



State of New Jersey

Department of the Treasury

For Immediate Release:
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State Revenues Continue Downward Trend

TRENTON – State Treasurer David Rousseau reported today that State revenue collections for January fell more than \$500 million short of budget projections for FY 09. The January collections mean that the current year shortfall -- estimated in early January at \$2.1 billion -- will be revised upward.

“Our revenue collections reflect the pervasive impact from the global economic crisis,” said Treasurer Rousseau, noting that collections for nearly every revenue source came in below estimates for January. “Based on January’s activity, we will clearly need to revise the projected shortfall for the fiscal year ending June 30 of this year.”

For January, revenues totaled \$2.4 billion, which is \$526 million (-17.7 percent) under targets for the month. Among the major revenues, the most significant decline was in the Gross Income Tax, which came in \$229.9 million (-13.8 percent) below targets. At \$475 million, the Sales Tax fell \$119.9 million (-20.2 percent) below estimates. Corporation Business Tax collections totaled only \$13.7 million for the month, which is \$111.2 million (-89 percent) under projections.

Through January, total revenues, marked by a \$635 million shortfall in the Gross Income Tax, are \$1.33 billion under targets for FY 09.

“Collections from the holiday period are materially vital to the fiscal soundness of the current year budget, and serve as key building blocks for next year’s budget. While work continues on the FY 10 budget, we have made more difficult decisions to again rebalance FY 09 so that our spending is fully in line with revenues,” Rousseau said.

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STATE OF NEW JERSEY
MONTH AND YEAR-TO-DATE CASH COLLECTIONS
Fiscal 2009 - January 2009 VERSUS 2008
(\$ Thousands)

JANUARY		% Change		JANUARY - YTD		% Change
2008	2009			2008	2009	
\$ 1,887,038	\$ 1,483,005	(21.4%)	Gross Income Tax	\$ 6,009,564	\$ 5,585,314	(7.1%)
846,899	749,018	(11.6%)	Sales	4,340,905	4,014,991	(7.5%)
136,749	13,795	(89.9%)	Corporation Business	1,495,088	1,190,107	(20.4%)
67,467	66,306	(1.7%)	Lottery	498,101	482,216	(3.2%)
50,885	45,835	(9.9%)	Motor Fuels	287,664	273,667	(4.9%)
29,712	39,401	32.6%	Motor Vehicle Fees (b)	54,431	91,216	67.6%
59,339	45,856	(22.7%)	Transfer Inheritance	417,238	424,373	1.7%
33,534	24,889	(25.8%)	Casino Revenue	235,253	207,399	(11.8%)
(2,531)	4,186	359.9%	Insurance Premium	(10,213)	13,206	229.3%
-	-	-	Cigarette (a)	-	-	-
19,917	20,051	0.7%	Petroleum Products Gross Receipts	118,921	114,641	(3.6%)
1,512	(14,006)	(1026.3%)	Corp. Banks & Financial Institutions	46,805	33,857	(27.7%)
18,724	19,333	3.3%	Alcoholic Beverage Excise	48,633	49,422	1.6%
22,442	14,551	(35.2%)	Realty Transfer	184,913	123,782	(33.1%)
1,392	823	(40.9%)	Tobacco Products Wholesale Sales (a)	7,496	7,622	1.7%
-	-	-	Public Utility	-	-	-
\$ 3,173,079	\$ 2,513,043	(20.8%)	Total Major Revenues	\$ 13,734,799	\$ 12,611,813	(8.2%)

(a) Pursuant to P.L. 06-37, revenue collections of \$370.0 million from the cigarette and tobacco products wholesale sales taxes are deposited in the Health Care Subsidy Fund starting with fiscal year 2007. Pursuant to P.L. 04-69 \$0.0325 per cigarette is dedicated to pay debt service on the Cigarette Securitization Bonds.

(b) Pursuant to P.L. 03-13, \$209.4 million of FY 2009 Motor Vehicle Fee collections are dedicated to the New Jersey Motor Vehicle Commission.

STATE OF NEW JERSEY
REVENUE SOURCE
BUDGET VERSUS EARNED
MONTH OF JANUARY 2009
(\$ Thousands)

Revenue Source	JANUARY		Variance	% Variance
	Budget	Earned	Over/(Under) Budget	Over/(Under) Budget
Gross Income	\$ 1,667,000	\$ 1,437,005	\$ (229,995)	(13.8%)
Sales	595,000	475,018	(119,982)	(20.2%)
Corporation Business	125,000	13,795	(111,205)	(89.0%)
Lottery	71,700	66,306	(5,394)	(7.5%)
Motor Fuels	45,500	40,935	(4,565)	(10.0%)
Motor Vehicle Fees (b)	45,400	39,401	(5,999)	(13.2%)
Transfer Inheritance	60,000	45,856	(14,144)	(23.6%)
Casino Revenue	33,700	24,889	(8,811)	(26.1%)
Insurance Premium	-	4,186	4,186	-
Cigarette (a)	-	-	-	-
Petroleum Products Gross Receipts	18,100	18,151	51	0.3%
Corp. Banks & Financial Institutions	1,300	(14,006)	(15,306)	(1177.4%)
Alcoholic Beverage Excise	200	1,333	1,133	566.5%
Realty Transfer	24,700	9,051	(15,649)	(63.4%)
Tobacco Products Wholesale Sales (a)	1,600	823	(777)	(48.6%)
Public Utility	-	-	-	-
Total	\$ 2,689,200	\$ 2,162,743	\$ (526,457)	(19.6%)
All Other	277,200	277,329	129	0.0%
Total Revenues	\$ 2,966,400	\$ 2,440,072	\$ (526,328)	(17.7%)

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STATE OF NEW JERSEY
REVENUE SOURCE
BUDGET VS EARNED
FOR THE SEVEN MONTHS ENDING JANUARY 31, 2009
(\$ Thousands)

Revenue Source	January		Variance Over/(Under) Budget	% Variance Over/(Under) Budget
	Budget	Earned		
Gross Income	\$ 6,717,000	\$ 6,081,314	\$ (635,686)	(9.5%)
Sales	4,978,000	4,609,991	(368,009)	(7.4%)
Corporation Business	1,392,000	1,190,107	(201,893)	(14.5%)
Lottery	491,600	482,216	(9,384)	(1.9%)
Motor Fuels	329,700	319,167	(10,533)	(3.2%)
Motor Vehicle Fees (b)	134,100	91,216	(42,884)	(32.0%)
Transfer Inheritance	398,700	424,373	25,673	6.4%
Casino Revenue	235,500	207,399	(28,101)	(11.9%)
Insurance Premium	1,900	13,206	11,306	595.1%
Cigarette (a)	-	-	-	-
Petroleum Products Gross Receipts	136,600	132,741	(3,859)	(2.8%)
Corp. Banks & Financial Institutions	37,100	33,857	(3,243)	(8.7%)
Alcoholic Beverage Excise	49,100	49,622	522	1.1%
Realty Transfer	217,800	148,482	(69,318)	(31.8%)
Tobacco Products Wholesale Sales (a)	8,800	7,622	(1,178)	(13.4%)
Public Utility	-	-	-	-
Total	\$ 15,127,900	\$ 13,791,313	\$ (1,336,587)	(8.8%)
All Other	1,940,100	1,937,364	(2,736)	(0.1%)
Total Revenues	\$ 17,068,000	\$ 15,728,677	\$ (1,339,323)	(7.8%)

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Rebalancing FY 2009 Budget

February 17, 2009

Overview

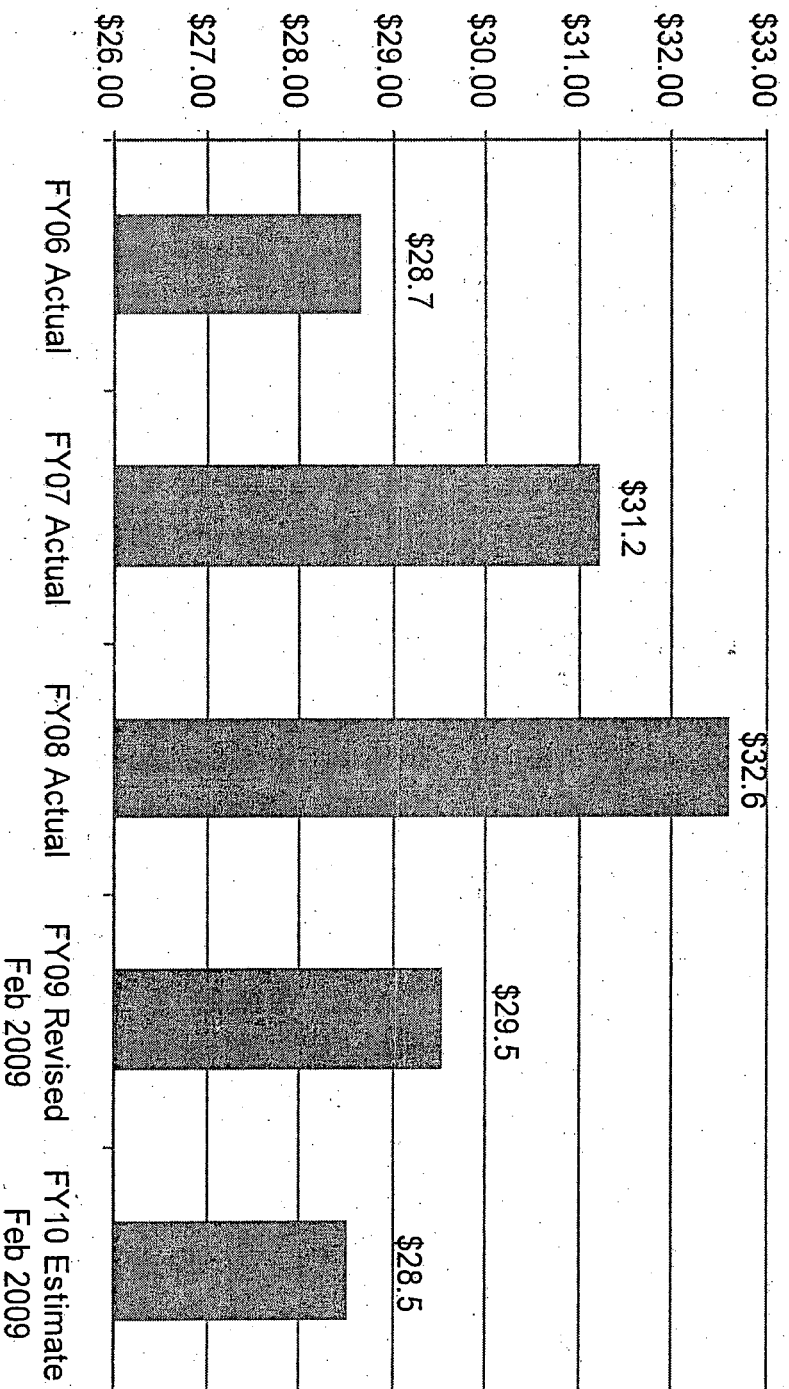
- Since announcement in January the impact of the national and global economic crisis has grown deeper in New Jersey and across the nation
- The current estimate is that the State faces a \$3.6 billion shortfall from the original budget
 - \$2.8 billion decline in revenue - \$1.1 billion more than estimated on January 2nd
 - \$600 million increase in spending including \$270 million to avoid increase in Unemployment Insurance Tax on employers, primarily small businesses
 - \$135 million to offset decision to use debt reduction fund to pay for economic recovery plan and to balance current budget

FY 2009 Revenues

(January and February estimates combined)

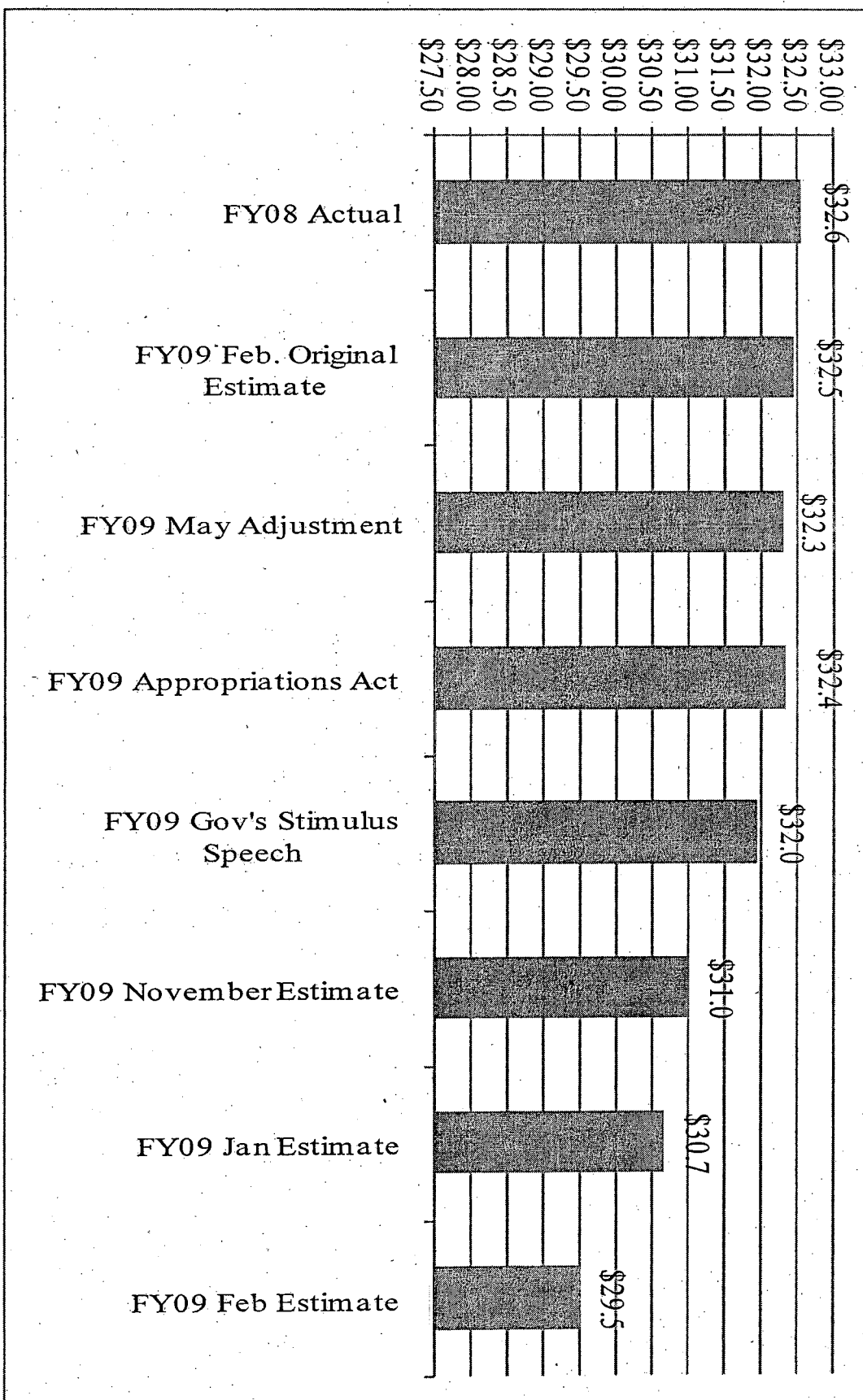
- Total revenues revised down from \$32.4 billion to \$29.5 billion – decrease of \$2.8 billion – 8.7% less than projected
- Income tax revised down from \$12.7 billion to \$11.25 billion – decrease of \$1.45 billion – 11.4% decline
- Sales tax revised down from \$8.6 billion to \$7.9 billion – decrease of \$653 million – 7.6% decline
- Corporate tax revised down from \$2.7 billion to \$2.35 billion – decrease of \$320 million – 12% decline
- Other revenues revised down from \$8.4 billion to \$8.0 billion – decrease of \$405 million – 4.8% decline

History of Revenues During the Corzine Administration

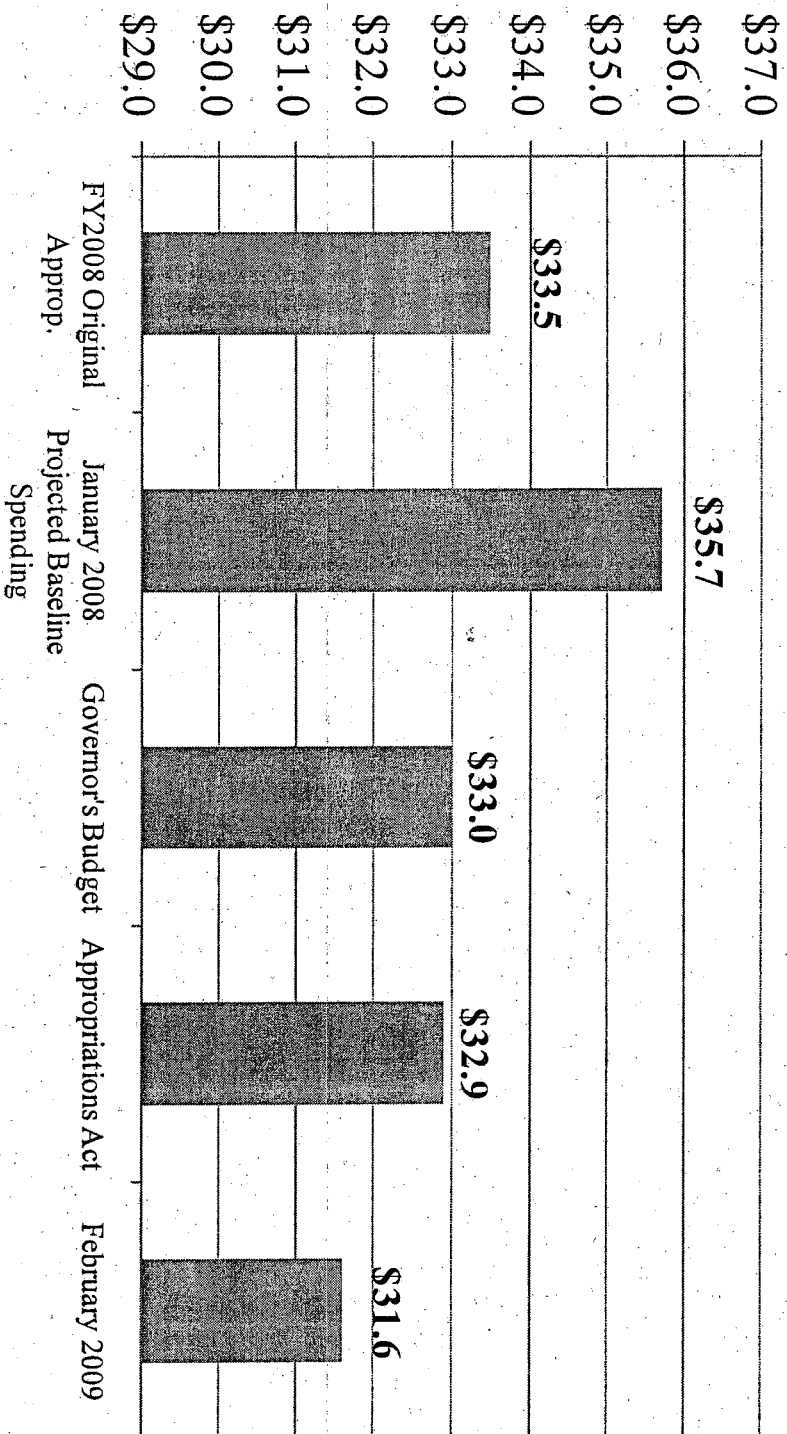


History of FY 2009 Revenues

(\$ in Billions)



FY 09 Budget History



Summary of Actions

(In Thousands)

	Added		
	Jan 2nd	Feb 17	Total
Budget Cuts	\$ 812,199	\$ 472,943	\$ 1,285,142
Transfer from Long Term Obligation and Capital Expenditure Fund to Property Tax Relief Fund	365,000	-	365,000
Use of Rainy Day Fund	275,000	178,652	453,652
Use of Long Term Obligation and Capital Expenditure Fund for Debt Service	135,000	-	135,000
FY 08 Added Surplus	208,000	-	208,000
Federal Medicaid	300,000	300,000	600,000
Additional Federal Stimulus		250,000	250,000
Balances Redirected from Trust Funds		156,876	156,876
Tax Amnesty		100,000	100,000
Total	<u>\$ 2,095,199</u>	<u>\$ 1,458,471</u>	<u>\$ 3,553,670</u>

Rebalancing the FY 2009 Budget

(January and February actions combined)

- \$3.6 billion combined revenue and spending shortfall
- \$1.3 billion in mid year spending cuts on top of the \$600 million enacted in June
- \$500 million shifted from Long Term Obligation Fund
- \$450 million from the projected \$600 million Rainy Day Fund - \$150 million will remain as surplus
- \$208 million increase in FY 2008 closing surplus due to aggressive management of the FY 2008 close out process
- \$850 million assumed from federal stimulus package
- \$100 million from a tax amnesty program
- \$150 million in balances redirected from trust funds

Summary of Problems

(In Thousands)

	Added		
	Jan 2nd	Feb 17	Total
Revenue Shortfall	\$ 1,683,000	\$ 1,146,189	\$ 2,829,189
Added Spending Needs	276,308	42,282	318,590
Payment to UI Fund	-	270,000	270,000
Debt Service	135,000	-	135,000
Total	<u>2,094,308</u>	<u>1,458,471</u>	<u>3,552,779</u>

FY09 SUMMARY OF ALL REDUCTIONS
(Amounts in Thousands)

	Jan 2 Amount	Feb 17 Amount	Total Amount
LEGISLATURE			
STATE COMMISSION OF INVESTIGATION			
Expenses of the Commission	(\$1,500)	\$0	(\$1,500)
State Commission of Investigation Subtotal	(\$1,500)	\$0	(\$1,500)
Legislature Subtotal	(\$1,500)	\$0	(\$1,500)
AGRICULTURE			
School Breakfast Program -Adjusted Spending Projection	(\$3,303)	\$0	(\$3,303)
Standardbred Breeders Awards	(\$350)	(\$250)	(\$600)
Conservation Assistance Program	(\$200)	\$0	(\$200)
Stormwater Discharge Permit Fees	(\$150)	\$19	(\$131)
Nursery Inspection Program	(\$75)	(\$12)	(\$87)
Shift of State Positions to Federal Programs	(\$66)	\$28	(\$38)
Suspension of the Jersey Fresh Advertising Grant Program	(\$50)	\$0	(\$50)
Beneficial Insect Laboratory	(\$25)	(\$22)	(\$47)
Cancel Contract Work and Shift to Existing State Employee	(\$24)	\$0	(\$24)
Soybean Integrated Pest Management	(\$8)	\$0	(\$8)
Renovations to the Phillip Alampi Insect Laboratory	(\$7)	\$0	(\$7)
Various Equipment Accounts	(\$5)	\$0	(\$5)
Conservation Cost Share Program	\$0	(\$46)	(\$46)
Department Subtotal	(\$4,263)	(\$283)	(\$4,546)
Agriculture Subtotal	(\$4,263)	(\$283)	(\$4,546)
COMMUNITY AFFAIRS			
State Rental Assistance Program -Adjusted Spending Projection	(\$47,000)	\$0	(\$47,000)
Special Municipal Aid and Extraordinary Aid - Pension Deferral Savings	(\$15,000)	\$0	(\$15,000)
Lead Hazard Control Assistance Fund - Adjusted Spending Projection	(\$6,000)	\$0	(\$6,000)
Sharing Available Resources Efficiently (SHARE) Grant Program	(\$5,200)	\$0	(\$5,200)
Consolidation Fund - Offset Rural Patrol Costs	(\$5,000)	\$0	(\$5,000)
Smart Future Planning Grants - Stop Awarding FY09 Grants	(\$1,885)	\$0	(\$1,885)
Downtown Business Improvement Loan Fund	(\$711)	\$0	(\$711)
Domestic Violence Training Cost Reimbursement - No Grant Awards for FY09	(\$250)	\$0	(\$250)
Reduced Cigarette Ignition Propensity Program	(\$193)	(\$3)	(\$196)
Contract Closeout	(\$175)	\$0	(\$175)
Historic Trust	(\$78)	\$10	(\$68)
Regional Efficiency Aid Program	(\$30)	\$0	(\$30)
Department Subtotal	(\$81,522)	\$7	(\$81,515)
Community Affairs Subtotal	(\$81,522)	\$7	(\$81,515)
CORRECTIONS			
Integrated Information Systems Development	(\$2,500)	\$0	(\$2,500)
State Facilities Education Act (SFEA)	(\$1,300)	\$0	(\$1,300)
Corrections Computerized Collection Fund	(\$687)	\$0	(\$687)
Work Release Fund	(\$258)	\$0	(\$258)
Integrated Information Systems Development Contract Closeout	(\$16)	\$0	(\$16)
State Match for Federal Grants	(\$10)	\$0	(\$10)

FY09 SUMMARY OF ALL REDUCTIONS
(Amounts in Thousands)

	Jan 2 Amount	Feb 17 Amount	Total Amount
Contract Closeout	(\$3)	\$0	(\$3)
Civilly Committed Sexual Offender Facility Surplus	\$0	(\$5,835)	(\$5,835)
Equipment Account Savings	\$0	(\$30)	(\$30)
FY09 Salary Savings From Non-Hiring	\$0	(\$10,888)	(\$10,888)
Department Subtotal	(\$4,774)	(\$16,753)	(\$21,527)
PAROLE BOARD			
FY09 Salary Savings From Non-Hiring	(\$1,849)	\$0	(\$1,849)
Institutional Parole Officer Reassignment	(\$560)	\$0	(\$560)
Stages to Enhance Parolee Success (STEPS) Program Efficiencies	(\$400)	\$0	(\$400)
Gang Suppression - Savings	(\$181)	\$0	(\$181)
Residential Assessment Center (RAC) Electronic Monitoring - Savings	(\$75)	\$0	(\$75)
Equipment Account Savings	\$0	(\$112)	(\$112)
Parole Board Subtotal	(\$3,065)	(\$112)	(\$3,177)
Corrections Subtotal	(\$7,839)	(\$16,865)	(\$24,704)
EDUCATION			
Pension Deferral Plan Savings	(\$75,000)	\$0	(\$75,000)
Integration Assistance Aid Savings	(\$3,000)	\$0	(\$3,000)
School District Deficit Relief Savings	(\$2,825)	(\$4,611)	(\$7,436)
Governor's Literacy Program	(\$700)	\$0	(\$700)
District and School Improvement Savings	(\$516)	\$0	(\$516)
Professional Development & Licensure	(\$409)	\$0	(\$409)
GED Program	(\$310)	\$0	(\$310)
Katzenbach School Renovation	(\$300)	\$0	(\$300)
NJ After 3 Savings	(\$250)	\$0	(\$250)
School Facilities Contract Closeout	(\$233)	\$0	(\$233)
Private School Tuition Reimbursements	(\$76)	\$0	(\$76)
Holocaust Commission Savings	(\$72)	\$0	(\$72)
National Teaching Standards Board Certification Savings	(\$64)	\$0	(\$64)
Nonpublic Aid	(\$44)	\$0	(\$44)
Community Relations Committee of the United Jewish Federation of Metrowest Savings	(\$30)	\$0	(\$30)
Internal Auditing Aid Savings	(\$25)	\$0	(\$25)
Italian-American Heritage Commission Savings	(\$25)	\$0	(\$25)
School District Bridge Loans Savings	(\$23)	\$0	(\$23)
Equipment Accounts	(\$20)	\$0	(\$20)
Adolescent Literacy	(\$11)	\$0	(\$11)
State Board of Education Expenses - Reduced Spending	(\$10)	\$0	(\$10)
Miscellaneous Awards	(\$7)	\$0	(\$7)
Capital Improvement - Reduced Spending	(\$2)	\$0	(\$2)
Charter School Aid - Adjusted Spending Projection	\$0	(\$1,995)	(\$1,995)
School Construction Debt Service - Adjusted Spending Projection	\$0	(\$7,445)	(\$7,445)
Department Subtotal	(\$83,952)	(\$14,051)	(\$98,003)
TEACHERS PENSIONS/SOCIAL SEC.			
Lower Than Expected Costs For Retiree Health Benefits	(\$38,500)	(\$8,842)	(\$47,342)

FY09 SUMMARY OF ALL REDUCTIONS
(Amounts in Thousands)

	Jan 2 Amount	Feb 17 Amount	Total Amount
Teachers Pensions/Social Sec. Subtotal	(\$38,500)	(\$8,842)	(\$47,342)
Education Subtotal	(\$122,452)	(\$22,893)	(\$145,345)
ENVIRONMENTAL PROTECTION			
Fringe Benefit Offset - Charge Corporate Business Tax Funded Programs and Shore Protection Funds for Associated Fringe Benefit Costs	(\$1,304)	\$0	(\$1,304)
Reduce General Fund Subsidy to Hunters and Anglers Fund	(\$1,000)	\$0	(\$1,000)
Shift Prior Year Capital Projects to Corporate Business Tax Dedication Funding	(\$1,000)	\$0	(\$1,000)
Clean Water Enforcement Act Funds	(\$982)	(\$470)	(\$1,452)
Environmental Infrastructure Program Administration	(\$700)	\$0	(\$700)
Payments In Lieu of Taxes (PILOT) - Savings	(\$281)	\$0	(\$281)
Mosquito Control Commission	(\$257)	(\$4)	(\$261)
Landscape Irrigation Contractor Certification	(\$200)	(\$166)	(\$366)
Various Dedicated Accounts	(\$190)	\$0	(\$190)
Geological Survey Maps & Publications	(\$130)	(\$65)	(\$195)
Various Capital Accounts Savings	(\$66)	\$0	(\$66)
Various Equipment Accounts	(\$61)	\$0	(\$61)
Fort Mott Ferry Lease Agreement	(\$60)	(\$28)	(\$88)
Land Use Map Sales	(\$60)	(\$22)	(\$82)
Adjust Corporate Business Tax Appropriations for New Revenue Projections	\$0	(\$13,432)	(\$13,432)
NJ Pollution Elimination System (NJPDES) Fees	\$0	(\$500)	(\$500)
Regional Greenhouse Gas Initiative	\$0	(\$640)	(\$640)
Shellfish Management	\$0	(\$350)	(\$350)
State Recycling Fund	\$0	(\$358)	(\$358)
Vehicle Purchases	\$0	(\$755)	(\$755)
Department Subtotal	(\$6,291)	(\$16,790)	(\$23,081)
HIGHLANDS WATER PROTECTION AND PLANNING COUNCIL			
Highlands Council - Adjusted Spending Projection	\$0	(\$100)	(\$100)
Highlands Water Protection and Planning Council Subtotal	\$0	(\$100)	(\$100)
Environmental Protection Subtotal	(\$6,291)	(\$16,890)	(\$23,181)
HEALTH & SENIOR SERVICES			
Community Health Centers	(\$14,700)	\$0	(\$14,700)
Early Intervention Program - Savings	(\$11,000)	(\$7,000)	(\$18,000)
Brain Injury Research Adjusted Spending Projection	(\$7,000)	\$0	(\$7,000)
Cancer Research - Savings	(\$7,000)	\$0	(\$7,000)
Horizon Third Party Liability Recoveries	(\$5,300)	\$0	(\$5,300)
Health Care Subsidy Fund Surplus	(\$3,000)	\$0	(\$3,000)
End Future Year Funding Within Contracts	(\$2,849)	\$445	(\$2,404)
Various Contract Closeouts	(\$1,547)	\$0	(\$1,547)
AIDS Drug Distribution Program	(\$1,200)	\$0	(\$1,200)
Community Health Centers	(\$500)	\$0	(\$500)
Health Care Facilities Improvement Fund	(\$400)	\$0	(\$400)
Audit Escrow Account	(\$360)	\$0	(\$360)
Tourette Syndrome Association of NJ	(\$250)	\$0	(\$250)

FY09 SUMMARY OF ALL REDUCTIONS
(Amounts in Thousands)

	Jan 2 Amount	Feb 17 Amount	Total Amount
Equipment	(\$232)	\$0	(\$232)
Healthy Mothers/Healthy Babies	(\$232)	\$232	\$0
Anti-Smoking Programs - Savings	(\$130)	\$0	(\$130)
NJ KidCare Outreach	(\$112)	\$0	(\$112)
Capital Construction	(\$89)	\$0	(\$89)
Third Party Provider - Savings	(\$67)	\$0	(\$67)
Court Settlement	(\$14)	\$0	(\$14)
Eliminate Forward Funding of Charity Care LEG REQUIRED	\$0	(\$25,500)	(\$25,500)
Hospital Asset Transformation Program	\$0	(\$1,112)	(\$1,112)
PAAD/Senior Gold Adjusted Spending Projection	\$0	(\$32,100)	(\$32,100)
Department Subtotal	(\$55,982)	(\$65,035)	(\$121,017)
Health & Senior Services Subtotal	(\$55,982)	(\$65,035)	(\$121,017)
HUMAN SERVICES			
ADDICTION SERVICES			
Needle Exchange Treatment - Savings	(\$2,500)	(\$6,902)	(\$9,402)
Various Contract Close Outs	(\$60)	\$0	(\$60)
Addiction Services	(\$26)	\$0	(\$26)
Alcohol Treatment Fund	\$0	(\$1,800)	(\$1,800)
Addiction Services Subtotal	(\$2,586)	(\$8,702)	(\$11,288)
COMMISSION FOR THE BLIND AND VISUALLY IMPAIRED			
Capital Projects	(\$100)	\$0	(\$100)
Contract Closeout	(\$3)	\$0	(\$3)
Discontinue Camp Marcella Lease	\$0	(\$171)	(\$171)
Commission for the Blind and Visually Impaired Subtotal	(\$103)	(\$171)	(\$274)
CENTRAL OFFICE			
Claims Reserve Surpluses	(\$10,182)	\$0	(\$10,182)
Capital Projects	(\$285)	\$0	(\$285)
Third Party Provider - Savings	(\$241)	\$0	(\$241)
Debt Service on Human Services Buses	(\$5)	\$0	(\$5)
Central Office Subtotal	(\$10,713)	\$0	(\$10,713)
DEVELOPMENTAL DISABILITIES			
Contract Closeouts and Efficiencies	(\$19,900)	\$0	(\$19,900)
Prior Year Community Provider Contract Recoveries	(\$17,000)	\$0	(\$17,000)
Community Services Waiting List Adjusted Spending Projection	(\$4,500)	(\$3,592)	(\$8,092)
Additional Federal Revenue from New Community Services Waiver	(\$2,000)	\$0	(\$2,000)
Central Office and Community Programs Equipment	(\$994)	\$0	(\$994)
Reduce Physician Staff at Developmental Centers	(\$670)	\$0	(\$670)
Capital Projects	(\$397)	\$0	(\$397)
Increased Employee Cost Sharing for Cafeteria Meals	(\$16)	\$0	(\$16)
Developmental Center Equipment - Savings	\$0	(\$562)	(\$562)
Developmental Disabilities Subtotal	(\$45,477)	(\$4,154)	(\$49,631)

FY09 SUMMARY OF ALL REDUCTIONS
(Amounts in Thousands)

	Jan 2 Amount	Feb 17 Amount	Total Amount
DISABILITY SERVICES			
Traumatic Brain Injury Fund Adjusted Spending Projection	(\$2,179)	\$0	(\$2,179)
Disability Services Subtotal	(\$2,179)	\$0	(\$2,179)
FAMILY DEVELOPMENT			
Information Technology- Savings	(\$5,200)	(\$1,000)	(\$6,200)
Substance Abuse - Savings	(\$4,169)	\$0	(\$4,169)
Mainframe Maintenance - Savings	(\$2,500)	\$0	(\$2,500)
Various Contract Closeout	(\$623)	\$0	(\$623)
Child Care Recoveries	(\$525)	\$0	(\$525)
Redundant Services for General Assistance Clients	(\$262)	\$0	(\$262)
Resizing the Responsible Parenting Program	(\$100)	\$0	(\$100)
Family Development Subtotal	(\$13,379)	(\$1,000)	(\$14,379)
MEDICAID			
Special Education Medicaid Initiative (SEMI) Federal Revenue	(\$4,036)	\$0	(\$4,036)
Pay Hospice Rate Instead of Nursing Home Rate for Hospice Services	(\$1,750)	\$0	(\$1,750)
Medicaid Administration Savings	(\$577)	\$0	(\$577)
Electronic Medical Records - More Federal Funds	(\$509)	\$0	(\$509)
Reduce Dispensing Fees Paid to Nursing Facility Pharmacies	(\$350)	\$0	(\$350)
Document Imaging Management System (DIMS) Implementation Delay	(\$293)	\$0	(\$293)
Medicaid Subtotal	(\$7,515)	\$0	(\$7,515)
MENTAL HEALTH SERVICES			
Suspension of Forward Funding for Next Year's Grants	(\$4,500)	\$0	(\$4,500)
Use of Federal Block Grant Funding to Offset State Community Care Appropriations	(\$2,700)	\$0	(\$2,700)
Non-Salary Account Savings - Various State Psychiatric Hospitals	(\$1,800)	\$0	(\$1,800)
Reduce Physician Staff at Psychiatric Hospitals	(\$670)	\$0	(\$670)
Suspension of Funding for Planned Medicare Part "D" Coordination Project	(\$644)	\$0	(\$644)
Capital Projects	(\$543)	\$0	(\$543)
Contract Efficiencies	(\$400)	\$0	(\$400)
Mental Health Stigma Council Activities	(\$215)	\$0	(\$215)
Eliminate Redundant Case Management Services	(\$94)	\$0	(\$94)
Increased Employee Cost Sharing for Cafeteria Meals	(\$38)	\$0	(\$38)
Contract Close Out	(\$2)	\$0	(\$2)
Mental Health Services Subtotal	(\$11,606)	\$0	(\$11,606)
Human Services Subtotal	(\$93,558)	(\$14,027)	(\$107,585)
LABOR AND WORKFORCE DEVELOPMENT			
Administrative Cost Recovery Account - Savings	(\$500)	(\$300)	(\$800)
Reduce Funding for Vocational Rehabilitation Placement Incentive Program	(\$438)	\$0	(\$438)
Reduce State Administration Costs	(\$254)	\$0	(\$254)
Contract Close Out	(\$17)	\$0	(\$17)
Reduce Workplace Standards Capital Improvements	(\$3)	\$0	(\$3)
Department Subtotal	(\$1,212)	(\$300)	(\$1,512)
Labor and Workforce Development Subtotal	(\$1,212)	(\$300)	(\$1,512)

FY09 SUMMARY OF ALL REDUCTIONS
(Amounts in Thousands)

	Jan 2 Amount	Feb 17 Amount	Total Amount
LAW & PUBLIC SAFETY			
Line of Credit Adjustment	(\$2,625)	(\$600)	(\$3,225)
Law Enforcement Officers Training and Equipment	(\$882)	\$0	(\$882)
Contract Closeout	(\$677)	\$0	(\$677)
Division of Civil Rights	(\$500)	(\$250)	(\$750)
Office of the Attorney General	(\$500)	(\$500)	(\$1,000)
Emergency Medical Services Helicopter Response Program	(\$422)	\$0	(\$422)
Computer Aided Dispatch Capital Project	(\$404)	\$0	(\$404)
State Police Equipment	(\$150)	\$0	(\$150)
Capital Projects - Savings	(\$132)	\$0	(\$132)
Criminal Disposition Commission	(\$100)	\$0	(\$100)
Sentencing Commission - Savings	(\$99)	\$0	(\$99)
Bureau of Securities	\$0	(\$2,500)	(\$2,500)
Division of Criminal Justice Materials and Supplies	\$0	(\$20)	(\$20)
Nuclear Facilities Security Detail	\$0	(\$800)	(\$800)
Department Subtotal	(\$6,491)	(\$4,670)	(\$11,161)
ELECTION LAW ENFORCEMENT			
Election Law Enforcement Commission - Savings	\$0	(\$882)	(\$882)
Election Law Enforcement Subtotal	\$0	(\$882)	(\$882)
STATE ETHICS COMMISSION			
State Ethics Commission - Savings	\$0	(\$230)	(\$230)
State Ethics Commission Subtotal	\$0	(\$230)	(\$230)
OFFICE OF HOMELAND SECURITY AND PREPAREDNESS			
Homeland Security Grants	(\$1,400)	(\$173)	(\$1,573)
Office of Homeland Security and Preparedness Subtotal	(\$1,400)	(\$173)	(\$1,573)
JUVENILE JUSTICE COMMISSION			
Third Party Provider - Savings	(\$288)	\$0	(\$288)
Capital Projects - Savings	(\$152)	\$0	(\$152)
Miscellaneous Accounts	(\$11)	\$0	(\$11)
Juvenile Justice Commission Subtotal	(\$451)	\$0	(\$451)
Law & Public Safety Subtotal	(\$8,342)	(\$5,955)	(\$14,297)
MILITARY & VETERANS AFFAIRS			
Paramus Multi-Purpose Room Project Cancelled due to No Federal Grant	(\$627)	\$0	(\$627)
Contract Closeout	(\$165)	\$0	(\$165)
Energy Program Receipts	(\$50)	\$0	(\$50)
Jersey City Armory Project Completed	(\$36)	\$21	(\$15)
Infrastructure Projects and Replacement Facility	(\$1)	\$0	(\$1)
Retention of US Military Infrastructure	(\$1)	\$0	(\$1)
Infrastructure Projects	\$0	(\$67)	(\$67)
Nuclear Facilities Security Detail Savings	\$0	(\$1,465)	(\$1,465)
Department Subtotal	(\$880)	(\$1,511)	(\$2,391)
Military & Veterans Affairs Subtotal	(\$880)	(\$1,511)	(\$2,391)

FY09 SUMMARY OF ALL REDUCTIONS
(Amounts in Thousands)

	Jan 2 Amount	Feb 17 Amount	Total Amount
PERSONNEL			
Contract Close Out	(\$89)	\$0	(\$89)
Department Subtotal	(\$89)	\$0	(\$89)
Personnel Subtotal	(\$89)	\$0	(\$89)
PUBLIC ADVOCATE			
OFFICE OF CHILD ADVOCATE			
Miscellaneous Accounts	(\$1,112)	\$0	(\$1,112)
Child Advocate	\$0	(\$54)	(\$54)
Contract Closeout	\$0	(\$3)	(\$3)
Office of Child Advocate Subtotal	(\$1,112)	(\$57)	(\$1,169)
OFFICE OF PUBLIC ADVOCATE			
Miscellaneous Accounts	(\$1,408)	\$0	(\$1,408)
Contract Closeouts	(\$99)	\$0	(\$99)
Office of Public Advocate Subtotal	(\$1,507)	\$0	(\$1,507)
Public Advocate Subtotal	(\$2,619)	(\$57)	(\$2,676)
STATE			
COMMISSION ON HIGHER EDUCATION			
Higher Education for Special Needs Students - Savings	(\$356)	\$0	(\$356)
Education of Language Minority Students - Savings	(\$84)	\$0	(\$84)
Commission on Higher Education Subtotal	(\$440)	\$0	(\$440)
Voter Verified Paper Audit Trail - Shift to Pilot Program	(\$19,000)	\$0	(\$19,000)
Presidential Primary - Savings	(\$126)	\$0	(\$126)
Dept of State Equipment Accounts - Savings	(\$65)	\$0	(\$65)
Department of State Miscellaneous Accounts	(\$38)	\$0	(\$38)
Contract Closeout	(\$25)	\$0	(\$25)
Department Subtotal	(\$19,254)	\$0	(\$19,254)
HIGHER ED STUDENT ASSISTANCE AUTH.			
Salaries and Wages - Shift to Non-State Sources	(\$75)	\$0	(\$75)
Contract Closeout	(\$7)	\$0	(\$7)
Maintenance and Fixed Charges - Shift to Non-State Sources	(\$3)	\$0	(\$3)
Higher Ed Student Assistance Auth. Subtotal	(\$85)	\$0	(\$85)
THE STATE LIBRARY OF NEW JERSEY			
New Jersey Knowledge Initiative - Savings	(\$390)	\$0	(\$390)
Public Library Project Fund - Debt Service Savings	\$0	(\$10)	(\$10)
The State Library of New Jersey Subtotal	(\$390)	(\$10)	(\$400)
NJ INSTITUTE OF TECHNOLOGY			
NJIT Out-of-State Tuition Adjustment	(\$752)	\$0	(\$752)
NJ Institute of Technology Subtotal	(\$752)	\$0	(\$752)
PUBLIC BROADCAST AUTHORITY			
Contract Closeout	(\$86)	\$0	(\$86)
Public Broadcast Authority Subtotal	(\$86)	\$0	(\$86)

FY09 SUMMARY OF ALL REDUCTIONS
(Amounts in Thousands)

	Jan 2 Amount	Feb 17 Amount	Total Amount
State Subtotal	(\$21,007)	(\$10)	(\$21,017)
TRANSPORTATION			
NJ Turnpike/Parkway Feeder Roads Maintenance Cost Savings	(\$4,000)	\$0	(\$4,000)
Maritime Industry Fund	(\$1,000)	\$0	(\$1,000)
Maritime Pilot Commission	(\$500)	\$0	(\$500)
Equipment Purchase Efficiencies	(\$247)	\$0	(\$247)
Suspension of Ridesharing Program	(\$240)	\$0	(\$240)
Administrative Overhead	(\$185)	\$0	(\$185)
Contract Closeout	(\$109)	\$0	(\$109)
Excess Rental Receipts	(\$50)	\$0	(\$50)
Department Subtotal	(\$6,331)	\$0	(\$6,331)
MOTOR VEHICLE COMMISSION			
Motor Vehicle Commission	(\$10,000)	\$0	(\$10,000)
License Plate Administrative Fees	(\$800)	(\$855)	(\$1,655)
Motorcycle Safety Education Fund	(\$800)	(\$400)	(\$1,200)
Motor Vehicle Commission Subtotal	(\$11,600)	(\$1,255)	(\$12,855)
NJ TRANSIT			
Reduced Fuel Costs for NJ Transit	(\$10,000)	\$0	(\$10,000)
NJ Transit Subtotal	(\$10,000)	\$0	(\$10,000)
Transportation Subtotal	(\$27,931)	(\$1,255)	(\$29,186)
TREASURY			
BOARD OF PUBLIC UTILITIES			
Capital Projects	(\$1)	\$0	(\$1)
Board of Public Utilities Subtotal	(\$1)	\$0	(\$1)
TREASURY - CASINO CONTROL FUND			
Casino Control Commission - Operational Efficiencies	(\$1,718)	\$0	(\$1,718)
Treasury - Casino Control Fund Subtotal	(\$1,718)	\$0	(\$1,718)
HIGHER ED - COUNTY COLLEGES			
Lower Than Expected Costs For Retiree Health Benefits	(\$528)	(\$514)	(\$1,042)
County College Operating Aid - Offset by Supplemental Workforce Fund	\$0	(\$2,000)	(\$2,000)
Higher Ed - County Colleges Subtotal	(\$528)	(\$2,514)	(\$3,042)
COMMERCE & ECONOMIC DEVELOPMENT			
Business Employment Incentive Program (BEIP) - Adjusted Spending Projection	(\$32,000)	(\$23,000)	(\$55,000)
Small Business Development Centers Savings	(\$250)	\$0	(\$250)
Main Street Assistance Program, EDA - Adjusted Spending Projection	\$0	(\$25,000)	(\$25,000)
Commerce & Economic Development Subtotal	(\$32,250)	(\$48,000)	(\$80,250)
Division of Taxation - Contract Closeout	(\$5,496)	\$5,496	\$0
Facility Costs - Contract Closeout	(\$3,090)	\$0	(\$3,090)
Fair and Clean Election Fund	(\$2,985)	\$0	(\$2,985)
Governor's Council on Alcoholism and Drug Abuse	(\$2,000)	\$0	(\$2,000)
Drug Abuse Education Fund	(\$1,612)	\$0	(\$1,612)
Line of Credit Account	(\$1,540)	\$0	(\$1,540)

FY09 SUMMARY OF ALL REDUCTIONS
(Amounts in Thousands)

	Jan 2 Amount	Feb 17 Amount	Total Amount
Motor Vehicle Surcharge Collections	(\$1,002)	\$0	(\$1,002)
Central Motor Pool	(\$920)	\$0	(\$920)
James J. Howard Marine Sciences Laboratory	(\$750)	\$0	(\$750)
Distribution Center	(\$410)	(\$200)	(\$610)
Banking Services - Contract Closeout	(\$360)	\$360	\$0
Contract Compliance - Savings	(\$278)	\$0	(\$278)
Employee Housing Maintenance	(\$250)	\$0	(\$250)
Federal Liaison - Savings	(\$250)	\$0	(\$250)
Real Property Leasing Out - Savings	(\$167)	\$0	(\$167)
Public Records Preservation	(\$154)	\$0	(\$154)
Division of Revenue - Savings	(\$125)	\$0	(\$125)
Management of DEP Properties - Savings	(\$100)	\$0	(\$100)
Office of Public Communications	(\$100)	\$0	(\$100)
Department of Treasury - Contract Closeout	(\$68)	\$0	(\$68)
Capital Projects in Treasury - Contract Closeout	(\$51)	\$0	(\$51)
State Cafeteria	(\$50)	\$0	(\$50)
Suspension of Service and Retirement Awards	(\$45)	\$0	(\$45)
Division of Taxation - Reduction in Security Guard Services	(\$42)	\$0	(\$42)
Various Equipment Accounts	(\$8)	\$0	(\$8)
Central Motor Pool - Suspend Embroidery of Mechanic Uniforms	(\$2)	\$0	(\$2)
Wage Garnishment Administrative Fees	\$0	(\$500)	(\$500)
Department Subtotal	(\$21,855)	\$5,156	(\$16,699)
TREASURY-DIRECT PROPERTY RELIEF			
Homestead Property Tax Rebates for Homeowners - Adjusted Spending Projection	(\$35,000)	\$0	(\$35,000)
Senior and Disabled Citizens' Property Tax Freeze - Adjusted Spending Projection	(\$7,000)	\$2,000	(\$5,000)
Reimbursement to Municipalities for Senior Citizens', Disabled Citizens', and Veterans' Tax Deductions - Adjusted Spending Projection	(\$3,329)	\$0	(\$3,329)
Treasury-Direct Property Relief Subtotal	(\$45,329)	\$2,000	(\$43,329)
MISCELLANEOUS HIGHER ED.			
New Jersey Stem Cell Research Institute	(\$13,749)	\$0	(\$13,749)
New Jersey Marine Sciences Consortium - Savings	(\$86)	\$0	(\$86)
Higher Education Capital Facilities - Debt Service Savings	\$0	(\$33)	(\$33)
Miscellaneous Higher Ed. Subtotal	(\$13,835)	(\$33)	(\$13,868)
TREASURY-MUNICIPAL & COUNTY AID			
County Solid Waste Debt Service Assistance - Adjusted Spending Projection	(\$3,000)	(\$15,000)	(\$18,000)
Lower Than Expected Costs For Retiree Health Benefits	(\$514)	\$514	\$0
Highlands Property Tax Stabilization Aid - Adjusted Spending Projection	\$0	(\$8,000)	(\$8,000)
Treasury-Municipal & County Aid Subtotal	(\$3,514)	(\$22,486)	(\$26,000)
OFFICE OF ADMINISTRATIVE LAW			
Office of Administrative Law	(\$191)	\$0	(\$191)
Office of Administrative Law Subtotal	(\$191)	\$0	(\$191)

FY09 SUMMARY OF ALL REDUCTIONS
(Amounts in Thousands)

	Jan 2 Amount	Feb 17 Amount	Total Amount
OFFICE OF INSPECTOR GENERAL			
Office of the Medicaid Inspector General	(\$1,500)	\$0	(\$1,500)
Office of the Inspector General	(\$40)	(\$70)	(\$110)
Office of the Inspector General - Suspension of Subscriptions	(\$24)	\$0	(\$24)
Office of the Inspector General - Savings	(\$23)	\$0	(\$23)
Office of the Inspector General - Increased Third Party Reimbursements	(\$21)	\$0	(\$21)
Office of Inspector General Subtotal	(\$1,608)	(\$70)	(\$1,678)
OFFICE OF INFORMATION TECHNOLOGY			
Enhanced 911 Grants - Defer Funding for Current Grant Cycle	(\$12,425)	\$0	(\$12,425)
Quality Assurance Oversight - Delayed Startup	(\$2,000)	\$0	(\$2,000)
Critical Facility Preservation - Delayed Startup	(\$1,850)	\$0	(\$1,850)
Data Center Consolidation - Delayed Startup	(\$1,546)	\$0	(\$1,546)
Contract Closeout	(\$1,428)	\$1,248	(\$180)
General Operations	(\$1,000)	\$0	(\$1,000)
IT Online State Portal Web Site - Reduce Expansion	(\$409)	\$0	(\$409)
Geographic Information Systems	(\$379)	\$0	(\$379)
Statewide 911 Emergency Telecommunication System Savings	(\$172)	\$0	(\$172)
Email Systems Consolidation	(\$66)	\$0	(\$66)
Office of Emergency Telecommunication Services Savings	(\$50)	\$0	(\$50)
OIT Availability and Recovery Site	(\$41)	\$0	(\$41)
Professional Services Savings	(\$30)	\$0	(\$30)
Enhanced 911 Grants	(\$25)	(\$673)	(\$698)
Cover Vehicle Costs with Alternative Resources	(\$20)	\$0	(\$20)
Printing Supplies Savings	(\$10)	\$0	(\$10)
Cover Equipment Purchases with Alternative Resources	(\$9)	\$0	(\$9)
Miscellaneous Information Technology Initiatives	(\$8)	\$0	(\$8)
Office of Information Technology Subtotal	(\$21,468)	\$575	(\$20,893)
OFFICE OF STATE COMPTROLLER			
Office of the State Comptroller - Savings	(\$1,500)	\$0	(\$1,500)
Office of State Comptroller Subtotal	(\$1,500)	\$0	(\$1,500)
SCIENCE AND TECHNOLOGY			
Stem Cell Research Grants Savings	(\$7,500)	(\$13,200)	(\$20,700)
Commission on Science and Technology Grants - Reduce FY09 Program	(\$3,855)	(\$8,885)	(\$12,740)
Science and Technology Subtotal	(\$11,355)	(\$22,085)	(\$33,440)
Treasury Subtotal	(\$155,152)	(\$87,457)	(\$242,609)
INTER-DEPARTMENTAL			
Uncommitted Capital Balances in Various State Accounts	(\$6,000)	(\$9,499)	(\$15,499)
Statewide Security Projects	\$0	(\$750)	(\$750)
Department Subtotal	(\$6,000)	(\$10,249)	(\$16,249)
EMPLOYEE BENEFITS			
Pensions at \$1 Billion	(\$115,600)	(\$168,180)	(\$283,780)
Unemployment Insurance - State Employees - Adjusted Spending Projection	(\$6,000)	\$0	(\$6,000)
Alternate Benefit Program - Adjusted Spending Projection	(\$3,683)	\$0	(\$3,683)

FY09 SUMMARY OF ALL REDUCTIONS
(Amounts in Thousands)

	Jan 2 Amount	Feb 17 Amount	Total Amount
Pension Adjustment Program - Adjusted Spending Projection	(\$156)	\$0	(\$156)
Volunteer Emergency Survivors Pension - Adjusted Spending Projection	(\$15)	\$0	(\$15)
Employee Benefits Subtotal	(\$125,454)	(\$168,180)	(\$293,634)
OTHER INTER-DEPARTMENTAL ACCOUNTS			
Miscellaneous Accounts	(\$37,500)	(\$7,600)	(\$45,100)
Adjust Corporate Business Tax for New Projection	(\$17,268)	\$0	(\$17,268)
Advertising and Promotion Statewide	(\$3,144)	\$0	(\$3,144)
Governor's Contingency Fund	(\$850)	\$0	(\$850)
Interest on Interfund Borrowing	\$0	(\$900)	(\$900)
Military Leave Benefits	\$0	(\$380)	(\$380)
New Jersey Sports and Exposition Authority - Debt Service Savings	\$0	(\$6,751)	(\$6,751)
Other Inter-departmental Accounts Subtotal	(\$58,762)	(\$15,631)	(\$74,393)
RENTALS AND UTILITIES			
UMDNJ Self Insurance Reserve Fund - Adjusted Spending Projection	(\$4,000)	\$0	(\$4,000)
Property Occupancy Costs - Contract Closeout	(\$81)	\$0	(\$81)
Interdepartmental Fuel & Utilities - Reduced Expenditures	\$0	(\$4,000)	(\$4,000)
Rentals and Utilities Subtotal	(\$4,081)	(\$4,000)	(\$8,081)
SALARY & OTHER BENEFITS (ADJUSTMTS)			
Suspension of Managers' Salary Increases	(\$15,700)	\$0	(\$15,700)
Wage Freeze - Executive Branch Employees	(\$6,000)	\$2,000	(\$4,000)
Reduction in Funding for Judiciary	(\$5,540)	\$0	(\$5,540)
Salary Freeze for Administrative Law Judges	\$0	(\$125)	(\$125)
Salary Program Balances	\$0	(\$8,000)	(\$8,000)
Salary Savings from Furlough and Other Employee Actions	\$0	(\$35,000)	(\$35,000)
Salary & Other Benefits (Adjustmts) Subtotal	(\$27,240)	(\$41,125)	(\$68,365)
Inter-departmental Subtotal	(\$221,537)	(\$239,185)	(\$460,722)
JUDICIARY			
Contract Closeout	(\$23)	\$23	\$0
Additional FY09 Judiciary Efficiencies	\$0	(\$1,250)	(\$1,250)
Department Subtotal	(\$23)	(\$1,227)	(\$1,250)
Judiciary Subtotal	(\$23)	(\$1,227)	(\$1,250)
TOTAL	(\$812,199)	(\$472,943)	(\$1,285,142)