,570	Administration and Support Services	8,993	8,993	8,993
<b>28,720</b>	<b>4,173</b>	<b>241</b>	<b>33,134</b>	<b>29,730</b>	<b>Subtotal</b>	<b>29,570</b>	<b>29,570</b>	<b>29,570</b>
<b>Governmental Review and Oversight</b>								
522	---	707	1,229	1,225	Employee Relations and Collective Negotiations	605	605	605
19,729	12,414	-4,394	27,749	27,139	Office of Management and Budget	19,527	19,138	19,138
---	---	---	---	---	Office of the Inspector General	---	2,500	2,500
<b>20,251</b>	<b>12,414</b>	<b>-3,687</b>	<b>28,978</b>	<b>28,364</b>	<b>Subtotal</b>	<b>20,132</b>	<b>22,243</b>	<b>22,243</b>
<b>Financial Administration</b>								
91,893	15,308	---	107,201	104,010	Taxation Services and Administration	113,429	94,501	94,501
22,491	440	---	22,931	22,678	Administration of State Lottery	30,400	22,400	22,400
37,309	6,336	-400	43,245	37,637	Administration of State Revenues	30,408	28,809	28,809
6,590	94	124	6,808	6,779	Management of State Investments	7,320	6,920	6,920
4,703	763	---	5,466	5,466	Business Services Bureau	4,703	4,703	4,703
<b>162,986</b>	<b>22,941</b>	<b>-276</b>	<b>185,651</b>	<b>176,570</b>	<b>Subtotal</b>	<b>186,260</b>	<b>157,333</b>	<b>157,333</b>

# TREASURY

Year Ending June 30, 2004					Year Ending June 30, 2006			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2005 Adjusted Approp.	Requested	Recom- mended
468	---	---	468	365	<b>General Government Services</b>			
13,277	998	870	15,145	14,629	Garden State Preservation Trust	468	468	468
31,798	12,084	64	43,946	31,387	Purchasing and Inventory Management	9,528	9,518	9,518
14,621	1,086	65	15,772	15,214	Pensions and Benefits	31,855	32,062	32,062
					Property Management and Construction - Property Management Services	14,638	14,638	14,638
1,807	475	---	2,282	2,270	Risk Management	1,957	1,957	1,957
5,260	3	---	5,263	5,259	Adjudication of Administrative Appeals	5,394	4,855	4,855
<b>67,231</b>	<b>14,646</b>	<b>999</b>	<b>82,876</b>	<b>69,124</b>	<i>Subtotal</i>	<b>63,840</b>	<b>63,498</b>	<b>63,498</b>
					<b>Management and Administration</b>			
1,463	---	182	1,645	1,643	Contract Compliance and Equal Employment Opportunity in Public Contracts	1,763	1,763	1,763
10,038	1,337	2,866	14,241	13,923	Administration and Support Services	11,823	11,325	11,325
<b>11,501</b>	<b>1,337</b>	<b>3,048</b>	<b>15,886</b>	<b>15,566</b>	<i>Subtotal</i>	<b>13,586</b>	<b>13,088</b>	<b>13,088</b>
					<b>Protection of Citizens' Rights</b>			
7,617	169	-88	7,698	7,530	Appellate Services to Indigents	8,781	8,781	8,781
65,669	1,036	1,405	68,110	68,002	Trial Services to Indigents and Special Programs	72,436	75,874	75,874
3,161	157	-275	3,043	2,941	Mental Health Screening Services	3,340	3,340	3,340
342	41	25	408	403	Dispute Settlement	360	360	360
---	---	---	---	---	Public Advocate	---	2,000	2,000
2,248	8	160	2,416	2,414	Administration and Support Services	2,365	2,365	2,365
<b>79,037</b>	<b>1,411</b>	<b>1,227</b>	<b>81,675</b>	<b>81,290</b>	<i>Subtotal</i>	<b>87,282</b>	<b>92,720</b>	<b>92,720</b>
<b>370,132</b>	<b>56,933</b>	<b>2,098</b>	<b>429,163</b>	<b>401,550</b>	<i>Subtotal Direct State Services - General Fund</i>	<b>401,740</b>	<b>379,522</b>	<b>379,522</b>
					<b>DIRECT STATE SERVICES - CASINO CONTROL FUND</b>			
					<b>Financial Administration</b>			
26,938	1,911	---	28,849	28,074	Administration of Casino Gambling	28,686	28,686	28,686
<b>26,938</b>	<b>1,911</b>	<b>---</b>	<b>28,849</b>	<b>28,074</b>	<i>Subtotal Direct State Services - Casino Control Fund</i>	<b>28,686</b>	<b>28,686</b>	<b>28,686</b>
<b>397,070</b>	<b>58,844</b>	<b>2,098</b>	<b>458,012</b>	<b>429,624</b>	<b>TOTAL DIRECT STATE SERVICES</b>	<b>430,426</b>	<b>408,208</b>	<b>408,208</b>
					<b>GRANTS-IN-AID - GENERAL FUND</b>			
					<b>Higher Educational Services</b>			
24,800	---	---	24,800	24,798	Support to Independent Institutions	25,359	30,640	25,359
80,075	---	-10,425	69,650	69,557	Miscellaneous Higher Education Programs	96,061	91,715	91,379
<b>104,875</b>	<b>---</b>	<b>-10,425</b>	<b>94,450</b>	<b>94,355</b>	<i>Subtotal</i>	<b>121,420</b>	<b>122,355</b>	<b>116,738</b>
					<b>Economic Planning and Development</b>			
15,948	---	---	15,948	15,948	Economic Development	20,951	18,069	18,069
8,000	---	-389	7,611	6,457	New Jersey Commission on Science and Technology	8,250	7,450	7,450
<b>23,948</b>	<b>---</b>	<b>-389</b>	<b>23,559</b>	<b>22,405</b>	<i>Subtotal</i>	<b>29,201</b>	<b>25,519</b>	<b>25,519</b>
					<b>Economic Regulation</b>			
70,840	---	---	70,840	68,692	Energy Assistance Programs	70,840	70,840	70,840

Year Ending June 30, 2004					Year Ending June 30, 2006		
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	2005 Adjusted Approp.	Requested	Recommended
---	38	33	71	25	<b>Management and Administration</b>		
					Administration and Support Services		
					7,000	---	---
12,000	---	---	12,000	12,000	<b>Protection of Citizens' Rights</b>		
					Trial Services to Indigents and Special Programs		
					16,400	16,400	16,400
<b>211,663</b>	<b>38</b>	<b>-10,781</b>	<b>200,920</b>	<b>197,477</b>	<b>Subtotal Grants-In-Aid - General Fund</b>		
					<b>244,861</b>	<b>235,114</b>	<b>229,497</b>
<b>GRANTS-IN-AID - PROPERTY TAX RELIEF FUND</b>					<b>State Subsidies and Financial Aid</b>		
537,663	---	---	537,663	531,497	Homestead Exemptions		
324,648	---	-15,000	309,648	297,314	Direct Tax Relief		
					1,762,711	576,888	576,888
					---	---	---
<b>862,311</b>	<b>---</b>	<b>-15,000</b>	<b>847,311</b>	<b>828,811</b>	<b>Subtotal</b>		
					<b>1,762,711</b>	<b>576,888</b>	<b>576,888</b>
<b>862,311</b>	<b>---</b>	<b>-15,000</b>	<b>847,311</b>	<b>828,811</b>	<b>Subtotal Grants-In-Aid - Property Tax Relief Fund</b>		
					<b>1,762,711</b>	<b>576,888</b>	<b>576,888</b>
<b>1,073,974</b>	<b>38</b>	<b>-25,781</b>	<b>1,048,231</b>	<b>1,026,288</b>	<b>TOTAL GRANTS-IN-AID</b>		
					<b>2,007,572</b>	<b>812,002</b>	<b>806,385</b>
<b>STATE AID - GENERAL FUND</b>					<b>Higher Educational Services</b>		
188,587	---	---	188,587	186,738	Aid to County Colleges		
					184,075	201,623	181,023
<b>State Subsidies and Financial Aid</b>					<b>County Boards of Taxation</b>		
1,481	---	---	1,481	1,397	Locally Provided Assistance		
67,868	2,048	-2,048	67,868	59,578	Consolidated Police and Firemen's Pension Fund		
12,372	---	---	12,372	12,371	41,425	43,414	43,414
<b>81,721</b>	<b>2,048</b>	<b>-2,048</b>	<b>81,721</b>	<b>73,346</b>	<b>Subtotal</b>		
					<b>120,376</b>	<b>120,963</b>	<b>120,963</b>
<b>270,308</b>	<b>2,048</b>	<b>-2,048</b>	<b>270,308</b>	<b>260,084</b>	<b>Subtotal State Aid - General Fund</b>		
					<b>304,451</b>	<b>322,586</b>	<b>301,986</b>
<b>STATE AID - PROPERTY TAX RELIEF FUND</b>					<b>Higher Educational Services</b>		
24,862	---	---	24,862	24,042	Aid to County Colleges		
					28,045	28,556	28,556
<b>State Subsidies and Financial Aid</b>					<b>Reimbursement of Senior/Disabled Citizens' and Veterans' Tax Deductions</b>		
109,000	---	-2,898	106,102	106,102	Consolidated Police and Firemen's Pension Fund		
25,946	---	---	25,946	24,305	109,000	109,000	109,000
					27,289	29,464	29,464
<b>134,946</b>	<b>---</b>	<b>-2,898</b>	<b>132,048</b>	<b>130,407</b>	<b>Subtotal</b>		
					<b>136,289</b>	<b>138,464</b>	<b>138,464</b>
<b>159,808</b>	<b>---</b>	<b>-2,898</b>	<b>156,910</b>	<b>154,449</b>	<b>Subtotal State Aid - Property Tax Relief Fund</b>		
					<b>164,334</b>	<b>167,020</b>	<b>167,020</b>
<b>430,116</b>	<b>2,048</b>	<b>-4,946</b>	<b>427,218</b>	<b>414,533</b>	<b>TOTAL STATE AID</b>		
					<b>468,785</b>	<b>489,606</b>	<b>469,006</b>
<b>CAPITAL CONSTRUCTION</b>					<b>Economic Regulation</b>		
---	1	---	1	---	Administration and Support Services		
					---	---	---



APPROPRIATIONS DATA  
(thousands of dollars)

Year Ending June 30, 2004					Year Ending June 30, 2006				
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	Prog. Class.	2005 Adjusted Approp.	Requested	Recommended	
<b>GRANTS-IN-AID</b>									
<b>Distribution by Fund and Program</b>									
24,800	---	---	24,800	24,798	Support to Independent Institutions	47	25,359	30,640	25,359
80,075	---	-10,425	69,650	69,557	Miscellaneous Higher Education Programs	49	96,061	91,715	91,379
<b>104,875</b>	<b>---</b>	<b>-10,425</b>	<b>94,450</b>	<b>94,355</b>	<b>Total Grants-in-Aid</b>		<b>121,420</b>	<b>122,355</b>	<b>116,738</b>
<b>Distribution by Fund and Object</b>									
Grants:									
22,762					Aid to Independent Colleges and Universities	47	23,962	29,243	23,962
641 <sup>S</sup>	---	---	23,403	23,401	Clinical Legal Programs for the Poor--Seton Hall University (P.L. 1996, c.52)	47	200	200	200
200	---	---	200	200	Institute for Advanced Study -- Discrete Mathematics and Computer Science Center	47	80	80	80
80	---	---	80	80	Institute for Advanced Study -- Park City Mathematics Institute	47	80	80	80
1,037	---	---	1,037	1,037	Research Under Contract with the Institute of Medical Research, Camden	47	1,037	1,037	1,037
3,000	---	---	3,000	3,000	Higher Education Incentive Endowment Fund	49	3,000	3,000	3,000
100	---	---	100	9	Garden State Savings Bonds Incentive	49	100	100	100
22,878	---	-4,711	18,167	18,166	Higher Education Capital Improvement Program -- Debt Service	49	29,855	29,100	29,100
15,963	---	118	16,081	16,081	Equipment Leasing Fund -- Debt Service	49	18,449	18,599	18,599
21,019	---	---	21,019	21,018	Higher Education Facilities Trust Fund -- Debt Service	49	21,015	18,183	18,183
6,445	---	---	6,445	6,445	Higher Education Technology Bond -- Debt Service	49	6,463	6,475	6,475
426	---	---	426	426	Marine Sciences Consortium	49	426	762	426
9,044	---	-5,832	3,212	3,212	Dormitory Safety Trust Fund -- Debt Service	49	9,053	8,796	8,796
1,200	---	---	1,200	1,200	Statewide Systemic Initiative to Reform Mathematics and Science Education	49	1,200	1,200	1,200
---	---	---	---	---	New Jersey Stem Cell Research Institute	49	5,500	5,500	5,500
---	---	---	---	---	Stevens Institute of Technology - New Jersey Community College Strategic Partnership	49	1,000	---	---
<b>STATE AID</b>									
<b>Distribution by Fund and Program</b>									
218,449	---	---	218,449	215,780	Aid to County Colleges	48	220,120	244,179	223,579
193,587	---	---	193,587	191,738	(From General Fund)		192,075	215,623	195,023
24,862	---	---	24,862	24,042	(From Property Tax Relief Fund)		28,045	28,556	28,556
<b>218,449</b>	<b>---</b>	<b>---</b>	<b>218,449</b>	<b>215,780</b>	<b>Total State Aid</b>		<b>220,120</b>	<b>244,179</b>	<b>223,579</b>
193,587	---	---	193,587	191,738	(From General Fund)		192,075	215,623	195,023

# TREASURY

Year Ending June 30, 2004					Year Ending June 30, 2006				
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	Prog. Class.	2005 Adjusted Approp.	Requested	Recommended	
24,862	---	---	24,862	24,042					
					<b>STATE AID</b>				
					<i>(From Property Tax Relief Fund)</i>				
(5,000)	---	---	(5,000)	(5,000)		28,045	28,556	28,556	
					<i>Less:</i>				
(5,000)	---	---	(5,000)	(5,000)					
					Supplemental Workforce Fund-Basic Skills				
						(8,000)	(14,000)	(14,000)	
						(8,000)	(14,000)	(14,000)	
<b>213,449</b>	<b>---</b>	<b>---</b>	<b>213,449</b>	<b>210,780</b>		<b>212,120</b>	<b>230,179</b>	<b>209,579</b>	
					<b>Distribution by Fund and Object</b>				
					State Aid:				
160,562									
4,476 <sup>S</sup>	---	---	165,038	165,038	Operational Costs	48	162,562	183,162	
24,862	---	---	24,862	24,042	Debt Service for Chapter 12 P.L.1971, c.12 (C.18A:64A-22.1) (PTRF)	48	28,045	28,556	
17,514	---	---	17,514	17,230	Employer Contributions -- Alternate Benefit Program	48	17,230	18,311	
---	---	---	---	---	Employer Contributions -- Teachers' Pension and Annuity Fund	48	---	37	
965	---	---	965	940	Teachers' Pension and Annuity Fund -- Post Retirement Medical	48	1,195	1,117	
9,538	---	---	9,538	8,132	Post Retirement Medical Other Than TPAF	48	10,560	12,461	
450	---	---	450	316	Employer Contributions -- FICA for County College Members of Teachers' Pension and Annuity Fund	48	450	450	
82	---	---	82	82	Debt Service on Pension Obligation Bonds P.L. 1997, c.114 (C.34:1B-7.50 et seq.)	48	78	85	
					<i>Less:</i>				
(5,000)	---	---	(5,000)	(5,000)	Income Deductions		(8,000)	(14,000)	
							(14,000)	(14,000)	
<b>318,324</b>	<b>---</b>	<b>-10,425</b>	<b>307,899</b>	<b>305,135</b>	<b>Grand Total State Appropriation</b>		<b>333,540</b>	<b>352,534</b>	
							<b>326,317</b>	<b>326,317</b>	

## Language Recommendations -- Grants-In-Aid - General Fund

For the purpose of implementing the "Independent College and University Assistance Act," P.L. 1979, c.132 (C.18A:72B-15 et seq.), the number of full-time equivalent students (FTE) at the eight State Colleges is 55,852 for fiscal year 2005.

From the amount appropriated hereinabove for Aid to Independent Colleges and Universities, the State Treasurer is authorized to pay the final 1/24th of fiscal year 2005 Aid to Independent Colleges and Universities payments in July 2005 less any amounts appropriated to these colleges and universities under P.L. 2004, c.60.

Receipts in excess of the amount hereinabove for Clinical Legal Programs for the Poor - Seton Hall are appropriated for the same purpose, subject to the approval of the Director of the Division of Budget and Accounting.

The sums provided hereinabove for Research Under Contract with the Institute of Medical Research, Camden (Coriell Institute) shall be expended on support for research activities, and the Institute shall submit an annual audited financial statement to the Department of the Treasury which shall include a schedule showing the use of these funds.

In addition to the amounts hereinabove appropriated for the Higher Education Capital Improvement Fund account, the unexpended balances at the end of the preceding fiscal year are appropriated for the same purpose.

In addition to the amount appropriated hereinabove, there is appropriated an amount not to exceed \$10,000,000, to pay for debt service on higher education facilities bonds as may be lawfully issued during this fiscal year subject to enabling legislation, subject to the approval of the Director of the Division of Budget and Accounting.

The amount appropriated hereinabove for the New Jersey Stem Cell Research Institute shall be expended subject to the approval of the State Treasurer in consultation with the New Jersey Commission on Science and Technology.

The unexpended balance at the end of the preceding fiscal year in the New Jersey Stem Cell Research Institute account is appropriated for the same purpose, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amounts hereinabove appropriated for the New Jersey Stem Cell Research Institute, there is appropriated to the University of Medicine and Dentistry of New Jersey \$162,000 from the Higher Education Facility Renovation and Rehabilitation Fund (P.L. 1990, c. 126), created pursuant to the Jobs, Education and Competitiveness Bond Act of 1988 (P.L. 1988, c. 78), for the purpose of renovating space in the Research Annex Building in Piscataway to support stem cell research.

In addition to the amounts hereinabove appropriated for the New Jersey Stem Cell Research Institute, there is appropriated to Rutgers, the State University of New Jersey \$162,000 from the Higher Education Facility Renovation and Rehabilitation Fund (P.L. 1990, c. 126), created pursuant to the Jobs, Education and Competitiveness Bond Act of 1988 (P.L. 1988, c. 78), for the purpose of renovating space in Nelson Hall to support stem cell research.

**Language Recommendations -- State Aid - General Fund**

In addition to the amount hereinabove for operational costs, there is appropriated \$14,000,000 from the Supplemental Workforce Fund for Basic Skills for the same purpose.

From the amount appropriated hereinabove for county college Operational Costs aid, the State Treasurer is authorized to pay the final 1/24th of fiscal year 2005 county college Operational Costs aid payments in July 2005 less any amounts appropriated to these colleges under P.L. 2004, c.60.

Such additional sums as may be required for Employer Contributions - Alternate Benefit Program, Teachers' Pension and Annuity Fund - Post Retirement Medical and Post Retirement Medical Other Than TPAF are appropriated, as the Director of the Division of Budget and Accounting shall determine.

Notwithstanding any provision of law to the contrary, in addition to the amount hereinabove appropriated for the Teachers' Pension and Annuity Fund - Post Retirement Medical, there is hereby appropriated an amount as determined by the State Treasurer to fund the pension cost contribution by the State to the Teachers' Pension and Annuity Fund, payment for which shall be credited against amounts on deposit in the Benefit Enhancement Fund established in N.J.S.18A:66-16.

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

**Language Recommendations -- State Aid - Property Tax Relief Fund**

Such sums as may be necessary for the payment of interest or principal or both, due from the issuance of any bonds authorized under the provisions of section 1 of P.L. 1971, c.12 (C.18A:64A-22.1) are appropriated.

**HIGHER EDUCATIONAL SERVICES**

Of the amount hereinabove appropriated for Higher Educational Services, such sums as the Director of the Division of Budget and Accounting shall determine from the schedule included in the Fiscal Year 2006 Governor's Budget Message first shall be charged to the State Lottery Fund.

**50. ECONOMIC PLANNING, DEVELOPMENT AND SECURITY**

**51. ECONOMIC PLANNING AND DEVELOPMENT**

**OBJECTIVES**

1. To promote the expansion and growth of commerce and industry in order to create employment and economic growth in New Jersey.
2. To collect, analyze, and disseminate economic data for the purpose of generating a coordinated projection of economic conditions for State government.

Growth Commission include the Motion Picture and Television Development Commission and the Economic Development Authority (EDA).

The Motion Picture and Television Development Commission facilitates the cooperation of all governmental agencies and private sector groups for applications, locations, production and auxiliary facilities in the production of motion picture and television projects.

**PROGRAM CLASSIFICATIONS**

38. **Economic Development.** Economic development entities that operate outside the New Jersey Commerce and Economic

EDA arranges long-term, low-interest financing for businesses, not-for-profit organizations and government agencies for buildings, equipment, working capital and other investments that could create and retain jobs in New Jersey.

# TREASURY

## EVALUATION DATA

	Actual FY 2003	Actual FY 2004	Revised FY 2005	Budget Estimate FY 2006
<b>PROGRAM DATA</b>				
<b>Economic Development</b>				
Motion Picture and Television Development				
Total film/television productions . . . . .	815	845	875	900
Direct spending by companies (millions) . . . . .	\$74	\$81	\$85	\$90
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
Filled Positions by Funding Source				
State Supported . . . . .	5	5	5	5
Total Positions . . . . .	5	5	5	5
Filled Positions by Program Class				
Motion Picture . . . . .	5	5	5	5
Total Positions . . . . .	5	5	5	5

**Notes:**

Actual payroll counts are reported for fiscal years 2003 and 2004 as of December and revised fiscal year 2005 as of September. The Budget Estimate for fiscal year 2006 reflects the number of positions funded.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2004					Year Ending June 30, 2006				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Total Expended	Prog. Class.	2005 Adjusted Approp.	Requested	Recom- mended	
<b><u>DIRECT STATE SERVICES</u></b>									
<b>Distribution by Fund and Program</b>									
406	---	46	452	449	Economic Development	38	502	502	502
<b>406</b>	<b>---</b>	<b>46</b>	<b>452</b>	<b>449</b>	<b>Total Direct State Services</b>		<b>502</b> (a)	<b>502</b>	<b>502</b>
<b>Distribution by Fund and Object</b>									
Personal Services:									
296	---	89	385	385	Salaries and Wages		427	419	419
296	---	89	385	385	Total Personal Services		427	419	419
20	---	---	20	20	Materials and Supplies		15	15	15
65	---	-33	32	32	Services Other Than Personal		35	43	43
15	---	---	15	12	Maintenance and Fixed Charges		15	15	15
10	---	-10	---	---	Additions, Improvements and Equipment		10	10	10
<b><u>GRANTS-IN-AID</u></b>									
<b>Distribution by Fund and Program</b>									
116	---	---	116	116	Economic Development	38	600	---	---
<b>116</b>	<b>---</b>	<b>---</b>	<b>116</b>	<b>116</b>	<b>Total Grants-in-Aid</b>		<b>600</b>	<b>---</b>	<b>---</b>
<b>Distribution by Fund and Object</b>									
Special Purpose:									
---	---	---	---	---	Hispanic Business Owners Outreach Program	38	600	---	---
116	---	---	116	116	Commission on Jobs, Growth, and Economic Development- EDA	38	---	---	---
<b>522</b>	<b>---</b>	<b>46</b>	<b>568</b>	<b>565</b>	<b>Grand Total State Appropriation</b>		<b>1,102</b>	<b>502</b>	<b>502</b>

**Notes -- Direct State Services - General Fund**

(a) The fiscal year 2005 appropriation has been adjusted for the allocation of salary program.

**Language Recommendations -- Grants-In-Aid - General Fund**

Funds made available for the remediation of the discharges of hazardous substances pursuant to the amendments effective December 4, 2003, to Article VIII, Section II, paragraph 6 of the State Constitution, shall be allocated to the Brownfield Site Reimbursement Fund, established pursuant to P.L.1997, c.278, in an amount to be determined by the Director of the Division of Taxation, and subject to the approval of the Director of the Division of Budget and Accounting. If such sums for the remediation of discharges of hazardous substances are insufficient, there are appropriated such sums as necessary for the Brownfield Site Reimbursement Fund, subject to the approval of the Director of the Division of Budget and Accounting.

**50. ECONOMIC PLANNING, DEVELOPMENT AND SECURITY**

**51. ECONOMIC PLANNING AND DEVELOPMENT**

**2041. NEW JERSEY COMMERCE, ECONOMIC GROWTH AND TOURISM COMMISSION**

**OBJECTIVES**

1. To function as a single voice for the economic development activities of the State by coordinating the economic development efforts of all State agencies and authorities.
2. To obtain private sector input regarding economic development initiatives through its membership on the Commission's Board.
3. To promote sustainable economic growth and create quality jobs by retaining and expanding existing jobs and attracting new jobs to the State.
4. To build a foundation of New Jersey's economic leadership in the 21st century.
5. To implement a market-driven economic development service delivery system, including the introduction of innovative programs and flexible services.
6. To highlight the importance of the tourism industry in New Jersey, improve qualitative and quantitative services to the

industry and the public, improve efficiency, and meet the challenges of a competitive economy.

**PROGRAM CLASSIFICATIONS**

38. **New Jersey Commerce, Economic Growth and Tourism Commission.** Pursuant to Executive Reorganization Plan No. 005-2004, the New Jersey Commerce and Economic Growth Commission has been re-named the New Jersey Commerce, Economic Growth and Tourism Commission, effective December 17, 2004. The Commission, which is in-but-not-of the Department of the Treasury, promotes business advocacy, international trade, economic development, sustainable businesses, travel and tourism, the Urban Enterprise Zone program, and the development of small, women and minority-owned businesses. The Commission also coordinates the State's economic development activities among the Commission on Science and Technology, the Urban Enterprise Zone Authority, the New Jersey Development Authority for Small Businesses, Minorities' and Women's Enterprises, and the Motion Picture and Television Development Commission.

**EVALUATION DATA**

	<b>Actual FY 2003</b>	<b>Actual FY 2004</b>	<b>Revised FY 2005</b>	<b>Budget Estimate FY 2006</b>
<b>PROGRAM DATA</b>				
<b>Travel and Tourism</b>				
Revenue generated by tourism (billions) .....	\$26.4	\$30.0	\$30.0	\$30.0
Tax revenue generated by tourism (billions) .....	\$2.5	\$2.9	\$2.9	\$2.9
Overnight visitors (millions) .....	60.8	68.1	69.2	70.3
<b>International Trade</b>				
Total value of New Jersey exports (billions) .....	\$17.0	\$18.1	\$19.8	\$21.9
Jobs generated through exporting .....	201,860	216,896	238,176	263,109
<b>Development for Small Businesses and Women and Minority Businesses</b>				
Set-aside contracts awarded (millions) .....	\$599.1	\$157.8 (a)	\$650.0	\$677.0
Jobs created and retained .....	14,250	2,320 (a)	9,555	9,952
Tax revenue generated by Set-aside Program (millions) .....	\$34.2	\$9.0 (a)	\$37.1	\$38.6
<b>Economic Development</b>				
<b>Urban Enterprise Zone Program</b>				
Participating businesses .....	22,007	22,399	23,000	23,500
Total number of jobs created (annually) .....	32,339	22,170	15,000	15,000
Private investment generated (annual value in billions) .....	\$2.0	\$1.3	\$1.1	\$1.5
Zone Assistance Fund projects (annual value in millions) .....	\$43.0	\$56.5	\$45.0	\$45.0
<b>Business Retention, Attraction and Expansion</b>				
Number of new jobs in new businesses .....	3,207	1,731	5,000	5,000
Number of new jobs in existing businesses .....	1,683	1,057	5,000	5,000
Number of jobs retained .....	1,464	1,614	5,000	5,000

# TREASURY

	Actual FY 2003	Actual FY 2004	Revised FY 2005	Budget Estimate FY 2006
<b>OPERATING DATA</b>				
<b>Economic Development</b>				
Program Expenditures - Commerce Commission (thousands)				
Business Retention, Expansion & Attraction . . . . .	\$2,636	\$2,549	\$2,853	\$2,853
Export Promotion . . . . .	\$1,249	\$1,114	\$1,192	\$1,192
Travel and Tourism . . . . .	\$7,805	\$11,232	\$14,610	\$14,610
Small Businesses and Women and Minority Businesses . . . . .	\$1,128	\$1,140	\$1,070	\$1,070
Other Key Industries and Initiatives . . . . .	\$1,380	\$1,157	\$104	\$94
Special Purpose Appropriations (thousands)				
Advertising and Promotion . . . . .	\$5,955	\$9,382	\$12,760	\$12,760
Travel & Tourism Cooperative Marketing . . . . .	\$1,850	\$1,850 (b)	\$1,850	\$1,850
NJ Israel Commission . . . . .	\$124	\$124	\$130	\$130
<b>PERSONNEL DATA</b>				
Affirmative Action Data				
Male Minority . . . . .	18	16	10	10
Male Minority % . . . . .	16%	15%	8%	8%
Female Minority . . . . .	19	29	27	27
Female Minority % . . . . .	17%	26%	22%	22%
Total Minority . . . . .	37	45	37	37
Total Minority % . . . . .	33%	41%	30%	30%
<b>Position Data</b>				
State Supported . . . . .	96	95	108	108
All Other . . . . .	14	15	16	16
Total Positions . . . . .	110	110	124	124
Filled Positions by Program Class				
Export Promotion . . . . .	7	8	6	6
Travel and Tourism . . . . .	27	24	33	33
Development for Small Businesses and Women and Minority Businesses . . . . .	6	11	15	15
Business Retention, Expansion and Attraction . . . . .	24	21	26	26
Other Key Industries and Initiatives . . . . .	46	46	44	44
Total Positions . . . . .	110	110	124	124

**Notes:**

Actual payroll counts are reported for fiscal years 2003 and 2004 as of December, and revised fiscal year 2005 as of September. The Budget Estimate for fiscal year 2006 reflects the number of positions funded.

(a) Full year data not retrievable due to system conversion.

(b) Funding of \$1,850,000 provided by off-budget Economic Recovery Fund balances.

**APPROPRIATIONS DATA**  
(thousands of dollars)

Orig. & (S)Supple- mental	Year Ending June 30, 2004			Total Available	Total Expended	Prog. Class.	2005 Adjusted Approp.	Year Ending June 30, 2006	
	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies						Requested	Recom- mended
15,832	---	---	15,832	15,832					
<b>15,832</b>	<b>---</b>	<b>---</b>	<b>15,832</b>	<b>15,832</b>					
<b>GRANTS-IN-AID</b>									
<b>Distribution by Fund and Program</b>									
						38	20,351	18,069	18,069
							<b>20,351</b>	<b>18,069</b>	<b>18,069</b>
<b>Distribution by Fund and Object</b>									
Grants:									
15,310	---	---	15,310	15,310					
						38	19,829	18,069	18,069
522	---	---	522	522		38	522	---	---

Year Ending June 30, 2004					Year Ending June 30, 2006				
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	Prog. Class.	2005 Adjusted Approp.	Requested	Recommended	
15,832	---	---	15,832	15,832	<b>GRANTS-IN-AID</b>				
					<i>Grand Total State Appropriation</i>		20,351	18,069	18,069
<b>OTHER RELATED APPROPRIATIONS</b>									
<b>All Other Funds</b>									
---	4,321 <sup>R</sup>	1	4,322	4,322	Economic Development	38	2,720	2,885	2,885
---	4,321	1	4,322	4,322	<b>Total All Other Funds</b>		2,720	2,885	2,885
15,832	4,321	1	20,154	20,154	<b>GRAND TOTAL ALL FUNDS</b>		23,071	20,954	20,954

**Language Recommendations -- Grants-In-Aid - General Fund**

Of the sum hereinabove appropriated for the New Jersey Commerce, Economic Growth and Tourism Commission, not less than \$12,760,000 shall be used for Advertising and Promotion, from which \$30,000 shall be allocated to each of the six regional tourism councils for regional tourism promotion; \$2,853,000 shall be used for Business Retention, Expansion and Attraction of which \$700,000 is for New Jersey Small Business Development Centers; \$130,000 shall be used for the New Jersey Israel Commission; and \$1,850,000 shall be used for the Travel and Tourism Cooperative Marketing Program; except that any amount for the Cooperative Marketing Program is available for expenditure only to the extent that an amount equal to 25% of the State funds are expended from funds raised by the Commerce Commission, pursuant to subsection j. of section 9 of P.L. 1977, c.225 (C.34:1A-53), through contributions from private tourism industry concerns and non-State public entities as determined by the Director of the Division of Budget and Accounting. These accounts shall be considered special purpose appropriations for accounting and reporting purposes.

Pursuant to the provisions of P.L. 2003, c.114 (C. 54:32-1 et seq.) the appropriations hereinabove for purposes of promoting tourism activities in this State are first charged to revenues derived from the hotel and motel occupancy fee.

There is appropriated from the Enterprise Zone Assistance Fund such sums as are necessary for administrative services provided by the New Jersey Commerce, Economic Growth and Tourism Commission in accordance with the provisions of section 11 of P.L.1993, c.367 (C.52:27H-65.1), subject to the approval of the Director of the Division of Budget and Accounting.

The Chief Executive Officer and Secretary of the Commission shall report semi-annually on the expenditure of State funds and private contributions during the preceding six months for the Advertising and Promotion Program and the Travel and Tourism, Advertising and Promotion - Cooperative Marketing Program. The first semi-annual report covering the first six months of fiscal year 2006 shall be completed not later than January 31, 2006, the second semi-annual report covering the second six months of fiscal year 2006 shall be completed not later than July 31, 2006 and both reports shall be submitted to the Treasurer, the Director of the Division of Budget and Accounting, and the Joint Budget Oversight Committee.

**50. ECONOMIC PLANNING, DEVELOPMENT AND SECURITY**  
**51. ECONOMIC PLANNING AND DEVELOPMENT**  
**2042. NEW JERSEY COMMISSION ON SCIENCE AND TECHNOLOGY**

**OBJECTIVES**

1. To promote further development of New Jersey's academic research capabilities in priority fields, and to identify and evaluate new fields of opportunity.
2. To enhance the transfer of technology from the academic research environment to implementation in business settings.
3. To encourage business development through Commission programs designed to provide assistance for science- and technology-oriented businesses, and to facilitate the establishment of new enterprises in science and technology fields.
4. To support the preparation of a workforce which is technology-literate, consistent with the mandate of the Commission.

**PROGRAM CLASSIFICATIONS**

39. **The New Jersey Commission on Science and Technology**, enacted under Public Law 1985, Chapter 102, was established to encourage the development of scientific and technological programs, stimulate academic-industrial collaboration, and coordinate activities of technological centers and business facilities. The primary mission of the Commission is to create an environment that leads to accelerated economic development, with emphasis on applications of science and technology to industry. The principal goals of Commission activity are the creation of new jobs and the revitalization of industry in an environment that encourages new enterprises, particularly those that are oriented toward the adoption of the most advanced scientific and technological techniques.

# TREASURY

## EVALUATION DATA

	Actual FY 2003	Actual FY 2004	Revised FY 2005	Budget Estimate FY 2006
<b>PROGRAM DATA</b>				
<b>New Jersey Commission on Science and Technology</b>				
Business Assistance				
Technology Transfer Program				
Companies Assisted .....	5	10	10	15
Company Matching (\$000s) .....	\$2,244	\$5,000	\$5,000	\$7,500
New Jersey Manufacturing Extension Program				
Firms assisted .....	240	110	200	250
Jobs created or retained .....	1,200	1,200	1,200	1,200
Non-State Matching (\$000s) .....	\$3,200	\$3,200	\$3,200	\$3,200
Business Incubators				
Companies supported .....	140	170	175	200
Employment at incubator companies .....	611	666	800	1,000
Matching (\$000s) .....	\$3,495	\$3,825	\$4,000	\$4,300
Research and Development				
R&D Excellence Program				
R&D Programs Supported .....	27	19	11	7
Federal Matching Dollars .....	\$17,329	\$10,460	\$7,850	\$5,790
Private Matching Dollars .....	\$8,602	\$5,165	\$3,875	\$2,600

## PERSONNEL DATA

### Position Data

#### Filled Positions by Funding Source

State Supported .....	8	5	5	6
Total Positions .....	8	5	5	6

### Notes:

Actual payroll counts are reported for fiscal years 2003 and 2004 as of December and revised fiscal year 2005 as of September. The Budget Estimate for fiscal year 2006 reflects the number of positions funded.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2004					Year Ending June 30, 2006				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2005 Adjusted Approp.	Requested	Recom- mended	
<b><u>DIRECT STATE SERVICES</u></b>									
<b>Distribution by Fund and Program</b>									
---	11	500	511	457	New Jersey Commission on Science and Technology	39	568	568	568
---	<b>11</b>	<b>500</b>	<b>511</b>	<b>457</b>	<b>Total Direct State Services</b>		<b>568<sup>(a)</sup></b>	<b>568</b>	<b>568</b>
<b>Distribution by Fund and Object</b>									
Personal Services:									
---	---	448	448	417	Salaries and Wages		371	371	371
---	---	448	448	417	<b>Total Personal Services</b>		371	371	371
---	---	14	14	7	Materials and Supplies		51	51	51
---	---	37	37	24	Services Other Than Personal		140	140	140
---	---	1	1	---	Maintenance and Fixed Charges		6	6	6
---	11	---	11	9	Additions, Improvements and Equipment		---	---	---
<b><u>GRANTS-IN-AID</u></b>									
<b>Distribution by Fund and Program</b>									
8,000	---	-389	7,611	6,457	New Jersey Commission on Science and Technology	39	8,250	7,450	7,450
<b>8,000</b>	<b>---</b>	<b>-389</b>	<b>7,611</b>	<b>6,457</b>	<b>Total Grants-in-Aid</b>		<b>8,250</b>	<b>7,450</b>	<b>7,450</b>

Year Ending June 30, 2004					Year Ending June 30, 2006				
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	Prog. Class.	2005 Adjusted Approp.	Requested	Recommended	
8,000	---	-500	7,500	6,457					
---	---	111	111	---					
---	---	---	---	---					
<u>8,000</u>	<u>11</u>	<u>111</u>	<u>8,122</u>	<u>6,914</u>					
					<b>GRANTS-IN-AID</b>				
					<b>Distribution by Fund and Object</b>				
					Grants:				
					Science and Technology Grants	39	8,050	7,450	7,450
					Research and Development Programs	39	---	---	---
					Conference Cost Share	39	<u>200</u>	<u>---</u>	<u>---</u>
					<b>Grand Total State Appropriation</b>		<u>8,818</u>	<u>8,018</u>	<u>8,018</u>

**Notes -- Direct State Services - General Fund**

(a) The fiscal year 2005 appropriation has been adjusted for the allocation of salary program.

**Language Recommendations -- Grants-In-Aid - General Fund**

The unexpended balance at the end of the preceding fiscal year in the New Jersey Commission on Science and Technology Grants-in-Aid account is appropriated for the same purpose.

**50. ECONOMIC PLANNING, DEVELOPMENT AND SECURITY**  
**52. ECONOMIC REGULATION**

**OBJECTIVES**

1. To ensure that safe, adequate and proper utility services are provided at reasonable, non-discriminatory rates to all members of the public who desire such services.
2. To provide a comprehensive energy supply and demand strategy that allows for responsible and necessary economic growth and development without compromising the environment and quality of life in New Jersey.
3. To ensure that New Jersey has adequate and economical natural gas supplies to meet its home heating requirements, industrial load and an ever growing alternative power production industry.
4. To assist in the development of a state-of-the-art telecommunications network that permits the timely introduction and marketing of new and advanced technology. In addition, seek to ensure the full utilization of such network by all segments of our society regardless of income status or physical disabilities.
5. To ensure that New Jersey residents have economical and environmentally safe water supplies that are provided through strict compliance with the State's Safe Drinking Water Act by all private and public water purveyors under the Board's jurisdiction.
6. To provide adequate, economical and efficient cable television service, with a degree of uniform operation, and the protection of the municipality in the franchise process. In addition, the Board will seek to ensure the responsiveness of cable operators to subscriber's complaints and needs, and the availability of competitively priced alternative television program packaging.
7. To administer statewide energy assistance programs.
8. To increase energy conservation and reduce the utility costs of low-income households through the weatherization of single and multi-family dwellings.

54. **Utility Regulation.** The Board of Public Utilities controls, through its rate approval process, the charges paid by the public for gas, electric, water, sewer and telephone services. A uniform system of accounts and quarterly and annual financial statements and reports are required for disclosure and to permit intelligent public participation in the process. Filings for both rate and fuel adjustment charge changes are approved only to generate sufficient revenues to cover allowable expenses and an equitable return on investment.  
The Board assures the safety, adequacy and availability of utility services by conducting hearings that result in the promulgation of rules, regulations and orders, and their enforcement through inspections and investigations. Regular tests are conducted by engineering personnel to minimize the possibility of disruptions or discontinuance of essential services. A new Division of Reliability and Security was created in 2001 to ensure the safety and reliability of services as a result of the increase in concerns about terrorism.
55. **Regulation of Cable Television.** Assists local jurisdictions in preparing legislation, franchise and consent agreements; regulates operating and competitive practices to assure reasonable uniformity, reliability, economy and quality of cable television services; cooperates with other states and the federal government in promoting and coordinating beneficial uses of cable television through balanced programming, including local and educational services.
56. **Energy Resource Management.** Develops and implements the State's energy policies and associated programs, including funding mechanisms to support efficiency and renewable energy projects, energy education and outreach, energy data collection and analysis, and evaluation of energy use and supply.

**PROGRAM CLASSIFICATIONS**

53. **Ratepayer Advocacy.** Pursuant to N.J.S.A. 52:27E-50 et seq., the responsibilities of the Division of the Ratepayer

# TREASURY

88. **Energy Assistance Programs.** The Lifeline Credit Program provides combined gas and electric utility credits of up to \$225 a year to N.J. residents who are eligible for Pharmaceutical Assistance to the Aged and Disabled, Supplemental Security Income, Medicaid only, or Lifeline only. The Tenants' Assistance Rebate Program provides a cash payment of up to \$225 a year to tenants who would be eligible for the Lifeline Credit Program except for the fact that they do not pay their own utility bills. Persons receiving Supplemental Security Income (SSI) who are eligible for this program receive monthly utility supplements totaling \$225 a year included in their SSI checks.
97. **Regulatory Support Services.** Provides economic analysis of conditions affecting regulated utilities to the Board of

Public Utilities and its technical divisions and conducts audits of regulated utilities.

99. **Administration and Support Services.** The Board of Public Utilities is a regulatory authority with a statutory mandate to ensure safe, adequate, and proper public utility services at reasonable rates for all customers in New Jersey. Specifically, the Board has regulatory authority over the electric, gas, telecommunications, water and sewer, and cable television industries. To accomplish its mandate, the Board regulates rates for such utilities by conducting comprehensive reviews to determine the fairness and reasonableness of rates. The Board also has general supervisory responsibility for monitoring utility service, responding to utility consumer complaints, and investigating utility accidents.

## EVALUATION DATA

	Actual FY 2003	Actual FY 2004	Revised FY 2005	Budget Estimate FY 2006
<b>PROGRAM DATA</b>				
<b>Utility Regulation</b>				
<b>Utilities Regulated</b>				
Electric	5	5	5	5
Gas	4	4	4	4
Telephone and telegraph	104	104	140	130
Water and sewer	67	67	67	61
Municipal water companies	10	10	10	10
Cable TV (Basic Service)	41	40	36	36
<b>Cases Pending June 30</b>				
Cable TV	506	135	131	146
Electric	735	287	218	237
Gas	911	228	192	192
Telephone	2,627	937	597	238
Water and sewer	407	113	104	104
Audits, rates, tariff revisions, generic rulemaking, other	125	57	38	8
<b>Customer Relations</b>				
Consumer complaints (phone calls)	17,940	18,837	18,812	18,812
Consumer complaints (walk-ins)	346	367	340	340
Consumer information requests	15,098	15,801	23,300	23,300
Consumer complaints (letters)	3,125	3,281	2,905	2,905
Total calls received as of 12/03/04	97,797	102,687	120,915	120,915
<b>Service Evaluation</b>				
One-call cases for review	4,667	4,500	4,500	4,500
One-call cases handled	300	400	450	450
Meter tests conducted	225	225	300	300
Gas pipeline inspections	435	420	400	400
Informal service investigations	470	470	100	100
<b>Regulation of Cable Television</b>				
Cable television systems	41	41	40	40
No. of municipalities w/certification for operation	562	562	562	562
Cable television subscribers (thousands)	2,486	2,592	2,542	2,542
<b>Electric Power Suppliers and Gas Suppliers</b>				
Electric suppliers who submitted applications	---	3	3	8
Electric suppliers who submitted renewal applications	40	16	13	15
Electric suppliers who received final licenses	3	3	3	8
Electric suppliers who received renewal licenses	27	16	15	17
Gas suppliers who submitted applications	3	3	3	5
Gas suppliers who received renewal licenses	31	28	18	20
Gas suppliers who received final licenses	2	3	3	5
Gas suppliers who submitted renewal applications	43	28	22	24



# TREASURY

Year Ending June 30, 2004					Year Ending June 30, 2006				
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	Prog. Class.	2005 Adjusted Approp.	Requested	Recommended	
<b><u>DIRECT STATE SERVICES</u></b>									
28,720	4,173	241	33,134	29,730	<b>Total Direct State Services</b>		29,570 <sup>(a)</sup>	29,570	29,570
<b>Distribution by Fund and Object</b>									
Personal Services:									
23,722	2,276 221 <sup>R</sup>	-119	26,100	23,778	Salaries and Wages	24,787	24,787	24,787	
23,722	2,497	-119	26,100	23,778	<b>Total Personal Services</b>	24,787	24,787	24,787	
486	97	-1	582	482	Materials and Supplies	486	486	486	
3,321	1,087	338	4,746	4,028	Services Other Than Personal	3,106	3,106	3,106	
905	169	-86	988	842	Maintenance and Fixed Charges	905	905	905	
Special Purpose:									
---	---	51	51	51	Ratepayer Advocacy	53	---	---	
---	19 32 <sup>R</sup>	-41	10	---	Utility Regulation	54	---	---	
---	20 3 <sup>R</sup>	-21	2	---	Regulation of Cable Television	55	---	---	
---	179 34 <sup>R</sup>	-184	29	---	Administration and Support Services	99	---	---	
286	36	304	626	549	Additions, Improvements and Equipment	286	286	286	
<b><u>GRANTS-IN-AID</u></b>									
<b>Distribution by Fund and Program</b>									
70,840	---	---	70,840	68,692	Energy Assistance Programs	88	70,840	70,840	
<b>70,840</b>	<b>---</b>	<b>---</b>	<b>70,840</b>	<b>68,692</b>	<b>Total Grants-in-Aid</b>	<b>70,840</b>	<b>70,840</b>	<b>70,840</b>	
<b>Distribution by Fund and Object</b>									
Grants:									
34,669	---	---	34,669	34,511	Payments for Lifeline Credits	88	34,669	34,669	
36,171	---	---	36,171	34,181	Tenants' Assistance Rebate Program	88	36,171	36,171	
<b><u>CAPITAL CONSTRUCTION</u></b>									
<b>Distribution by Fund and Program</b>									
---	1	---	1	---	Administration and Support Services	99	---	---	
<b>---</b>	<b>1</b>	<b>---</b>	<b>1</b>	<b>---</b>	<b>Total Capital Construction</b>	<b>---</b>	<b>---</b>	<b>---</b>	
<b>Distribution by Fund and Object</b>									
<b>Management and Administration</b>									
---	1	---	1	---	Administration and Support Services	99	---	---	
<b>99,560</b>	<b>4,174</b>	<b>241</b>	<b>103,975</b>	<b>98,422</b>	<b>Grand Total State Appropriation</b>	<b>100,410</b>	<b>100,410</b>	<b>100,410</b>	
<b>OTHER RELATED APPROPRIATIONS</b>									
<b>Federal Funds</b>									
600	457	---	1,057	506	Utility Regulation	54	600	600	
2,025	---	---	---	---	Energy Resource Management	56	3,587	4,019	
608 <sup>S</sup>	586	---	3,219	1,829	<b>Total Federal Funds</b>	<b>4,187</b>	<b>4,619</b>	<b>4,619</b>	
<b>3,233</b>	<b>1,043</b>	<b>---</b>	<b>4,276</b>	<b>2,335</b>	<b>All Other Funds</b>				
---	218 2,022 <sup>R</sup>	---	2,240	1,631	Energy Resource Management	56	820	820	
---	---	---	---	---	Administration and Support Services	99	3,000	---	
<b>---</b>	<b>2,240</b>	<b>---</b>	<b>2,240</b>	<b>1,631</b>	<b>Total All Other Funds</b>	<b>3,820</b>	<b>820</b>	<b>820</b>	

Year Ending June 30, 2004					Year Ending June 30, 2006			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2005 Adjusted Approp.	Requested	Recom- mended
102,793	7,457	241	110,491	102,388	<b>OTHER RELATED APPROPRIATIONS</b>			
					<i>GRAND TOTAL ALL FUNDS</i>			
						108,417	105,849	105,849

**Notes -- Direct State Services - General Fund**

(a) The fiscal year 2005 appropriation has been adjusted for the allocation of salary program.

**Language Recommendations -- Direct State Services - General Fund**

In addition to the sum hereinabove, such other sums as the Director of the Division of Budget and Accounting shall determine are appropriated on behalf of the Board of Public Utilities under P.L.1968, c.173 (C. 48:2-59 et seq.) and P.L.1972, c. 186 (C. 48:5A-32 et seq.), or other applicable statutes with respect to assessment of public utilities or the cable television industry.

In addition to the amount hereinabove for administration of the Board of Public Utilities, there are appropriated such sums as may be required for operation of the Board and assessed to the public utilities or the cable television industry, subject to the approval of the Director of Budget and Accounting.

Receipts derived from fees are appropriated.

Fees received from the "Electric Facility Need Assessment Act," P.L. 1983, c.115 (C. 48:7-16 et seq.), are appropriated.

The unexpended balances at the end of the preceding fiscal year are appropriated.

There are appropriated from interest earned by the Petroleum Overcharge Reimbursement Fund such sums as may be required for costs attributable to the administration of the fund, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any other law, the balances from the Petroleum Overcharge Reimbursement Fund and the Secondary Stage Refunds and the monies required to be deposited in that fund from projects which have been completed or are no longer viable are reappropriated for new projects consistent with the court rulings which served as the basis for the original awards, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts of the Division of Ratepayer Advocate in excess of those anticipated are appropriated for the Division of Ratepayer Advocate to defray the costs of this activity under section 16 of P.L. 1994, c.58 (C.52:27E-63).

The amounts appropriated hereinabove, not to exceed \$1,628,000, for the Energy Assistance Program account may be transferred to the Department of Health and Senior Services, Lifeline account to fund the costs associated with administering the Lifeline Credits and Tenants' Assistance Rebates Program and shall be applied in accordance with a Memorandum of Understanding between the President of the Board of Public Utilities and the Commissioner of the Department of Health and Senior Services, subject to the approval of the Director of the Division of Budget and Accounting.

**Language Recommendations -- Grants-In-Aid - General Fund**

Notwithstanding the provisions of P.L.1979, c.197 (C.48:2-29.15 et seq.), the provisions of P.L. 1981, c.210 (C.48:2-29.30 et seq.) or any other law to the contrary, the benefits of the Lifeline Credits Program and the Tenants' Assistance Rebates Program may be distributed throughout the entire year from July through June, and are not limited to an October to March heating season; therefore, applications for Lifeline benefits and benefits from the Pharmaceutical Assistance to the Aged and Disabled program may be combined.

The amounts hereinabove appropriated for Payments for the Lifeline Credits Program and Tenants' Assistance Rebates Program are available for the payment of obligations applicable to prior fiscal years.

In order to permit flexibility in the handling of appropriations and ensure the timely payment of Lifeline claims, amounts may be transferred from the various items of appropriation within the Energy Assistance Programs classification, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amount hereinabove, such sums as may be required for the payment of claims, credits, and rebates, are appropriated subject to the approval of the Director of the Division of Budget and Accounting.

Any supplemental appropriation for the Payments for Lifeline Credits and the Tenants' Assistance Rebates Program may be recovered from the Universal Service Fund through transfer to the General Fund as State revenue, subject to the approval of the Director of the Division of Budget and Accounting.

All funds recovered under P.L. 1968, c.413 (C.30:4D-1 et seq.) and P.L. 1975, c.194 (C.30:4D-20 et seq.), during the fiscal year ending June 30, 2005, are appropriated for payments to providers in the same program class from which the recovery originated.

The amounts appropriated hereinabove, not to exceed \$70,840,000, for Payments for the Lifeline Credits and the Tenants' Assistance Rebates Program are available to the Department of Health and Senior Services to fund the payments associated with the Lifeline Credits and Tenants' Assistance programs and shall be applied in accordance with a Memorandum of Understanding between the President of the Board of Public Utilities and the Commissioner of the Department of Health and Senior Services, subject to the approval of the Director of the Division of Budget and Accounting.

**70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL**

**72. GOVERNMENTAL REVIEW AND OVERSIGHT**

**OBJECTIVES**

1. To assist the Governor’s Employee Relations Policy Council in all matters regarding relations between the State and its employees.
2. To plan for, formulate and monitor the annual State budget.
3. To assure financial responsibility and accountability and provide current, relevant financial information for management and the public.

**PROGRAM CLASSIFICATIONS**

03. **Employee Relations and Collective Negotiations.** Pursuant to Executive Orders No. 4, 1970 and No. 33, 1995, staff assistance is provided to the Governor and decisions are implemented concerning employee relations. Through the Governor’s Employee Relations Policy Council, assistance in the development of overall policy and execution of policies is provided. Negotiations with unions and other representatives of State employees are conducted. Agencies are assisted and advised concerning employee relations activities.
07. **Office of Management and Budget.** Pursuant to NJSA 52:27B-12,33, the Office of Management and Budget coordinates the annual agency-based planning process, identifies and projects trends affecting the demand for services, provides information and planning support for the process of allocating available financial and human resources, and evaluates strategic and long-term issues arising from the ability to provide services.

Plans for the most beneficial use of fiscal resources to meet the needs of the citizens of New Jersey within the policy

framework set by the Governor in the immediate budget year. Provides continuous studies of State fiscal requirements. Based on these studies and on official requests for appropriations by State departments, determines the necessity and advisability of budget requests and formulates the annual budget submitted by the Governor to the Legislature. Develops and reviews State agency responses on proposed federal legislation and regulations to ensure that the broad State interest and fiscal policy are taken into account.

Performs statewide studies to ensure that agencies serving the same clients coordinate programs and resources, thus avoiding unnecessary duplication of effort. Analyzes programs and activities that cross departmental boundaries which may not be at the core of government responsibilities or need, and therefore may be appropriate for elimination or revision, thereby reducing costs.

Also provides for capital planning, evaluation of capital construction projects, financing of capital facilities, and project review relative to coordinating federally financed construction projects for State, local, and private agencies.

Provides for the receipt, processing, recording, reconciling, and reporting of all financial data of the State’s various funds, in accordance with existing statutes and generally accepted accounting principles. Pursues financial decisions to protect the State’s credit and its cost of borrowing. Reviews all financial transactions for propriety before entry into the computerized accounting system, from which official State monthly and annual fiscal reports are prepared. Also, assures that State employees are paid accurately and on a timely basis.

**EVALUATION DATA**

	<b>Actual FY 2003</b>	<b>Actual FY 2004</b>	<b>Revised FY 2005</b>	<b>Budget Estimate FY 2006</b>
<b>PROGRAM DATA</b>				
<b>Office of Management and Budget</b>				
Number of checks avoided by electronic funds transfer . . . . .	1,537,000	1,706,000	1,760,000	1,810,000
Percent of “Unqualified” audit opinion ratings on the consolidated financial report (for the last five years) (a) . . . . .	100%	100%	100%	100%
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
Filled Positions by Funding Source				
State Supported . . . . .	206	192	188	191
Total Positions . . . . .	206	192	188	191
Filled Positions by Program Class				
Employee Relations and Collective Negotiations . . . . .	8	8	8	8
Office of Management and Budget . . . . .	198	184	180	183
Total Positions . . . . .	206	192	188	191

**Notes:**

Actual payroll counts are reported for fiscal years 2003 and 2004 as of December and revised fiscal year 2005 as of September. The Budget Estimate for fiscal year 2006 reflects the number of positions funded.

(a) “Unqualified” is the highest opinion rating in conformity with generally accepted accounting principles.

APPROPRIATIONS DATA  
(thousands of dollars)

Year Ending June 30, 2004					Year Ending June 30, 2006			
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	Prog. Class.	2005 Adjusted Approp.	Requested	Recommended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Program</b>								
522	---	707	1,229	1,225				
19,729	12,414	-4,394	27,749	27,139	03	605	605	605
					07	19,527	19,138	19,138
<u>20,251</u>	<u>12,414</u>	<u>-3,687</u>	<u>28,978</u>	<u>28,364</u>		<u>20,132</u> <sup>(a)</sup>	<u>19,743</u>	<u>19,743</u>
<b>Distribution by Fund and Object</b>								
13,363	296 <sup>R</sup>	-323	13,336	12,973				
						13,342	12,695	12,695
<u>13,363</u>	<u>296</u>	<u>-323</u>	<u>13,336</u>	<u>12,973</u>		<u>13,342</u>	<u>12,695</u>	<u>12,695</u>
294	---	-53	241	237		294	293	293
5,272	---	1,169	6,441	6,415		5,275	5,532	5,532
122	---	-88	34	30		122	124	124
Special Purpose:								
---	11,642 <sup>R</sup>	-11,642	---	---	07	---	---	---
---	---	7,248	7,248	7,248	07	---	---	---
879	---	---	1,186	1,186	07	1,099	1,099	1,099
307 <sup>S</sup>	---	---	14	14	07	---	---	---
14 <sup>S</sup>	---	---				---	---	---
---	<u>476</u>	<u>2</u>	<u>478</u>	<u>261</u>		<u>---</u>	<u>---</u>	<u>---</u>
<u>20,251</u>	<u>12,414</u>	<u>-3,687</u>	<u>28,978</u>	<u>28,364</u>		<u>20,132</u>	<u>19,743</u>	<u>19,743</u>
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>All Other Funds</b>								
---	47,733							
---	19,803 <sup>R</sup>	-7,709	59,827	---	07	8,950	8,950	8,950
---	<u>67,536</u>	<u>-7,709</u>	<u>59,827</u>	<u>---</u>		<u>8,950</u>	<u>8,950</u>	<u>8,950</u>
<u>20,251</u>	<u>79,950</u>	<u>-11,396</u>	<u>88,805</u>	<u>28,364</u>		<u>29,082</u>	<u>28,693</u>	<u>28,693</u>

Notes -- Direct State Services - General Fund

(a) The fiscal year 2005 appropriation has been adjusted for the allocation of salary program.

Language Recommendations -- Direct State Services - General Fund

Such sums as may be necessary for administrative expenses incurred in processing federal benefit payments are appropriated from such sums as may be received or receivable for this purpose.

In addition to the amounts hereinabove, there are appropriated such additional sums as may be necessary for an independent audit of the State's general fixed asset account group, management, performance, and operational audits, and the single audit.

There are appropriated, out of receipts derived from the investment of State funds, such sums as may be necessary for bank service charges, custodial costs, mortgage servicing fees and advertising bank balances under section 1 of P.L.1956, c.174 (C.52:18-16.1).

**70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL  
72. GOVERNMENTAL REVIEW AND OVERSIGHT  
2068. OFFICE OF THE INSPECTOR GENERAL**

**OBJECTIVES**

- To establish a full-time program of audit, investigation and performance review designed to provide increased accountability, integrity and oversight of all recipients of State funds, including, but not limited to all State departments and agencies, independent authorities, county and municipal governments and boards of education.

**PROGRAM CLASSIFICATIONS**

- Office of the Inspector General.** Pursuant to Executive Order #7, the Inspector General is authorized to investigate the performance of governmental officers, employees, appointees, functions and programs in order to promote efficiency, to identify cost savings, and to detect and prevent

misconduct within the programs and operations of any governmental agency funded by or disbursing State funds.

The Inspector General is granted all necessary powers to conduct audits, evaluations, inspections and other reviews in accordance with professional standards relating to such investigations and audits in government environments.

The Inspector General shall report the findings of such audits or investigations performed by the Office and shall issue recommendations for corrective or remedial action to the Governor and to the entity at issue. The Inspector General shall further monitor the implementation of those recommendations. The Inspector General may also refer matters for further civil, criminal and administrative action to the appropriate authorities.

**EVALUATION DATA**

	<b>Actual FY 2003</b>	<b>Actual FY 2004</b>	<b>Revised FY 2005</b>	<b>Budget Estimate FY 2006</b>
<b>PERSONNEL DATA</b>				
<b>Position Data</b>				
Filled Positions by Funding Source				
State Supported .....	---	---	---	18
Total Positions .....	---	---	---	18
Filled Positions by Program Class				
Office of the Inspector General .....	---	---	---	18
Total Positions .....	---	---	---	18

**Notes:**

Actual payroll counts are reported for fiscal years 2003 and 2004 as of December and revised fiscal year 2005 as of September. The Budget Estimate for fiscal year 2006 reflects the number of positions funded.

**APPROPRIATIONS DATA  
(thousands of dollars)**

<u>Year Ending June 30, 2004</u>						<u>Year Ending June 30, 2006</u>		
<b>Orig. &amp; (S)Supple- mental</b>	<b>Reapp. &amp; (R)Recpts.</b>	<b>Transfers &amp; (E)Emer- gencies</b>	<b>Total Available</b>	<b>Expended</b>	<b>Prog. Class.</b>	<b>2005 Adjusted Approp.</b>	<b>Requested</b>	<b>Recom- mended</b>
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Program</b>								
---	---	---	---	---	14	---	2,500	2,500
---	---	---	---	---	<b>Total Direct State Services</b>	---	<b>2,500</b>	<b>2,500</b>
<b>Distribution by Fund and Object</b>								
Personal Services:								
---	---	---	---	---	---	---	1,420	1,420
---	---	---	---	---	<b>Total Personal Services</b>	---	<b>1,420</b>	<b>1,420</b>
---	---	---	---	---	---	---	100	100
---	---	---	---	---	---	---	750	750
---	---	---	---	---	---	---	155	155
---	---	---	---	---	---	---	75	75
---	---	---	---	---	<b>Grand Total State Appropriation</b>	---	<b>2,500</b>	<b>2,500</b>

**Language Recommendations -- Direct State Services - General Fund**

In addition to the amounts appropriated hereinabove, such sums as may be necessary are appropriated to fund the operations of the Office of the Inspector General, subject to the approval of the Director of the Division of Budget and Accounting.

70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL

73. FINANCIAL ADMINISTRATION

OBJECTIVES

1. To administer the tax laws of the State so that all properly due taxes are collected.
2. To manage unclaimed property in the State as effectively as possible.
3. To enhance revenue collection through integrated receipts processing and aggressive management of public accounts receivable.
4. To maximize revenues from the State lottery and minimize illegal organized gambling.
5. To invest and reinvest funds of the various State agencies and pension funds as effectively as possible.
6. To ensure that legalized gambling in New Jersey maintains the highest standard of integrity and serves as an effective method for rebuilding and developing existing facilities in Atlantic City in order to provide a meaningful and permanent contribution to the resort, convention, and tourist industry of New Jersey.
7. To provide for the recording, filing, processing and control of documents required or permitted to be filed under various statutes.

coordinates collection and processing of revenues arising from State taxation, motor vehicle licensing and regulation and environmental protection laws and regulations. Centrally manages the collection and processing of revenues related to Unemployment Insurance, Temporary Disability, Worker's Compensation and Special Compensation and other employer filings. Centrally manages the collection and processing of delinquencies owed to the State by motorists, taxpayers, professional license holders and violators of State statute and regulation. Continues streamlining business reporting requirements by creating a central collection point for all tax collections, including corporate business taxes.

19. **Management of State Investments.** Pursuant to NJSA 52:18A-79, activities involve investment and reinvestment of State funds, including the various State pension funds, the State Disability Benefits Fund, the General Investment Fund, and the State of New Jersey Cash Management Fund, together with the control of principal proceeds and interest receipts. Detailed reports of operations are published monthly and an annual report is presented to the Governor and Legislature. Investment functions are provided to other State agencies involving investment accounts.

25. **Administration of Casino Gambling.** Pursuant to NJSA 5:12-1, the Casino Control Commission is responsible for the regulation of legalized casino gambling in New Jersey including the licensure of facilities, employees and ancillary industries. In addition, the Commission is responsible for the collection of all license fees and taxes imposed by the Casino Control Act. It promulgates regulations and carries on a continuous study of methods to control the casino gaming and casino service industries, prevents the material involvement of undesirable persons in casino gaming, conducts hearings pertaining to civil violations of the Act or its regulations and levies and collects all penalties appropriate thereto.

50. **Business Services Bureau.** Pursuant to NJSA 52:16A-36 and formerly known as Commercial Recording, the Bureau provides essential services to the public and legal communities. These include filing and processing information permitted and/or required by Title 14A Corporations General; Title 15A, Associations Not for Profit; and Title 16, Corporations and Associations Not for Profit; and the issuing of regulations, in addition to a number of similar functions. Through its Expedited Services, information is provided via telephone or the Internet.

PROGRAM CLASSIFICATIONS

15. **Taxation Services and Administration.** Pursuant to NJSA 54:1-2, services include general administration, payment and accounting records, issuance of licenses and administration of local property and public utility functions. Specific functions performed include auditing tax returns and taxpaying entities; performing office and field audits; preparing tax refunds, certificates of tax lien search and certificates of tax lien release; holding taxpayer hearings and conferences; providing revenue analysis, research, and statistics for tax administration. Provides services involving bankruptcies, judgments, bulk sales, liens, levies, seizures, proclamations and reinstatements; investigates tax-related matters having criminal and/or civil potential; renders taxpayer service to the public.
16. **Administration of State Lottery.** Pursuant to NJSA 5:9-1, daily and weekly lotteries are conducted. Lottery programs are continually reviewed so that State revenues are maximized.
17. **Administration of State Revenues.** Pursuant to Executive Reorganization Plan 001-97, the Division oversees and

EVALUATION DATA

PROGRAM DATA	Actual FY 2003	Actual FY 2004	Revised FY 2005	Budget Estimate FY 2006
<b>Taxation Services and Administration</b>				
Customer Services				
Telephone Inquiries . . . . .	2,543,594	2,863,619	2,900,000	3,000,000
Gross Income Tax Filings by Telephone . . . . .	153,429	153,284	175,000	200,000
Total Tax Returns Filed by Telephone . . . . .	4.0%	4.0%	5.2%	5.2%
NJSAVER/Homestead Rebate Filings By				
Telephone/Computer . . . . .	1,520,000	1,570,685	1,470,000	625,000
Information and Publications				
Correspondence . . . . .	114,555	117,000	145,000	168,000

# TREASURY

	Actual FY 2003	Actual FY 2004	Revised FY 2005	Budget Estimate FY 2006
<b>Regulatory Services</b>				
Telephone Inquiries .....	12,831	15,570	16,000	16,000
Correspondence .....	9,358	9,121	9,200	9,200
<b>Taxpayer Accounting</b>				
Telephone Inquiries-Individual .....	18,823	18,362	20,000	25,000
Telephone Inquiries-Business .....	13,274	19,060	21,000	22,000
Correspondence-Individual .....	90,325	88,443	78,000	85,000
Correspondence-Business .....	31,385	35,697	27,000	30,000
<b>Enforcement</b>				
<b>Audits</b>				
Average Number of Auditors .....	428	435	437	426
Assessment Amount .....	\$443,626,441	\$471,562,542	\$372,000,000	\$365,000,000
Audits Completed .....	113,429	112,432	97,000	92,500
Average Assessment/Auditor .....	\$1,036,510	\$1,084,052	\$851,259	\$856,808
<b>Compliance</b>				
Number of Collectors .....	281	285	307	305
Collections .....	\$252,938,891	\$271,748,757	\$280,000,000	\$278,000,000
Number of Closed Cases .....	788,848	670,085	685,000	700,000
Average Collection Per Collector .....	\$900,138	\$953,504	\$912,052	\$911,475
Bankruptcy Claims .....	3,977	3,943	4,000	4,000
Judgments .....	19,404	22,590	26,000	28,000
Deferred Payment Plans .....	4,883	6,257	6,700	6,700
Third Party Collection of Deficient Taxes .....	46,491,202	66,994,102	64,000,000	64,000,000
Third Party Collection of Delinquent Taxes .....	24,913,110	36,561,588	36,500,000	36,500,000
<b>Criminal Investigations</b>				
Prosecution Recommendations .....	97	128	128	128
Assessment Amount .....	\$3,484,723	\$3,686,869	\$3,700,000	\$3,700,000
<b>Billings Mailed</b>				
Individual .....	274,570	232,702	280,000	250,000
Business .....	168,139	142,739	180,000	200,000
<b>Refunds Reviewed</b>				
Individual .....	65,302	62,633	55,000	65,000
Business .....	4,878	4,349	10,000	10,000
<b>Property Administration</b>				
Real Estate Appraisals-Inheritance Tax .....	325	340	350	355
Informal Assessors' Appeals .....	1,100	1,100	1,125	1,140
<b>Sales Ratio Study</b>				
Sales Evaluated .....	268,500	272,000	302,852	320,000
Sales Investigated, Office .....	110,000	112,000	133,976	146,000
Sales Investigated, Field .....	33,500	35,000	39,000	41,000
Intestates/Escheated Estates .....	48	50	55	55
<b>Unclaimed Property</b>				
Reports Filed .....	9,517	8,300	9,100	8,500
<b>Administration of State Lottery</b>				
Agents .....	6,000	6,000	6,000	6,000
Drawings .....	2,132	2,040	2,028	2,028
Net Sales (millions) .....	\$2,073	\$2,186	\$2,343	\$2,343
Cents Spent to Generate One Sales Dollar .....	9.1	8.8	9.2	9.2
Cents Spent to Generate One Government Dollar .....	24.7	24.4	26.1	26.1
Government Revenue as a Percent of Sales .....	36.8	36.4	35.2	35.2

	Actual FY 2003	Actual FY 2004	Revised FY 2005	Budget Estimate FY 2006
<b>Administration of State Revenues</b>				
Documents Processed				
Gross Income Tax-Imaged .....	3,055,045	3,084,512	3,000,000	3,000,000
Gross Income Tax-Manual .....	399,432	319,020	300,000	300,000
Gross Income Tax-Archival Imaged .....	591,300	606,900	500,000	500,000
Corporation Business Tax-Imaged .....	97,750	307,100	300,000	300,000
Corporation Business Tax-Manual .....	246,637	37,287	35,000	35,000
Employer Wage Reports (Form WR-30)-Imaged .....	363,011	365,250	350,000	300,000
Employer Wage Reports (Form WR-30)-Manual .....	217,441	184,552	200,000	150,000
Property Tax Reimbursement Forms-Imaged .....	8,450	146,050	140,000	140,000
Property Tax Reimbursement Forms-Manual .....	143,990	2,582	2,500	2,500
NJSAVER/Homestead Rebate-Manual .....	50,458	35,162	35,000	35,000
All Taxes-Remittance Processed .....	4,437,184	4,646,259	4,600,000	4,600,000
Gross Income Tax Payments and Extensions-Manual ....	233,463	115,103	110,000	100,000
Taxes Other Than Gross Income Tax-Manual .....	1,073,168	942,042	900,000	900,000
Motor Vehicle Commission License Registrations .....	4,099,321	3,615,116	3,400,000	3,200,000
OMB Checks .....	16,302,750	923,137	350,000	350,000
Total Documents Processed .....	31,319,400	15,330,072	14,222,500	13,912,500
Alternate Filing				
Individual Electronic Filing .....	819,817	1,004,958	1,406,941	2,110,412
Combined Employer Return (Form 927) .....	338,618	381,432	457,718	595,034
Employer Reports of Wages Paid (Form WR-30) .....	390,931	576,835	488,989	528,108
Number of Payments via Electronic Fund Transfer .....	2,579,578	2,865,199	3,155,000	3,407,400
Client Registrations				
Registration File Updates .....	215,003	251,038	220,000	220,000
Telephone Inquiries .....	98,761	84,074	125,000	83,000
Licenses Issued (Cigarette and Motor Fuels) .....	18,014	17,548	18,000	18,000
Collection Activity				
Motor Vehicle Commission Surcharge Contract .....	\$133,865,230	\$137,293,830	\$135,000,000	\$135,000,000
Number of SOIL Setoffs .....	199,215	186,266	187,000	190,000
Revenue Accounting				
Checks Processed .....	8,908,191	8,179,752	8,200,000	8,200,000
Electronic Invoices .....	100,076	137,166	138,000	138,000
Bills Generated (Department of Environmental Protection)	157,544	164,641	195,000	165,000
Dishonored Checks .....	29,566	27,631	29,000	29,000
Cigarette Stamps Sold .....	408,060,250	371,258,000	337,844,780	337,844,780
Business Support Services				
Corporations and Related Filings .....	137,308	143,276	150,000	150,000
Corporations Information Request .....	205,801	173,645	175,000	175,000
Annual Reports .....	250,000	357,584	260,000	260,000
Uniform Commercial Code Filings .....	111,526	107,741	110,000	110,000
Uniform Commercial Code Searches .....	55,366	72,624	70,000	70,000
Notary and Related Transactions .....	62,395	69,181	62,000	62,000
Trade Name/Trademark and Related Transactions .....	29,839	32,046	30,000	30,000
Telephone Inquiries .....	120,000	122,613	143,000	143,000
<b>Management of State Investments</b>				
Market Value of Investments as of June 30 (billions) .....	\$76.11	\$79.15	\$80.00	\$82.00
Cash Management Returns .....	1.77%	1.11%	1.40%	1.80%
Net Investment Earnings, Cash Basis (billions) .....	\$2.20	\$1.19	\$1.30	\$1.40
Funds Managed .....	182	180	180	180
<b>Administration of Casino Gambling</b>				
Number of Casinos in Operation .....	12	12	12	12
Number of Persons Employed by the Casino Industry .....	49,379	47,064	48,000	48,000
Casino Industry Gross Revenue (in billions) .....	\$4.33	\$4.71	\$4.90	\$5.00
New Casino Key Licenses Issued .....	169	223	201	209
New Casino Employee Licenses Issued .....	2,872	2,948	2,300	2,350
Renewals of Casino Key and Employee Licenses .....	5,638	7,292	6,117	3,610
Casino Service Employee Registrations Issued .....	2,521	1,697	1,447	1,450

# TREASURY

	Actual FY 2003	Actual FY 2004	Revised FY 2005	Budget Estimate FY 2006
Casino Service Industry Licenses Issued:				
New Licenses	192	259	210	200
Renewal Licenses	176	142	177	213
Slot Machine Licenses Issued	42,747	42,542	43,500	44,000
Casino Table Games in Operation	1,362	1,402	1,450	1,450
Junket Enterprise Licenses				
Junket Licenses Issued	7	4	4	3
Junket Licenses Renewed	20	10	11	12
Contract Review:				
Vendor and Junket Enterprise Registration Forms Processed	2,629	2,243	2,378	2,416
Notice of Intent to Conduct Business with Enterprises	477	396	464	446
Contested Case Hearings:				
Employee Applications and Renewals	528	542	502	533
Casino Service Industry Applications and Renewals	25	18	20	22
Revocations and Violation Complaints	291	213	254	240
Miscellaneous	3	12	49	48
Exclusions	14	3	3	8
Litigation	1	---	2	1
Motion for Relief from Casino Control Commission Orders and Other Reasons	37	28	30	32
Reapplication for Permission to Work With or Without Credentials	37	33	27	35

## PERSONNEL DATA

### Position Data

#### Filled Positions by Funding Source

State Supported	1,970	1,992	2,009	2,176
All Other	383	419	414	454
Total Positions	2,353	2,411	2,423	2,630

#### Filled Positions by Program Class

Taxation Services and Administration	1,382	1,389	1,406	1,562
Administration of State Lottery	142	139	148	153
Administration of State Revenues	444	473	471	483
Management of State Investments	62	64	61	68
Administration of Casino Gambling	323	346	337	364
Total Positions	2,353	2,411	2,423	2,630

### Notes:

Actual payroll counts are reported for fiscal years 2003 and 2004 as of December and revised fiscal year 2005 as of September. The Budget Estimate for fiscal year 2006 reflects the number of positions funded.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2004					Year Ending June 30, 2006				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2005 Adjusted Approp.	Requested	Recom- mended	
<b><u>DIRECT STATE SERVICES</u></b>									
<b>Distribution by Fund and Program</b>									
91,893	15,308	---	107,201	104,010					
					Taxation Services and Administration	15	113,429	94,501	94,501
22,491	440	---	22,931	22,678	Administration of State Lottery	16	30,400	22,400	22,400
37,309	6,336	-400	43,245	37,637	Administration of State Revenues	17	30,408	28,809	28,809
6,590	94	124	6,808	6,779	Management of State Investments	19	7,320	6,920	6,920
26,938	1,911	---	28,849	28,074	Administration of Casino Gambling	25	28,686	28,686	28,686
					(From Casino Control Fund)		28,686	28,686	28,686
26,938	1,911	---	28,849	28,074	Business Services Bureau	50	4,703	4,703	4,703
4,703	763	---	5,466	5,466					
<b>189,924</b>	<b>24,852</b>	<b>-276</b>	<b>214,500</b>	<b>204,644</b>	<b>Total Direct State Services</b>		<b>214,946</b>	<b>186,019</b>	<b>186,019</b>
162,986	22,941	-276	185,651	176,570	(From General Fund)		186,260 <sup>(a)</sup>	157,333	157,333

**TREASURY**

Year Ending June 30, 2004					Year Ending June 30, 2006			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2005 Adjusted Approp.	Requested	Recom- mended
<b>DIRECT STATE SERVICES</b>								
26,938	1,911	---	28,849	28,074		28,686	28,686	28,686
<i>(From Casino Control Fund)</i>								
<b>Distribution by Fund and Object</b>								
Personal Services:								
---	---	---	---	552				
94,005	4,481 <sup>R</sup>	78	98,564	98,548		585	585	585
23,642	---	1,017	24,659	18,596		100,179		
---	---	---	---	5,511		3,266 <sup>S</sup>	106,005	106,005
						19,000	19,000	19,000
						5,705		
						785 <sup>S</sup>	6,490	6,490
117,647	4,481	1,095	123,223	123,207		129,520	132,080	132,080
94,005	4,481	78	98,564	98,548		103,445	106,005	106,005
23,642	---	1,017	24,659	24,659		26,075	26,075	26,075
6,125	---	-802	5,323	4,997		5,183		
						149 <sup>S</sup>	5,098	5,098
230	---	-80	150	150		142	142	142
44,895						43,793		
14,650 <sup>S</sup>	438 <sup>R</sup>	-612	59,371	58,642		27,308 <sup>S</sup>	42,463	42,463
1,535	---	40	1,575	1,570		1,043	1,043	1,043
1,778	---	-140	1,638	1,597		1,660	1,633	1,633
1,317	---	-114	1,203	1,203		1,213	1,213	1,213
Special Purpose:								
---	10,599	---	10,599	7,781				
						1,175	1,175	1,175
---	4,648	---	4,648	293	15	---	---	---
1,524	894	-400	2,018	2,018	17			
						899	899	899
105	---	-67	38	38				
						60	60	60
9	1,881	1,600	3,490	2,694	25			
						2,648 <sup>S</sup>	60	60
109	1,911	-796	1,224	454		153	153	153
189,924	24,852	-276	214,500	204,644		214,946	186,019	186,019
<b>OTHER RELATED APPROPRIATIONS</b>								
<b>All Other Funds</b>								
---	2,512							
---	28,463 <sup>R</sup>	-16,547	14,428	6,006	15	10,118	10,387	10,387
---	---	---	---	---	16	260	260	260
---	482							
---	104,714 <sup>R</sup>	-35,102	70,094	12,056	17	36,812	37,212	37,212
---	---	---	---	---	50	560	560	560
---	136,171	-51,649	84,522	18,062		47,750	48,419	48,419
189,924	161,023	-51,925	299,022	222,706		262,696	234,438	234,438

**Notes -- Direct State Services - General Fund**

(a) The fiscal year 2005 appropriation has been adjusted for the allocation of salary program.

**Language Recommendations -- Direct State Services - General Fund**

So much of the receipts derived from the sale of confiscated equipment, materials and supplies under the "Cigarette Tax Act," P.L. 1948, c.65 (C.54:40A-1 et seq.), as may be necessary for confiscation, storage, disposal and other related expenses thereof, are appropriated.

## TREASURY

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- Notwithstanding the provision of any law to the contrary, there shall be no retroactive payment for refunds due under section 9 of P.L.1976, c.141 (C.58:10-23.11h) as amended pursuant to section 1 of P.L.1997, c.134 for the period from January 1, 1996, through June 26, 1997, appropriated from the Spill Compensation Fund.
- Such sums as may be necessary for the administration of the homestead property tax reimbursement established pursuant to P.L.1997, c.348 (C.54:4-8.67 et seq.) are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.
- Upon certification of the Director of the Division of Taxation, the State Treasurer shall pay, upon warrants of the Director of the Division of Budget and Accounting, such claims for refund as may be necessary under the provisions of Title 54 of the Revised Statutes, as amended and supplemented.
- Notwithstanding any other law to the contrary, there are appropriated out of the receipts in the Solid Waste Services Tax Fund such sums as may be necessary for the cost of administration and collection of taxes pursuant to P.L. 1985, c.38 (C.13:1E-136 et seq.), subject to the approval of the Director of the Division of Budget and Accounting.
- Such sums as are required for the acquisition of equipment essential to the modernization of processing tax returns, are appropriated from tax collections, subject to the approval of the Joint Budget Oversight Committee and the Director of the Division of Budget and Accounting.
- The amount necessary to provide administrative costs incurred by the Division of Taxation and the Division of Revenue to meet the statutory requirements of the "New Jersey Urban Enterprise Zones Act," P.L.1983, c.303 (C.52:27H-60 et seq.) is appropriated from the Enterprise Zone Assistance Fund, subject to the approval of the Director of the Division of Budget and Accounting.
- Pursuant to the provisions of section 12 of P.L. 1992, c.165 (C.40:54D-12) there are appropriated such sums as may be required to compensate the Department of the Treasury for costs incurred in administering the "Tourism Improvement and Development District Act," P.L. 1992 c.165 (C.40:54D-1 et seq.).
- In addition to the amounts appropriated hereinabove, such additional sums as may be necessary are appropriated to fund costs of the collecting and processing of debts, taxes and other fees and charges owed to the State, including but not limited to the services of auditors and attorneys and enhanced compliance programs, subject to the approval of the Director of the Division of Budget and Accounting. The Director of the Division of Budget and Accounting shall provide the Joint Budget Oversight Committee with written reports on the detailed appropriation and expenditure of sums appropriated pursuant to this provision.
- Notwithstanding any provision of any other law to the contrary, there are available out of fees derived from the cost of collection imposed pursuant to section 8 of P.L.1987, c.76 (C.54:49-12.1) such sums as may be required for compliance and enforcement activities associated with the collection process as promulgated by the Taxpayers' Bill of Rights under P.L.1992, c.175.
- Notwithstanding the provisions of section 4 of the "Lead Hazard Control Assistance Act," P.L. 2003, c.311 such sums as are necessary are appropriated from the Lead Hazard Control Assistance Fund for the Department of Treasury's administrative costs, subject to the approval of the Director of the Division of Budget and Accounting.
- The unexpended balance at the end of the preceding fiscal year in the Property Assessment Management System (PAMS) is appropriated for the same purpose.
- There are appropriated, out of revenues derived from escheated property under the various escheat acts, such sums as may be necessary to administer such acts and such sums as may be required for refunds.
- There are appropriated out of the State Lottery Fund such sums as may be necessary for costs required to implement the "State Lottery Law," P.L. 1970, c.13 (C.5:9-1 et seq.) and for payment for commissions, prizes and expenses of developing and implementing games pursuant to section 7 of P.L. 1970, c.13 (C. 5:9-7).
- In addition to the amounts hereinabove, State Lottery Fund receipts in excess of anticipated contributions to education and State institutions, and reimbursement of administrative expenditures, are appropriated, subject to the approval of the Director of the Division of Budget and Accounting and the Joint Budget Oversight Committee.
- Notwithstanding the provisions of any other law to the contrary, there are appropriated out of receipts derived from communications fees such sums as may be necessary for telecommunications costs required in the administration of the State Lottery.
- Notwithstanding the provisions of any other law to the contrary, there are appropriated out of receipts derived from the sale of advertising and/or promotional products by the State Lottery, such sums as may be necessary for advertising costs required in the administration of the State Lottery pursuant to P.L.1970, c.13 (C.5:9-1 et seq.).
- There are appropriated such sums as are necessary to fund the hospitals' share of monies collected pursuant to the hospital care payment act, P.L.2003, c.112 (C.17B:30-41 et seq.), subject to the approval of the Director of the Division of Budget and Accounting.
- The unexpended balance at the end of the preceding fiscal year in the Revenue Management System account are appropriated.
- The Director of the Division of Budget and Accounting is hereby authorized to transfer or credit such sums as are necessary between the Department of Labor and the Department of the Treasury for the administration of revenue collection and processing functions related to Unemployment Insurance, Temporary Disability Insurance, Workers Compensation, Special Compensation Programs, the Health Care Subsidy Fund, and the Workforce Development Partnership program.
- The amounts hereinabove for the Wage Reporting/Temporary Disability Insurance program are payable out of the State Disability Benefits Fund, and in addition to the amounts hereinabove, there are appropriated out of the State Disability Benefits Fund such additional sums as may be required to administer revenue collection associated with the Temporary Disability Insurance program, subject to the approval of the Director of the Division of Budget and Accounting.
- Receipts in excess of those anticipated from the over-the-counter surcharges are appropriated to meet the costs of the Division of Revenue's commercial recording function, subject to the approval of the Director of the Division of Budget and Accounting.
- Funds necessary to defray the cost of collection to implement the provisions of P.L. 1994, c.64 (C.17:29A-35 et seq.), as well as the cost of billing and collection of surcharges levied on drivers in accordance with the New Jersey Automobile Insurance Reform Act of 1982 - Merit Rating System Surcharge Program, P.L. 1983, c.65 (C.17:29A-33 et al.) as amended, are appropriated from fees in lieu of

actual cost of collection receipts and from surcharges derived, subject to the approval of the Director of the Division of Budget and Accounting.

There are appropriated, out of receipts derived from service fees billed to authorities for the handling of investment transactions, such sums as may be necessary to administer the Management of State Investments program.

There are appropriated, out of receipts derived from the investments of State funds, such sums as may be necessary for bank service charges, custodial costs, mortgage servicing fees and advertising bank balances under section 1 of P.L. 1956, c.174 (C.52:18-16.1).

Notwithstanding the provisions of any law to the contrary, the expenses of administration for the various retirement systems and employee benefit programs administered by the Division of Pensions and Benefits and the Division of Investments shall be charged to the pension and health benefits funds established by law to receive employer contributions or payments or to make benefit payments under the programs, as the case may be. In addition to the amounts hereinabove, there are appropriated such sums as may be necessary for administrative costs, which shall include bank service charges, investment services, and other such costs as are related to the management of the pension and health benefit programs as the Director of the Division of Budget and Accounting shall determine. In addition, revenue resulting from such charges to the various pensions and health benefit funds, payable on a schedule to be determined by the Director of the Division of Budget and Accounting, shall be credited to the General Fund as anticipated revenue.

**Language Recommendations -- Direct State Services - Casino Control Fund**

In addition to the amount hereinabove for Administration of Casino Gambling, there are appropriated from the Casino Control Fund such additional sums as may be required for operation of the Casino Control Commission, subject to the approval of the Director of the Division of Budget and Accounting.

**70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL  
74. GENERAL GOVERNMENT SERVICES**

**OBJECTIVES**

1. To centralize all press and public relations services.
2. To provide a centralized purchasing system for goods and services needed to operate all State government departments, and to provide a savings opportunities for school districts, county, and local governments through cooperative purchasing.
3. To provide maintenance and operation services for the preservation and protection of the buildings in the Capitol Complex.
4. To provide for centralized management of the rental and lease of real property, disposal of surplus State real property and purchase of real property, and effective management of employee housing.
5. To plan, program, design and supervise the construction of buildings and facilities for the various State agencies.
6. To administer all employee benefit programs at minimum cost.
7. To operate a central motor pool fleet at the lowest possible cost and provide State agencies with safe operating vehicles.
8. To provide printing services to State agencies.
9. To provide food service in the State House Complex cafeterias and other State-owned facilities in the Trenton area.
10. To provide risk management, loss prevention and claims services, and management of the fire and casualty insurance program to all State agencies.
11. To warehouse commodities by purchasing in large volume shipments, making goods available on request at the lowest possible prices, and to coordinate on a State-wide basis the assembling, distribution, and sale of State-owned surplus personal property.
12. To provide a mail processing/delivery system at minimum cost.
13. To coordinate New Jersey's land and historic preservation goals and programs.

**PROGRAM CLASSIFICATIONS**

02. **Garden State Preservation Trust.** The Garden State Preservation Trust fulfills a statutory responsibility to oversee New Jersey's progress in achieving its land preservation goals, conducts related education and outreach, and reviews and recommends to the Legislature funding for open space, farmland, and historic preservation projects submitted respectively by the Department of Environmental Protection's Green Acres Program, the State Agriculture Development Committee and the New Jersey Historic Trust.
04. **Public Information Services.** Executive Order No. 30, dated January 14, 1976, centralized all press and public relations services of the various departments of State government.
09. **Purchasing and Inventory Management.** Pursuant to NJSA 52:18A-3, the Division of Purchase and Property administers a centralized statewide purchasing system, including the setting of purchasing standards and specifications; makes available contracts for products and services to school districts, municipalities, and other political subdivisions through the cooperative purchasing program; contracts major lease/purchase arrangements through the Master Lease Program; maintains a centralized distribution center to permit bulk purchases for all State departments; performs testing and inspection functions; supervises the disposition of State surplus property.
12. **Property Management and Construction - Construction Management Services.** Pursuant to NJSA 52:18A, the Division accomplishes all architectural and engineering design and construction supervision of new facilities, as well as the renovation and rehabilitation of existing facilities; provides technical advice and assistance to all State agencies in preliminary planning, programming, design, layout and cost estimating; administers construction and professional service contracts associated with building programs; provides for field supervision on State construction projects; ensures that all building programs are completed and in accordance with predetermined goals and objectives and within established budgets.
21. **Pensions and Benefits.** Pursuant to NJSA 52:18A-95 et seq., eligibility determinations are made for those who are

# TREASURY

required or optionally permitted to participate in the benefit programs. Certifications of membership, rates involving employer and employee contributions, and proper designation of beneficiaries for the several benefit schedules are provided.

Monies are accounted for in members' individual accounts and to the credit of the several systems in the general and subsidiary ledgers. A complete and proper accounting of all disbursements to eligible employers and employees and their beneficiaries is provided.

22. **Capital City Redevelopment Corporation.** Pursuant to N.J.S.A. 52:9Q-9 et seq., the Capital City Redevelopment Corporation (CCRC) was created to guide a revitalization effort in the capitol district of downtown Trenton, and to act as a central facilitator of the implementation of the Renaissance Plan.
26. **Property Management and Construction - Property Management Services.** Disposal of surplus real property and purchase of all real property (exclusive of Department of Transportation highway and public transportation requirements and the Department of Environmental Protection's "Green Acres" and water supply acquisitions) is a responsibility of the Office of Property Management. In addition, Property Management Services is charged with securing all leased office, warehouse and other State space requirements. Also, Property Management Services provides, in the Trenton area, full maintenance services for 40 State-owned buildings, including the State Records Storage Center, the Richard J. Hughes Justice Complex, Mary G. Roebing, William Ashby, War Memorial, and the Environmental Protection buildings; also provides renovation and alteration services valued at less than \$39,600. Carries out all related contract administration services, including the processing of change orders, pre-qualification of contractors, public advertising, awarding of bids; prepares and maintains central contract files and all other records, including plans and specifications.

37. **Risk Management.** Operates to reduce the adverse impact of catastrophic pure loss on State operations and budgets through a combination of risk management and loss prevention techniques. Administers claims against the State and its employees under Title 59, Tort Claims Act, R.S. 34 Workers Compensation statute and various Federal statutes and laws. Risk Management also administers claims on behalf of the State against others responsible for damage to the State, its employees and property.
40. **Office of Information Technology.** Processes information for a wide variety of department and agency programs including, but not limited to, centralized payroll, budget, revenue, general accounting, pensions, nursing home claims, food stamps, public assistance, institutional patient billings, caseload activities, unemployment compensation, disability insurance, employment and personnel services, engineering services, air monitoring, and criminal justice.
41. **Automotive Services.** Pursuant to Executive Order No. 33, dated June 7, 1991, the State Central Motor Pool administers central fleet management and maintains and operates central facilities for the repair and storage of State-owned motor vehicles. The pool has legal ownership of the vehicles and prescribes rules for the efficient and economical operation of the fleet. Since the pool is self-supporting, rental fees based on usage are billed to the State using agencies. The revenues collected are used to purchase replacement vehicles and to cover all costs of the pool operation.
43. **Printing Services.** The Treasury Print Shop operates as a revolving fund. The costs of labor and materials are reimbursed by various agencies including, but not limited to the Department of the Treasury, the Office of the Chief Executive, the Legislature, and the Department of State.
44. **Capitol Post Office.** The Capitol Post Office operates as a revolving fund, providing postal services to all State departments.
62. **State Cafeterias.** Provides food services on a receipt basis and operates as a dedicated fund.

## EVALUATION DATA

PROGRAM DATA	Actual FY 2003	Actual FY 2004	Revised FY 2005	Budget Estimate FY 2006
<b>Purchasing and Inventory Management</b>				
Vendor purchases (millions) .....	1,266	1,813	1,500	1,500
Term contracts .....	1,084	1,499	1,200	1,200
<b>Pensions and Benefits</b>				
Financial Data				
Assets, all funds (thousands) .....	\$65,162,408	\$71,276,272	\$73,781,202	\$77,829,340
Benefit payments (thousands) .....	\$7,301,497	\$8,249,643	\$9,391,160	\$10,700,226
Lump sum death benefit payments (thousands) .....	\$174,448	\$189,002	\$199,203	\$210,022
Member loans outstanding (thousands) .....	\$1,186,105	\$1,153,834	\$1,145,256	\$1,137,324
Membership, all retirement systems .....	525,943	536,379	551,480	567,501
Retired members and beneficiaries .....	206,128	210,063	217,919	226,110
Membership, other systems				
Supplemental annuity .....	4,537	4,098	3,962	3,831
Health benefits program members .....	350,667	358,609	369,953	381,656
Health benefits program covered lives .....	785,142	802,158	828,228	855,146
Prescription drug program members .....	141,339	148,164	156,471	165,244
Prescription drug program covered lives .....	352,549	369,328	390,737	413,386
Dental program members .....	96,911	99,072	100,582	102,664
Dental program covered lives .....	229,207	234,626	239,217	243,898

	Actual FY 2003	Actual FY 2004	Revised FY 2005	Budget Estimate FY 2006
<b>Benefit Processing Data</b>				
New enrollments or transfers	70,238	64,083	64,000	64,000
Withdrawals	7,211	7,893	7,800	7,800
Death claims	8,071	7,907	8,000	8,000
New retirements	12,732	15,831	15,000	15,000
Pensions adjustments	7,475	6,736	7,500	7,500
Service purchase requests	13,668	15,359	15,000	15,000
Member loans	121,183	115,741	112,000	100,000
<b>Client Services</b>				
Telephone inquiries	1,414,211	1,484,175	1,500,000	1,510,000
Interviews	13,007	14,177	14,500	15,000
Correspondence	20,024	20,948	20,000	20,500
Internet inquiries	12,735	14,021	14,500	15,000
Seminars	703	1,372	1,400	1,450
<b>Property Management and Construction - Property Management Services</b>				
Leased facilities	343	341	333	345
Area in square feet (leased facilities)	5,235,000	5,200,000	5,500,000	5,850,000
State-owned space maintained (square feet)	5,874,000	5,429,470	5,429,470	5,429,470

**PERSONNEL DATA**

**Position Data**

**Filled Positions by Funding Source**

State Supported	715	689	695	718
All Others	33	32	30	35
<b>Total Positions</b>	<b>748</b>	<b>721</b>	<b>725</b>	<b>753</b>

**Filled Positions by Program Class**

Garden State Preservation Trust	4	2	2	4
Purchasing and Inventory Management	102	106	114	124
Pensions and Benefits	370	346	341	357
Capital City Redevelopment Corporation	1	1	1	2
Property Management and Construction	187	179	182	177
Risk Management	52	56	56	56
Capitol Post Office	32	31	29	33
<b>Total Positions</b>	<b>748</b>	<b>721</b>	<b>725</b>	<b>753</b>

**Notes:**

Actual payroll counts are reported for fiscal years 2003 and 2004 as of December and revised fiscal year 2005 as of September. The Budget Estimate for fiscal year 2006 reflects the number of positions funded.

**APPROPRIATIONS DATA  
(thousands of dollars)**

Orig. & (S)Supple- mental	Year Ending June 30, 2004			Total Available	Expended	Prog. Class.	2005 Adjusted Approp.	Year Ending June 30, 2006	
	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total					Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>									
<b>Distribution by Fund and Program</b>									
468	---	---	468	365	Garden State Preservation Trust	02	468	468	468
13,277	998	870	15,145	14,629	Purchasing and Inventory Management	09	9,528	9,518	9,518
31,798	12,084	64	43,946	31,387	Pensions and Benefits	21	31,855	32,062	32,062
14,621	1,086	65	15,772	15,214	Property Management and Construction - Property Management Services	26	14,638	14,638	14,638
1,807	475	---	2,282	2,270	Risk Management	37	1,957	1,957	1,957
<b>61,971</b>	<b>14,643</b>	<b>999</b>	<b>77,613</b>	<b>63,865</b>	<b>Total Direct State Services</b>		<b>58,446<sup>(a)</sup></b>	<b>58,643</b>	<b>58,643</b>

# TREASURY

Year Ending June 30, 2004					Year Ending June 30, 2006			
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	Prog. Class.	2005 Adjusted Approp.	Requested	Recommended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Object</b>								
Personal Services:								
34,789	541 <sup>R</sup>	1,622	36,952	36,800		37,654	37,812	37,812
34,789	541	1,622	36,952	36,800		37,654	37,812	37,812
891	---	246	1,137	1,050		816	855	855
17,862	21	-1,036	16,847	16,573		16,724	16,564	16,564
	22					70 <sup>S</sup>		
1,899	660 <sup>R</sup>	-117	2,464	2,206		1,899	2,029	2,029
Special Purpose:								
468	---	---	468	365	02	468	468	468
---	5	---	5	---	09	---	250	250
---	---	---	---	---	09	---	250	250
---	---	---	---	---	09	---	100	100
5,882	---	---	5,882	5,822	09	560	---	---
180	---	---	180	180	21	180	180	180
---	11,578	---	11,578	49		---	---	---
---	403 <sup>R</sup>	-100	303	---	21	---	---	---
---	1,413	384	1,797	820	26	---	---	---
---	---	---	---	---		75	135	135
<b><u>CAPITAL CONSTRUCTION</u></b>								
<b>Distribution by Fund and Program</b>								
---	8,235	-311	7,924	1,253	26	---	---	---
---	4,624	369	4,993	1,794	40	---	---	---
---	<b>12,859</b>	<b>58</b>	<b>12,917</b>	<b>3,047</b>		<b>---</b>	<b>---</b>	<b>---</b>
<b>Distribution by Fund and Object</b>								
<b>Office of Information Technology</b>								
---	695	---	695	424	40	---	---	---
---	3	---	3	---	40	---	---	---
---	33	---	33	---	40	---	---	---
---	2	---	2	2	40	---	---	---
---	3,766	---	3,766	1,076		---	---	---
---	122	369	491	289	40	---	---	---
---	3	---	3	3	40	---	---	---
<b>Property Management and Construction</b>								
---	1,264	-163	7,350	819	26	---	---	---
---	6,249 <sup>R</sup>							
---	420	-67	353	268	26	---	---	---
---	87	-34	53	53	26	---	---	---
---	11	-11	---	---	26	---	---	---
---	203	-36	167	113	26	---	---	---

**TREASURY**

Year Ending June 30, 2004					Year Ending June 30, 2006				
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	Prog. Class.	2005 Adjusted Approp.	Requested	Recom-mended	
---	1	---	1	---	<b>CAPITAL CONSTRUCTION</b>				
61,971	27,502	1,057	90,530	66,912	26	---	---	---	
					<b>Network Infrastructure</b>				
					<b>Grand Total State Appropriation</b>				
						58,446	58,643	58,643	
<b>OTHER RELATED APPROPRIATIONS</b>									
<b>All Other Funds</b>									
---	---	---	---	---					
---	111 R	---	111	111	09	90	90	90	
					<b>Purchasing and Inventory Management</b>				
---	1,827	---	---	---	22	378	378	378	
					<b>Capital City Redevelopment Corporation</b>				
---	2,703 R	12	4,542	3,421	26	3,844	3,880	3,880	
					<b>Property Management and Construction - Property Management Services</b>				
---	---	---	---	---	37	500	500	500	
					<b>Risk Management</b>				
---	15 R	---	15	---	40	7,182	1,400	1,400	
					<b>Office of Information Technology</b>				
---	187	---	---	---	62	77	77	77	
					<b>State Cafeterias</b>				
---	74 R	---	261	84					
					<b>Total All Other Funds</b>				
---	4,917	12	4,929	3,616					
					<b>GRAND TOTAL ALL FUNDS</b>				
61,971	32,419	1,069	95,459	70,528					
						70,517	64,968	64,968	

**Notes -- Direct State Services - General Fund**

(a) The fiscal year 2005 appropriation has been adjusted for the allocation of salary program.

**Language Recommendations -- Direct State Services - General Fund**

The Director of the Division of Budget and Accounting is empowered to transfer or credit to any central data processing center any appropriation made to any department which had been appropriated or allocated to such department for its share of costs of such data processing center including the replacement of data processing equipment and the purchase of additional data processing equipment.

There are appropriated, out of receipts derived from service fees billed to political subdivisions for the operating costs of the cooperative purchasing program, such sums as may be necessary to administer and operate the Purchase Bureau program.

There are appropriated, out of receipts derived from service fees billed to authorities for the handling of insurance procurement and risk management services, such sums as may be necessary to administer the Risk Management program.

Notwithstanding the provisions of any other law to the contrary, there are appropriated, out of the receipts derived from third party subrogation, such sums as may be necessary for the administrative expenses of the Risk Management program.

Notwithstanding the provisions of section 15 of article 6 of P.L. 1944, c.112 (C.52:27B-67), revenues in excess of the anticipation derived from the sale of surplus state vehicles are available for the replacement of Central Motor Pool temporary assignment vehicles, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any other law to the contrary, there are appropriated, out of receipts derived from service fees billed to the various State departments for the purpose of travel services, such sums as may be necessary for the administrative expenses of the State Central Motor Pool program.

The Director of the Division of Budget and Accounting is empowered to transfer or credit to the Capitol Post Office revolving fund any appropriation made to any department for postage costs appropriated or allocated to such departments for their share of costs of the Capitol Post Office.

The Director of the Division of Budget and Accounting is empowered to transfer or credit to the Print Shop revolving fund any appropriation made to any department for printing costs appropriated or allocated to such departments for their share of costs of the Print Shop and the Office of Printing Control.

The unexpended balances at the end of the preceding fiscal year, in the State cafeteria accounts, and receipts obtained from cafeteria operations, are appropriated for the improvement and extension of cafeteria services and facilities pursuant to section 2 of P.L.1951, c.312 (C.52:18A-19.6).

The Director of the Division of Budget and Accounting is empowered to transfer or credit to the Property Management and Construction program classification, from appropriations for construction and improvements, a sufficient sum to pay for the cost of architectural work, superintendence and other expert services in connection with such work.

From the receipts derived from the sale of real property, such sums are appropriated for the costs incurred in order to preserve and maintain the property's value and condition and for costs incurred in the selling of the real property, including appraisal, survey, advertising, maintenance, security and other costs related to the preservation and disposal, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding any law to the contrary, there are appropriated out of receipts derived from the pre-qualification service fees billed to contractors, architects, engineers, and professionals sufficient sums for expenses related to the administration of pre-qualification activities undertaken by the Division of Property Management and Construction.

# TREASURY

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- The unexpended balances at the end of the preceding fiscal year in excess of \$300,000 in the Management of the Department of Environmental Protection Properties account are appropriated for the same purpose.
- Receipts derived from the leasing of State surplus real property are appropriated for the maintenance of leased property subject to the approval of the Director of the Division of Budget and Accounting, provided that a sum not to exceed \$100,000 shall be available for the administrative expenses of the program.
- There are appropriated such additional sums as may be necessary for the purchase of expert witness services related to the State's defense against inverse condemnation claims related to the Department of Environmental Protection's Land Use Regulation program.
- Receipts from employee maintenance charges in excess of \$300,000 are appropriated for maintenance of employee housing and associated relocation costs; provided, however, that a sum not to exceed \$25,000 shall be available for management of the program, the expenditure of which shall be subject to the approval of the Director of the Division of Budget and Accounting.
- There are appropriated out of receipts derived from lease proceeds billed to the occupants of the James J. Howard Marine Science Laboratory, such sums as may be required to operate and maintain the facility and for the payment of interest and/or principal due from the issuance of bonds for this facility.
- Notwithstanding any other law to the contrary, an amount not to exceed \$468,000 is transferred from the Garden State Farmland Preservation Trust Fund, the Garden State Green Acres Preservation Trust Fund and the Garden State Historic Preservation Trust Fund to the General Fund in an allocation to be determined by the Garden State Preservation Trust and approved by the Director of the Division of Budget and Accounting and such amount is appropriated to the Garden State Preservation Trust.
- Notwithstanding any other law to the contrary, the Departments of the Treasury, Community Affairs, Environmental Protection, and Agriculture will provide such administrative services as are necessary to operate the Garden State Preservation Trust.
- In addition to the amounts hereinabove, there are appropriated such additional sums as may be necessary for independent audits of the State's pension systems, provided that such appropriations shall be reimbursed to the General Fund from the resources available to the various pension funds.
- Notwithstanding the provisions of any law to the contrary, administrative expenses for the various retirement systems and employee benefit programs administered by the Division of Pensions and Benefits and the Division of Investments shall be reimbursed by the pension and health benefits funds established by law to receive employer contributions or payments or to make benefit payments under the programs, as the case may be. In addition to the amounts hereinabove, there are appropriated such sums as may be necessary to reimburse the General Fund for such sums as may be reasonably necessary for administrative costs, which shall include bank service charges, investment services, and any other such costs as are related to the management of the pension and health benefit programs, as the Director of the Division of Budget and Accounting shall determine. In addition, revenue resulting from such charges to the various pensions and health benefit funds, payable on a schedule to be determined by the Director of the Division of Budget and Accounting, shall be credited to the General Fund as anticipated revenue.
- There are appropriated sufficient sums as may be required for the expenses of the Pensions and Health Benefits Commission, provided that such appropriation shall be reimbursed to the General Fund from the resources available to the various pensions and health benefits funds.
- In addition to the amounts hereinabove, there is appropriated an amount, not to exceed \$12,000,000, for the re-engineering of the pension and health benefits computer systems as referenced in the Division of Pensions and Benefits organizational study, provided that such appropriations shall be reimbursed to the General Fund from the resources available to the various pension funds.
- The unexpended balance at the end of the preceding fiscal year in the Re-engineering of the Pension and Health Benefits Computer Systems account is appropriated for the same purpose.
- Notwithstanding the provisions of any law to the contrary, there are appropriated from the Capital City Redevelopment Loan and Grant Fund such sums as may be required to provide for expenses, programs, and strategies which will enhance the vitality of the capitol district as a place to live, visit, work and conduct business, subject to the approval of the Director of the Division of Budget and Accounting.

## 70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL

### 74. GENERAL GOVERNMENT SERVICES

#### 2026. OFFICE OF ADMINISTRATIVE LAW

##### OBJECTIVES

1. To develop and apply a fair, comprehensive and uniform system of administrative practice and procedures in the Executive Branch governing the adjudication of contested matters and the promulgation of rules and regulations.

##### PROGRAM CLASSIFICATIONS

45. **Adjudication of Administrative Appeals.** Pursuant to C52:14F-1 et seq. and C52:14B-10, full-time administrative law judges hold hearings and render decisions to the various agency heads for their acceptance, rejection, or modification within 45 days, or a lesser period where prescribed by law. Judicial Administration creates standards and maintains filing, docketing, record keeping, and decision making systems for

more than 11,000 administrative cases; develops and administers a program for the continuing training and education of judicial corps.

Development of Administrative Procedures (C52:14B-1 et seq.) regulates and assists State agencies with regard to the preparation and filing of rules and regulations, and establishes standards for the New Jersey Register and the New Jersey Administrative Code.

General and Administrative Services provides support to judicial administration and administrative procedures by maintaining the case management data base and office automation systems. Budgeting and accounting, purchasing, property maintenance, and personnel and payroll are other services provided by this division.

EVALUATION DATA

	Actual FY 2003	Actual FY 2004	Revised FY 2005	Budget Estimate FY 2006
<b>PROGRAM DATA</b>				
<b>Adjudication of Administrative Appeals</b>				
Cases pending as of July 1 .....	4,321	4,620	4,927	4,945
Cases filed .....	10,398	11,776	12,126	12,500
Cases disposed of .....	10,099	11,469	12,108	12,200
Cases pending as of June 30 .....	4,620	4,927	4,945	5,245
Cases disposed of per judge .....	281	319	327	330
<b>PERSONNEL DATA</b>				
<b>Affirmative Action Data</b>				
Male Minority .....	4	7	5	7
Male Minority % .....	3.7	6.3	4.5	5.7
Female Minority .....	32	32	32	32
Female Minority % .....	29.4	28.8	28.6	26.0
Total Minority .....	36	39	37	39
Total Minority % .....	33.0	35.1	33.0	31.7
<b>Position Data</b>				
<b>Filled Positions by Funding Source</b>				
State Supported .....	99	101	102	112
All Other .....	10	10	10	11
Total Positions .....	109	111	112	123
<b>Filled Positions by Program Class</b>				
Adjudication of Administrative Appeals .....	109	111	112	123
Total Positions .....	109	111	112	123

Notes:

Actual payroll counts are reported for fiscal years 2003 and 2004 as of December and revised fiscal year 2005 as of September. The budget estimate for fiscal year 2006 reflects the number of positions funded.

APPROPRIATIONS DATA  
(thousands of dollars)

Year Ending June 30, 2004					Year Ending June 30, 2006			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Total Expended	Prog. Class.	2005 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Program</b>								
5,260	3,843	---	9,103	8,652				
					45	8,626	9,148	9,148
5,260	3	---	5,263	5,259		5,394	4,855	4,855
---	3,840	---	3,840	3,393		3,232	4,293	4,293
<b>5,260</b>	<b>3,843</b>	<b>---</b>	<b>9,103</b>	<b>8,652</b>		<b>8,626</b> <sup>(a)</sup>	<b>9,148</b>	<b>9,148</b>
---	(3,840)	---	(3,840)	(3,393)		(3,232)	(4,293)	(4,293)
<b>5,260</b>	<b>3</b>	<b>---</b>	<b>5,263</b>	<b>5,259</b>		<b>5,394</b>	<b>4,855</b>	<b>4,855</b>
<b>Distribution by Fund and Object</b>								
Personal Services:								
4,682	---	2,782	7,464	7,277		7,753	8,133	8,133
---	---	---	---	187		147	147	147
<b>4,682</b>	<b>---</b>	<b>2,782</b>	<b>7,464</b>	<b>7,464</b>		<b>7,900</b>	<b>8,280</b>	<b>8,280</b>
179	---	-88	91	91		65	95	95
263	---	378	641	636		620	692	692
130	---	-74	56	56		35	75	75
Special Purpose:								



counties and municipalities for any loss of tax revenue due to the Corporation's acquisition of property. The South Jersey Port Corporation Debt Service Reserve Fund was established to ensure the maintenance of the maximum debt service reserve requirement for any debt obligations issued by the Corporation. The Solid Waste Management program subsidizes debt service payments made by counties and county authorities for environmental investments incurred pursuant to the Solid Waste Management Act and the Solid Waste Utility Control Act.

Per the provisions of the Highlands Water Protection and Planning Act (P.L. 2004, c.120), the Highlands Protection Fund was created with \$12 million in annual funding. The Highlands Water Protection and Planning Act requires the introduction of various new aid and planning grant programs as well as the reinstatement of prior year programs including property tax stabilization aid and watershed moratorium offset aid. This funding compensates municipalities in the Highlands region for the loss of the developable value of their land due to new Highlands environmental protections, and also provides compensation for Pinelands municipalities.

33. **Homestead Exemptions.** The Homestead Rebate program was initiated in fiscal year 1977. The program provides rebates based on the amount by which property taxes exceed 5% of the taxpayer's income. Through fiscal 2004 the program was only open to those with incomes up to \$100,000, with non-senior homeowners restricted to incomes of \$40,000, since homeowners also had the New Jersey SAVER rebate program available to them. At the close of fiscal year 2004, the NJ SAVER program was folded into the Homestead Rebate program. In fiscal year 2006, the Homestead Rebate program is limited to seniors with incomes up to \$100,000. Rebates continue to be based on the amount by which property taxes exceed 5% of the taxpayer's income, but the maximum rebate is \$800 for senior homeowners and \$775 for senior tenants.

Pursuant to P.L.1997, c.348, certain senior and disabled residents are eligible for a homestead property tax reimbursement, which is calculated based on the difference between the amount of the property tax due and paid on their principal homestead and the amount of the property tax due and paid in the base year. The base year is assumed to be tax year 1997 or the tax year in which a claimant became eligible. In addition to the above criteria, qualified residents must have paid property taxes directly or indirectly through rent on any homestead used as their principal residence for at least 10 consecutive years. For at least three of these years, the resident must have been the owner of the principal residence for which a property tax reimbursement is being sought. The fiscal year 2006 Homestead Property Tax Reimbursement (Senior and Disabled Citizens' Property Tax Freeze) will provide a reimbursement to eligible claimants for the increase in their property taxes between their base year and tax year 2004.

34. **Reimbursement of Senior/Disabled Citizens' and Veterans' Tax Deductions.** The State provides each municipality a direct payment in reimbursement of amounts deducted from the local property tax bills of senior citizens, disabled citizens and veterans. Based on certifications made annually by county boards of taxation, and confirmed by the Director of the Division of Taxation, payments for the total amount due are made to municipalities on November 1 of each year. Eligible veterans and disabled and senior citizens will receive a \$250 tax deduction; both of these deductions are paid from the Property Tax Relief Fund.
35. **Consolidated Police and Firemen's Pension Fund.** The Consolidated Police and Firemen's Pension Fund was established (R.S.43:16-1 et seq.) to place 213 police and firemen's pension funds on an actuarial basis. The liabilities of these local funds are now being shared, two-thirds by the participating municipalities and one-third by the State. The commission administering this fund consists of two police representatives, two fire representatives, the State Treasurer, and four persons appointed by the Governor.
42. **Energy Tax Receipts.** Prior to January 1998, the State was responsible for collecting the Public Utilities Franchise Tax and the Public Utilities Gross Receipts Tax. Of the funds collected, municipalities annually received a minimum distribution of \$685 million by law based on utility personal property valuations. As of January 1998, the Energy Tax Receipts Property Tax Relief Act (P.L. 1997, c.167) replaced the previous method of distributing these funds to municipalities. This legislation restructured the previous system of utility tax collection by eliminating the gross receipts and franchise taxes levy for certain taxpayers and replacing it with a system centered on the corporation business tax, a sales and use tax, and a temporary transitional energy facility assessment tax. Energy utilities are subject to all three of the replacement taxes. Telecommunications utilities are subject only to the corporation business tax, because they have been collecting and remitting sales and use taxes since 1990. Water and sewer utilities remain subject to the franchise and gross receipts taxes. Pursuant to the new law, receipts generated from the replacement revenues are deposited in the Energy Tax Receipts Property Tax Relief Fund, a special dedicated fund established in the State Treasury. During fiscal year 2006, municipalities will receive a State Aid distribution totaling \$834.7 million from this fund.
84. **Direct Tax Relief.** Created in fiscal year 2000 (P.L. 1999, c. 63), the New Jersey School Assessment Valuation Exemption Relief program (NJ SAVER) provided New Jersey homeowners with direct school property tax relief through fiscal year 2004. The NJ SAVER benefit was determined by applying the 1997 equalized school tax rate against the first \$45,000 of equalized assessed value of eligible owner-occupied, primary residences. The NJ SAVER program was discontinued in the fiscal year 2005 budget, subsumed by an expanded Homestead Rebate program.

# TREASURY

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2004					Year Ending June 30, 2006				
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	Prog. Class.	2005 Adjusted Approp.	Requested	Recommended	
<b>GRANTS-IN-AID</b>									
<b>Distribution by Fund and Program</b>									
537,663	---	---	537,663	531,497	33	1,762,711	576,888	576,888	
537,663	---	---	537,663	531,497					
						1,762,711	576,888	576,888	
324,648	---	-15,000	309,648	297,314	84	---	---	---	
324,648	---	-15,000	309,648	297,314					
						---	---	---	
<b>862,311</b>	<b>---</b>	<b>-15,000</b>	<b>847,311</b>	<b>828,811</b>		<b>1,762,711</b>	<b>576,888</b>	<b>576,888</b>	
862,311	---	-15,000	847,311	828,811					
						1,762,711	576,888	576,888	
<b>Distribution by Fund and Object</b>									
Grants:									
---	---	---	---	---					
					33	1,501,311	414,988	414,988	
---	---	---	---	---					
					33	188,000	63,500	63,500	
499,663									
15,000 <sup>S</sup>	---	---	514,663	513,839	33	---	---	---	
23,000	---	---	23,000	17,658	33	67,400	98,400	98,400	
						6,000 <sup>S</sup>			
324,648	---	-15,000	309,648	297,314	84	---	---	---	
<b>STATE AID</b>									
<b>Distribution by Fund and Program</b>									
1,481	---	---	1,481	1,397	28	1,481	1,481	1,481	
67,868	2,048	-2,048	67,868	59,578	29	77,470	76,068	76,068	
109,000	---	-2,898	106,102	106,102	34	109,000	109,000	109,000	
109,000	---	-2,898	106,102	106,102		109,000	109,000	109,000	
38,318	---	---	38,318	36,676	35	68,714	72,878	72,878	
12,372	---	---	12,372	12,371		41,425	43,414	43,414	
25,946	---	---	25,946	24,305					
						27,289	29,464	29,464	
<b>216,667</b>	<b>2,048</b>	<b>-4,946</b>	<b>213,769</b>	<b>203,753</b>		<b>256,665</b>	<b>259,427</b>	<b>259,427</b>	
81,721	2,048	-2,048	81,721	73,346		120,376	120,963	120,963	
134,946	---	-2,898	132,048	130,407		136,289	138,464	138,464	
<b>Distribution by Fund and Object</b>									
State Aid:									
1,481	---	---	1,481	1,397	28	1,481	1,481	1,481	
4,200	2,000	---	6,200	6,190	29	4,200	4,200	4,200	
---	48	-48	---	---	29	---	---	---	
2,000	---	-2,000	---	---	29	2,442	2,540	2,540	
---	---	---	---	---	29	2,650	2,650	2,650	



## TREASURY

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Notwithstanding the provisions of P.L. 2004, c.40, or any other law to the contrary, the appropriation for Homestead Property Tax Rebates for Homeowners and Tenants is limited to the amount hereinabove appropriated, provided however, that in the event such amounts are not sufficient, there are appropriated from the Property Tax Relief Fund such additional sums as may be required for payment of such rebates, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amount hereinabove, there are appropriated from the Property Tax Relief Fund such additional sums as may be required for payments of property tax credits to homeowners and tenants pursuant to the "Property Tax Deduction Act," P.L. 1996, c.60 (C.54A:3A-15 et seq.).

### Language Recommendations -- State Aid - General Fund

There are appropriated such additional sums as may be certified to the Governor by the South Jersey Port Corporation as necessary to meet the requirements of the "South Jersey Port Corporation Debt Service Reserve Fund" under section 14 of P.L. 1968, c.60 (C.12:11A-14), the expenditure of which shall be subject to the approval of the Director of the Division of Budget and Accounting.

The State Treasurer may pay the amount hereinabove appropriated for the South Jersey Port Corporation Property Tax Reserve Fund directly to the city of Camden, any provision of law to the contrary notwithstanding and in the absence of an approved agreement between the corporation and the city pursuant to section 20 of P.L. 1968, c.60 (C.12:11A-20), upon notification from the Commissioner of the Department of Community Affairs that the payment is anticipated as revenue in any city budget adopted by the city with the approval of the Chief Operating Officer and the Director of Local Government Services in the Department of Community Affairs.

The amounts hereinabove for Highlands Protection Fund appropriations are payable from the receipts of the portion of the realty transfer fee directed to be credited to the Highlands Protection Fund. Further, the Department of Treasury may transfer funds as necessary between the Highlands Protection Fund - Incentive Planning Aid account and the Highlands Protection Fund - Regional Master Plan Compliance Aid account, subject to the approval of the Director of the Division of Budget and Accounting.

There is appropriated an amount not to exceed \$1,500,000 for expenses associated with municipal economic recovery efforts as determined by the chair of the Economic Recovery Board for Camden, subject to the approval of the Director of the Division of Budget and Accounting.

Such additional sums as may be necessary are appropriated to subsidize county and county authority debt service payments for environmental investments incurred pursuant to the "Solid Waste Management Act," P.L. 1970, c.39 (C.13:1E-1 et seq.) and the "Solid Waste Utility Control Act," P.L. 1970, c.40 (C.48:13A-1 et seq.) as determined by the State Treasurer based upon the need for such financial assistance after taking into account all financial resources available or attainable to pay such debt service. Such sums shall be subject to the approval of the Director of the Division of Budget and Accounting and shall be provided upon such terms and conditions as the State Treasurer may determine. The unexpended balance at the end of the preceding fiscal year in the Solid Waste Management - County Environmental Investment Debt Service Aid account is appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of the "Corporation Business Tax Act (1945)," P.L. 1945, c.162 (C.54:10A-1 et seq.), the sum apportioned to the several counties of the State shall not be distributed and shall be anticipated as revenue for general State purposes.

Notwithstanding the provisions of P.L. 1945, c.162 (C.54:10A-1 et seq.), the amounts collected from banking corporations pursuant to the "Corporation Business Tax Act (1945)" shall not be distributed to the counties and municipalities and shall be anticipated as revenue for general State purposes.

There is appropriated from the Energy Tax Receipts Property Tax Relief Fund the sum of \$788,492,000 and an amount not to exceed \$46,185,000 which is transferred from the Consolidated Municipal Property Tax Relief Aid (PTRF) account to the fund and shall be allocated to municipalities in accordance with the provisions of subsection b. of section 2 of P.L. 1997, c.167 (C.52:27D-439). Each municipality that receives an allocation from the amount so transferred shall have its allocation from the Consolidated Municipal Property Tax Relief Aid program reduced by the same amount. Of the amount herein appropriated from the Energy Tax Receipts Property Tax Relief Fund, an amount equal to \$25,000,000 shall be allocated to municipalities proportionately based on population, except that Newark and Jersey City shall each receive \$390,000 of the \$25,000,000 and Paterson shall receive \$375,000 of the \$25,000,000.

Notwithstanding the provisions of paragraph (1) of subsection c. of section 2 of P.L. 1997, c.167 (C.52:27D-439) to the contrary, the amount hereinabove appropriated for Energy Tax Receipts Property Tax Relief Fund payments shall be distributed on the following schedule: on or before August 1, 45% of the total amount due; September 1, 30% of the total amount due; October 1, 15% of the total amount due; November 1, 5% of the total amount due; and December 1, 5% of the total amount due.

The unexpended balance at the end of the preceding fiscal year from the taxes collected pursuant to P.L. 1940, c.4 (C.54:30A-16 et seq.) and P.L. 1940, c.5 (C.54:30A-49 et seq.) shall lapse.

There is appropriated from taxes collected from certain insurance companies, pursuant to the insurance tax act, so much as may be required for payments to counties pursuant to P.L. 1945, c.132 (C.54:18A-1 et seq.).

The Director of the Division of Budget and Accounting shall reduce amounts provided to any municipality from the appropriations hereinabove by the difference, if any, between pension contribution savings, and the amount of Consolidated Municipal Property Tax Relief Aid payable to such municipality.

**Language Recommendations -- State Aid - Property Tax Relief Fund**

In addition to the amount hereinabove, there is appropriated from the Property Tax Relief Fund such additional sums as may be required for State reimbursement to municipalities for senior and disabled citizens' and veterans' property tax deductions.

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

Such additional sums as may be required for Police and Firemen's Retirement System - Post Retirement Medical are appropriated, as the Director of the Division of Budget and Accounting shall determine.

**70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL**  
**76. MANAGEMENT AND ADMINISTRATION**

**OBJECTIVES**

1. To develop and exercise policy control over agency program planning and management, fiscal administration and personnel management in the Department of the Treasury.
2. To provide fiscal, personnel and other administrative and facilitating services to all agencies of the Department.
3. To assist all agencies of State government in securing grants and entitlements under various federal grant programs.
4. To enforce public contracts affirmative action regulations.
5. To manage the public finance activities in the State as effectively as possible.

and businesses afford equal opportunity in employment in performance of their contracts.

99. **Administration and Support Services.** Pursuant to NJSA 52:27B-8, the Office of the State Treasurer develops and exercises general policy and administrative control over the operations of the divisions and offices of the Department. The Administrative Division, the Fiscal Section, the Human Resources Section, and the Office of Treasury Technology provide fiscal, personnel, and other facilitating services for the Department of Treasury. The Federal Liaison Office represents the Governor and assists State agencies in negotiating with federal agencies for approval of grants and entitlements, in order to maximize New Jersey's share of total federal grant funds. It also maintains liaison with Congress, on behalf of the Governor and New Jersey government, in connection with proposed and pending federal legislation affecting the State and provides updated information on such matters to State agencies.

**PROGRAM CLASSIFICATIONS**

98. **Contract Compliance and Equal Employment Opportunity in Public Contracts.** Pursuant to P.L. 1975, c.127, the Division oversees all State, county and local units of government in the State to ensure contractors, subcontractors

**EVALUATION DATA**

	Actual FY 2003	Actual FY 2004	Revised FY 2005	Budget Estimate FY 2006
<b>PROGRAM DATA</b>				
<b>Administration and Support Services</b>				
Office of Treasury Technology Data				
Desktop Services				
Personal Computers Supported .....	2,296	1,749	1,800	1,900
Printers Supported .....	625	734	550	600
Help Desk Service Requests .....	6,550	5,984	6,000	6,200
Applications Support				
Applications Maintained .....	210	241	258	279
Help Desk Service Requests .....	750	679	535	500
Client Application Service Requests Received .....	120	226	260	275
Local Area Network Administration				
LAN Servers Supported .....	57	65	90	100
Users Supported .....	1,430	1,483	1,500	1,550
Help Desk Service Requests .....	1,837	1,845	1,900	1,925
LAN Printers Supported .....	265	270	260	270
Network Switches Supported .....	144	155	199	225
Network Hubs Supported .....	5	5	5	5
<b>PERSONNEL DATA</b>				
Affirmative Action Data				
Male Minority .....	265	277	281	282
Male Minority % .....	7.3	7.6	7.6	7.6
Female Minority .....	657	701	694	694
Female Minority % .....	18.1	19.2	18.4	18.4
Total Minority .....	922	978	975	976
Total Minority % .....	25.4	26.8	26.0	26.0

# TREASURY

	Actual FY 2003	Actual FY 2004	Revised FY 2005	Budget Estimate FY 2006
<b>Position Data</b>				
Filled Positions by Funding Source				
State Supported .....	254	265	272	262
All Others .....	14	15	15	14
Total Positions .....	268	280	287	276
Filled Positions by Program Class				
Contract Compliance and Equal Employment Opportunity in Public Contracts .....	24	25	23	20
Administration and Support Services .....	244	255	264	256
Total Positions .....	268	280	287	276

**Notes:**

Actual payroll counts are reported for fiscal years 2003 and 2004 as of December and revised fiscal year 2005 as of September. The Budget Estimate for fiscal year 2006 reflects the number of positions funded.

**APPROPRIATIONS DATA**  
(thousands of dollars)

Year Ending June 30, 2004					Year Ending June 30, 2006			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2005 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Program</b>								
1,463	---	182	1,645	1,643				
					98	1,763	1,763	1,763
10,038	1,337	2,866	14,241	13,923				
					99	11,823	11,325	11,325
<b>11,501</b>	<b>1,337</b>	<b>3,048</b>	<b>15,886</b>	<b>15,566</b>		<b>13,586<sup>(a)</sup></b>	<b>13,088</b>	<b>13,088</b>
<b>Distribution by Fund and Object</b>								
Personal Services:								
9,075	---	1,684	10,759	10,753		10,995	10,963	10,963
9,075	---	1,684	10,759	10,753		10,995	10,963	10,963
93	---	55	148	147		93	65	65
2,245	---	612	2,857	2,603		2,160	1,972	1,972
65	---	41	106	106		65	65	65
Special Purpose:								
23	---	---	23	23				
					99	23	23	23
---	---	---	---	---				
					99	250 <sup>S</sup>	---	---
---	26	---	26	---				
					99	---	---	---
---	1,075 <sup>R</sup>	92	1,167	1,167				
---	236	564	800	767				
<b><u>GRANTS-IN-AID</u></b>								
<b>Distribution by Fund and Program</b>								
---	38	33	71	25				
					99	7,000	---	---
<b>---</b>	<b>38</b>	<b>33</b>	<b>71</b>	<b>25</b>		<b>7,000</b>	<b>---</b>	<b>---</b>
<b>Distribution by Fund and Object</b>								
Grants:								
---	---	25	25	25				
					99	---	---	---

**TREASURY**

Year Ending June 30, 2004					Year Ending June 30, 2006			
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	Prog. Class.	2005 Adjusted Approp.	Requested	Recommended
					<b>GRANTS-IN-AID</b>			
---	---	8	8	---	Sallie Mae Community Outreach Programs	99	---	---
---	---	---	---	---	Cultural Projects	99	4,000	---
---	---	---	---	---	NJ Competitiveness Fund	99	3,000	---
---	12	---	12	---	Burlington County - New Jersey EcoComplex	99	---	---
---	1	---	1	---	Puerto Rican Congress - Digital Technological Media Arts Center	99	---	---
---	25	---	25	---	South County Recreational and Educational Foundation (Hunterdon) - Recreation	99	---	---
<b>11,501</b>	<b>1,375</b>	<b>3,081</b>	<b>15,957</b>	<b>15,591</b>	<b>Grand Total State Appropriation</b>	<b>20,586</b>	<b>13,088</b>	<b>13,088</b>
					<b>OTHER RELATED APPROPRIATIONS</b>			
<b>374,428</b>	<b>---</b>	<b>3,840</b>	<b>378,268</b>	<b>374,886</b>	<b>Total Debt Service</b>	<b>378,293</b>	<b>156,433</b>	<b>156,433</b>
					<b>All Other Funds</b>			
---	5,020	---	---	---	Administration and Support Services	99	---	---
---	32,942 <sup>R</sup>	-5,800	32,162	28,395		---	33,006	33,006
---	37,962	-5,800	32,162	28,395	<b>Total All Other Funds</b>	<b>33,005</b>	<b>33,006</b>	<b>33,006</b>
<b>385,929</b>	<b>39,337</b>	<b>1,121</b>	<b>426,387</b>	<b>418,872</b>	<b>GRAND TOTAL ALL FUNDS</b>	<b>431,884</b>	<b>202,527</b>	<b>202,527</b>

**Notes -- Direct State Services - General Fund**

- (a) The fiscal year 2005 appropriation has been adjusted for the allocation of salary program.
- (b) Additional sums in the amount of \$468,000 are provided in the recommended amounts for State departments that receive direct services from the Federal Liaison Office in Washington, D.C.

**Language Recommendations -- Direct State Services - General Fund**

There are appropriated from the investment earnings of general obligation bond proceeds, such sums as may be necessary for the payment of debt service administrative costs.

There is appropriated from revenue estimated to be received as a fee in connection with the issuance of debt an amount not to exceed \$700,000 to provide funds for public finance activities.

There are appropriated from revenue to be received from investment earnings of State funds, from fees in connection with the cost of debt issuance and from service fees billed to State authorities, such sums as may be required for public finance activities.

Pursuant to the provisions of P.L.1999, c.12 (C.54A:9-25.12 et seq.) deposits made to the "Drug Abuse Education Fund" and the unexpended balance at the end of the preceding fiscal year of such deposits are appropriated for collection or administration costs of the Department of Treasury and for transfer to the Department of Education such sums as are necessary for Project DARE (Drug Abuse Resistance Education), subject to the approval of the Director of the Division of Budget and Accounting.

An amount equivalent to the amount due to be paid in fiscal year 2006 to the State by the Port Authority of New York and New Jersey pursuant to the regional economic development agreement dated January 1, 1990 among the States of New York and New Jersey and the Port Authority of New York and New Jersey is appropriated to the Economic Recovery Fund established pursuant to section 3 of P.L.1992, c.16 (C.34:1B-7.12) for the purposes of P.L.1992, c.16 (C.34:1B-7.10 et seq.).

Notwithstanding the provisions of any law to the contrary, there are appropriated from the "Drug Enforcement and Demand Reduction Fund" such sums as may be required to provide for the administrative expenses of the Governor's Council on Alcoholism and Drug Abuse and for programs and grants to other agencies, subject to the approval of the Director of the Division of Budget and Accounting.

Fees collected on behalf of the Contract Compliance and Equal Employment Opportunity in Public Contracts program and the unexpended balance at the end of the preceding fiscal year of such fees are appropriated for program costs, subject to allotment by the Director of the Division of Budget and Accounting.

There are appropriated such additional sums as may be required to pay for the operating expenses of the Casino Revenue Fund Advisory Commission, subject to the approval of the Director of the Division of Budget and Accounting.

**80. SPECIAL GOVERNMENT SERVICES  
82. PROTECTION OF CITIZENS' RIGHTS**

**OBJECTIVES**

1. To provide representation for the citizens of New Jersey in their dealings with departments and agencies of State government, other governmental agencies, and the private sector.
2. To provide for the realization of the constitutional guarantees of counsel in criminal cases for indigent defendants (C2A:158A-1 et seq.).

**PROGRAM CLASSIFICATIONS**

06. **Appellate Services to Indigents.** Provides that every adult and juvenile found guilty after trial is permitted a direct appeal from that conviction or adjudication. Most of the referrals to the Appellate section come from trial regions. In addition, direct applications are received for services at the appellate level. The Appellate section files notices of appeal within a court-mandated time period, orders transcripts and assigns an attorney who then reviews the transcript, interviews defendants, files motions, and does the research necessary to identify the problems raised in the transcript. Representation is provided in both State and federal courts.
57. **Trial Services to Indigents and Special Programs.** Represents those indigent defendants who have been charged with indictable offenses and those indigent juveniles whose cases have been assigned to the formal calendar. The activity of the attorneys, investigative, and clerical staff begins with

this assignment. The court assignment is received and after indigency review, the case is opened, interviews are scheduled, and an investigation is initiated. The assigned attorney prepares the case and enters into the necessary negotiations, trial, and sentencing proceedings. The recent enactment of Megan's Law necessitates the Public Defender to provide representation of indigent offenders in notification hearings. The Intensive Supervision program, operated by the Administrative Office of the Courts, is supported by Public Defender staff at probation violation hearings.

58. **Mental Health Screening Services.** Provides representation for indigent individuals who are involuntarily committed to facilities beyond an initial 20-day period.
61. **Dispute Settlement.** Provides mediation and other neutral dispute resolution services in order to resolve disputes involving important public issues such as the environment, housing, and resource allocation. The office is based on the premise that alternative dispute resolution procedures such as mediation often allow for a faster, less expensive, and higher quality resolution of public disputes than traditional litigation.
99. **Administration and Support Services.** Provides centralized supervision and policy planning for the Office of the Public Defender. Budgetary policy is provided to allocate resources among the priorities. Administrative support is provided in the areas of personnel, accounting, budgeting, purchasing, statistical evaluation, and a central research unit, library, and motor pool.

**EVALUATION DATA**

<b>PROGRAM DATA</b>	<b>Actual FY 2003</b>	<b>Actual FY 2004</b>	<b>Revised FY 2005</b>	<b>Budget Estimate FY 2006</b>
<b>Appellate Services to Indigents</b>				
Cases open (July 1) .....	1,773	1,664	1,977	2,006
Added .....	1,935	2,115	2,115	2,115
Closed .....	2,044	1,802	2,086	2,086
Open (June 30) .....	1,664	1,977	2,006	2,035
Backlog (months) .....	10.3	11.2	11.4	11.5
Excessive Sentence Program Dispositions .....	627	737	737	737
Briefs filed .....	987	771	987	987
Dismissals .....	430	294	362	362
Reversals and modifications .....	240	216	216	216
Percent appeals from adverse trial decisions .....	2.43	2.80	2.18	2.18
<b>Trial Services to Indigents and Special Programs</b>				
Cases open (July 1) .....	40,096	44,015	52,445	56,511
Added .....	80,855	81,002	81,002	81,002
Closed .....	76,936	72,572	76,936	76,936
Open (June 30) .....	44,015	52,445	56,511	60,577
Backlog (months) .....	6.5	7.8	8.4	9.0
<b>Parental Representation Unit - Title 9</b>				
Cases open (July 1) .....	3,218	4,868	6,859	7,135
Added .....	3,754	4,262	4,262	4,262
Closed .....	2,104	2,271	3,986	4,258
Open (June 30) .....	4,868	6,859	7,135	7,139
<b>Parental Representation Unit - Title 30</b>				
Cases open (July 1) .....	899	1,170	1,532	1,608
Added .....	929	902	902	902
Closed .....	658	540	826	826
Open (June 30) .....	1,170	1,532	1,608	1,684

	Actual FY 2003	Actual FY 2004	Revised FY 2005	Budget Estimate FY 2006
<b>Law Guardian - Title 9</b>				
Cases open (July 1) .....	7,503	7,590	8,426	8,847
Added .....	5,338	6,502	6,502	6,502
Closed .....	5,251	5,666	6,081	6,496
Open (June 30) .....	7,590	8,426	8,847	8,853
Institutional Abuse investigations (DYFS) .....	169	211	211	211
<b>Law Guardian - Title 30</b>				
Cases open (July 1) .....	2,798	2,828	1,980	2,130
Added .....	1,192	1,349	1,776	1,776
Closed .....	1,162	2,197	1,626	1,626
Open (June 30) .....	2,828	1,980	2,130	2,280
<b>Special Hearings Unit - Megan's Law</b>				
Cases open (July 1) .....	177	273	318	331
Added .....	441	326	326	326
Closed .....	345	281	313	313
Open (June 30) .....	273	318	331	344
<b>Intensive Supervision Program (ISP) Staff</b>				
Cases open (July 1) .....	109	227	198	169
Added .....	1,460	1,387	1,387	1,387
Closed .....	1,342	1,416	1,416	1,416
Open (June 30) .....	227	198	169	140
<b>Mental Health Screening Services</b>				
<b>Regional Representation (Civil Commitment)</b>				
Cases Added .....	15,811	16,408	16,408	16,408
Cases Closed .....	14,551	15,117	15,117	15,117
Dispositions per staff attorney .....	1,004	945	945	945
<b>Sexual Offender Representation (Civil Commitment)</b>				
Cases Added .....	425	524	524	524
Cases Closed .....	210	322	322	322
<b>Dispute Settlement</b>				
Cases July 1 .....	96	89	89	89
Added .....	816	711	711	711
Closed .....	823	711	711	711
Cases June 30 .....	89	89	89	89
Dispositions per representative .....	150	130	130	130
<b>PERSONNEL DATA</b>				
<b>Affirmative Action Data</b>				
Male Minority .....	106	115	132	132
Male Minority % .....	11.0	11.4	11.6	11.6
Female Minority .....	268	292	336	336
Female Minority % .....	27.9	28.9	29.6	29.6
Total Minority .....	374	407	468	468
Total Minority % .....	38.9	40.2	41.2	41.2
<b>Position Data</b>				
<b>Filled Positions by Funding Source</b>				
State Supported .....	878	944	989	1,117
Federal .....	---	---	1	2
All Other .....	1	2	2	2
Total Positions .....	879	946	992	1,121
<b>Filled Positions by Program Class</b>				
Appellate Services to Indigents .....	61	66	68	73
Trial Services to Indigents and Special Programs .....	735	788	834	951
Mental Health Screening Services .....	43	51	52	60
Dispute Settlement .....	7	8	8	7
Administration and Support Services .....	33	33	30	30
Total Positions .....	879	946	992	1,121

# TREASURY

## Notes:

Actual payroll counts are reported for fiscal years 2003 and 2004 as of December and revised fiscal year 2005 as of September. The Budget Estimates for fiscal year 2006 reflects the number of positions funded.

### APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2004					Year Ending June 30, 2006			
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Total Expended	Prog. Class.	2005 Adjusted Approp.	Requested	Recommended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Program</b>								
7,617	169	-88	7,698	7,530	06	8,781	8,781	8,781
65,669	1,036	1,405	68,110	68,002				
					57	72,436	75,874	75,874
3,161	157	-275	3,043	2,941	58	3,340	3,340	3,340
342	41	25	408	403	61	360	360	360
2,248	8	160	2,416	2,414	99	2,365	2,365	2,365
<b>79,037</b>	<b>1,411</b>	<b>1,227</b>	<b>81,675</b>	<b>81,290</b>		<b>87,282<sup>(a)</sup></b>	<b>90,720</b>	<b>90,720</b>
<b>Distribution by Fund and Object</b>								
Personal Services:								
47,945	413 13 <sup>R</sup>	5,464	53,835	53,835		57,407	57,407	57,407
47,945	426	5,464	53,835	53,835		57,407	57,407	57,407
741	108	-10	839	779		754	754	754
22,214	345	-4,807	17,752	17,517		20,932	23,532	23,532
438	16	231	685	684		557	557	557
Special Purpose:								
4,889	53	189	5,131	5,111	57	4,722	4,722	4,722
184	53	-38	199	180	57	193	193	193
1,720	97	62	1,879	1,877	57	1,803	1,803	1,803
---	---	---	---	---	57	---	838	838
602	59	32	693	648	58	626	626	626
64	---	---	64	64	99	64	64	64
240	254	104	598	595		224	224	224
<b><u>GRANTS-IN-AID</u></b>								
<b>Distribution by Fund and Program</b>								
12,000	---	---	12,000	12,000	57	16,400	16,400	16,400
<b>12,000</b>	<b>---</b>	<b>---</b>	<b>12,000</b>	<b>12,000</b>		<b>16,400</b>	<b>16,400</b>	<b>16,400</b>
<b>Distribution by Fund and Object</b>								
Grants:								
4,000	---	---	4,000	4,000	57	8,400	8,400	8,400
8,000	---	---	8,000	8,000	57	8,000	8,000	8,000
<b>91,037</b>	<b>1,411</b>	<b>1,227</b>	<b>93,675</b>	<b>93,290</b>		<b>103,682</b>	<b>107,120</b>	<b>107,120</b>

**TREASURY**

Year Ending June 30, 2004					Year Ending June 30, 2006				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2005 Adjusted Approp.	Requested	Recom- mended	
<b>OTHER RELATED APPROPRIATIONS</b>									
<b>Federal Funds</b>									
1,228	---	---	1,228	1,228	57	1,228	1,228	1,228	
<u>223</u>	---	---	<u>223</u>	<u>223</u>	58	<u>223</u>	<u>223</u>	<u>223</u>	
<u>1,451</u>	---	---	<u>1,451</u>	<u>1,451</u>	<b>Total Federal Funds</b>		<u>1,451</u>	<u>1,451</u>	
<b>All Other Funds</b>									
---	<sup>1</sup> 342 <sup>R</sup>	---	343	335	61	309	309	309	
---	<u>343</u>	---	<u>343</u>	<u>335</u>	<b>Total All Other Funds</b>		<u>309</u>	<u>309</u>	
<u>92,488</u>	<u>1,754</u>	<u>1,227</u>	<u>95,469</u>	<u>95,076</u>	<b>GRAND TOTAL ALL FUNDS</b>		<u>108,880</u>	<u>108,880</u>	

**Notes -- Direct State Services - General Fund**

(a) The fiscal year 2005 appropriation has been adjusted for the allocation of salary program.

**Language Recommendations -- Direct State Services - General Fund**

Sums provided for legal and investigative services are available for payment of obligations applicable to prior fiscal years.

In addition to the amount hereinabove for the operation of the Public Defender's office there are appropriated additional sums as may be required for Trial and Appellate services to indigents, the expenditure of which shall be subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding any other provision of law, no State funds are appropriated to fund the expenses associated with the legal representation of persons before the State Parole Board or the Parole Bureau.

Lawsuit settlements and legal costs awarded by any court to the Office of the Public Defender are appropriated for the expenses associated with the representation of indigent clients.

The funds appropriated to the Office of the Public Defender are available for expenses associated with the defense of pool attorneys hired by the Public Defender for the representation of indigent clients.

The unexpended balances at the end of the preceding fiscal year are appropriated subject to the approval of the Director of the Division of Budget and Accounting.

**Language Recommendations -- Grants-In-Aid - General Fund**

Receipts in excess of the amount hereinabove for Legal Services of New Jersey - Legal Assistance in Civil Matters, P.L.1996, c.52, are appropriated for the same purposes, subject to the approval of the Director of the Division of Budget and Accounting.

**80. SPECIAL GOVERNMENT SERVICES  
82. PROTECTION OF CITIZENS' RIGHTS  
2029. PUBLIC ADVOCATE**

**OBJECTIVES**

1. To provide clear policy guidance and execution for the programs of the Public Advocate.
2. To provide advocacy functions for the citizens of New Jersey in their dealings with departments and agencies of State government, other governmental agencies and regulated industries.

**PROGRAM CLASSIFICATIONS**

64. Public Advocate. The Public Advocate touches the lives of virtually every New Jersey citizen. The Public Advocate's role is to investigate waste, mismanagement, and inefficiencies in State government in relationship to its advocacy functions; providing effective advocacy on behalf of children, the elderly, ratepayers, and the "voiceless". Provides citizens with answers about government services, resolves disputes, and prioritizes mediation throughout the Department and other State agencies.

**APPROPRIATIONS DATA  
(thousands of dollars)**

<u>Year Ending June 30, 2004</u>					<u>Year Ending June 30, 2006</u>				
<b>Orig. &amp; (S)Supple- mental</b>	<b>Reapp. &amp; (R)Recpts.</b>	<b>Transfers &amp; (E)Emer- gencies</b>	<b>Total Available</b>	<b>Expended</b>	<b>Prog. Class.</b>	<b>2005 Adjusted Approp.</b>	<b>Requested</b>	<b>Recom- mended</b>	
---	---	---	---	---	---	---	---	---	---
---	---	---	---	---	---	---	---	---	---
					<b><u>DIRECT STATE SERVICES</u></b>				
					<b>Distribution by Fund and Program</b>				
---	---	---	---	---	64	---	2,000	2,000	2,000
---	---	---	---	---	---	---	2,000	2,000	2,000
					<b>Distribution by Fund and Object</b>				
					Special Purpose:				
---	---	---	---	---	64	---	2,000	2,000	2,000
---	---	---	---	---	---	---	2,000	2,000	2,000
					<b>Grand Total State Appropriation</b>				

**Language Recommendations -- Direct State Services - General Fund**

Of the amounts hereinabove appropriated for the operations of the Public Advocate, such sums as are required for employee benefits, including fringe and indirect costs, shall be transferred to the Interdepartmental account for costs attributable to the staff and operations of the Public Advocate, subject to the approval of the Director of the Division of Budget and Accounting.