

New Jersey Comprehensive Annual Financial Report



**For The Fiscal Year
Ended June 30, 2013**



State of New Jersey



Comprehensive Annual Financial Report Fiscal Year Ended June 30, 2013

Chris Christie
Governor

Kim Guadagno
Lieutenant Governor

Andrew P. Sidamon-Eristoff
State Treasurer

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*Manager
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**STATE OF NEW JERSEY
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FISCAL YEAR ENDED JUNE 30, 2013
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Introduction







State of New Jersey

CHRIS CHRISTIE
Governor

DEPARTMENT OF THE TREASURY
OFFICE OF MANAGEMENT AND BUDGET
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State Treasurer

KIM GUADAGNO
Lt. Governor

CHARLENE M. HOLZBAUR
Director

March 12, 2014

Governor Chris Christie
Members of the State Legislature
New Jersey Citizens

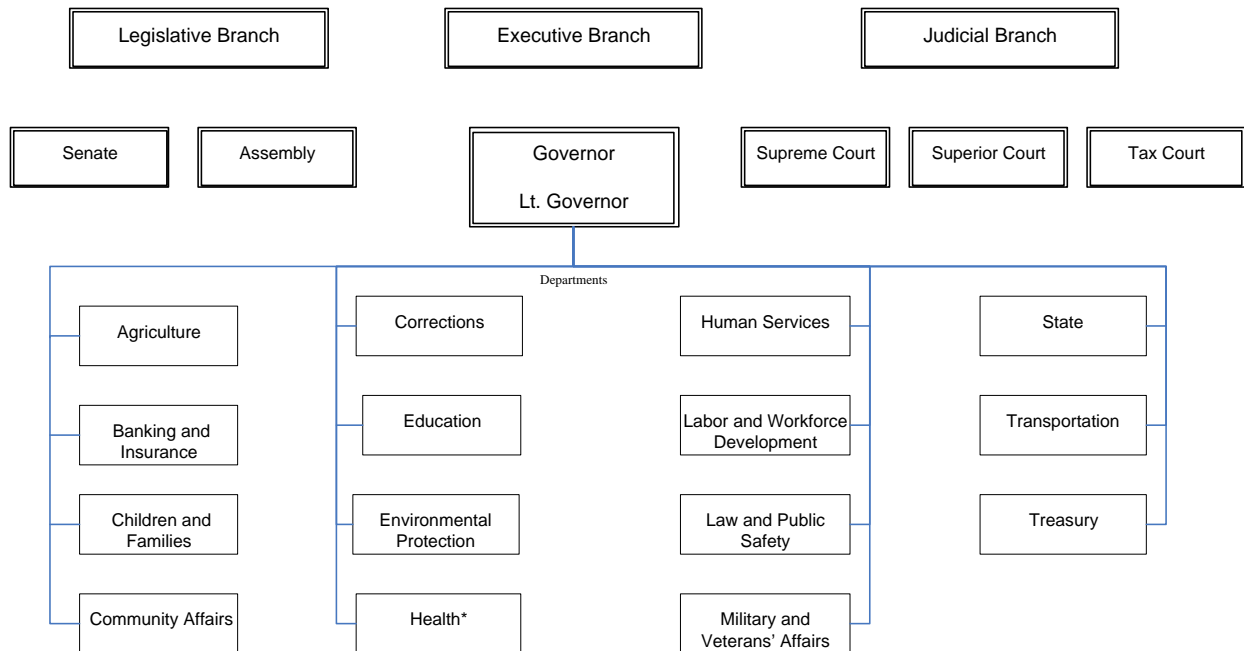
In accordance with the provisions of N.J.S.52:27B-46, it is our pleasure to transmit to you the State of New Jersey's Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2013. The Department of the Treasury's Office of Management and Budget prepared this report. The Department of the Treasury and the Office of Management and Budget are responsible for the accuracy, completeness, and fairness of all data presented, including all disclosures.

This CAFR presents the financial position and operating results of the State under generally accepted accounting principles (GAAP) applicable to State and local governments, as established by the Governmental Accounting Standards Board (GASB). The State also participates in the Government Finance Officers Association (GFOA) of the United States and Canada's Certificate of Achievement for Excellence in Financial Reporting review program.

The State operates in accordance with the standards provided in GASB Statements No. 34 and No. 35. In addition to providing traditional fund financial statements, the objective of this reporting model is to provide a single, unified, transparent picture of the State's fiscal health; thus, this CAFR clearly displays all of the State's revenues, costs, assets, and liabilities. This report also includes a Management's Discussion and Analysis section, which provides users with an objective and easy-to-read analysis of New Jersey's financial performance for the fiscal year ended June 30, 2013. We are confident that the data is accurate in all material respects and presented in a manner designed to set forth fairly the financial position and results of the State's operations, as measured by the fiscal activity of its various funds, and includes all disclosures necessary to enable the reader to gain a reasonable understanding of the State's financial affairs.

NEW JERSEY GOVERNMENT

One of the original thirteen colonies, the State of New Jersey was the third state to ratify the United States Constitution in 1787. Adopted on July 2, 1776, New Jersey's original State Constitution subsequently was superseded by the State Constitution of 1844. During the summer of 1947, a constitutional convention met to prepare the current State Constitution, which State voters ratified in the general election held on November 4, 1947. New Jersey's State Constitution continues to be a living document, as State voters passed an amendment creating the position of Lieutenant Governor of New Jersey, effective with the 2009 election. Effective December 8, 2011, it became lawful for the Legislature to authorize wagering on sports events at New Jersey casinos and horse racetracks, excluding events that take place in New Jersey or in which any New Jersey college team participates regardless of where the event takes place. The current status to legalize sports betting at New Jersey casinos and horse racetracks is to appeal the case to the United States Supreme Court. On November 5, 2013, New Jersey voters approved a ballot question to raise the minimum wage to \$8.25 an hour from \$7.25 an hour in January and amend the State Constitution to tie future increases to the nation's inflation rate. With the increase, New Jersey becomes the twenty-first state to establish a minimum wage higher than the federal minimum of \$7.25 an hour. The State Constitution divides the powers of government between three co-equal independent branches: Legislative, Executive, and Judicial.



* P.L. 2012 c.17 reorganized the Division of Aging from Health and Senior Services to Human Services and renamed the Department of Health and Senior Services to the Department of Health.

Legislative: The State’s bicameral Legislative Branch, which consists of a total of 120 members from 40 legislative districts with elections held in odd-numbered years, meets in annual sessions in Trenton, the State’s capital. The 40 members of the State Senate are elected to terms of four years, except for the election following a decennial census, in which case the term is for two years. The 80 members of the General Assembly are elected to terms of two years. Neither State Senators nor Assembly Members are subject to term limits. The Office of Legislative Services (OLS) is a nonpartisan agency that provides legislators with legal, fiscal, research, information, and administrative services. Key OLS positions include an executive director, a legislative counsel, the state auditor, a legislative budget and finance officer, a director of central staff, a director of data management, and a director of administration.

Executive: The Office of the Chief Executive, which oversees the entire Executive Branch, consists of the Governor, the Lieutenant Governor, Cabinet-level department heads, and staff who are responsible for carrying out the Governor’s constitutional powers and duties. Upon direct election by a plurality of the State’s voters, both the Governor and the Lieutenant Governor may serve two successive terms of four years. With the exception of the Secretary of Agriculture, who is chosen by the Board of Agriculture with the Governor’s approval, the New Jersey State Constitution grants the Governor the authority to appoint the entire cabinet as well as all Superior Court Judges and county prosecutors, subject to confirmation by the New Jersey Senate. Department heads remain in office until their successors are named and confirmed by the Senate; the only exceptions are the Attorney General and the Secretary of State, who are appointed to serve throughout the Governor’s entire term. Although the State Constitution permits a maximum of 20 departments, the State’s payroll consisted of approximately 59,800 employees in 15 departments as of January 2013. The Executive Branch also oversees the performance of 565 municipalities and 603 school districts, and the incarceration and rehabilitation of approximately 20,200 prisoners. In addition to reliable transportation and protection for the State’s citizenry and environment, the Executive Branch provides social services for one out of every six New Jersey citizens.

Judicial: New Jersey’s Supreme Court consists of a Chief Justice, who is the administrative head of all courts under the State’s jurisdiction, as well as six Associate Justices. In addition to Municipal and Tax Courts located throughout the State, there are Superior Courts, with a minimum of two Judges, in each of New Jersey’s 21 counties. After nomination by the Governor and subsequent confirmation by the State Senate, all Supreme Court Justices and Superior Court Judges serve initial terms of seven years. Should they be deemed eligible by both the Governor and the State Senate, Supreme Court Justices and Superior Court Judges acquire tenure with retirement at age 70 as mandated by the State Constitution. For purposes of judicial administration, the State is divided into 15 vicinages, each consisting of a single county or a combination of counties. The Administrative Office of the Courts provides support services. Approximately seven million new cases are filed in New Jersey’s courts every year, including six million in Municipal Court and one million in Superior Court. These cases address matters concerning civil, criminal, and family law.

As of July 1, 2013, the higher education system in New Jersey includes three public research universities, eight State colleges and universities, nineteen community colleges, fourteen independent four-year colleges and universities, eight proprietary institutions with degree-granting authority, thirteen rabbinical schools and theological seminaries, and one independent two-year religious college. Effective July 1, 2013, the “New Jersey Medical and Health Sciences Education Restructuring Act” of 2012 abolished the University of Medicine and Dentistry of New Jersey (UMDNJ), transferred UMDNJ’s various schools and institutes to Rutgers University and Rowan University, respectively, and established Rowan University as a public research university. University Hospital was established as a separate non-profit legal entity of the State of New Jersey. In November 2012, New Jersey voters approved the \$750 million “Building our Future Bond Act” (P.L. 2012, c.141), and in April 2013, the State announced reauthorization of four additional higher education funding programs – the Higher Education Capital Improvement Fund (CIF); the Higher Education Facilities Trust Fund (HEFT); the Higher Education Technology Infrastructure Fund (HETI); and the Higher Education Equipment Leasing Fund (ELF). Together, these five programs will provide more than \$1.3 billion for the renewal of New Jersey’s higher education infrastructure.

COMPONENT UNITS

In accordance with the requirements of GASB Statement No. 14, *The Financial Reporting Entity*, this CAFR for fiscal year ended June 30, 2013 includes the accounts of twenty-one public authorities and twelve State colleges and universities. Public authorities are legal, separate entities that are not operating departments of the State. Governing boards are vested with the power to independently manage and set policies for the organization. Each component unit is established for a specific purpose for the benefit of the State’s citizenry. GASB Statement No. 14 provides that the State’s financial statements should emphasize the primary government and permit financial statement users to distinguish between the primary government and its component units. As a result, the transmittal letter, Management’s Discussion and Analysis, and the financial statements focus on the primary government of the State and its activities, although information pertaining to the component units is presented. For additional information, please see Note 18 – Component Units.

Executive Order No. 122, signed on July 23, 2004, was established to direct the Board of Directors for each State Authority to create an Audit Committee whose members are to assist in the oversight of the financial reporting and audit processes of the Authority. Each member of the Audit Committee is independent of the Authority, with at least one member having a background in accounting or related financial expertise. The Audit Committee must assist the Board in retaining an independent auditor to conduct an audit. The auditor selection process must be based on public, competitive bidding principles and shall take place no less than once every five years. In order to ensure the independence of the auditor selection process, an evaluation committee shall be established by the Board to conduct the solicitation and evaluation of eligible auditors. The auditor selected shall report directly to the Audit Committee or the Board. At no time shall the auditor report to any staff member of the Authority. At least twice a year, the Audit Committee shall hold a private meeting with the auditor. In carrying out these duties, the Audit Committee shall proactively assist the Board in overseeing the integrity and quality of the Authority’s financial statements, the Authority’s compliance with legal, regulatory, and ethical requirements, the auditor’s performance and ability to perform, and the performance of the Authority’s own internal audit and internal control functions.

NEW JERSEY’S ECONOMIC CONDITION

The State and nation have continued their recovery. Job gains in the State were brisk in the first half of 2013, but a sharp drop from November and December reversed much of the growth seen earlier in the year. Nonetheless, December was the 28th consecutive month in which the number of jobs in New Jersey was higher than one year earlier. Moreover, the average number of jobs in New Jersey in 2013 was 1.6 percent higher than the 2012 average, which equaled the national increase. New Jersey’s unemployment rate has moved down substantially, dropping from 9.7 percent in August 2012 to 7.3 percent in December 2013. New Jersey’s unemployment rate decline started later than the nation’s since, in contrast to the experience elsewhere, the State’s labor force participation rate rose over the course of 2012. Over the last year the State’s labor force participation rate has fallen, allowing the improved job trend to show through to a decline in unemployment. Personal income of state residents has continued to trend up, with new record highs set in both the second and third quarters of 2013. In the third quarter the annual rate of personal income earned by state residents exceeded \$500 billion for the first time.

The economic outlook for the nation remains problematic. Federal tax and spending policy is currently exerting downward pressure on demand, reflecting the tax increases effective at the start of 2013 and ongoing cuts in spending on goods and services. The roll-out of the Affordable Care Act and the changes in financial regulation and supervision mandated by the Dodd-Frank Act continue to fuel household and business uncertainty. European economies are weak and growth has moderated in China which are factors that would work to reduce foreign demand for U.S. products while increasing competition for U.S. producers. However, state and local finances are showing some signs of recovery, possibly allowing for some expansion in spending and employment by states and municipalities. Consumer spending on big-ticket items such as automobiles has continued to rise, helped in part by the marked recovery in household wealth, and homebuilding and sales have recovered somewhat and home prices have firmed. Inflation measures remain very low.

As unemployment stays high and capacity utilization remains low, underlying inflation is expected to be low and is not likely to be a serious concern until after spending and employment growth move higher. Enhanced availability of credit, continued improvement in financial market stability, and gains in consumer and business confidence continue to be critical factors necessary for a more pronounced economic turnaround in the nation and in New Jersey.

New Jersey is subject to many of the same forces as the nation. The recovery process from Superstorm Sandy will continue to affect the State; the expectation is that as time passes the rebuilding process will provide some noticeable stimulus. Looking forward, the economic expansion in the nation and the State looks to be ongoing. Longer-term interest rates moved up somewhat in the middle part of 2013 as markets anticipated the December 18, 2013 announcement by the Federal Reserve that it will reduce its volume of monthly purchases of securities. However, the Federal Reserve has also made it clear that such reductions will not immediately lead to a more fundamental tightening of policy, and the transition in Federal Reserve leadership will likely not mean significant change in its policies.

New Jersey's housing sector is on the path to recovery. 2013 saw a 34.9 percent increase in the number of permits granted in the State. Home resales have also increased substantially, and prices have begun to move up somewhat. Motor vehicle sales continue to grow, with purchases of new cars in 2013 9.5 percent higher than in 2012.

New Jersey payroll employment is anticipated to average about 1.2 percent higher in 2014 than in 2013 and grow another 2.1 percent in 2015. The unemployment rate is expected to average 7.0 percent in 2014 and 6.3 percent in 2015. Personal income is expected to grow around 3.9 percent in 2014 and 4.7 percent in 2015.

BUDGET AND ACCOUNTING

Legal Level of Control

The State's annual Appropriations Act includes the General Fund, as well as certain Special Revenue Funds (Casino Control, Casino Revenue, Gubernatorial Elections, and Property Tax Relief). The departments maintain legal control at the appropriation line item level and exercise budgetary control by individual appropriations and allocations within annual appropriations to various programs and major expenditure objects. Program classifications represent a lower level operating program function, consisting of closely related activities with identifiable objectives or goals. Revisions to the annual Appropriations Act, reflecting program changes or interdepartmental transfers of an administrative nature, may be effected during the budget year with certain Executive and Legislative Branch approvals. Language, located in the "General Provisions" section of the State's annual Appropriations Act, enables management to amend a department's budget with approval by the Director of the Office of Management and Budget; under specific conditions, additional approval by the Office of Legislative Services is required. Only the State Legislature, however, may transfer appropriations between departments.

Accounting Systems

The Office of Management and Budget directs and supervises a central accounting system, which maintains all accounting records for the various State departments. The State's annual budget provides individual appropriations to departments for specific programs and purposes, while component units maintain separate accounting systems.

To ensure expenditures do not exceed appropriations and allocations, the State employs encumbrance accounting. Purchase orders, contracts, and other commitments involving monetary expenditures are encumbrances. Any unencumbered and unexpended non-continuing appropriations lapse at fiscal year's end.

Consideration as to the adequacy of internal controls is paramount in developing and maintaining the State's accounting system. Internal accounting controls are designed to provide reasonable assurance regarding the safeguarding of assets against loss from unauthorized use or disposition, and guarantee that financial records are reliable for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived from its use, and the evaluation of costs and benefits requires managerial estimates and judgments. All internal control evaluations occur within this framework.

RELEVANT FINANCIAL POLICIES

The New Jersey State Constitution, which mandates an annual balanced budget, directs, in part, that no money shall be drawn from the State Treasury but for appropriations made by law and that no law appropriating money for any State purpose shall be enacted if the appropriations contained therein, together with all prior appropriations made for the same fiscal period, shall exceed the total amount of the revenue on hand and anticipated to be available to meet such appropriations during such fiscal period, as certified by the Governor. Accordingly, during the fiscal year, the State may have to make several revenue and expenditure adjustments to ensure a positive fund balance. The State has had a balanced budget in every fiscal year since the adoption of the State Constitution in 1947.

Created as a “rainy day fund,” the Surplus Revenue Fund is part of the General Fund’s resources and fund balance, and accounts for excess revenues from prior fiscal years that are reserved legislatively and may be used to support current year’s appropriations in the event that anticipated revenues in the General Fund are estimated to be less than those certified by the Governor upon approval of the annual Appropriations Act. The Surplus Revenue Fund was designed to build fund balance during economic upswings, and to be expended during economic downturns and emergency situations. Such an example occurred during Fiscal Year 2009 when, in response to the national recession, the State drained its entire Surplus Revenue Fund to help balance its budget. As of June 30, 2013, this Fund continued to have a zero balance.

The State employs a budgetary basis of accounting for all of its annual fiscal transactions. The budgetary basis differs from the GAAP basis, which is used to present fund financial statements, in that the former: 1) recognizes encumbrances as expenditures, 2) recognizes all federal revenues related to such encumbrances, and 3) reflects only current fiscal year transactions. The GAAP basis also requires that certain grants and other financial assistance be recorded as revenues and/or expenditures.

FINANCIAL TRENDS

Revenue History

Although State-budgeted Fiscal Year 2013 revenue collections of \$30.9 billion were almost \$1.7 billion less than those collected in pre-recession Fiscal Year 2008, there was a measurable improvement of \$1.8 billion when compared to Fiscal Year 2012 revenue collections. In comparison to Fiscal Year 2008, Gross Income Tax collections in Fiscal Year 2013 were \$496.9 million less; however, they also showed a marked increase of \$980.2 million in comparison to Fiscal Year 2012. With the current Fiscal Year 2014 revenue estimate projected to be \$32.8 billion, the State’s economic recovery trend remains optimistic. The Statistical Section provides a ten-year history of State-budgeted revenue collections.

Pension and Other Postemployment Benefits (OPEB) Obligations

Pursuant to P.L. 2010, c.1, the State resumed making contributions to the pension plans on a phased-in basis over a seven-year period beginning in Fiscal Year 2012. Previously, the State had not fully funded its various pension plans for several years, and its post-retirement medical program is funded on a pay-as-you-go basis. This continued underfunding on an actuarial basis has led to the State’s current net pension obligation of \$14.5 billion and a net OPEB obligation of \$20.2 billion based on the current actuarial valuations which are as of July 1, 2012. The total unfunded actuarial accrued liability (UAAL) for State and local pension plans was \$47.2 billion as of June 30, 2012, or an increase of \$5.5 billion from June 30, 2011. The increase in the UAAL is mainly attributable to expected actuarial losses and the State’s pension contribution of 2/7th of the actuarially required amount being less than the full actuarially required amount. This increase would have been larger except for the impact of P.L. 2011, c. 78 which suspended additional cost of living adjustment (COLA) increases for current and future retirees, and the investment return of 11.78% being higher than the assumed rate of 7.90%. The total State and local OPEB unfunded actuarial accrued liability at June 30, 2012 was \$63.9 billion, or an increase of \$3.8 billion from the prior year. For updated information, Fiscal Year 2012 actuarial reports can be accessed via: <http://www.state.nj.us/treasury/pensions/actuarial-rpts.shtml>.

AUDIT INFORMATION

The principal auditor of the State's reporting entity is the Office of the State Auditor, which resides in the Legislative Branch of State government. The State Auditor's examination was conducted in accordance with generally accepted auditing standards and its opinion precedes the Basic Financial Statements. Private sector public accounting firms have been used for the audits of separately issued component units and college and university financial statements. In addition, the Office of the State Auditor conducts periodic financial and expanded scope audits of various State agencies.

Additional information regarding the State's financial status, including prior year budgets, appropriations acts, and financial reports, is available on the State's web site (<http://www.state.nj.us/treasury/omb/>).

CERTIFICATE OF ACHIEVEMENT FOR EXCELLENCE IN FINANCIAL REPORTING

The GFOA awarded the Certificate of Achievement for Excellence in Financial Reporting to the State of New Jersey for its CAFR for the fiscal year ended June 30, 2012. In order to qualify for this certificate, a governmental entity must publish an easily readable and efficiently organized comprehensive annual financial report, of which the contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements. The State of New Jersey has received this award every year since 1993.

ACKNOWLEDGEMENTS

Finally, we express our grateful appreciation to the many dedicated professionals in the Office of Management and Budget and the Office of the State Auditor, whose work made possible the preparation of this report. We believe their combined efforts have produced a report that will provide a means for government, the financial community, decision makers, and concerned citizens to better understand and evaluate the State's financial condition.

Sincerely,



Andrew P. Sidamon-Eristoff
State Treasurer



Charlene M. Holzbaur
Director, Office of Management and Budget



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

State of New Jersey

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2012

Executive Director/CEO

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Financial Section





2012-2013

LEGISLATIVE SERVICES COMMISSION

SENATE

CHRISTOPHER J. CONNORS
NIA H. GILL
ROBERT M. GORDON
THOMAS H. KEAN, JR.
JOSEPH M. KYRILLOS, JR.
JOSEPH PENNACCHIO
STEPHEN M. SWEENEY
LORETTA WEINBERG

GENERAL ASSEMBLY

JOHN F. AMODEO
JON M. BRAMNICK
ANTHONY M. BUCCO
JOHN J. BURZICHELLI
THOMAS P. GIBLIN
LOUIS D. GREENWALD
ALISON LITTELL MCHOSE
SHEILA Y. OLIVER



New Jersey State Legislature

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STEPHEN M. EELLS
State Auditor

GREGORY PICA
Assistant State Auditor

JOHN J. TERMYNA
Assistant State Auditor

INDEPENDENT AUDITOR'S REPORT

The Honorable Chris Christie
Governor of New Jersey

The Honorable Stephen M. Sweeney
President of the Senate

The Honorable Vincent Prieto
Speaker of the General Assembly

Mr. Albert Porroni
Executive Director
Office of Legislative Services

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the State of New Jersey as of and for the year ended June 30, 2013, and the related notes to the financial statements which collectively comprise the state's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the discretely presented component units, the pensions and other employee benefits trust funds, and the Port Authority of New York and New Jersey which represent 100 percent of the assets and deferred outflows and 100 percent of the revenues of the aggregate discretely presented component units, 91 percent of the assets and 52 percent of the revenues (including additions to fiduciary net assets) of the aggregate remaining fund information, and 100 percent of the information disclosed in Note 2-E of the basic financial statements, respectively. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinions, insofar as they relate to the amounts and disclosures included for the discretely presented component units, the pensions and other employee benefits trust funds, and the Port Authority of New York and New Jersey, are based solely on the reports of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. The financial statements of the pensions and other employee benefits trust funds and three discretely presented component units, the New Jersey Sports and Exposition Authority, the Atlantic City Convention and Visitors Authority, and the Casino Reinvestment Development Authority, were not audited in accordance with *Government Auditing Standards*.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the State of New Jersey as of June 30, 2013, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

Adoption of New Accounting Pronouncements

The State of New Jersey adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 61, *The Financial Reporting Entity: Omnibus, an amendment to GASB Statement Nos. 14 and 34* and GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position* as of July 1, 2012.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the budgetary comparison schedules, and the funding progress schedule for all pension trust funds and health benefits program fund be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We and the other auditors have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the State of New Jersey's basic financial statements. The introductory section, combining financial statements section, other information section, and the statistical section, as listed in the table of contents, are presented for the purposes of additional analysis and are not a required part of the basic financial statements.

The combining financial statements section and the other information section are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America by us and other auditors. In our opinion, based on our audit, the procedures performed as described above, and the reports of the other auditors, the combining financial statements section and the other information section are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory section and the statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 12, 2014 on our consideration of the State of New Jersey's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the State of New Jersey's internal control over financial reporting and compliance.

A handwritten signature in black ink, appearing to read "Stephen M. Eells". The signature is fluid and cursive, with a large initial "S" and "M" that are connected to the rest of the name.

Stephen M. Eells
State Auditor
March 12, 2014



MANAGEMENT'S DISCUSSION AND ANALYSIS

The following narrative provides an overview and analysis concerning New Jersey State Government's financial performance of its activities for the fiscal year ended June 30, 2013. Readers should consider this information in conjunction with the transmittal letter, which precedes Management's Discussion and Analysis, and the State's financial statements, which follow.

FINANCIAL HIGHLIGHTS

Government-wide

- The primary government's assets and deferred outflows total \$37.7 billion, an increase of \$1.6 billion from the prior fiscal year. As of June 30, 2013, liabilities exceeded assets and deferred outflows by \$45.6 billion. The State's unrestricted net position, which represent net assets that have no statutory commitments and are available for discretionary use, totaled a negative \$57.0 billion. The negative balance is primarily a result of under funding the annual pension costs to the State's retirement systems and the State's recognition of other postemployment benefits under GASB Statement No. 45 – *Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions* (See Note 17 – Retirement Systems, Health Benefits, and Post-Retirement Medical Benefits). Financing activities that have contributed to the State's negative unrestricted net position amount include liabilities from pension bonds, the funding of a portion of local elementary and high school construction, and the securitization of a major portion of annual tobacco master settlement agreement receipts with no corresponding assets.
- June 30, 2013 component unit assets and deferred outflows exceeded component unit liabilities and deferred inflows by \$18.3 billion. Total component unit assets and deferred outflows grew to \$46.9 billion, a \$0.6 billion increase from the prior fiscal year.

Fund Level

- The State's governmental funds reported June 30, 2013 combined ending fund balances of \$7.4 billion, an increase of \$0.6 billion when compared to the prior fiscal year. Fund balances are segregated into the following categories: nonspendable, restricted, committed, and unassigned. The nonspendable fund balance classification (\$20.4 million) includes amounts that are legally required to remain intact. The restricted fund balance classification (\$5.0 billion) is used when constraints have been placed upon the use of resources through enabling legislation initiated by voter referendum, constitutional provisions, debt covenants, or other external parties such as the federal government. The committed fund balance classification (\$2.1 billion) includes amounts that can only be used for purposes specified in enabling legislation with the consent of both the legislative and executive branches. In contrast to the restricted fund balance classification, amounts in this category may be redeployed for other purposes with appropriate due process. Finally, the unassigned fund balance (\$301.4 million) represents the fund balance amount that has not been restricted or committed to a specific purpose within the General Fund.
- During the fiscal year, the proprietary funds' net position increased by \$694.1 million resulting in net position of \$453.1 million as of June 30, 2013.

Long-term Debt

- The State's long-term debt obligations increased 9.2 percent to \$78.4 billion, which includes a net increase in bonded debt of \$1.6 billion. During the fiscal year, the State issued \$5.5 billion in bonds. New money issuances represented \$2.1 billion primarily for transportation system improvements, while \$3.4 billion represented six refunding transactions that provided the State with \$145.1 million in net present value savings. During Fiscal Year 2013, the State paid \$3.8 billion in debt service on its long-term obligations.
- Non-bonded portions of the State's long-term debt total \$38.0 billion. This amount represents a \$5.0 billion increase from the prior fiscal year and is mainly attributable to increases in Net Pension Obligation (NPO) as well as the State's Net Other Postemployment Benefits (OPEB) Obligation.

OVERVIEW OF THE FINANCIAL STATEMENTS

The State's basic financial statements are comprised of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. This Comprehensive Annual Financial Report also contains required supplementary information (RSI) and other information, in addition to the basic financial statements.

Major Features of the Basic Financial Statements

Features	Government-wide Financial Statements	Fund Financial Statements		
		Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire State government (except fiduciary funds) and the State's component units	State activities that are not proprietary or fiduciary	State activities that are operated similar to a private business	Instances in which the State is the trustee or agent for someone else's resources
Required Financial Statements	¹ Statement of Net Position ¹ Statement of Activities	¹ Balance Sheet ¹ Statement of Revenues, Expenditures, and Changes in Fund Balance	¹ Statement of Net Position ¹ Statement of Revenues, Expenses, and Changes in Net Position ¹ Statement of Cash Flows	¹ Statement of Fiduciary Net Position ¹ Statement of Changes in Fiduciary Net Position
Accounting Basis and Measurement Focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Types of Asset/Liability Information	All assets and liabilities, both financial and capital, and short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets included	All assets and liabilities, both financial and capital, and short-term and long-term	All assets and liabilities, both short-term and long-term
Types of Inflow/Outflow Information	All revenues and expenses during the year, regardless of when cash is received or paid	¹ Revenues for which cash is received during or soon after the end of the fiscal year ¹ Expenditures when goods or services have been received and payment is due during the year or soon thereafter	All revenues and expenses during the year, regardless of when cash is received or paid	All revenues and expenses during the year, regardless of when cash is received or paid

Government-wide Financial Statements

Government-wide financial statements provide a broad view of the State's operations in a manner similar to private sector business standards, as well as both short-term and long-term information regarding the State's overall financial position through the fiscal year end. The government-wide financial statements include the following two statements:

- **Statement of Net Position**

Presents all of the State's assets and deferred outflows and liabilities and deferred inflows and calculates net position. Increases or decreases in the State's net position over time may serve as a useful indicator as to whether or not the State's overall financial position is improving or deteriorating.

- **Statement of Activities**

Presents how the State's net position changed during the fiscal year. All changes in net position are reported when the underlying event occurs, giving rise to the change, regardless of the timing of related cash flows. This statement also presents a comparison between direct expenses and program revenues for each State function.

Both the Statement of Net Position and the Statement of Activities have separate sections that report three activities:

- **Governmental Activities**

The majority of State service functions fall into this category, which includes Executive, Legislative, and Judicial Branch operations. Governmental activity functions rely heavily on State taxes and federal grant receipts for funding their respective programs and functions.

- **Business-type Activities**

Certain State operations are legislatively able to charge fees to external users to recover all or a portion of the cost of the services provided and are, therefore, classified as business-type activities. The State Lottery Fund and the Unemployment Compensation Fund are two such examples.

- **Component Units**

Legally separate operations and organizations for which the State has financial accountability are considered component units. Operating as business-type activities, financial statements of component units are presented discretely in either the major or non-major categories in both the Statement of Net Position and the Statement of Activities based upon the relative size of assets, liabilities, revenues, and expenses in relation to the total. The State's component units for the period covered by the Comprehensive Annual Financial Report, consist of twelve senior public institutions of higher education as well as 21 authorities; of the latter 21, five (the Garden State Preservation Trust, the New Jersey Building Authority, the New Jersey Schools Development Authority, the New Jersey Transportation Trust Fund Authority, and the Tobacco Settlement Financing Corporation) are blended into governmental activities. A complete list of the State's component units is shown in Note 1B – Summary of Significant Accounting Policies – Financial Reporting Entity and Note 18 – Component Units. Audit reports of the individual component units can be obtained from their respective administrative offices.

Reconciliation of Government-wide and Governmental Funds Financial Statements

This Comprehensive Annual Financial Report includes two schedules that reconcile the amount reported on the governmental funds financial statements (modified accrual basis of accounting) with government-wide financial statements (accrual basis of accounting). The following summarizes the major differences between the financial reporting impacts of transitioning from a modified accrual basis of accounting to a full accrual basis of accounting:

- Capital assets used in governmental activities are not reported on governmental funds financial statements.
- Capital outlay spending results in capital assets on the government-wide financial statements, but is reported as expenditures on the governmental funds financial statements.
- Bond and note proceeds result in liabilities on the government-wide financial statements, but are recorded as other financing sources on the governmental funds financial statements.
- Certain other outflows represent either increases or decreases in liabilities on the government-wide financial statements, but are reported as expenditures on the governmental funds financial statements.

For more detailed information, which is essential to a full understanding of the data provided in the government-wide financial statements and governmental funds financial statements, see “Notes to the Financial Statements.”

Fund Financial Statements

A fund is a fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources together with all related liabilities and residual equities or balances, and changes therein, which is segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. The State's fund financial statements reflect financial reporting practices in accordance with this definition. The State's funds, which exclude component units, are divided into three categories: governmental, proprietary, and fiduciary.

- **Governmental Funds Financial Statements**

Most direct State services are financed through governmental funds, which are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. The governmental funds financial statements focus on current inflows and outflows of expendable resources and the unexpended balances at the end of a fiscal year that are available for future spending. Governmental fund information helps determine whether or not there was an addition or a reduction in financial resources that can be spent in the near future to finance State programs.

The State's governmental funds are the General Fund, Special Revenue Funds, and Capital Projects Funds. These funds are reported using the modified accrual basis of accounting, which measures cash and all other financial assets that can readily be converted to cash. The basic governmental funds financial statements can be found immediately following the government-wide financial statements.

- **Proprietary Funds Financial Statements**

Proprietary funds are used to account for State business-type activities. Since these funds charge fees to external users, they are known as enterprise funds. Proprietary funds provide the same information as government-wide financial statements and use the accrual basis of accounting.

- **Fiduciary Funds Financial Statements**

Fiduciary funds, which include State pension fund systems, are used to account for resources held by the State for the benefit of parties outside of State government. Fiduciary funds are reported using the accrual basis of accounting in separate Statements of Fiduciary Net Position and Changes in Fiduciary Net Position. Government-wide financial statements exclude fiduciary fund activity and balances since the assets are legislatively restricted in purpose and do not represent discretionary assets the State can use to fund its operations.

Notes to the Financial Statements

The Notes to the Financial Statements provide additional background information that assists the reader in understanding the data provided in the government-wide financial statements and fund financial statements.

Required Supplementary Information

The basic financial statements are followed by a required supplementary information section. This section includes budgetary schedules that reconcile the statutory intent of the program with fund balances in accordance with generally accepted accounting principles at fiscal year end as well as variances between the final budget and actual results on a budgetary basis. Also, there is a Schedule of Funding Progress for all Pension Trust Funds and Health Benefits Program Fund.

Combining Financial Statements

Combining financial statements are presented for the General Fund, non-major governmental, proprietary, and fiduciary funds. Non-major funds are shown in the aggregate in the basic financial statements.

Other Information

Information on New Jersey's capital assets, long-term obligations, and non-major budgetary comparison schedules are displayed in this section. Schedules of Anticipated and Appropriated Revenues provide detailed information on major and miscellaneous taxes, fees, and other revenues. The Schedule of Anticipated Revenue provides further analysis by showing dollar and percentage variances of actual collections as compared to the original anticipation. The Schedule of Appropriations and Expenditures details the comparison of expenditures at the legal level of control to the final budget.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Position

The State ended Fiscal Year 2013 with combined net position for the primary government totaling a negative \$45.6 billion. This amount represents a reduction of net position of \$4.3 billion from the prior fiscal year. Restricted net position includes funds used to pay unemployment claims and open space preservation. Capital assets, net of depreciation, are used by the State to provide services to citizens; consequently, these assets are not available for future spending. Net investment in capital assets, net of related debt, includes land, land improvements, buildings and improvements, machinery and equipment, infrastructure (roads, bridges, and other immovable assets), and construction in progress. The deficit in unrestricted governmental net position arose primarily as a result of the cost of the State's school facilities construction program, depreciation expense related to capital assets, and certain liabilities, including but not limited to the Net Pension Obligation and the Net OPEB Obligation, that are required to be included in the government-wide financial statements.

Net Position For Fiscal Year Ended June 30 (Expressed in Millions)

	Governmental Activities		Business-type Activities		Total Primary Government	
	2013	2012*	2013	2012	2013	2012*
Current and other noncurrent assets	\$ 11,796.4	\$ 10,906.5	\$ 1,514.5	\$ 1,518.7	\$ 13,310.9	\$ 12,425.2
Capital assets, net	24,332.8	23,616.4	-	-	24,332.8	23,616.4
Total Assets	<u>36,129.2</u>	<u>34,522.9</u>	<u>1,514.5</u>	<u>1,518.7</u>	<u>37,643.7</u>	<u>36,041.6</u>
Deferred outflows	17.3	23.7	-	-	17.3	23.7
Total Assets and Deferred Outflows	<u>36,146.5</u>	<u>34,546.6</u>	<u>1,514.5</u>	<u>1,518.7</u>	<u>37,661.0</u>	<u>36,065.3</u>
Current liabilities	5,662.4	5,898.4	805.5	400.7	6,467.9	6,299.1
Noncurrent liabilities	76,530.8	69,687.9	255.8	1,359.0	76,786.6	71,046.9
Total Liabilities	<u>82,193.2</u>	<u>75,586.3</u>	<u>1,061.3</u>	<u>1,759.7</u>	<u>83,254.5</u>	<u>77,346.0</u>
Net Position:						
Net investment in capital assets	7,287.7	7,192.2	-	-	7,287.7	7,192.2
Restricted	3,679.0	3,536.3	453.1	12.1	4,132.1	3,548.4
Unrestricted	(57,013.4)	(51,768.2)	-	(253.1)	(57,013.4)	(52,021.3)
Total Net Position	<u>\$ (46,046.7)</u>	<u>\$ (41,039.7)</u>	<u>\$ 453.1</u>	<u>\$ (241.0)</u>	<u>\$ (45,593.6)</u>	<u>\$ (41,280.7)</u>

* Net Position was restated by \$633.8 million to reflect prior period adjustments for inclusion of: long term obligations of Business Employment Incentive Grants (\$630.1) million, capital leases (\$39.5) million, and unclaimed personal property (\$31.0) million, offset by increase in capital assets, net of accumulated depreciation \$49.3 million, and increase in Other Assets (group homes), net of accumulated amortization \$17.5 million.

Changes in Net Position

The State's Fiscal Year 2013 net position decreased by \$4.3 billion. Approximately 49.8 percent of the State's total revenues came from general taxes, while 28.0 percent was derived from operating grants. Charges for services amounted to 19.3 percent of total revenues, while other items such as capital grants, interest earnings, and miscellaneous revenues accounted for the remainder. State expenses cover a range of services. The largest expense, 25.6 percent, was for educational, cultural, and intellectual development, which includes approximately \$194.7 million disbursed by the New Jersey Schools Development Authority (a blended component unit) to help finance school facilities construction. Physical and mental health amounted to 19.3 percent of total expenses, while government direction, management and control amounted to 18.8 percent. Other major expenditures focused on economic planning, development, and security, public safety and criminal justice, and unemployment compensation. During Fiscal Year 2013, governmental activity expenses exceeded program revenues. This imbalance was mainly funded through \$30.7 billion of general revenues (mostly taxes and transfers). The remaining \$5.0 billion resulted in a decrease in net position. Offsetting the governmental net position decrease, Business-type Activities reflected a net position increase of \$694.1 million as the Unemployment Compensation Fund's available resources exceeded the need to pay claims.

Statement of Activities
For Fiscal Year Ended June 30
(Expressed in Millions)

	Governmental Activities		Business-type Activities		Primary Government Total	
	2013	2012*	2013	2012	2013	2012*
Revenues						
Program revenues						
Charges for services	\$ 4,834.0	\$ 4,820.9	\$ 6,124.0	\$ 5,852.8	\$ 10,958.0	\$ 10,673.7
Operating grants	13,680.3	13,238.6	2,220.8	3,309.1	15,901.1	16,547.7
Capital grants	349.5	325.8		-	349.5	325.8
General revenues						
General taxes	28,313.6	26,666.3		-	28,313.6	26,666.3
Interest earnings	335.8	(274.9)		(0.9)	335.8	(275.8)
Miscellaneous	982.9	851.2		-	982.9	851.2
Total Revenues	48,496.1	45,627.9	8,344.8	9,161.0	56,840.9	54,788.9
Expenses						
Public safety and criminal justice	3,375.1	3,274.0	-	-	3,375.1	3,274.0
Physical and mental health	11,777.2	11,794.4	-	-	11,777.2	11,794.4
Educational, cultural, and intellectual development	15,632.4	15,249.5	-	-	15,632.4	15,249.5
Community development and environmental management	1,708.4	1,560.6	-	-	1,708.4	1,560.6
Economic planning, development, and security	6,741.5	6,861.9	-	-	6,741.5	6,861.9
Transportation programs	2,144.9	1,715.9	-	-	2,144.9	1,715.9
Government direction, management, and control	11,509.8	11,489.5	-	-	11,509.8	11,489.5
Special government services	344.5	342.1	-	-	344.5	342.1
Interest expense	1,354.3	1,275.8	-	-	1,354.3	1,275.8
State Lottery Fund	-	-	1,899.2	1,845.6	1,899.2	1,845.6
Unemployment Compensation Fund	-	-	4,666.5	5,822.3	4,666.5	5,822.3
Total Expenses	54,588.1	53,563.7	6,565.7	7,667.9	61,153.8	61,231.6
Excess (Deficiency) Before Transfers	(6,092.0)	(7,935.8)	1,779.1	1,493.1	(4,312.9)	(6,442.7)
Transfers	1,085.0	950.1	(1,085.0)	(950.1)	-	-
Increase (Decrease) in Net Position	(5,007.0)	(6,985.7)	694.1	543.0	(4,312.9)	(6,442.7)
Net Position - July 1 (restated)	(41,039.7)	(34,054.0)	(241.0)	(784.0)	(41,280.7)	(34,838.0)
Net Position - June 30	\$ (46,046.7)	\$ (41,039.7)	\$ 453.1	\$ (241.0)	\$ (45,593.6)	\$ (41,280.7)

* Net Position was restated by \$633.8 million to reflect prior period adjustments for inclusion of: long term obligations of Business Employment Incentive Grants (\$630.1) million, capital leases (\$39.5) million, and unclaimed personal property (\$31.0) million, offset by increase in capital assets, net of accumulated depreciation \$49.3 million, and increase in Other Assets (group homes), net of accumulated amortization \$17.5 million.

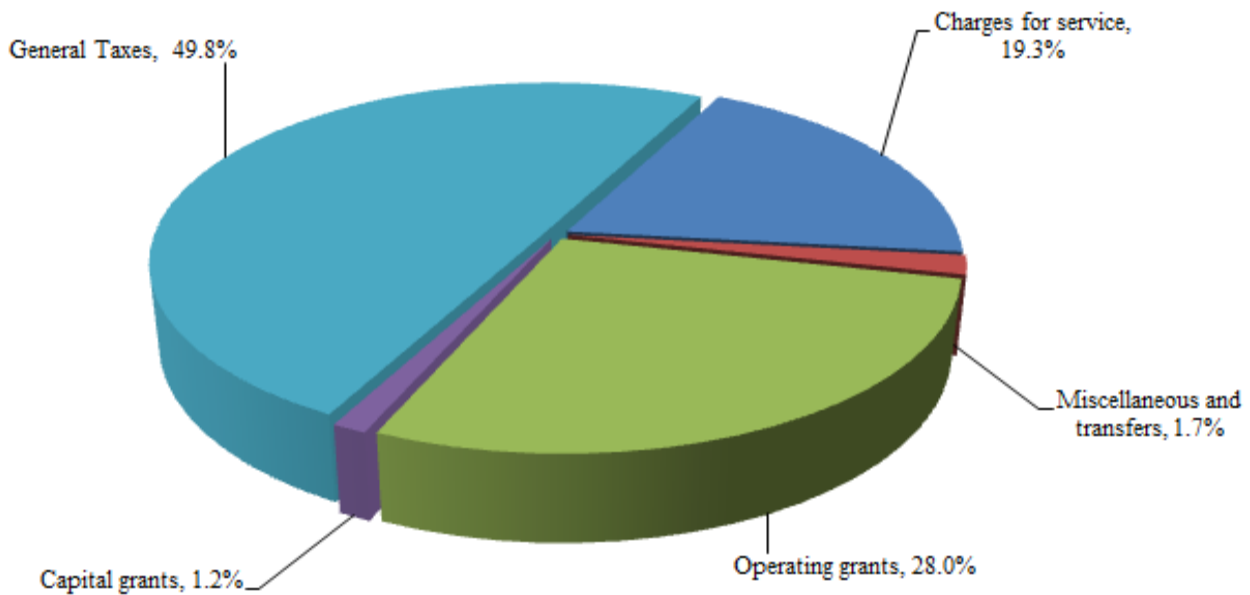
Primary Government – Fiscal Year 2013 Revenues and Expenses

During Fiscal Year 2013, State revenues, including transfers, totaled \$56.8 billion or an increase of \$2.1 billion when compared to the prior fiscal year. This increase in total revenues is primarily attributable to an overall increase in general taxes, primarily the State’s Gross Income Tax, Sales and Use Tax, and Corporation Business Tax resulting from a strengthening of the economy. General taxes totaled \$28.3 billion and accounted for 49.8 percent of total State revenues for Fiscal Year 2013. The State’s Gross Income Tax totaled \$12.1 billion, the Sales and Use Tax totaled \$8.4 billion, and the Corporation Business Tax totaled \$2.4 billion. The State’s three major taxes comprised 80.9 percent of the total general taxes that were collected during Fiscal Year 2013. The State’s economy showed a slight improvement, as indicated by the \$1.6 billion increase in general taxes when compared to Fiscal Year 2012.

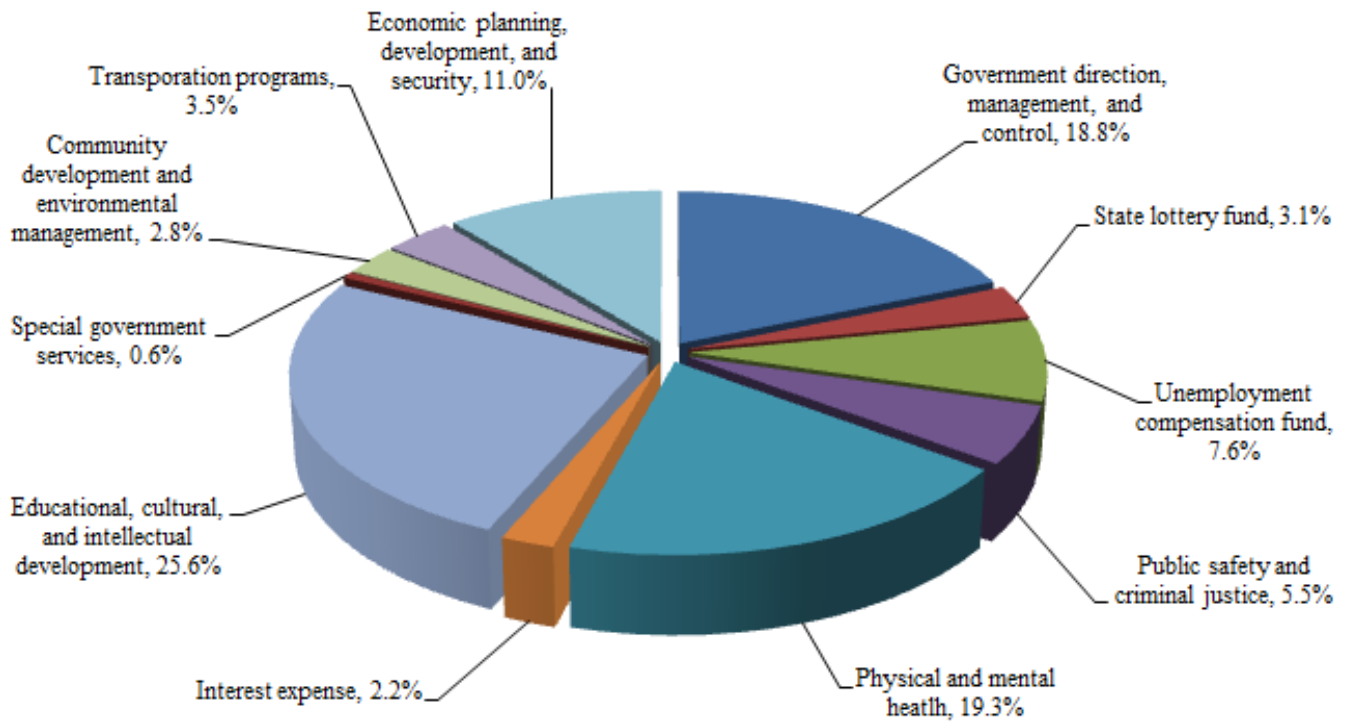
Fiscal Year 2013 expenses totaled \$61.2 billion, for a decrease of \$77.8 million in comparison to the prior fiscal year. State spending decreased by \$1.2 billion in unemployment compensation and \$120.4 million in economic planning, development, and security, which were offset by increases of \$429.0 million in transportation programs and \$382.9 million in educational, cultural, and intellectual development.

The following pie charts depict primary government activities for revenues and expenses for the fiscal year ended June 30, 2013:

**Revenues – Primary Government
Fiscal Year Ended June 30, 2013**



**Expenses – Primary Government
Fiscal Year Ended June 30, 2013**



Please see the Statistical Section for current and prior fiscal year revenue and expense comparisons.

Component Units

Combined operating revenues and expenses for the State’s component units for Fiscal Year 2013 amounted to \$12.3 billion and \$12.0 billion, respectively. Total operations along with other revenue and expenses contributed to total combined net assets at fiscal year end of \$18.3 billion. The component units received \$860.0 million in State appropriations during Fiscal Year 2013.

MAJOR GOVERNMENTAL FUNDS FINANCIAL ANALYSIS

The focus of the State’s governmental funds reported in the fund financial statements is on near term inflows, outflows, and balance of expendable resources, which are essential elements in assessing the State’s financing needs and serve as useful measures of the government’s net resources available for future spending. The State’s governmental funds reported June 30, 2013 fund balances of \$7.4 billion. The \$573.6 million increase in fund balance was primarily from higher Fiscal Year 2013 revenues.

General Fund

The General Fund is the State’s chief operating fund and is the fund into which all State revenues, not otherwise restricted by statute, are deposited. The General Fund’s ending fund balance totaled \$3.2 billion of which \$301.4 million represented unassigned fund balance.

On a budgetary basis, general revenues of \$30.0 billion were \$5.6 billion lower than the final budget. The negative variance was primarily the result of unearned federal and other grant revenues of \$2.6 billion, declines of \$1.5 billion in other revenues, and \$1.4 billion in taxes. Federal and other grant revenues are not earned unless there has been a grant award and eligible grant expenses incurred. To the extent that federal and grant appropriations are made in anticipation of grant awards and the incurrence of grant expenditures, grant revenues are budgeted.

Total expenditures were \$3.0 billion lower than original appropriations as set forth in the annual Appropriations Act plus supplemental appropriations enacted during the fiscal year. A major cause for under-spending resulted from the overestimate of federal funds. This practice allows the State to receive the maximum federal dollars that become available. During Fiscal Year 2013, the State's appropriation of federal funds and other grants exceeded expenditures by \$2.6 billion. These excess appropriations are available for use in future years. From a Fiscal Year 2013 program perspective, under-spending transpired in community development and environmental management (\$1.2 billion); physical and mental health (\$696.4 million); public safety and criminal justice (\$444.4 million); economic planning, development, and security (\$417.2 million); transportation programs (\$118.2 million); special government services (\$105.0 million); and government direction, management, and control (\$49.8 million). The aforementioned under-spending was offset by over-spending in educational, cultural, and intellectual development (\$85.4 million).

Property Tax Relief Fund

The Property Tax Relief Fund accounts for revenues from the Gross Income Tax and one-half percent of the Sales and Use Tax that is constitutionally dedicated for property tax relief. Appropriations from this fund must be used exclusively for the constitutional purpose of reducing or offsetting property taxes. During Fiscal Year 2013, \$12.8 billion of property tax relief expenditures were made. The Property Tax Relief Fund's Fiscal Year 2013 ending fund balance was \$10.8 million.

PROPRIETARY FUNDS FINANCIAL ANALYSIS

State Lottery Fund

Monies derived from the sale of State lottery tickets are deposited into this fund. Disbursements are authorized for the payment of prizes to holders of winning lottery tickets, vendor fees in the production and distribution of lottery tickets, and for the administrative expenses of the Division of the State Lottery. Available fund balances are transferred to the State's General Fund in support of the amounts annually appropriated for State institutions and for education. The present value of obligations for future installment payments of lottery prizes, which are funded by the purchase of deposit fund contracts and United States Government Treasury securities, are accounted for in this fund.

In Fiscal Year 2013, gross revenues totaled \$3.0 billion of which \$1.7 billion was returned in prizes, \$1.1 billion went to State education and institutions, \$194.2 million was paid to sales agents and ticket vendors, and \$34.7 million covered Lottery operational and promotional expenses. As of June 30, 2013, the State Lottery, since its inception, has generated over \$58.0 billion in gross revenues, \$31.2 billion in prizes, and contributed \$22.1 billion to the State.

On June 20, 2013, a competitively bid 15 year contract was awarded to Northstar New Jersey Lottery Group, LLC (Northstar NJ) to provide sales and marketing services to the Division of State Lottery. As part of the contract terms, Northstar NJ provided a \$120 million "accelerated guarantee payment" to the Division of State Lottery. Based on net income targets, Northstar NJ can earn incentive payments when they meet or exceed their targets or incur a penalty payment if their targets are missed. The base services commencement date is October 1, 2013, the date that Northstar NJ will become responsible to meet their prorated net income target for Fiscal Year 2014.

Unemployment Compensation Fund

The Unemployment Compensation Fund accounts for monies deposited from employers' and employees' contributions for unemployment compensation, amounts credited or advances made by the federal government, and amounts received from any other source. After consideration is given to any claim for refund of overpayment of contributions, the Division of Employment Security transfers the remainder to the Treasurer of the United States for credit to the State of New Jersey Unemployment Compensation Fund.

The economic difficulties experienced by the State of New Jersey and the nation have impacted claims against, and the funding of, the State's Unemployment Compensation Fund. Under State law, the rates for employers are subject to automatic annual adjustment, as necessary, to maintain the Fund's sufficiency. The Fund operates independently and its obligations are not payable from the State's General Fund. To provide for sufficient cash flow to fund unemployment claims, commencing on March 2009, the State, under federal law, applied to the United State Department of Labor for cash advances. As of February 28, 2014, \$223.0 million of such advances are outstanding. It is anticipated that such advances will be repaid by May 1, 2014.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

New Jersey’s Office of Management and Budget, under the purview of the Department of the Treasury, is responsible for recording all capital assets in the State’s capital asset system. In addition to New Jersey’s Department of Transportation identifying significant requirements for bridge repair and maintenance, the New Jersey Commission on Capital Budgeting and Planning has identified a significant amount of capital investment requirements for State facilities. The State’s annual budget and planning process prioritizes these requirements and recommends funding, as can be accommodated within available resources. Over the last few years, New Jersey budgets have been built on limited resources.

The Fiscal Year 2013 capital appropriation included \$2.7 billion of State and matching federal funds for both the Department of Transportation and the New Jersey Transit Corporation. The State’s share, funded through the New Jersey Transportation Trust Fund Authority, produced \$467.4 million for State highway infrastructure, \$190.1 million for local highways, and \$589.5 million for mass transit. During Fiscal Year 2013, the New Jersey Economic Development Authority issued \$375.0 million of School Facilities Construction Bonds, net of refundings, to help fund the New Jersey Schools Development Authority’s program; accordingly, as of June 30, 2013, a total of \$9.0 billion of the \$12.6 billion school facilities construction bond program has been issued. The constitutional dedication of 4.0 percent of the Corporation Business Tax was appropriated to fund hazardous discharge cleanup, underground storage tank improvements, and surface water quality projects.

Capital asset data is shown below. The State’s investment in capital assets, net of accumulated depreciation, totaled \$24.3 billion as of June 30, 2013. Depreciation expense charges for Fiscal Year 2013 totaled \$872.7 million.

**Capital Assets (Net of Accumulated Depreciation)
As of June 30
(Expressed in Millions)**

	Total Primary Government	
	2013	2012*
Land and Easements	\$ 4,935.8	\$ 4,824.3
Land Improvements	82.9	82.2
Buildings and Improvements	1,569.5	1,616.3
Machinery, Equipment and Software	394.3	397.1
Infrastructure	14,669.0	14,102.2
Sub-Total	21,651.5	21,022.1
Construction-In-Progress	2,681.3	2,594.3
Total	\$ 24,332.8	\$ 23,616.4

Notes:

* Fiscal Year 2012 Capital Assets has been restated by \$68.1 million and the Accumulated Depreciation balance has been increased by \$18.7 million to correct prior year error.

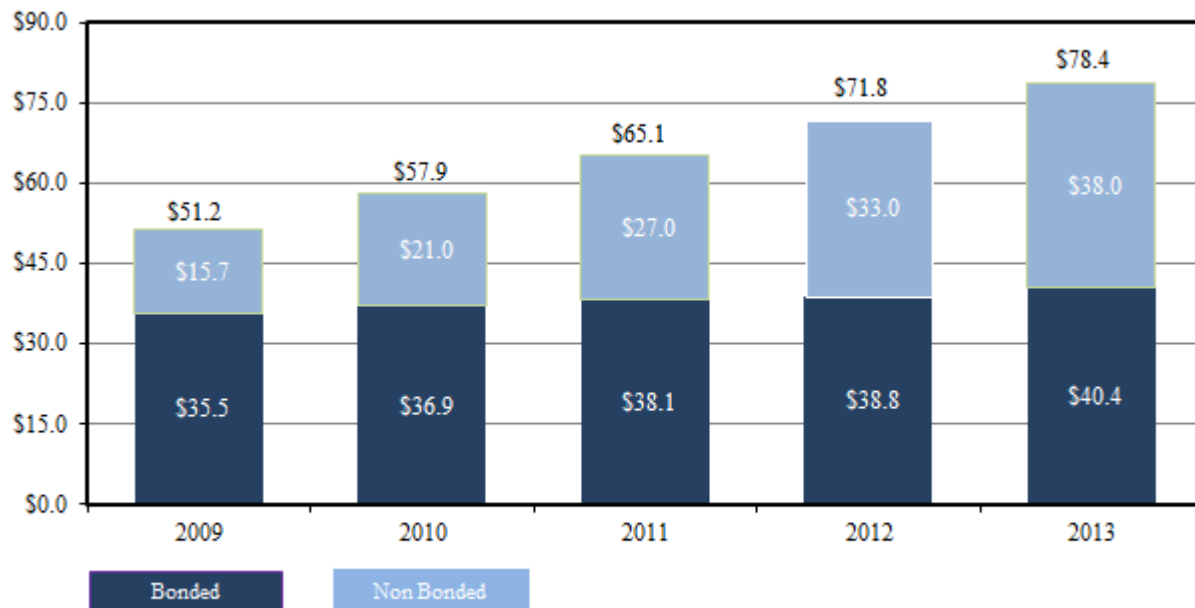
Funding for capital investment requirements is derived either from the State’s operating budget or from legislative-approved or voter-approved bonded debt.

For more detailed information about the State’s capital assets, see Note 7 – Capital Assets.

Debt Administration

As of June 30, 2013, New Jersey's outstanding long-term obligations for governmental activities totaled \$78.4 billion, a \$6.6 billion increase over the prior fiscal year. Of the \$6.6 billion increase, \$5.0 billion is attributable to increases in the Net Pension Obligation and Net OPEB Obligation. Long-term bonded debt obligations totaled \$40.4 billion, while other long-term obligations totaled \$38.0 billion. In addition, the State has \$8.3 billion of legislatively authorized bonding capacity that has not yet been issued. As of June 30, 2013, the legislatively authorized but unissued debt decreased by \$1.2 billion (See Statistical Section – Legislatively Authorized But Unissued Debt, 2013 and 2012). The State's long-term obligations for the past five fiscal years are shown below:

Long-Term Bonded and Non-Bonded Obligations
Fiscal Year 2009 to Fiscal Year 2013
(Expressed in Billions)



Note:

For more detailed information about the State's long-term debt activity, see Note 10 – Long-Term Obligations.

ECONOMIC CONDITION AND OUTLOOK

New Jersey's economy is continuing to recover. December 2013 marked the 28th consecutive month in which the number of jobs in the State was higher than in the same month of the prior year. After some delay, reflecting the unusual increase in New Jersey's labor force participation rate in 2012, the State's unemployment rate has moved down rapidly, falling from 9.7 percent in August 2012 to 7.3 percent in December 2013. However, New Jersey's unemployment rate remained higher than December's national rate of 6.7 percent. New Jersey economic forecasts as of November 2013 from the Treasury Department's Office of the Chief Economist, as well as others from Global Insight, Moody's, and Rutgers University, all call for ongoing improvement in economic conditions through the end of 2014. It is generally believed that rebuilding from Super Storm Sandy is likely to contribute some additional impetus to the State's economy.

New Jersey's economic outlook also hinges, critically, on the national economy. Resolution of uncertainties arising from ongoing controversies about federal taxes and spending, the implementation of the Affordable Care Act and the Dodd-Frank financial reform law, as well as the maintenance of supportive monetary policies are critical to sustaining consumer and business confidence and the recovery in national and state economies. Stability in both national and international financial markets are also key elements in providing an environment for growth in the State.

The State and the nation may experience some near-term deterioration in growth and the expected pace of economic expansion may decline if consumers, investors, and businesses are negatively affected by concerns regarding long-term federal budget sustainability, the impact of federal health care reform on business costs, lack of credit availability, United States and international financial market stresses, any slowdown in the pace of global economic recovery, and geopolitical tensions, particularly those which lead to any substantial restrictions on energy supplies from the Middle East. To a large extent, the future direction of the economy, nationally and in the State, hinges on assumptions regarding the strength of the current economic recovery and stability in the financial markets. Based on the information available as of December 2013, economic conditions in the State should improve over the next year, but the recovery remains vulnerable.

REQUEST FOR INFORMATION

This Comprehensive Annual Financial Report for the fiscal year ended June 30, 2013 is designed to provide a general overview of the State of New Jersey's finances to our citizens, taxpayers, customers, investors, and creditors, and to demonstrate the State's accountability for the money it receives and the stewardship over its resources. Requests concerning any of the data presented in this Comprehensive Annual Financial Report for the fiscal year ended June 30, 2013, or for additional information, should be addressed to the State of New Jersey, Office of Management and Budget, P.O. Box 221, 33 West State Street, Trenton, New Jersey, 08625. Historical copies of the Comprehensive Annual Financial Report, the State Budget, and the Appropriations Handbook are accessible via: <http://www.state.nj.us/treasury/omb>.

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*Basic Financial
Statements*

STATE OF NEW JERSEY
STATEMENT OF NET POSITION
JUNE 30, 2013

	<u>Primary Government</u>			<u>Component Units</u>
	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>	
ASSETS				
Current Assets				
Cash and cash equivalents	\$ 180,165,328	\$ 1,020,438	\$ 181,185,766	\$ 3,531,147,988
Investments	4,276,201,265	316,149,503	4,592,350,768	5,627,248,525
Receivables, net of allowances for uncollectibles				
Federal government	956,212,486	89,086,792	1,045,299,278	424,122,852
Departmental accounts	3,216,762,232	886,900,612	4,103,662,844	-
Loans	1,727,248,933	-	1,727,248,933	321,458,507
Mortgages	-	-	-	111,169,000
Other	741,281,075	75,803,954	817,085,029	660,529,987
Internal balances	122,106,415	(122,106,415)	-	-
Due from external parties	10,361,091	-	10,361,091	169,180,439
Inventories	-	-	-	170,039,754
Deferred charges	-	12,823,215	12,823,215	-
Other	320,671,127	-	320,671,127	232,810,330
Total Current Assets	11,551,009,952	1,259,678,099	12,810,688,051	11,247,707,382
Noncurrent Assets				
Investments	-	254,787,828	254,787,828	4,328,157,938
Receivables, net of allowances for uncollectibles				
Loans	-	-	-	3,759,646,836
Mortgages	-	-	-	2,505,425,774
Other	-	-	-	97,987,355
Pension assets	5,403,196	-	5,403,196	-
Capital assets - nondepreciated	7,617,095,260	-	7,617,095,260	6,414,996,443
Capital assets - depreciated, net	16,715,698,992	-	16,715,698,992	17,791,893,399
Other	239,972,288	-	239,972,288	544,154,917
Total Noncurrent Assets	24,578,169,736	254,787,828	24,832,957,564	35,442,262,662
Deferred Outflows	17,337,810	-	17,337,810	201,290,598
Total Assets and Deferred Outflows	36,146,517,498	1,514,465,927	37,660,983,425	46,891,260,642

The accompanying notes are an integral part of the financial statements.

STATE OF NEW JERSEY
STATEMENT OF NET POSITION
JUNE 30, 2013

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
LIABILITIES				
Current Liabilities				
Accounts payable and accruals	2,386,745,910	243,746,035	2,630,491,945	1,269,410,073
Due to external parties	65,782,161	-	65,782,161	247,529,782
Interest payable	290,616,968	-	290,616,968	296,063,347
Deferred revenue	320,784,078	-	320,784,078	318,126,231
Current portion of long-term liabilities	2,214,851,465	429,213,908	2,644,065,373	1,228,472,844
Other	383,649,699	132,576,185	516,225,884	679,465,790
Total Current Liabilities	5,662,430,281	805,536,128	6,467,966,409	4,039,068,067
Noncurrent Liabilities				
Net pension obligation	14,515,981,208	-	14,515,981,208	113,042,659
Net OPEB obligation	20,176,700,000	-	20,176,700,000	646,319,187
Pollution remediation obligation	86,162,245	-	86,162,245	50,224,350
Derivative instrument liability	337,415,260	-	337,415,260	140,183,005
Other	41,414,564,982	255,772,231	41,670,337,213	23,285,126,994
Total Noncurrent Liabilities	76,530,823,695	255,772,231	76,786,595,926	24,234,896,195
Deferred Inflows	-	-	-	287,109,508
Total Liabilities and Deferred Inflows	82,193,253,976	1,061,308,359	83,254,562,335	28,561,073,770
NET POSITION				
Net investment in capital assets	7,287,735,232	-	7,287,735,232	9,601,834,115
Restricted for:				
Capital projects	-	-	-	83,973,209
Public safety and criminal justice	106,299	-	106,299	-
Physical and mental health	2,876,645	-	2,876,645	-
Educational, cultural, and intellectual development	659,887,066	-	659,887,066	-
Community development and environmental management	2,656,339,613	-	2,656,339,613	-
Economic planning, development and security	349,844,948	-	349,844,948	-
Transportation programs	9,849,082	-	9,849,082	-
Debt service	-	-	-	1,102,299,176
Unemployment	-	444,144,669	444,144,669	-
Other	-	9,012,899	9,012,899	5,372,424,002
Unrestricted	(57,013,375,363)	-	(57,013,375,363)	2,169,656,370
Total Net Position	\$ (46,046,736,478)	\$ 453,157,568	\$ (45,593,578,910)	\$ 18,330,186,872

**STATE OF NEW JERSEY
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

	<u>Program Revenues</u>			
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Functions - Programs				
Primary Government				
Governmental activities:				
Public safety and criminal justice	\$ 3,375,077,370	\$ 1,101,157,324	\$ 614,869,873	\$ 2,272,942
Physical and mental health	11,777,199,894	861,535,447	955,586,395	-
Educational, cultural, and intellectual development	15,632,387,188	110,727,318	968,399,862	-
Community development and environmental management	1,708,381,972	270,988,764	791,222,421	115,590,535
Economic planning, development, and security	6,741,551,327	1,330,746,917	885,905,975	12,500,000
Transportation programs	2,144,906,383	32,244,345	1,077,632,477	214,083,161
Government direction, management, and control	11,509,830,892	963,249,055	8,377,670,374	-
Special government services	344,476,795	163,361,768	9,010,217	5,032,921
Interest expense	1,354,288,746	-	-	-
Total governmental activities	<u>\$ 54,588,100,567</u>	<u>\$ 4,834,010,938</u>	<u>\$ 13,680,297,594</u>	<u>\$ 349,479,559</u>
Business-type activities:				
State Lottery Fund	1,899,233,149	2,980,958,793	213,544	-
Unemployment Compensation Fund	4,666,429,302	3,142,987,267	2,220,699,708	-
Total business-type activities	<u>6,565,662,451</u>	<u>6,123,946,060</u>	<u>2,220,913,252</u>	<u>-</u>
Total Primary Government	<u>\$ 61,153,763,018</u>	<u>\$ 10,957,956,998</u>	<u>\$ 15,901,210,846</u>	<u>\$ 349,479,559</u>
Component Units				
Authorities	\$ 5,756,877,022	\$ 3,062,867,868	\$ 1,648,363,018	\$ 1,966,379,035
Colleges and Universities	6,249,475,995	3,331,340,581	2,288,118,033	27,502,736
Total Component Units	<u>\$ 12,006,353,017</u>	<u>\$ 6,394,208,449</u>	<u>\$ 3,936,481,051</u>	<u>\$ 1,993,881,771</u>
General Revenues and Transfers				
Taxes:				
Gross Income Tax				
Sales and Use Tax				
Corporate Business Tax				
Other taxes				
Investment earnings				
Payments from State				
Miscellaneous				
Transfers				
Total general revenues and transfers				
Change in Net Position				
Net Position - July 1, 2012 (Restated)				
Net Position - June 30, 2013				

The accompanying notes are an integral part of the financial statements.

Net (Expense) Revenue and Changes in Net Assets

Primary Government			
Governmental Activities	Business-type Activities	Total	Component Units
\$ (1,656,777,231)	\$ -	\$ (1,656,777,231)	\$ -
(9,960,078,052)	-	(9,960,078,052)	-
(14,553,260,008)	-	(14,553,260,008)	-
(530,580,252)	-	(530,580,252)	-
(4,512,398,435)	-	(4,512,398,435)	-
(820,946,400)	-	(820,946,400)	-
(2,168,911,463)	-	(2,168,911,463)	-
(167,071,889)	-	(167,071,889)	-
(1,354,288,746)	-	(1,354,288,746)	-
<u>(35,724,312,476)</u>	<u>-</u>	<u>(35,724,312,476)</u>	<u>-</u>
-	1,081,939,188	1,081,939,188	-
-	697,257,673	697,257,673	-
-	1,779,196,861	1,779,196,861	-
\$ (35,724,312,476)	\$ 1,779,196,861	\$ (33,945,115,615)	\$ -
\$ -	\$ -	\$ -	\$ 920,732,899
-	-	-	(602,514,645)
\$ -	\$ -	\$ -	\$ 318,218,254
12,108,615,149	-	12,108,615,149	-
8,434,791,189	-	8,434,791,189	-
2,371,400,448	-	2,371,400,448	-
5,398,799,431	-	5,398,799,431	-
335,785,847	-	335,785,847	-
-	-	-	860,002,833
982,873,608	-	982,873,608	-
1,085,009,581	(1,085,009,581)	-	-
<u>30,717,275,253</u>	<u>(1,085,009,581)</u>	<u>29,632,265,672</u>	<u>860,002,833</u>
(5,007,037,223)	694,187,280	(4,312,849,943)	1,178,221,087
(41,039,699,255)	(241,029,712)	(41,280,728,967)	17,151,965,785
<u>\$ (46,046,736,478)</u>	<u>\$ 453,157,568</u>	<u>\$ (45,593,578,910)</u>	<u>\$ 18,330,186,872</u>

**STATE OF NEW JERSEY
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2013**

	<u>General Fund</u>	<u>Property Tax Relief Fund</u>	<u>Non-Major Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS				
Cash and cash equivalents	\$ 103,101,951	\$ -	\$ 77,063,377	\$ 180,165,328
Investments	1,314,168,053	-	2,962,033,212	4,276,201,265
Receivables, net of allowances for uncollectibles				
Federal government	705,586,511	-	95,928,637	801,515,148
Departmental accounts	2,122,843,099	557,993,345	535,925,788	3,216,762,232
Loans	369,196,818	-	1,358,052,115	1,727,248,933
Other	162,645,040	-	184,754,610	347,399,650
Due from other funds	770,016,355	8,951,932	481,638,518	1,260,606,805
Other	19,027,387	-	18,450	19,045,837
Total Assets	<u>\$ 5,566,585,214</u>	<u>\$ 566,945,277</u>	<u>\$ 5,695,414,707</u>	<u>\$ 11,828,945,198</u>
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable and accruals	\$ 1,739,238,371	\$ 41,602,288	\$ 605,905,251	\$ 2,386,745,910
Deferred revenue	310,734,895	-	126,456,183	437,191,078
Due to other funds	190,608,227	290,043,758	713,269,475	1,193,921,460
Other	131,977,341	224,460,392	27,211,966	383,649,699
Total Liabilities	<u>2,372,558,834</u>	<u>556,106,438</u>	<u>1,472,842,875</u>	<u>4,401,508,147</u>
Fund Balances				
Nonspendable	20,416,073	-	-	20,416,073
Restricted	1,154,228,868	-	3,813,188,781	4,967,417,649
Committed	1,717,984,946	10,838,839	409,383,051	2,138,206,836
Unassigned	301,396,493	-	-	301,396,493
Total Fund Balances	<u>3,194,026,380</u>	<u>10,838,839</u>	<u>4,222,571,832</u>	<u>7,427,437,051</u>
Total Liabilities and Fund Balances	<u>\$ 5,566,585,214</u>	<u>\$ 566,945,277</u>	<u>\$ 5,695,414,707</u>	<u>\$ 11,828,945,198</u>

The accompanying notes are an integral part of the financial statements.

STATE OF NEW JERSEY
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
June 30, 2013

Total fund balances - governmental funds \$ 7,427,437,051

Amounts reported for governmental activities in the statement of net position are different as a result of the following items:

Some of the State's revenues will be collected after year-end, but are not available soon enough to pay for the current period's expenditures and therefore are deferred in the funds. 548,578,763

In the government-wide statements deferred issuance costs are capitalized and amortized over a period of years, but are reported as expenditures in the fund perspective. 301,625,290

Capital assets used in governmental activities are not financial resources and therefore are not reported in the fund perspective. These assets consist of :

Infrastructure assets	\$ 23,507,750,762	
Buildings and improvements	3,519,387,566	
Land and land improvements	5,167,175,159	
Other capital assets	3,763,799,821	
Accumulated depreciation	<u>(11,625,319,056)</u>	24,332,794,252

Deferred tobacco settlement revenue recorded in the fund perspective is recognized as revenue and not deferred in the statement of net position. 116,407,000

Deferred outflows are not current resources and therefore are not reported in the fund perspective. 17,337,810

The pension and other assets are not current resources and therefore are not reported in the fund perspective. 245,375,484

Some liabilities are not due and payable in the current period and therefore are not reported in the fund perspective. Those liabilities consist of:

Current Liabilities		
Accrued interest	(290,616,968)	
Current portion of long-term obligations	<u>(2,214,851,465)</u>	(2,505,468,433)

Noncurrent Liabilities		
Bonds and notes payable	(23,149,625,000)	
Installment obligations	(17,759,972,231)	
Loans payable	(1,279,358,087)	
Capital leases	(627,900,801)	
Compensated absences	(251,333,442)	
Unamortized deferral on refunding bonds	1,067,984,198	
Unamortized premium	(2,067,071,088)	
Tobacco Settlement Financing Corporation Bonds	(4,272,127,126)	
Unamortized discount on Capital Appreciation Bonds	7,503,489,579	
Net pension obligation	(14,515,981,208)	
Net OPEB obligation	(20,176,700,000)	
Pollution remediation obligation	(86,162,245)	
Derivative instrument liability	(337,415,260)	
Other	<u>(578,650,984)</u>	<u>(76,530,823,695)</u>

Net Position of governmental activities \$ (46,046,736,478)

The accompanying notes are an integral part of the financial statements.

STATE OF NEW JERSEY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	<u>General Fund</u>	<u>Property Tax Relief Fund</u>	<u>Non-Major Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES				
Taxes	\$ 14,018,603,521	\$ 12,758,373,588	\$ 1,566,134,249	\$ 28,343,111,358
Federal and other grants	11,742,726,286	-	923,753,094	12,666,479,380
Licenses and fees	1,209,328,260	-	112,832,033	1,322,160,293
Services and assessments	1,634,970,880	-	1,211,188,427	2,846,159,307
Investment earnings	6,343,003	-	3,514,539	9,857,542
Contributions	1,490	-	140,547	142,037
Other	3,105,103,273	-	487,944,468	3,593,047,741
Total Revenues	<u>31,717,076,713</u>	<u>12,758,373,588</u>	<u>4,305,507,357</u>	<u>48,780,957,658</u>
EXPENDITURES				
Current:				
Public safety and criminal justice	3,416,519,364	-	102,852,688	3,519,372,052
Physical and mental health	11,427,272,175	129,298,137	244,888,958	11,801,459,270
Educational, cultural, and intellectual development	4,137,590,364	11,541,932,423	252,216,195	15,931,738,982
Community development and environmental management	1,492,532,852	255,672,910	132,773,984	1,880,979,746
Economic planning, development, and security	5,712,587,168	23,512,000	1,089,714,507	6,825,813,675
Transportation programs	648,414,311	-	2,206,930,097	2,855,344,408
Government direction, management, and control	5,559,323,258	803,076,524	193,130,168	6,555,529,950
Special government services	345,371,126	-	239,913	345,611,039
Capital Outlay	189,340,265	-	-	189,340,265
Debt Service:				
Principal	333,755,000	-	558,230,000	891,985,000
Interest	115,303,047	-	839,008,681	954,311,728
Total Expenditures	<u>33,378,008,930</u>	<u>12,753,491,994</u>	<u>5,619,985,191</u>	<u>51,751,486,115</u>
Excess (deficiency) of revenues over expenditures	<u>(1,660,932,217)</u>	<u>4,881,594</u>	<u>(1,314,477,834)</u>	<u>(2,970,528,457)</u>
OTHER FINANCING SOURCES (USES)				
Issuance of debt	350,000,000	-	1,267,000,000	1,617,000,000
Transfers from other funds	2,591,068,227	-	3,019,856,961	5,610,925,188
Transfers to other funds	(1,626,348,017)	-	(2,899,561,215)	(4,525,909,232)
Other sources	3,479,753,713	-	1,179,280,306	4,659,034,019
Other uses	(2,840,247,471)	-	(976,719,820)	(3,816,967,291)
Total other financing sources (uses)	<u>1,954,226,452</u>	<u>-</u>	<u>1,589,856,232</u>	<u>3,544,082,684</u>
Net Change in Fund Balance	293,294,235	4,881,594	275,378,398	573,554,227
Fund Balances - July 1, 2012	<u>2,900,732,145</u>	<u>5,957,245</u>	<u>3,947,193,434</u>	<u>6,853,882,824</u>
Fund Balances - June 30, 2013	<u>\$ 3,194,026,380</u>	<u>\$ 10,838,839</u>	<u>\$ 4,222,571,832</u>	<u>\$ 7,427,437,051</u>

The accompanying notes are an integral part of the financial statements.

STATE OF NEW JERSEY
RECONCILIATION OF THE CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

Net change in fund balance - total governmental funds \$ 573,554,227

Amounts reported for governmental activities in the statement of activities are different as a result of the following items:

Capital outlays are reported as expenditures in governmental funds. However, in the statement of activities, the cost of capital assets is allocated over their useful lives as depreciation expense. In the current period, these amounts are:

Capital outlay	\$ 1,552,292,041	
Depreciation expense	(835,876,017)	
Excess of capital outlay over depreciation expense		716,416,024

Bond proceeds provide current financial resources to governmental funds. However, issuing debt increases long-term obligations in the statement of net position. In the current period, proceeds were received from revenue and general obligation bonds. (1,617,000,000)

Some capital additions were financed through capital leases, certificates of participation and installment obligations. In the governmental funds these arrangements are considered a source of financing, but in the statement of net position, these arrangements are reported as an obligation. (564,340,265)

The changes in fair value related to nonqualifying swap agreements and swap termination costs are not considered current resources and are only reported in the statement of activities. 163,692,040

Repayment of long-term debt is reported as an expenditure in governmental funds, but the repayment reduces long-term obligations in the statement of net position. In the current year, these amounts consist of:

Bond principal retirement	764,845,000	
Capital lease payments	73,193,055	
Installment obligation retirement	439,541,595	
Certificates of participation retirement	35,393,420	
Tobacco Settlement Financing Corp. bond retirement	151,080,000	
Total long-term obligations repayment		1,464,053,070

Some revenues will not be collected for several months after the fiscal year ends, they are not considered "available" revenues and are not accrued in the governmental funds. The Fiscal Year 2013 receivable balances increased by this amount. 7,344,553

Some revenues recorded in the statement of activities do not provide current financial resources and therefore are deferred in the fund perspective. 877,000

In the government-wide statements certain items are capitalized and amortized over a period of years, but are reported as expenditures or other financing sources and uses in the fund perspective. These activities consist of:

Increase in unamortized premiums	(92,515,316)	
Decrease in deferral on refunding issues	(217,847,182)	
Increase in deferred issuance costs	(23,324,107)	
Decrease in bond discount	(879,685)	
Total capitalized and amortized items		(334,566,290)

Some items reported in the statement of activities do not require the use of current financial resources and therefore are reported as expenditures or reductions of revenue in governmental funds. These activities consist of:

Net increase in accrued interest	(367,554,484)	
Increase in compensated absences, medicaid, and other	(21,594,268)	
Decrease in pension assets	(531,940)	
Increase in net pension and OPEB obligations	(5,035,851,759)	
Decrease in pollution remediation obligation	6,012,317	
Increase in other assets	2,452,552	
Total additional expenditures and revenue reductions		(5,417,067,582)

Change in net position of governmental activities \$ (5,007,037,223)

The accompanying notes are an integral part of the financial statements.

**STATE OF NEW JERSEY
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2013**

	<u>State Lottery Fund</u>	<u>Unemployment Compensation Fund</u>	<u>Total Proprietary Funds</u>
ASSETS			
Current Assets			
Cash and cash equivalents	\$ 434,249	\$ 586,189	\$ 1,020,438
Investments	316,048,351	101,152	316,149,503
Receivables, net of allowances for uncollectibles			
Federal government	-	89,086,792	89,086,792
Departmental accounts	-	886,900,612	886,900,612
Other	5,179,496	70,624,458	75,803,954
Due from other funds	-	16,525,407	16,525,407
Deferred charges	12,823,215	-	12,823,215
Total Current Assets	<u>334,485,311</u>	<u>1,063,824,610</u>	<u>1,398,309,921</u>
Noncurrent Assets			
Investments	254,787,828	-	254,787,828
Total Assets	<u>589,273,139</u>	<u>1,063,824,610</u>	<u>1,653,097,749</u>
LIABILITIES			
Current Liabilities			
Accounts payable and accruals	123,811,378	119,934,657	243,746,035
Due to other funds	122,843,127	15,788,695	138,631,822
Current portion of long-term obligations	77,833,504	351,380,404	429,213,908
Other	-	132,576,185	132,576,185
Total Current Liabilities	<u>324,488,009</u>	<u>619,679,941</u>	<u>944,167,950</u>
Noncurrent Liabilities			
Due in more than one year	255,772,231	-	255,772,231
Total Noncurrent Liabilities	<u>255,772,231</u>	<u>-</u>	<u>255,772,231</u>
Total Liabilities	<u>580,260,240</u>	<u>619,679,941</u>	<u>1,199,940,181</u>
NET POSITION			
Restricted for:			
Unemployment compensation	-	444,144,669	444,144,669
Other purposes	9,012,899	-	9,012,899
Total Net Position	<u>\$ 9,012,899</u>	<u>\$ 444,144,669</u>	<u>\$ 453,157,568</u>

The accompanying notes are an integral part of the financial statements.

STATE OF NEW JERSEY
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	<u>State Lottery Fund</u>	<u>Unemployment Compensation Fund</u>	<u>Total Proprietary Funds</u>
OPERATING REVENUES			
Sales and charges for services	\$ 2,821,400,159	\$ -	\$ 2,821,400,159
Assessments	-	2,999,172,309	2,999,172,309
From federal agencies	-	2,220,699,708	2,220,699,708
Other	39,558,634	558,552	40,117,186
Total Operating Revenues	<u>2,860,958,793</u>	<u>5,220,430,569</u>	<u>8,081,389,362</u>
OPERATING EXPENSES			
Unemployment compensation	-	4,666,429,302	4,666,429,302
Lottery prize awards	1,670,394,764	-	1,670,394,764
Other	228,838,385	-	228,838,385
Total Operating Expenses	<u>1,899,233,149</u>	<u>4,666,429,302</u>	<u>6,565,662,451</u>
Operating Income (Loss)	<u>961,725,644</u>	<u>554,001,267</u>	<u>1,515,726,911</u>
NONOPERATING REVENUES (EXPENSES)			
Investment income	213,544	-	213,544
Other	120,000,000	143,256,406	263,256,406
Total Nonoperating Revenues (Expenses)	<u>120,213,544</u>	<u>143,256,406</u>	<u>263,469,950</u>
Income (Loss) Before Transfers	1,081,939,188	697,257,673	1,779,196,861
Transfers to other funds	(1,085,009,581)	-	(1,085,009,581)
Change in Net Position	(3,070,393)	697,257,673	694,187,280
Net Position - July 1, 2012	<u>12,083,292</u>	<u>(253,113,004)</u>	<u>(241,029,712)</u>
Net Position - June 30, 2013	<u>\$ 9,012,899</u>	<u>\$ 444,144,669</u>	<u>\$ 453,157,568</u>

The accompanying notes are an integral part of the financial statements.

**STATE OF NEW JERSEY
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

	State Lottery Fund	Unemployment Compensation Fund	Total Proprietary Funds
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts received from customers	\$ 1,399,110,374	\$ -	\$ 1,399,110,374
Receipts from federal and local agencies	-	2,385,750,929	2,385,750,929
Receipts from assessments	-	2,806,789,059	2,806,789,059
Payments to suppliers	(23,552,491)	-	(23,552,491)
Payments to prize winners	(387,769,501)	-	(387,769,501)
Claims paid	-	(4,490,104,397)	(4,490,104,397)
Other receipts (payments)	34,059,646	-	34,059,646
Net cash provided (used) by operating activities	<u>1,021,848,028</u>	<u>702,435,591</u>	<u>1,724,283,619</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Loan from (payment to) federal government	-	(702,702,165)	(702,702,165)
Transfers to other funds	(1,081,082,267)	-	(1,081,082,267)
Other	120,000,000	397,520	120,397,520
Net cash provided (used) by noncapital financing activities	<u>(961,082,267)</u>	<u>(702,304,645)</u>	<u>(1,663,386,912)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sales and maturities of investments	1,278,268,000	-	1,278,268,000
Purchase of investments	(1,341,250,000)	-	(1,341,250,000)
Net cash provided (used) by investing activities	<u>(62,982,000)</u>	<u>-</u>	<u>(62,982,000)</u>
Net increase (decrease) in cash and cash equivalents	(2,216,239)	130,946	(2,085,293)
Cash and cash equivalents - July 1, 2012	<u>2,650,488</u>	<u>455,243</u>	<u>3,105,731</u>
Cash and cash equivalents - June 30, 2013	<u>\$ 434,249</u>	<u>\$ 586,189</u>	<u>\$ 1,020,438</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating income (loss)	\$ 961,725,644	\$ 554,001,267	\$ 1,515,726,911
Adjustments to reconcile operating income to net cash provided (used) by operating activities			
Net changes in assets and liabilities:			
Current assets	23,765,519	145,717,739	169,483,258
Noncurrent assets	50,987,943	-	50,987,943
Current liabilities	52,741,515	2,716,585	55,458,100
Noncurrent liabilities	(67,372,593)	-	(67,372,593)
Net cash provided (used) by operating activities	<u>\$ 1,021,848,028</u>	<u>\$ 702,435,591</u>	<u>\$ 1,724,283,619</u>

The accompanying notes are an integral part of the financial statements.

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**STATE OF NEW JERSEY
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2013**

	Agency Funds	Investment Trust Fund
ASSETS		
Cash and cash equivalents	\$ 42,214,443	\$ 2,487,868
Securities lending collateral	-	-
Investments	80,799,308	2,527,115,599
Receivables, net of allowances for uncollectibles		
Members	46,396	-
Employers	628,277	-
Interest and dividends	-	349,685
Departmental accounts	-	-
Due from other funds	31,486,093	-
Other	-	-
Total Assets	155,174,517	2,529,953,152
LIABILITIES		
Accounts payable	154,922,147	2,487,868
Benefits payable	-	-
Securities lending collateral and rebates payable	-	-
Due to other funds	252,370	1,735,325
Total Liabilities	155,174,517	4,223,193
NET POSITION		
Held in Trust for Pension Benefits and Other Purposes	\$ -	\$ 2,525,729,959

The accompanying notes are an integral part of the financial statements.

Pension and Other Employee Benefits Trust Funds	Private Purpose Trust Funds
\$ 6,863,046	\$ 2,267,783
1,556,965,543	-
78,856,417,921	12,178,168
181,499,269	-
3,101,590,128	-
4,655,008	-
-	10,804
34,296,068	-
1,259,000,962	-
<u>85,001,287,945</u>	<u>14,456,755</u>
142,216,118	4,095,698
1,367,087,976	-
1,556,041,843	-
8,244,115	129,281
<u>3,073,590,052</u>	<u>4,224,979</u>
<u>\$ 81,927,697,893</u>	<u>\$ 10,231,776</u>

STATE OF NEW JERSEY
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	<u>Investment Trust Fund</u>	<u>Pension and Other Employee Benefits Trust Funds</u>	<u>Private Purpose Trust Funds</u>
ADDITIONS			
Contributions:			
Members	\$ -	\$ 2,474,368,350	\$ -
Employers	-	7,945,390,931	-
Other	<u>12,691,169,347</u>	<u>3,389,743</u>	<u>-</u>
Total Contributions	<u>12,691,169,347</u>	<u>10,423,149,024</u>	<u>-</u>
Investment Income:			
Net increase (decrease) in fair value of investments	-	6,329,233,216	-
Interest and dividends	<u>1,884,514</u>	<u>1,982,806,919</u>	<u>16,938</u>
Total Investment Income	<u>1,884,514</u>	<u>8,312,040,135</u>	<u>16,938</u>
Less investment expense	<u>-</u>	<u>14,787,277</u>	<u>-</u>
Net Investment Income	<u>1,884,514</u>	<u>8,297,252,858</u>	<u>16,938</u>
Miscellaneous	<u>-</u>	<u>-</u>	<u>848,708</u>
Total Additions	<u>12,693,053,861</u>	<u>18,720,401,882</u>	<u>865,646</u>
DEDUCTIONS			
Benefit payments	-	14,454,396,100	-
Refunds of contributions	-	172,134,350	-
Refunds and transfers to other systems	-	-	6,375
Administrative expense	1,735,325	49,470,942	-
Payments in accordance with trust agreements	-	-	1,051,836
Distributions to shareholders	<u>12,820,704,831</u>	<u>-</u>	<u>-</u>
Total Deductions	<u>12,822,440,156</u>	<u>14,676,001,392</u>	<u>1,058,211</u>
Total Changes in Net Position Held in Trust	(129,386,295)	4,044,400,490	(192,565)
Net Position - July 1, 2012	<u>2,655,116,254</u>	<u>77,883,297,403</u>	<u>10,424,341</u>
Net Position - June 30, 2013	<u>\$ 2,525,729,959</u>	<u>\$ 81,927,697,893</u>	<u>\$ 10,231,776</u>

The accompanying notes are an integral part of the financial statements.

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STATE OF NEW JERSEY
STATEMENT OF NET POSITION
COMPONENT UNITS
JUNE 30, 2013

	<u>New Jersey Transit Corporation</u>	<u>New Jersey Turnpike Authority</u>	<u>Rutgers, The State University of New Jersey</u>
ASSETS			
Current Assets			
Cash and cash equivalents	\$ 38,775,530	\$ 252,735,265	\$ 254,161,000
Investments	32,394,195	698,061,819	339,397,000
Receivables, net of allowances for uncollectibles			
Federal government	359,430,573	-	-
Loans	-	-	-
Mortgages	-	-	-
Other	36,826,915	62,616,422	121,375,000
Due from external parties	125,068,246	687,501	-
Inventories	122,919,006	22,130,755	4,433,000
Other	9,181,968	25,800,359	14,263,000
Total Current Assets	<u>724,596,433</u>	<u>1,062,032,121</u>	<u>733,629,000</u>
Noncurrent Assets			
Investments	1,275,320,418	627,703,387	853,450,000
Receivables, net of allowances for uncollectibles			
Loans	-	-	-
Mortgages	-	-	-
Other	4,487,550	148,511	73,997,000
Capital assets - nondepreciated	1,554,600,755	3,616,647,276	262,776,000
Capital assets - depreciated, net	5,834,542,868	4,238,616,969	2,055,101,000
Other	8,000	159,944,742	140,377,000
Total Noncurrent Assets	<u>8,668,959,591</u>	<u>8,643,060,885</u>	<u>3,385,701,000</u>
Deferred Outflows	<u>6,841,900</u>	<u>67,935,918</u>	<u>27,311,000</u>
Total Assets and Deferred Outflows	<u>9,400,397,924</u>	<u>9,773,028,924</u>	<u>4,146,641,000</u>
LIABILITIES			
Current Liabilities			
Accounts payable and accrued expenses	362,887,666	159,484,378	168,785,000
Due to external parties	13,472,891	206,146,269	-
Interest payable	-	193,647,547	7,134,000
Deferred revenue	-	41,341,472	62,549,000
Current portion of long-term obligations	285,510,680	372,611,370	41,401,000
Other	206,760,385	203,390	145,954,000
Total Current Liabilities	<u>868,631,622</u>	<u>973,434,426</u>	<u>425,823,000</u>
Noncurrent Liabilities			
Net pension obligation	-	-	-
Net OPEB obligation	340,782,311	245,216,115	-
Pollution remediation	17,895,350	29,979,000	-
Derivative instrument liability	-	116,850,895	21,452,000
Other	2,723,629,076	8,047,849,271	1,035,646,000
Total Noncurrent Liabilities	<u>3,082,306,737</u>	<u>8,439,895,281</u>	<u>1,057,098,000</u>
Deferred Inflows	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Deferred Inflows	<u>3,950,938,359</u>	<u>9,413,329,707</u>	<u>1,482,921,000</u>
NET POSITION			
Net investment in capital assets	5,805,179,139	195,334,414	1,230,405,000
Restricted for:			
Capital projects	5,148,010	-	25,959,000
Debt service	-	145,949,856	-
Other purposes	-	-	785,522,000
Unrestricted	<u>(360,867,584)</u>	<u>18,414,947</u>	<u>621,834,000</u>
Total Net Position	<u>\$ 5,449,459,565</u>	<u>\$ 359,699,217</u>	<u>\$ 2,663,720,000</u>

The accompanying notes are an integral part of the financial statements.

<u>University of Medicine and Dentistry of New Jersey</u>	<u>Non-Major Component Units</u>	<u>Total Component Units</u>
\$ 171,189,000	\$ 2,814,287,193	\$ 3,531,147,988
40,725,000	4,516,670,511	5,627,248,525
6,359,000	58,333,279	424,122,852
5,055,000	316,403,507	321,458,507
-	111,169,000	111,169,000
268,379,000	171,332,650	660,529,987
-	43,424,692	169,180,439
18,971,000	1,585,993	170,039,754
27,459,000	156,106,003	232,810,330
<u>538,137,000</u>	<u>8,189,312,828</u>	<u>11,247,707,382</u>
200,742,000	1,370,942,133	4,328,157,938
33,608,000	3,726,038,836	3,759,646,836
-	2,505,425,774	2,505,425,774
-	19,354,294	97,987,355
38,445,000	942,527,412	6,414,996,443
788,039,000	4,875,593,562	17,791,893,399
71,491,000	172,334,175	544,154,917
<u>1,132,325,000</u>	<u>13,612,216,186</u>	<u>35,442,262,662</u>
<u>3,150,000</u>	<u>96,051,780</u>	<u>201,290,598</u>
<u>1,673,612,000</u>	<u>21,897,580,794</u>	<u>46,891,260,642</u>
261,923,000	316,330,029	1,269,410,073
-	27,910,622	247,529,782
3,461,000	91,820,800	296,063,347
64,115,000	150,120,759	318,126,231
19,222,000	509,727,794	1,228,472,844
-	326,548,015	679,465,790
<u>348,721,000</u>	<u>1,422,458,019</u>	<u>4,039,068,067</u>
-	113,042,659	113,042,659
-	60,320,761	646,319,187
-	2,350,000	50,224,350
-	1,880,110	140,183,005
691,781,000	10,786,221,647	23,285,126,994
<u>691,781,000</u>	<u>10,963,815,177</u>	<u>24,234,896,195</u>
-	287,109,508	287,109,508
<u>1,040,502,000</u>	<u>12,673,382,704</u>	<u>28,561,073,770</u>
260,020,000	2,110,895,562	9,601,834,115
4,125,000	48,741,199	83,973,209
646,000	955,703,320	1,102,299,176
312,501,000	4,274,401,002	5,372,424,002
55,818,000	1,834,457,007	2,169,656,370
<u>\$ 633,110,000</u>	<u>\$ 9,224,198,090</u>	<u>\$ 18,330,186,872</u>

**STATE OF NEW JERSEY
STATEMENT OF ACTIVITIES
COMPONENT UNITS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

	<u>New Jersey Transit Corporation</u>	<u>New Jersey Turnpike Authority</u>	<u>Rutgers, The State University of New Jersey</u>
Expenses	\$ 2,604,962,214	\$ 1,169,073,113	\$ 2,038,797,000
Net (Expense) Revenue and Changes in Net Position			
Program Revenues			
Charges for services	946,013,154	1,485,025,272	943,612,000
Operating grants and contributions	1,121,947,587	11,831,682	894,225,000
Capital grants and contributions	<u>597,907,190</u>	<u>-</u>	<u>7,125,000</u>
Net (Expense) Revenue	<u>60,905,717</u>	<u>327,783,841</u>	<u>(193,835,000)</u>
General Revenue			
Payments from State	<u>68,173,000</u>	<u>1,288,076</u>	<u>262,760,000</u>
Total General Revenue	<u>68,173,000</u>	<u>1,288,076</u>	<u>262,760,000</u>
Change in Net Position	129,078,717	329,071,917	68,925,000
Net Position - Beginning of Year (Restated)	<u>5,320,380,848</u>	<u>30,627,300</u>	<u>2,594,795,000</u>
Net Position - End of Year	<u>\$ 5,449,459,565</u>	<u>\$ 359,699,217</u>	<u>\$ 2,663,720,000</u>

The accompanying notes are an integral part of the financial statements.

<u>University of Medicine and Dentistry of New Jersey</u>	<u>Non-Major Component Units</u>	<u>Total Component Units</u>
\$ 2,023,642,000	\$ 4,169,878,690	\$ 12,006,353,017
1,191,529,000	1,828,029,023	6,394,208,449
582,016,000	1,326,460,782	3,936,481,051
11,673,000	1,377,176,581	1,993,881,771
<u>(238,424,000)</u>	<u>361,787,696</u>	<u>318,218,254</u>
<u>200,248,000</u>	<u>327,533,757</u>	<u>860,002,833</u>
<u>200,248,000</u>	<u>327,533,757</u>	<u>860,002,833</u>
(38,176,000)	689,321,453	1,178,221,087
<u>671,286,000</u>	<u>8,534,876,637</u>	<u>17,151,965,785</u>
<u>\$ 633,110,000</u>	<u>\$ 9,224,198,090</u>	<u>\$ 18,330,186,872</u>

**STATE OF NEW JERSEY
NOTES TO THE FINANCIAL STATEMENTS
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**STATE OF NEW JERSEY
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Presentation

The accompanying financial statements have been prepared in conformity with generally accepted accounting principles (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB). The financial statements have been prepared primarily from accounts and records maintained by the Director of the Office of Management and Budget. The financial data for the various public benefit corporations, authorities, commissions, colleges, and universities has been derived from reports prepared by those organizations based on their independent accounting systems.

B. Financial Reporting Entity

For financial reporting purposes the State of New Jersey includes all fund types, departments, and agencies of the State, as well as boards, commissions, authorities, colleges, and universities, for which the State is financially accountable. The following circumstances set forth the State's financial accountability for a legally separate organization:

1. The State is financially accountable if it appoints a voting majority of the organization's governing body and (a) it is able to impose its will on that organization or (b) there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the State.
2. The State may be financially accountable if an organization is fiscally dependent on the State regardless of whether the organization has (a) a separately elected governing board or (b) a jointly appointed board.

Entities for which the State is financially accountable, and have a financial benefit or burden relationship, such as boards, commissions, authorities, colleges and universities are considered component units. These component units are included in the State's reporting entity because of the significance of their operational or financial relationships with the State. Component units are either discretely presented or blended. Discrete presentation entails reporting component unit financial data in columns separate from the financial data of the primary government (the State). Blending requires the component unit's balances and transactions to be reported in a manner similar to the balances and transactions of the State.

The following organizations comprise the State's component units. The Garden State Preservation Trust, the New Jersey Building Authority, the New Jersey Schools Development Authority, the Tobacco Settlement Financing Corporation, and the New Jersey Transportation Trust Fund Authority are blended component units since they provide services entirely or almost entirely to the State and thus are fiscally dependent upon the State, are substantively the same as the governing body, and the component unit debt outstanding is expected to be repaid entirely or almost entirely with resources of the primary government. Additional pertinent information related to them is disclosed in the notes of the primary government. All other component units have been discretely presented. Descriptions of the discretely presented component units and addresses from which complete financial statements of the respective component units can be obtained is detailed in Note 18.

COLLEGES AND UNIVERSITIES

The College of New Jersey
Kean University
Montclair State University
New Jersey City University
New Jersey Institute of Technology
Ramapo College of New Jersey
The Richard Stockton College of New Jersey
Rowan University
Rutgers, The State University of New Jersey
Thomas Edison State College
University of Medicine and Dentistry of New Jersey
The William Paterson University of New Jersey

AUTHORITIES

Atlantic City Convention and Visitors Authority
Casino Reinvestment Development Authority
Garden State Preservation Trust
Higher Education Student Assistance Authority
New Jersey Building Authority
New Jersey Economic Development Authority
New Jersey Educational Facilities Authority
New Jersey Environmental Infrastructure Trust
New Jersey Health Care Facilities Financing Authority
New Jersey Housing and Mortgage Finance Agency
New Jersey Meadowlands Commission
New Jersey Redevelopment Authority
New Jersey Schools Development Authority
New Jersey Sports and Exposition Authority
New Jersey Transit Corporation
New Jersey Transportation Trust Fund Authority
New Jersey Turnpike Authority
New Jersey Water Supply Authority
South Jersey Port Corporation
South Jersey Transportation Authority
Tobacco Settlement Financing Corporation

C. Government-wide and Fund Financial Statements

The government-wide financial statements (the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these government-wide statements. Governmental activities, which normally are supported by taxes and intragovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from the legally separate component units for which the primary government is financially accountable.

The statement of net position measures not just current assets and liabilities, but also long-term assets and liabilities such as capital assets (including infrastructure assets) and long-term obligations and deferred outflows and deferred inflows of resources. The difference between the State's assets and deferred outflows and its liabilities and deferred inflows of resources is its net position. Net position is displayed in three components - invested in capital assets, net of related debt; restricted; and unrestricted. Net position is restricted when constraints placed on them are either externally imposed or are imposed by constitutional provisions or enabling legislation. The amount of net position that is restricted by enabling legislation is disclosed in Note 14. When both restricted and unrestricted resources are available for use, generally it is the State's policy to use restricted resources first, then unrestricted resources as they are needed.

The statement of activities is presented in a format that reports the net (expense) revenue of the State's individual functions. The net (expense) revenue format reports the relative financial burden of each of the State's functions on its taxpayers. This format identifies the extent to which each function of the government draws from the general revenues of the State or is self-financed through licenses, fees, permits, and other revenues.

Program revenues originate from the program or from parties other than the government's taxpayers or citizens as a whole and reduce the expenses of the function to be financed by general revenues. Categories of program revenues that are separately reported in the statement are charges for services, program specific operating grants and contributions, and program specific capital grants and contributions. Charges for services are revenues from exchange or exchange-like transactions with external parties that purchase, use, or directly benefit from the program's goods, services, or privileges. These revenues include fees charged for specific services, licenses and permits, and operating special assessments, as well as payments from exchange transactions with other governments. Program specific operating and capital grants and contributions are revenues from

mandatory and voluntary nonexchange transactions with external parties that are restricted for use in a particular program. All other revenues are general revenues, including all taxes, even if levied for a specific purpose. A special item is a significant transaction or other event within the control of management that is either (1) unusual in nature, or (2) infrequent in occurrence. An extraordinary item is a transaction or other event that is both (1) unusual in nature and (2) infrequent in occurrence.

In the statement of activities, all expenses are reported by function except those that are special or extraordinary items. Each function reports direct expenses – those specifically associated with a service, program, or department and therefore clearly identifiable to a particular function. Some functions, such as government direction, management and control, include expenses that are indirect expenses of other functions. The State does not allocate indirect expenses to the other functions.

Separate financial statements are provided for governmental funds, proprietary funds, fiduciary funds, and component units. However, the fiduciary funds are not included in the government-wide statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

D. Measurement Focus and Basis of Accounting

Government-wide Financial Statements - The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. The government-wide financial statements report all financial and capital assets (including infrastructure assets), deferred outflows of resources, short and long-term liabilities, deferred inflows of resources, revenues, expenses, gains, and losses using the economic resources measurement focus and the accrual basis of accounting. Activity and balances resulting from exchange and exchange-like transactions are recognized when the exchange takes place; those resulting from nonexchange transactions are recognized based on the provisions of GASB Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions*.

Governmental Fund Financial Statements - The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the current financial resources measurement focus, only current assets and liabilities are generally included on the balance sheet. Operating statements of these funds present increases and decreases in net current assets.

In accordance with the modified accrual basis, revenues are recognized when they become susceptible to accrual; that is, when they become both measurable and available to finance expenditures of the fiscal period. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Generally, these revenues which are considered to be susceptible to accrual include amounts received during the three month period subsequent to June 30 that were earned as of June 30. On an exception basis, the State will occasionally accrue amounts received after this three month period but within twelve months subsequent to June 30. Those revenues which are considered to be susceptible to accrual include sales tax, individual income taxes, corporate income taxes, and federal grants. Licenses, fees, permits and other sources are recognized when received since they normally are measurable only at that time. Revenue refunds payable are recorded as other liabilities. Unapplied overpayments of Corporation Business Tax and Gross Income Tax are recorded when a final determination is made as to the ultimate disposition of the overpayments.

Expenditures are recognized when the related fund liabilities are incurred. Expenditures for compensated absences, claims, and judgments are recorded to the extent they would normally be liquidated with available financial resources. Disbursements for prepaid expenses, inventory items, and capital assets are recorded when expenditures are incurred. Expenditures for principal and interest on general obligation long-term debt are recognized when due.

Proprietary Funds, Fiduciary Funds, and Component Units Financial Statements - The financial statements of the proprietary funds, fiduciary funds, and component units are reported using the economic resources measurement focus and the accrual basis of accounting, similar to the government-wide statements previously described.

GASB Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*, incorporates into GASB's authoritative literature certain accounting and financial reporting guidance included in the Financial Accounting Standards Board (FASB) pronouncements which does not conflict with or contradict GASB pronouncements, and eliminates the option to apply post-November 30, 1989 FASB pronouncements that do

not conflict with or contradict GASB pronouncements. The provisions of this statement are effective for financial statements for periods beginning after December 15, 2011.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Revenues and expenses not meeting this definition are reported as non-operating revenues and expenses. The State's proprietary funds are the Unemployment Compensation Fund and the State Lottery Fund.

The Unemployment Compensation Fund's principal ongoing operations consist of assessments received from employers and employees and the subsequent disbursement of monies to persons entitled to receive unemployment benefits. Collections and disbursements to eligible recipients are classified as operating revenues and expenses. The State Lottery Fund's principal ongoing operations, which are classified as operating revenues and expenses, consist of receipts from lottery ticket sales and subsequent disbursements of monies to lottery winners.

E. Fund Accounting

The financial activities of the State are recorded in individual funds, each of which is deemed to be a separate accounting entity. The State uses fund accounting to report on its financial position and results of operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts, which represent the fund's assets, liabilities, residual equities or balances, revenues, and expenditures or expenses. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds. Major individual governmental funds and major individual proprietary funds are reported as separate columns in the fund financial statements, with non-major funds being combined into a single column.

1. Major Funds

The State reports the General Fund and the Property Tax Relief Fund as major governmental funds. The State also reports the State Lottery Fund and the Unemployment Compensation Fund as major proprietary funds. Descriptions are as follows:

- a. General Fund - This fund accounts for all State revenues not otherwise restricted by statute. The largest part of the total financial operations of the State is accounted for in the General Fund. Most revenues received from taxes, federal sources, and certain miscellaneous revenue items are recorded in this Fund. The Annual Appropriations Act enacted by the State Legislature provides the basic framework for the operations of the General Fund.
- b. Property Tax Relief Fund - This fund accounts for revenues from the New Jersey Gross Income Tax and a portion of the New Jersey Sales and Use Tax. Revenues realized are dedicated by the State Constitution. All receipts from taxes levied on personal income of individuals, estates, and trusts must be appropriated exclusively for the purpose of reducing or offsetting property taxes. P.L. 2006, c.44 increased the Sales and Use Tax rate to seven percent from six percent. Of the additional one percent, one half of a percent was dedicated to the Property Tax Relief Fund. Annual appropriations are made from the fund, pursuant to formulas established by the State Legislature, to counties, municipalities, and school districts.
- c. State Lottery Fund - Monies derived from the sale of State lottery tickets are deposited into this fund. Disbursements are authorized for the payment of prizes to holders of winning lottery tickets and for the administrative expenses of the Division of State Lottery. Remaining balances are paid to the General Fund in support of the amounts annually appropriated for State institutions and for education. The present value of obligations for future installment payments of lottery prizes funded by the purchase of deposit fund contracts are accounted for in this fund.
- d. Unemployment Compensation Fund - This fund accounts for monies deposited from contributions of employers and employees for unemployment compensation, amounts credited or advances made by the federal government, and amounts received herein from any other source. After consideration is given to any claim for refund of

overpayment of contributions, the remainder is transferred by the Division of Employment Security to the Treasurer of the United States for credit to the State of New Jersey Unemployment Compensation Fund and held by the Treasurer of the United States in the State of New Jersey Unemployment Trust Fund. Drawdowns against the State of New Jersey Unemployment Trust Fund are made by requests submitted to the Treasurer of the United States by the Division of Employment Security on an as-needed basis, whereby amounts are transferred back to the Unemployment Compensation Fund and are then disbursed by the Division of Employment Security to persons entitled to receive unemployment benefits. Any shortfall in the Unemployment Compensation Fund needed to pay benefits is covered by federal statutes, which authorize advances from the federal government for unemployment benefits. Such advances are repayable by increased rates on federally taxable wages reported by New Jersey employers, or the advances may be repaid out of the fund assets at any time by the Governor.

2. Governmental Fund Types

- a. Special Revenue Funds - These funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects. The term “proceeds of specific revenue sources” establishes that one or more specific restricted or committed revenues should be the foundation for a special revenue fund.
- b. Capital Projects Funds - These funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditures for capital outlays, including the acquisition or construction of capital facilities and other capital assets. Capital projects funds exclude those types of capital related outflows financed by proprietary funds or for assets that will be held in trust for individuals, private organizations, or other governments.

3. Fiduciary Fund Types

- a. Pension and Other Employee Benefits Trust Funds - These funds report resources that are required to be held in trust for members and beneficiaries of defined benefit pension plans, defined contribution plans, other post-employment benefit plans, and other employee benefit plans, such as the deferred compensation plan.
- b. Investment Trust Fund - This fund reports an investment pool that consolidates monies from municipalities, counties, school districts, and any other public body, corporate or politic.
- c. Private Purpose Trust Funds - These funds report all other trust arrangements for which principal and income benefit individuals, private organizations, or other governments.
- d. Agency Funds - These funds report resources held by the State in a purely custodial capacity. These funds typically involve only the receipt, temporary investment, and remittance of the resources to external parties.

F. Appropriations and Outstanding Debt

The State Constitution provides that the Legislature may not create a debt (where total outstanding debt would exceed one percent of total appropriations for the year) unless such law has been submitted to the people at a general election and approved by a majority of the legally qualified voters. After approval by the electorate, and prior to any bond sale, the Legislature may make appropriations up to the legally authorized amount of such bonds, which enables the State to enter into contracts with vendors.

G. Assets

1. Cash and Cash Equivalents

Deposits encompass the State's cash on deposit with financial institutions and several cash equivalents, including certificates of deposit. All deposits including cash equivalents that are subject to federal or state depository insurance

generally are classified as deposits. Only investments with an original maturity of three months or less are considered to be cash equivalents. See Note 3 for details.

2. Investments

Statutes of the State of New Jersey and regulations of the State Investment Council authorize the Division of Investment to invest in domestic and international equities and exchange traded funds; covered call and put options; equity futures contracts; obligations of the U.S. Treasury, government agencies, corporations, international corporations, governments and agencies; interest rate swap transactions; credit default swaps; fixed income exchange traded funds; U.S. Treasury futures contracts; New Jersey State and Municipal general obligations; public authority revenue obligations; collateralized notes and mortgages; commercial paper; certificates of deposit; repurchase agreements; bankers' acceptances; guaranteed income contracts; funding agreements; money market funds; private equity funds; real estate funds; other real assets; global diversified credit funds; and absolute return strategy funds.

In addition to the amounts invested directly, most of the funds included herein participate in the State of New Jersey Cash Management Fund wherein amounts also contributed by other units of government are combined into a large scale investment program. The Pension Trust Funds also participate in a Common Pension Trust Fund pool whereby amounts contributed by the various Pension Trust Funds are combined for the purpose of investment. Participation in the Cash Management Fund investment pool and the Common Pension Trust Fund investment pool by State funds is reflected as investments in the Balance Sheets of the respective funds. Amounts contributed to the Cash Management Fund investment pool by local governments and other entities which are not part of the State's reporting entity, are reflected as investments in the statement of net position of the Investment Trust Fund.

Amounts contributed to the Cash Management Fund investment pool are recorded at cost, which approximates fair value. Any differences between cost and fair value for Cash Management Fund pool investments are immaterial. Other investments are recorded at fair value. Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. See Note 4 for additional details.

3. Securities Lending Collateral

The Pension Trust Funds participate in securities lending programs with their custodian banks, whereby securities are loaned to brokers and, in return, the Pension Trust Funds have rights to the collateral received. All of the securities held in the Common Pension Trust Fund investment pool are eligible for the securities lending program. Collateral received may consist of cash, letters of credit, or government securities having a market value equal to or exceeding 102 percent (U.S. dollar denominated) or 105 percent (non-U.S. dollar denominated) of the value of the loaned securities at the time the loan is made. The contracts with the Common Pension Trust Fund investment pool custodian banks require them to indemnify the investment pool if the brokers fail to return the securities or fail to pay the investment pool for income distributions by the securities' issuers while the securities are on loan. The securities loans can be terminated by notification by either the broker or the investment pool. The term to maturity of the securities loans is generally matched with the term to maturity of the investment of cash collateral. As of June 30, 2013, the Pension Trust Funds have no aggregate credit risk exposure to brokers because the collateral amount held by the Pension Trust Funds exceeded the market value of the securities on loan. See Note 5 for additional details.

4. Receivables

Receivables in the State's governmental, fiduciary, and proprietary funds, component units - authorities, and component units - college and university funds are stated net of allowances for uncollectable amounts and primarily consist of federal revenues, taxes, assessments, loans, interest and dividends, contributions due from employers and members to the respective pension funds, mortgages, and other receivables. See Note 6 for details.

5. Capital Assets

Capital assets are tangible and intangible assets that are used in operations and that have initial useful lives that extend beyond a single reporting period. Capital assets are reported in the statement of net position at cost or historical cost based on appraisals or other acceptable methods when historical cost information is not available. Donated fixed assets are recorded at estimated fair value at the time of donation. The State's capital assets consist of:

- a. All land, including parks, forests, easements, development rights, highways, and right-of-ways.
- b. Infrastructure assets such as roads, bridges, and dams.
- c. All general government buildings, including hospital, care, and correctional facilities.
- d. Land improvements, machinery and equipment, software, and motor vehicles used in general operations with a unit cost of at least \$25,000, \$20,000, \$100,000, and \$30,000 respectively. For the purpose of reporting, machinery and equipment, and software are consolidated into one category.
- e. Capital projects in the process of construction.

To measure depreciation expense, the State used the straight-line method, whereby the historical cost (or other capitalized amount) of depreciable assets, less their estimated salvage values, is allocated in equal annual amounts over the estimated useful lives of the assets. To estimate the useful lives of its capital assets, the State uses guidelines from industry organizations. There is no depreciation recorded for land, easements, construction in progress, and rights-of-way.

Capital leases which are classified as capital assets are recorded in amounts equal to the lesser of the fair value of the asset or the present value of the future net minimum lease payments at the inception of the lease.

The State does not capitalize and depreciate works of art, historical treasures, and similar assets because the assets cannot be reasonably valued and/or the assets have inexhaustible useful lives. Capital assets utilized in the government funds are recorded as expenditures in the governmental fund financial statements. See Note 7 for additional details.

6. Interfund/Intrafund Transactions

Interfund Transactions - During the course of normal operations, the State has numerous routine transactions between funds, including expenditures, and transfers of resources to provide administrative services, program services, debt service, and compliance with legal mandates, such as legislation requiring the transfer of investment earnings from a capital project fund to the General Fund. In the fund financial statements, these transactions generally are recorded as transfers to/transfers from other funds and due to/due from other funds. Operating transfers represent legally authorized transfers from a fund receiving revenue to the fund through which the resources are to be expended and do not represent reimbursement of expenses.

Intrafund Transactions - Intrafund transactions, as a result of contracts among departments within the same fund, are considered expenditures by the contractor and revenues by the contractee in the fund financial statements.

As a general rule, intrafund revenues and expenditures, interfund transfers, and interfund receivables and payables have been eliminated in the government-wide financial statements. An exception is the net residual amounts due between governmental and business-type activities, which is recorded as internal balances. Receivables from and payables to fiduciary funds are recorded in the statement of net position as receivable from and payable to external parties.

7. Deferred Outflows

A deferred outflow of resources is a consumption of new assets by the government that is applicable to a future reporting period. In the government-wide statements, governmental activities column, the deferred outflows is the fair value of various interest rate swap agreements. See Note 12 for additional details.

H. Liabilities

1. Deferred Revenue

Deferred revenues at the fund level arise when potential revenue does not meet the available criterion for recognition in the current period. Deferred revenues also arise when resources are received by the State before it has a legal claim. In subsequent periods, when the revenue recognition criterion is met, or when the State has a legal claim to the resources, the liability for deferred revenue is removed from the balance sheet and revenue is recognized. Deferred revenues at the government-wide level arise only when the State receives resources before it has a legal claim to these resources.

Deferred revenue in the General Fund, at both levels, consists principally of amounts due from the Port Authority of New York and New Jersey.

2. Long-term Obligations

The State's long-term debt is divided into bonded and non-bonded categories. Bonded categories include general obligation bonds, revenue bonds, certain capital leases, installment obligations, certificates of participation, unamortized premium, Tobacco Settlement Financing Corporation Bonds (TSFC), unamortized deferral on refunding, and unamortized interest on capital appreciation bonds. Non-bonded categories include accumulated sick and vacation payable, certain capital leases, loans payable, net pension obligation, pollution remediation obligation, other postemployment benefits obligation, other, advance from federal government, and deposit fund contracts. The liability for long-term items described above is reflected in the government-wide financial statements and the proprietary fund financial statements as noncurrent liabilities, due in more than one year and as current liabilities-current portion of long-term obligations, if due within a year.

Bond and note premiums and discounts are amortized to interest expense based on the straight-line method. Capital appreciation bonds are reported at their net or accreted value rather than at face value. Bonds and notes payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges in other assets and are amortized over the term of the related debt.

In the governmental fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuance are reported as other financing sources while discounts are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenditures.

3. Deferred Inflows

A deferred inflow of resources is an acquisition of net assets by the government that is applicable to a future reporting period.

I. Net Position

- 1. Net Investment in Capital Assets-** This component of net position consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- 2. Restricted** - Net position is reported as restricted when constraints placed on its use are either: (a) externally imposed by creditors, grantors, contributors, or laws or regulations of the other governments, or (b) imposed by law through constitutional provisions or enabling legislation.
- 3. Unrestricted** - Unrestricted net position consists of assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt."
- 4. Held in Trust for Pension Benefits and Other Purposes** - This is used to accumulate all active member, State, and other employer contributions and investment income from which all benefit payments are made; also used to accumulate resources received as a result of trust arrangements or to accumulate resources held for investment.

J. Fund Balances

1. **Nonspendable** - Fund balance includes amounts that are not in a spendable form or are legally or contractually required to be maintained intact (i.e., the principal of a permanent fund).
2. **Restricted** - Fund balance includes amounts that can be spent only for the specific purposes stipulated by external resource providers or imposed by law through constitutional provisions, or through enabling legislation.
3. **Committed** - Fund balance includes amounts that can be used only for the specific purposes determined by a formal action of the government's highest level of decision-making authority. Commitments may be changed or lifted only by the government taking the same formal action that imposed the constraint originally.
4. **Assigned** - Fund balance comprises amounts intended to be used by the government for specific purposes. Intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority. In governmental funds other than the General Fund, assigned fund balance represents the amount that is not restricted or committed. This indicates that resources in other governmental funds are, at a minimum, intended to be used for the purpose of that fund.
5. **Unassigned** - Fund balance is the residual classification for the General Fund and includes all amounts not contained in the other classifications. Unassigned amounts are technically available for any purpose. If another governmental fund has a fund balance deficit, then it will be reported as a negative amount in the unassigned classification in that fund. Based on the definitions of the restricted, committed, and assigned fund balance classifications, positive unassigned amounts can exist only in the General Fund. The State's General Fund reflects both committed and unassigned fund balances. Initially, expenditures are made from existing committed fund balances, and if necessary, additional expenditures are made from unassigned fund balances.

K. Fiscal Year End Differences

The following component units have fiscal years that ended on December 31, 2012:

Component Units – Authorities

Atlantic City Convention and Visitors Authority
Casino Reinvestment Development Authority
New Jersey Economic Development Authority
New Jersey Educational Facilities Authority
New Jersey Health Care Facilities Financing Authority
New Jersey Housing and Mortgage Finance Agency
New Jersey Meadowlands Commission
New Jersey Redevelopment Authority
New Jersey Sports and Exposition Authority
New Jersey Turnpike Authority
South Jersey Port Corporation
South Jersey Transportation Authority

Special Revenue Funds

New Jersey Building Authority (blended component unit)
New Jersey Schools Development Authority (blended component unit)

NOTE 2 - OTHER ACCOUNTING DISCLOSURES

A. Changes in Accounting Policy/Reclassifications

In Fiscal Year 2013 the State adopted four new accounting standards as follows:

GASB Statement No. 60, *Accounting and Financial Reporting for Service Concession Arrangements*. This statement establishes guidance for accounting and financial reporting for service concession arrangements which are a type of public-private partnership. The provisions of this statement are effective for financial statements for periods beginning after December 15, 2011.

GASB Statement No. 61, *The Financial Reporting Entity: Omnibus, an amendment of GASB Statements No. 14 and No. 34*. This statement modifies the existing requirements for the assessment of component units that should be included in the financial statements of the State. The objective is to improve financial reporting for a governmental financial reporting entity. The provisions of this statement are effective for financial statements for periods beginning after June 15, 2012.

GASB Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*. This statement incorporates into the GASB's authoritative literature certain accounting and financial reporting guidance included in the Financial Accounting Standards Board (FASB) pronouncements which does not conflict with or contradict GASB pronouncements, and eliminates the option to apply post-November 30, 1989 FASB pronouncements that do not conflict with or contradict GASB pronouncements. The provisions of this statement are effective for financial statements for periods beginning after December 15, 2011.

GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*. This statement establishes a new statement of net position format that reports separately all assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position (which is the net residual amount of the other elements). The statement requires deferred outflows of resources and deferred inflows of resources to be reported separately from assets and liabilities. The provisions of this statement are effective for financial statements for periods beginning after December 15, 2011.

B. Restatement of Net Position

The July 1, 2012 Net Position was adjusted for the following:

	Government-wide Net Position
Balance July 1, 2012 - As Reported	\$ (40,646,922,458)
Prior Period Adjustments (errors of omission):	
Increase in Long-term obligations for inclusions of Business Employment Incentives Grants	(630,085,000)
Increase in Other Assets for inclusion in Group Homes Net of Accumulated Amortization of \$14,758,923	17,529,349
Prior Period Adjustment (correction of an error): Increase in Capital Assets	68,054,245
Increase in Accumulated Depreciation	(18,726,601)
Increase in Long-term obligations - Capital Leases	(39,535,031)
Change in Accounting Policy - Reclassification of fund liability to Long-term obligations (Unclaimed Personal Property Fund)	(31,043,471)
Balance July 1, 2012 - Restated	<u>\$ (41,280,728,967)</u>

C. Deficit Net Asset Balance

The Health Benefits Fund-State is on an actuarial basis of accounting, therefore, it has recorded a claims liability of \$220.5 million. There are sufficient cash balances to pay claims that are billed to the fund.

D. Deficit Fund Balance

It is anticipated that bond sales during Fiscal Year 2014 will relieve the current deficit fund balance in the Cultural Centers and Historic Preservation Fund.

E. Joint Ventures

The Port Authority of New York and New Jersey
225 Park Avenue South
New York, NY 10003-1604
www.panynj.gov

Joint ventures are independently constituted entities generally created by two or more governments for a specific purpose such as contracting and maintaining an interstate bridge. Pursuant to current financial reporting standards, the State does not record its equity in joint ventures. The only significant joint venture in which the State of New Jersey participates is the Port Authority of New York and New Jersey. Individually published financial statements may be obtained by writing the Port Authority of New York and New Jersey at the above mentioned address. Other joint ventures are immaterial.

The Port Authority is a municipal corporate instrumentality of the States of New York and New Jersey created by compact between the two states in 1921 with the consent of the Congress of the United States. It is authorized and directed to plan, develop, and operate terminals and other facilities of transportation and commerce, and to advance projects in the general fields of transportation, economic development, and world trade that contribute to promoting and protecting the commerce and economy of the Port District, defined in the compact, which comprises an area of about 1,500 square miles in both states, centering about New York Harbor. The Governor of each State appoints six of the twelve members of the governing Board of Commissioners, subject to confirmation by the respective State Senate. Each Governor has from time to time exercised the statutory power to veto the actions of the commissioners from their state.

The commissioners serve six-year overlapping terms as public officials without compensation. They establish Authority policy, appoint an Executive Director to implement it, and also appoint a General Counsel to act as legal advisor to the Board and to the Executive Director. The Authority undertakes only those projects authorized by the two states.

The compact envisions the Port Authority as being financially self-sustaining and, as such, it must obtain the funds necessary for the construction or acquisition of facilities upon the basis of its own credit, its reserve funds, and its future revenues. The agency has neither the power to pledge the credit of either state or any municipality nor to levy taxes or assessments.

Consolidated financial statements for the Port Authority (including the Passenger Facility Charges Program) for the fiscal year ended December 31, 2012 disclosed the following (expressed in millions):

Financial Position		<u>Combined Total</u>
Total Assets	\$	37,288.6
Total Liabilities		<u>24,428.2</u>
Net Position	\$	<u>12,860.4</u>

Operating Results		
Operating Revenues	\$	4,272.6
Operating Expenses		(2,589.4)
Depreciation and Amortization		<u>(962.0)</u>
Income from Operations		721.2
Non-operating Revenues (Expense), Net		<u>413.3</u>
Net Income	\$	<u>1,134.5</u>

Changes in Net Position		
Balance January 1, 2012	\$	11,725.9
Net Income		<u>1,134.5</u>
Balance December 31, 2012	\$	<u>12,860.4</u>

Except for Special Project Bonds, the Authority's debt is secured by its full faith and credit, its reserve funds, or a pledge of future revenues. Special Project Bonds are secured by a mortgage on the financed properties. At December 31, 2012, Port Authority debt consisted of the following (expressed in millions):

Bonds, Notes, and Other Obligations		
Consolidated Bonds and Notes	\$	18,172.0
Special Project Bonds		1,675.8
Operating Asset Financing		462.5
Capital Asset Financing		<u>1,713.4</u>
		22,023.7
Less: Unamortized Discount and Premium		<u>(19.4)</u>
Total	\$	<u>22,004.3</u>

F. Other

In accordance with GASB Statement No. 14, *The Financial Reporting Entity*, the debt and assets of the New Jersey Building Authority have been reduced for presentation herein in the amount of \$567.2 million, the amount of the present value of future lease payments by the State to the New Jersey Building Authority as of December 31, 2012.

In accordance with GASB Statement No. 24, *Accounting and Financial Reporting for Certain Grants and Other Financial Assistance*, an additional \$1.5 billion in federal grant revenues and economic planning, development, and security expenditures has been recorded.

NOTE 3 - CASH AND CASH EQUIVALENTS

All funds maintain their own individual bank account(s) except for the Casino Control, Casino Revenue, Gubernatorial Elections, Special Transportation, and Property Tax Relief Funds which are in the General Fund bank accounts. The balances of cash for these funds held in the General Fund, after receipt and disbursement transactions, are accounted for and reflected in the respective due from or due to accounts on the balance sheet presented in the fund financial statements.

New Jersey Revised Statutes (c.52:18-16.1) set the policy that the State Treasurer must follow when depositing State funds and for the collateralization of such funds. The relationship between the face amount of the collateral and the amount of a deposit is not statutory but is stipulated by the State Treasurer. All bank accounts in which the State Treasurer deposits funds must be collateralized. Securities pledged as collateral must consist of obligations of, or be guaranteed by, the United States or the State of New Jersey. Securities are pledged in the State Treasurer's name and held by a custodian bank under a custodian agreement.

Collateral requirements for demand accounts and time accounts for banks having less than \$15 million in State deposits per month require 100 percent coverage of the highest daily balance of the preceding month. For banks that have State deposits which total \$15 million or more per month, the amount of collateral required is 120 percent of the total average daily balance on deposit in the bank during each calendar quarter of the year. The State Department of the Treasury monitors the level of collateral required to be maintained by the banks.

GASB Statement No. 40, *Deposit and Investment Risk Disclosures*, requires that the State disclose bank deposits that are subject to custodial credit risk. The custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the State will not be able to recover deposits or will not be able to recover collateral securities that may be in the possession of an outside party. As of June 30, 2013 the State's bank balances amounted to \$260.1 million. Of these balances, \$2.6 million was exposed to custodial credit risk as uninsured and uncollateralized.

NOTE 4 – INVESTMENTS

Statutes of the State of New Jersey and regulations of the State Investment Council authorize the Division of Investment to invest in domestic and international equities and exchange traded funds; covered call and put options; equity futures contracts; obligations of the U.S. Treasury, government agencies, corporations, international governments and agencies; global diversified credit funds; interest rate swap transactions; credit default swaps; fixed income exchange traded funds; U.S. Treasury futures contracts; state and municipal general obligations; public authority revenue obligations; collateralized notes and mortgages; commercial paper; certificates of deposit; repurchase agreements; bankers' acceptances; guaranteed income contracts; funding agreements; money market funds; private equity funds; real estate funds; other real assets; and absolute return strategy funds. Investee institutions and organizations are prescribed by the statutes and regulations based on such criteria as minimum capital, dividend paying history, credit history, and other evaluation factors.

The purchase, sale, receipt of income, and other transactions affecting investments are governed by custodial agreements between the investing funds through the State Treasurer and custodian banks as agents for the funds. State laws and policies set forth the requirements of such agreements and other particulars as to the size of the custodial institution, amount of the portfolio to be covered by the agreements, and other pertinent matters.

Federal securities, including those held as collateral on repurchase agreements, are maintained at Federal Reserve Banks in Philadelphia and New York through the custodian banks, in trust for the State of New Jersey. A significant portion of corporate equity and debt securities are maintained by the Depository Trust Company (DTC) through the custodian banks in trust for the State of New Jersey.

Securities not maintained by the Federal Reserve Banks or DTC are in the name of a designated nominee representing the securities of a particular State fund which establishes the State fund's unconditional right to the securities. The custodian banks, as agents for the State funds, maintain internal accounting records identifying the securities maintained by the Federal Reserve Banks and the DTC as securities owned by or pledged to the State funds.

In addition to the amounts invested directly, most of the funds included herein participate in the State of New Jersey Cash Management Fund wherein amounts also contributed by other units of government are combined into a large scale investment program. The Pension Trust Funds also participate in a Common Pension Trust Fund pool whereby amounts contributed by the various Pension Trust Funds are combined for the purpose of investment. Participation in the Cash Management Fund investment pool and the Common Pension Trust Fund investment pool by State funds is reflected as investments in the Balance Sheets of the respective funds. Amounts contributed to the Cash Management Fund investment pool by local governments and other entities which are not part of the State's reporting entity, are primarily reflected as investments in the Statement of Fiduciary Net Position, Investment Trust Fund.

Amounts contributed to the Cash Management Fund investment pool are recorded at cost, which approximates fair value. Any differences between cost and fair value for Cash Management Fund investment pool investments are immaterial. All other investments are recorded at fair value. Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The State of New Jersey, Department of the Treasury, Division of Investment, issues publicly available financial reports that include the financial statements of the State of New Jersey Cash Management Fund and the Common Pension Funds. The financial reports may be obtained by writing to the State of New Jersey, Department of the Treasury, Division of Investment, P.O. Box 290, Trenton, New Jersey 08625-0290.

Casino Control, Casino Revenue, Gubernatorial Elections, Special Transportation, and Property Tax Relief Funds do not maintain separate investment accounts. Since cash transactions are handled by and through the General Fund as described in Note 3, any available cash balances for these funds reside in the General Fund and are combined with other balances for either participation in the State of New Jersey Cash Management Fund or direct investment as part of the General Fund large scale investment program.

Approximately \$332.6 million of investments represents deposit fund contracts for future installment payments of lottery prizes. Lottery prizes are funded by the purchase of deposit fund contracts which, when matured, will provide amounts sufficient for future payment of installment prizes. Purchases of deposit fund contracts are recorded as an expenditure in the State Lottery Fund in the year of purchase. Annuity contracts are carried at their current contract values which are based upon their original purchase price adjusted for credited interest and amounts already received. The estimated fair value of annuity contracts approximates the carrying value reflected in the statement of net position. In the event of default in making future payments by the insurance company from which the contracts were purchased, the State Lottery Commission would be liable for such future payments.

Investments for all funds are as follows (expressed in millions):

	Amount Reported
	<u>As Investments</u>
Domestic fixed income securities	\$ 24,280.5
Domestic equities	23,934.3
International equities	13,398.9
Absolute return strategy funds	7,369.3
Private equities	6,006.7
Real estate funds	3,513.2
International fixed income securities	2,773.4
Global diversified credit funds	1,814.7
Real assets	1,523.1
Mortgages	835.5
Annuity contracts	332.6
Mutual funds	289.9
Put options	6.7
Future contracts	<u>(0.2)</u>
Total investments	86,078.6
Unallocated administrative expenses and transaction exchanges	<u>245.0</u>
Net amount recorded as investments	<u><u>\$ 86,323.6</u></u>

As Reported on the Government-wide Statement of Net Position and Statement of Fiduciary Net Position (expressed in millions):

	<u>Current</u> <u>Investments</u>	<u>Non-Current</u> <u>Investments</u>	<u>Total</u>
Governmental activities	\$ 4,276.2	\$ -	\$ 4,276.2
Business-type activities	316.1	254.8	570.9
Fiduciary funds	81,476.5	-	81,476.5
Total	<u>\$ 86,068.8</u>	<u>\$ 254.8</u>	<u>\$ 86,323.6</u>

The State's investments are subject to various risks. Among these risks are credit risk, concentration of credit risk, interest rate risk, and foreign currency risk. Each one of these risks is discussed in more detail below.

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The credit risk of a debt instrument is measured by nationally recognized statistical rating agencies such as Moody's Investors Service, Inc. (Moody's), Standard & Poor's Corporation (S&P), or Fitch Ratings (Fitch). Concentration of credit risk is the risk of loss attributed to the magnitude of an investment in a single issuer. There are no restrictions in the amount that can be invested in United States Treasury and government agency securities. State regulations require minimum credit ratings for certain categories of fixed income obligations and limit the amount that can be invested in any one issuer or issue. As of June 30, 2013 the following limits were in effect:

<u>Category</u>	<u>Minimum Rating¹</u>			<u>Limitation of</u> <u>Issuers'</u> <u>Outstanding</u>	<u>Limitation</u>	<u>Other Limitations</u>
	<u>Moody's</u>	<u>S&P</u>	<u>Fitch</u>	<u>Debt</u>	<u>of Issue</u>	
Corporate obligations	Baa3	BBB-	BBB-	10%	-	Not more than 5% of fund assets can be invested in debt and nonconvertible preferred stock of one issuer
International corporate obligations	Baa3	BBB-	BBB-	10%	-	Not more than 5% of fund assets can be invested in debt and nonconvertible preferred stock of any one issuer; not more than 25% of the pension and annuity fund assets can be invested in this category
International government and agency obligations	Baa3	BBB-	BBB-	25%	Greater of 25% or \$10 million	Not more than 5% of fund assets can be invested in any one issuer; not more than 5% of pension and annuity fund assets can be invested in this category
Collateralized notes and mortgages	Baa3	BBB-	BBB-	-	25%	Not more than 5% of fund assets can be invested in any one issue, not more than 10% of fund assets (or 20% of the Common Pension Fund B assets) can be invested in this category

Continued on next page

Category	Minimum Rating ¹			Limitation of Issuers' Outstanding Debt	Limitation of Issue	Other Limitations
	Moody's	S&P	Fitch			
Commercial paper	P-1	A-1	F1	-	-	-
Certificates of deposit and Bankers' acceptances:						Certificates of deposit and Bankers' acceptances cannot exceed 10% of issuer's primary capital
Domestic	A3/P-1	A-/A-1	A-/F1	-	-	
International	Aa3/P-1	AA-/A-1	AA-/F1	-	-	
Credit default swap transactions	A1	A+	A+	-	-	Notional value of net exposure to any one counterparty shall not exceed 10% of fund assets
Global diversified credit investments:						
Direct bank loans	Baa3	BBB-	BBB-	10%	-	Not more than 7% of pension and annuity fund assets can be invested in this category
Funds	Baa3	BBB-	BBB-	-	-	
Guaranteed income contracts	A3	A-	A-	-	-	-
Interest rate swap transactions	A1	A+	A+	-	-	Notional value of net exposure to any one counterparty shall not exceed 10% of fund assets
Repurchase agreements						
Bank or trust company	-	-	-	-	-	-
Broker	P-1	A-1	F1	-	-	-
State and municipal obligations	A3	A-	A-	10%	10%	Limit of 2% of fund assets can be invested in debt of any one entity maturing more than 12 months from purchase
Public authority revenue obligations	A3	A-	A-	-	10%	Limit of 2% of fund assets in any one public authority
Mortgage backed pass-through securities	A3	A-	A-	-	-	Limit of 5% of fund assets in any one issue
Mortgage backed senior debt securities	-	-	-	-	25%	Limit of 5% of fund assets in any one issue
Non-convertible preferred stocks of U.S. corporations	Baa3	BBB-	BBB-	10%	25%	Limit of 5% of fund assets can be invested in debt and nonconvertible stock of any one corporation

¹ Short term ratings (e.g. P-1, A-1, F1) are used for commercial paper and certificates of deposit.

Up to eight percent of the market value of the combined assets of the pension funds may be invested in corporate obligations, international corporate obligations, collateralized notes and mortgages, global diversified credit investments, non-convertible preferred stocks, and mortgage backed pass-through securities that do not meet the minimum credit rating requirements set forth above.

For securities exposed to credit risk in the fixed income portfolio, the following tables disclose aggregate fair value, by major credit quality rating category at June 30, 2013. The first table is for bonds rated by Moody's. The second table uses Standard and Poor's and Fitch's ratings for bonds not rated by Moody's (expressed in millions):

	Moody's Rating					
	Aaa	Aa	A	Baa	Ba	P-1
United States Treasury bills	\$ 0.4	\$ -	\$ -	\$ -	\$ -	\$ -
United States Treasury notes	164.5	-	-	-	-	-
United States Treasury TIPS	1,605.9	-	-	-	-	-
United States Treasury bonds	1,042.9	-	-	-	-	-
United States Treasury strips	114.7	-	-	-	-	-
United States Government Agency	6,503.3	-	-	-	-	-
Mortgages/FHLMC/FNMA/GNMA	323.0	7.5	2.6	0.7	0.2	-
Domestic corporate obligations	417.1	765.2	2,269.3	2,303.7	462.8	-
International corporate obligations	21.5	9.0	275.1	233.1	60.4	-
Foreign government obligations	645.5	1,642.6	42.7	3.7	-	-
SBA pass through certificates	118.5	-	-	-	-	-
Certificates of deposit	-	-	-	-	-	1,293.0
Commercial paper	-	-	-	-	-	3,718.6
Other	79.8	725.8	300.6	0.3	-	-
Total	\$ 11,037.1	\$ 3,150.1	\$ 2,890.3	\$ 2,541.5	\$ 523.4	\$ 5,011.6

	Standard & Poor's and Fitch's Rating					
	AAA	AA	A	BBB	BB	B
Domestic corporate obligations	\$ -	\$ -	\$ 191.9	\$ 97.7	\$ 7.1	\$ 19.6
International corporate obligations	-	-	-	1.1	2.1	4.7
Other	37.3	52.9	17.2	-	-	-
Total	\$ 37.3	\$ 52.9	\$ 209.1	\$ 98.8	\$ 9.2	\$ 24.3

The tables do not include mortgages given a Moody's rating of B (\$0.1 million), Ca (\$0.1million) and Caa (\$0.2 million), various domestic corporate obligations given a Moody's rating of B (\$708.0 million), C (\$0.2 million), Ca (\$2.3 million), Caa (\$316.4 million), a Standard and Poor's rating of CCC (\$3.7 million), D (\$0.3 million), a Fitch rating of CCC (\$3.5 million), and international corporate obligations given a Moody's rating of B (\$64.4 million), and Caa (\$20.7 million).

In addition, the Police and Firemen's mortgages of \$835.5 million, domestic corporate obligations of \$47.1 million, international corporate obligations of \$13.4 million, foreign government obligations of \$0.1 million, asset backed obligations of \$52.7 million, government agency obligations of \$2.2 million, mortgages of \$11.9 million, and other various investment types of \$222.6 million, are unrated.

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Commercial paper must mature with 270 days. Certificates of deposits and bankers' acceptances are limited to a term of one year or less. Repurchase agreements must mature within 30 days. The investment in guaranteed income contracts and funding agreements is limited to a term of ten years or less.

The following table summarizes the maturities (or, in the case of Remics, Police and Firemen's mortgages, and mortgage backed securities, the expected average life) of the fixed income portfolio at June 30, 2013 (expressed in millions):

	Maturities in Years				
	Total Fair Value	Less than 1	1-5	6-10	More than 10
United States Treasury bills	\$ 0.4	\$ 0.4	\$ -	\$ -	\$ -
United States Treasury notes	164.5	148.4	16.1	-	-
United States Treasury TIPS	1,605.9	55.7	752.3	697.7	100.2
United States Treasury bonds	1,042.9	-	743.2	36.5	263.2
United States Treasury strips	114.7	-	-	-	114.7
United States Government Agency	6,505.6	6,172.1	36.3	201.5	95.7
Mortgages/FHLMC/FNMA/GNMA	346.3	0.3	1.1	7.2	337.7
Domestic corporate obligations	7,615.8	186.2	1,373.4	3,254.1	2,802.1
International corporate obligations	705.4	13.3	98.1	218.8	375.2
Foreign government obligations	2,334.6	0.6	267.2	1,428.6	638.2
Police & Firemen's mortgages	835.5	-	1.9	20.3	813.3
SBA pass through certificates	118.5	-	41.2	77.3	-
Asset backed obligations	52.7	-	-	-	52.7
Certificates of deposit	1,293.0	1,293.0	-	-	-
Commercial paper	3,718.6	3,718.6	-	-	-
Other	1,436.3	1.6	11.4	169.9	1,253.4
Total	\$ 27,890.7	\$ 11,590.2	\$ 3,342.2	\$ 6,111.9	\$ 6,846.4

Due to unavailability, the table does not include terms for the category of other investment types totaling \$0.3 million.

Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment. As mentioned previously, the State's Pension Trust Funds participate in the Common Pension Trust Fund pool. The Common Pension Fund D account within this investment pool reflects the State's investments in global markets. The fair value of international preferred and common stocks and debt issues convertible into common stocks, and the shares of interest in international exchange-traded, global, regional, or country funds, when combined with the fair value of international government, agency, and corporate obligations, cannot exceed 30 percent of the fair value of the Pension Funds. The fair value of emerging market securities cannot exceed 50 percent of the percentage derived by dividing the total market capitalization of the companies included in the Morgan Stanley Capital International (MSCI) Emerging Market Index by the total market capitalization of the companies included in the MSCI All-Country World Ex-United States Index of the total market value of the assets held by Pension Funds. Not more than ten percent of the market value of the emerging market securities can be invested in the common and preferred stock of any one corporation. The total amount of stock purchased in any one corporation cannot exceed five percent of its stock classes eligible to vote. State regulations permit entering into foreign exchange contracts for the purpose of hedging the international portfolio. The State held forward contract receivables at June 30, 2013 totaling \$902.1 million and payables totaling approximately \$893.5 million (with a \$8.6 million net unrealized gain).

At June 30, 2013, the State had the following foreign currency exposure based on exchange rates in effect for such day (expressed in millions of U.S. dollars):

Currency	Total Fair Value	Equities	Fixed Income	Alternative Investments
Australian dollar	\$ 600.1	\$ 600.1	\$ -	\$ -
Brazilian real	239.8	239.8	-	-
Canadian dollar	940.6	897.5	43.1	-
Czech koruna	3.3	3.3	-	-
Danish krone	82.8	82.8	-	-
Egyptian pound	9.7	9.7	-	-
Euro dollar	2,680.8	2,342.0	-	338.8
Hong Kong dollar	630.7	630.7	-	-
Hungarian forint	33.7	33.7	-	-
Indonesian rupiah	125.2	125.2	-	-
Israeli shekel	26.3	26.3	-	-
Japanese yen	1,991.6	1,991.6	-	-
Malaysian ringgit	66.2	66.2	-	-
Mexican peso	67.9	67.9	-	-
Norwegian krone	68.8	68.8	-	-
Pakistan rupee	10.0	10.0	-	-
Philippines peso	60.5	60.5	-	-
Polish zolty	48.1	48.1	-	-
Singapore dollar	162.9	162.9	-	-
South African rand	202.6	202.6	-	-
South Korean won	395.3	395.3	-	-
Swedish krona	267.1	267.1	-	-
Swiss franc	911.4	911.4	-	-
Taiwan new dollar	18.4	18.4	-	-
Thailand baht	110.4	110.4	-	-
Turkish lira	127.7	127.7	-	-
United Kingdom sterling	1,708.9	1,520.2	157.5	31.2
Total	\$ 11,590.8	\$ 11,020.2	\$ 200.6	\$ 370.0

The State's interests in alternative investments may contain elements of credit, currency, and market risk. Such risks include, but are not limited to, limited liquidity, absence of regulatory oversight, dependence upon key individuals, emphasis on speculative investments (both derivatives and non-marketable investments), and nondisclosure of portfolio composition. State regulations require that not more than 38 percent of the market value of the Pension Fund can be invested in alternative investments, with limits on the individual categories of real estate (nine percent), real assets (seven percent), private equity (12 percent), and absolute return strategy (15 percent). The Common Pension Fund E account within the Common Pension Trust Fund pool reflects the State's alternative investments. Not more than five percent of the market value of Common Pension Fund E, plus outstanding commitments, may be committed to any one partnership or investment, without the prior written approval of the State Investment Council. The investments in Common Pension Fund E cannot comprise more than 20 percent of any one investment manager's total assets.

NOTE 5 - SECURITIES LENDING COLLATERAL

The State Investment Council policies permit Common Pension Funds A, B and D, and several of the direct pension plan portfolios to participate in securities lending programs, whereby securities are loaned to brokers or other borrowers and, in return, the Funds have rights to the collateral received. All of the publicly traded securities held in Common Pension Funds A, B and D and certain securities held directly by the pension plans, are eligible for the securities lending program. Collateral received may consist of cash, letters of credit, or government securities having a market value equal to or exceeding 102% (U.S. dollar denominated) or 105% (non-U.S. dollar denominated) of the value of the loaned securities at the time the loan is made. Collateral is marked to market daily and adjusted as needed to maintain the required minimum level.

For loans of U.S. government securities or sovereign debt issued by non-U.S. governments, in the event that the market value of the collateral falls below 100% of the market value of the outstanding loaned securities to an individual borrower, or the market value of the collateral of all loans of such securities falls below the collateral requirement, additional collateral shall be transferred by the borrower to the respective funds no later than the close of the next business day so that the market value of such additional collateral together with collateral previously delivered meets the collateral requirements.

For loans of all other types of securities, in the event that the market value of the collateral falls below the collateral requirement of either 102% or 105% (depending on whether the securities are denominated in U.S. dollars or a foreign currency, respectively) of the market value of the outstanding loaned securities to an individual borrower, additional collateral shall be transferred in an amount that will increase the aggregate of the borrower's collateral to meet the collateral requirements. As of June 30, 2013, the Common Pension Funds have no aggregate credit risk exposure to borrowers because the collateral amount held by the Common Pension Funds exceeded the market value of the securities on loan.

The contracts with the Common Pension Funds' securities lending agent require them to indemnify the Common Pension Funds if the brokers or other borrowers fail to return the securities and provides that collateral securities may be sold in the event of a borrower default. The Common Pension Funds are also indemnified for any loss of principal or interest on collateral invested in repurchase agreements. The Common Pension Funds cannot participate in any dividend reinvestment program or vote with respect to any securities that are on loan on the applicable record date. The securities loans can be terminated by notification by either the borrower or the Common Pension Funds. The term to maturity of the securities loans is generally matched with the term to maturity of the investment of the collateral.

For securities exposed to credit risk in the collateral portfolio, the following table disclosures aggregate fair value, by major credit quality rating category at June 30, 2013 (expressed in millions):

	Rating		
	Aaa/AAA	Not Rated	Total
Repurchase Agreements	\$ 1,650.0	\$ -	\$ 1,650.0
Cash	-	(94.6)	(94.6)
Totals	\$ 1,650.0	\$ (94.6)	\$ 1,555.4

Custodial credit risk for investments is the risk that the Pension Funds will not recover the value of the investments, which are in the possession of an outside party, if the counterparty to the transaction does not fulfill its obligations. The repurchase agreements' underlying securities are held in the Pension Fund's name.

As of June 30, 2013, the Pension Funds had outstanding loaned investment securities with an aggregate fair value of \$1,508.3 million and did not hold any noncash collateral. There were no borrowers or lending agent default losses, and no recoveries or prior-period losses during the year. Overinvested cash is the result of loans being returned after investments in repurchase agreements were already finalized for the day.

NOTE 6 - RECEIVABLES

Fiduciary funds' receivables are not disclosed in the statement of net position. However, these receivables are disclosed in the fund financial statements and consist primarily of amounts due from employers and employees and accrued earnings on investments. Receivables presented in the statement of net position are described below.

A. Federal

Federal government grant awards are established against State appropriations. Most Federal government receivables are comprised of amounts expended against grant awards, the expenditure of which is the basis of reimbursement. Since all amounts due from the Federal government are considered to be collectible, no allowance has been established for doubtful collections. Also see Note 19 – Contingent Liabilities.

These Federal receivables are reported in conformance with generally accepted accounting principles as defined in Statement No. 2 - *Grant, Entitlement and Shared Revenue Accounting and Reporting by State and Local Governments* published by the National Council on Governmental Accounting. Inasmuch as encumbrances do not constitute expenditures, and since recognition of grants and entitlements as revenue is primarily based on expenditures, there is an additional \$3.4 billion of Federal government awards consisting of encumbrances which are considered unearned and unrecorded as of June 30, 2013.

B. Departmental

Departmental accounts receivable of \$4.1 billion include amounts which were substantially collected within the one month period subsequent to June 30 and include most major tax revenues. Amounts included in these receivables but not collected within the one month period subsequent to June 30, 2013 are deemed to be collectible, and are reflected net of allowances (\$565.9 million).

C. Loans

Loans receivable of \$1.8 billion are reduced by allowances of \$66.5 million and include \$1.7 billion due from local units of government and other recipients for environmental projects, \$44.5 million loaned for economic development within local units of government, and \$10.1 million loaned for housing and mortgage assistance.

D. Other

Other receivables totaling \$1.4 billion are reduced by allowances of \$622.7 million and include tax receivables due of \$393.9 million, \$161.2 million due from the Port Authority of New York and New Jersey, \$114.6 million from the tobacco companies, \$24.7 million due from the utility industry, and \$22.5 million due from proceeds of Motor Vehicle Commission bonds which are held by the trustee.

NOTE 7 – CAPITAL ASSETS

A summary of capital assets and related accumulated depreciation by category as of June 30, 2013 is as follows (expressed in millions):

	<u>Balance July 1, 2012*</u>	<u>Additions</u>	<u>Deductions</u>	<u>Transfers/ Adjustments</u>	<u>Balance June 30, 2013</u>
Capital assets, not being depreciated:					
Land and easements	\$ 4,824.3	\$ 78.8	\$ -	\$ 32.7	\$ 4,935.8
Construction in progress	2,594.3	1,407.1	1.4	(1,318.7)	2,681.3
Capital assets, being depreciated:					
Land improvements	222.7	1.5	-	7.2	231.4
Buildings and improvements	3,479.1	14.9	43.4	68.7	3,519.3
Machinery, equipment, and software	973.4	50.8	6.0	64.3	1,082.5
Infrastructure	22,312.0	-	-	1,195.8	23,507.8
Total at historical cost	<u>34,405.8</u>	<u>1,553.1</u>	<u>50.8</u>	<u>50.0</u>	<u>35,958.1</u>
Less accumulated depreciation:					
Land improvements	140.5	7.4	-	0.6	148.5
Buildings and improvements	1,862.8	120.0	33.0	-	1,949.8
Machinery, equipment, and software	576.3	116.3	5.2	0.8	688.2
Infrastructure	8,209.8	629.0	-	-	8,838.8
Total accumulated depreciation	<u>10,789.4</u>	<u>872.7</u>	<u>38.2</u>	<u>1.4</u>	<u>11,625.3</u>
Governmental activities capital assets, net	<u>\$ 23,616.4</u>	<u>\$ 680.4</u>	<u>\$ 12.6</u>	<u>\$ 48.6</u>	<u>\$ 24,332.8</u>

* The July 1, 2012 capital asset balance has been restated by \$68.1 million and the accumulated depreciation balance has been restated by \$18.7 million to reflect revised building improvements.

Capital Assets were acquired by functions of the primary government as follows (expressed in millions):

	<u>Amount</u>
Public safety and criminal justice	\$ 70.1
Physical and mental health	15.8
Educational, cultural, and intellectual development	46.1
Community development and environmental management	86.2
Economic planning, development, and security	6.4
Transportation programs	1,294.4
Government direction, management, and control	30.6
Special government services	3.5
Total	<u>\$ 1,553.1</u>

A. Items Not Capitalized and Depreciated

The State possesses certain capital assets that have not been capitalized and depreciated because the assets cannot be reasonably valued and/or the assets have inexhaustible useful lives. Examples of these assets include, but are not limited to statues, monuments, forts, lighthouses, and various capitol related furnishings. Collections, such as historical documents, artifacts, works of art, rare library books, and antique furnishings are not capitalized. These assets are exempted from capitalization as the State maintains the collections for reasons other than financial gain; the collections are protected, kept unencumbered, cared for and preserved; and the collections are subject to an organizational policy requiring that the proceeds from sales of collection items be used to acquire other items for collections.

B. Depreciation and Useful Lives

Capital assets are depreciated using the straight line method. The State assigned useful lives that were most suitable for the particular assets. Estimated useful lives were in an allowable range as follows:

<u>Asset</u>	<u>Years</u>
Land improvements	10-50
Building and improvements	12-60
Machinery, equipment, and software	3-30
Infrastructure	4-70

Depreciation was charged to functions of the primary government as follows (expressed in millions):

	<u>Amount</u>
Public safety and criminal justice	\$ 73.1
Physical and mental health	25.3
Educational, cultural, and intellectual development	26.5
Community development and environmental management	21.5
Economic planning, development, and security	13.8
Transportation programs	639.0
Government direction, management, and control	66.3
Special government services	7.2
Total	<u>\$ 872.7</u>

NOTE 8 - INTERFUND TRANSACTIONS

During the course of normal operations, the State has numerous routine transactions between funds, including interfund loans, expenditures, and transfers of resources to provide administrative services, program services, debt service, and compliance with legal mandates, such as legislation requiring the transfer of investment earnings from a capital project fund to the General Fund. In the fund financial statements, these transactions generally are recorded as transfers in/transfers (out) and due to/due from other funds. Operating transfers represent legally authorized transfers from a fund receiving revenue to the fund through which the resources are to be expended and do not represent reimbursement of expenses.

A. Due From/Due To Other Funds

The balances of current interfund receivables and payables at June 30, 2013 are presented below (expressed in millions):

	<u>General Fund</u>	<u>Property Tax Relief Fund</u>	<u>Non-Major Governmental Funds</u>	<u>State Lottery Fund</u>	<u>Unemployment Compensation Fund</u>	<u>Fiduciary Funds</u>	<u>Total</u>
Due from:							
General Fund	\$ -	\$ -	\$ 123.7	\$ -	\$ 1.1	\$ 65.8	\$ 190.6
Property Tax Relief Fund	271.5	-	3.7	-	14.8	-	290.0
Non-Major Governmental Funds	373.3	0.4	338.9	-	0.7	-	713.3
State Lottery Fund	122.8	-	-	-	-	-	122.8
Unemployment Compensation Fund	-	0.5	15.3	-	-	-	15.8
Fiduciary Funds	2.4	8.0	-	-	-	-	10.4
Total Due from	<u>\$ 770.0</u>	<u>\$ 8.9</u>	<u>\$ 481.6</u>	<u>\$ -</u>	<u>\$ 16.6</u>	<u>\$ 65.8</u>	<u>\$ 1,342.9</u>
Due to:							
General Fund	\$ -	\$ 271.5	\$ 373.3	\$ 122.8	\$ -	\$ 2.4	\$ 770.0
Property Tax Relief Fund	-	-	0.4	-	0.5	8.0	8.9
Non-Major Governmental Funds	123.7	3.7	338.9	-	15.3	-	481.6
Unemployment Compensation Fund	1.1	14.8	0.7	-	-	-	16.6
Fiduciary Funds	65.8	-	-	-	-	-	65.8
Total Due to	<u>\$ 190.6</u>	<u>\$ 290.0</u>	<u>\$ 713.3</u>	<u>\$ 122.8</u>	<u>\$ 15.8</u>	<u>\$ 10.4</u>	<u>\$ 1,342.9</u>

B. Transfer In/(Out)

Interfund transfers for the fiscal year ended June 30, 2013 are presented below (expressed in millions):

	<u>General Fund</u>	<u>Property Tax Relief Fund</u>	<u>Non-Major Governmental Funds</u>	<u>State Lottery Fund</u>	<u>Unemployment Compensation Fund</u>	<u>Fiduciary Funds</u>	<u>Total</u>
Transfers (out) to:							
General Fund	\$ -	\$ -	\$ (1,506.1)	\$ (1,085.0)	\$ -	\$ -	\$ (2,591.1)
Non-Major Governmental Funds	(1,626.3)	-	(1,393.5)	-	-	-	(3,019.8)
Total Transfers (Out)	<u>\$ (1,626.3)</u>	<u>\$ -</u>	<u>\$ (2,899.6)</u>	<u>\$ (1,085.0)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (5,610.9)</u>
Transfers in from:							
General Fund	\$ -	\$ -	\$ 1,626.3	\$ -	\$ -	\$ -	\$ 1,626.3
Non-Major Governmental Funds	1,506.1	-	1,393.5	-	-	-	2,899.6
State Lottery Fund	1,085.0	-	-	-	-	-	1,085.0
Total Transfers In	<u>\$ 2,591.1</u>	<u>\$ -</u>	<u>\$ 3,019.8</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,610.9</u>
Net Transfers	<u>\$ 964.8</u>	<u>\$ -</u>	<u>\$ 120.2</u>	<u>\$ (1,085.0)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NOTE 9 - SHORT-TERM DEBT

Tax and Revenue Anticipation Notes

The State issues short-term debt instruments in the form of tax and revenue anticipation notes in advance of income tax and corporation business tax collections, depositing the proceeds in the General Fund. These notes are used to provide effective cash management to fund the imbalances that occur between the collection of revenues and the disbursement of appropriations of the General Fund and Property Tax Relief Fund. For Fiscal Year 2013, the State, under a resolution executed by the Treasurer on July 2, 2012, authorized the issuance of Tax and Revenue Anticipation Notes (TRAN). On July 9, 2012 the State issued \$1.2 billion of TRAN through a private placement. The State issued an additional \$900 million of TRAN on August 31, 2012 also through a private placement. These notes bear interest from their date of issuance through maturity or earlier redemption by the State at an adjustable rate per annum equal to the London Interbank Offered Rate (LIBOR) plus 25 basis points. On November 15, 2012, the State issued \$2.6 billion of TRAN that bear an interest rate of 2.5 percent per annum with a yield to maturity of 0.35 percent per annum. These notes matured on June 27, 2013. Part of the proceeds from these notes were used to refund and retire the \$2.1 billion of TRAN issued under private placements on July 9, 2012 and August 31, 2012.

Short-term debt activity for the year ended June 30, 2013 was as follows (expressed in millions):

	Outstanding			Outstanding
	July 1, 2012	Issued	Redeemed	June 30, 2013
Tax and Revenue Anticipation Notes - Series 2013 A	\$ -	\$ 1,200.0	\$ (1,200.0)*	\$ -
Tax and Revenue Anticipation Notes - Series 2013 B	-	900.0	(900.0)*	-
Tax and Revenue Anticipation Notes - Series 2013 C	-	2,600.0	(2,600.0)	-
Total Tax and Revenue Anticipation Notes	\$ -	\$ 4,700.0	\$ (4,700.0)	\$ -

* Redeemed with the proceeds from the Series 2013 C Notes.

NOTE 10 – LONG-TERM OBLIGATIONS

The State's long-term debt is divided into bonded and non-bonded categories. Bonded categories include General Obligation Bonds, Revenue Bonds Payable, certain Capital Leases, Installment Obligations, Certificates of Participation, Tobacco Settlement Financing Corporation Bonds (TSFC), Unamortized Deferral on Refunding, Unamortized Interest on Capital Appreciation Bonds, and Unamortized Premium. Non-bonded categories include Accumulated Sick and Vacation Payable, certain Capital Leases, Loans Payable, Net OPEB Obligation, Net Pension Obligation, Pollution Remediation Obligation, Advance from Federal Government, and Deposit Fund Contracts.

A. Changes in Long-term Debt

The following schedule represents the changes in the State's long-term debt (expressed in millions):

	Outstanding			Amounts	
	July 1, 2012	Additions	Deductions	Outstanding June 30, 2013	Due Within One Year
Governmental Activities					
<u>Bonded Debt</u>					
General Obligation Bonds	\$ 2,384.7	\$ 350.0	\$ 333.8	\$ 2,400.9	\$ 243.4
Revenue Bonds Payable	20,699.0	2,144.1	1,298.1	21,545.0	552.7
Capital Leases	212.6	284.4	182.3	314.7	3.7
Installment Obligations	18,293.9	2,677.1	2,727.7	18,243.3	545.5
Certificates of Participation	100.3	28.0	35.4	92.9	30.8
Tobacco Settlement Financing Corp. Bonds (TSFC)	4,444.1	-	150.2	4,293.9	21.8
Unamortized Premium	1,518.6	734.0	185.4	2,067.2	-
Unamortized Deferral on Refunding	(994.8)	(291.1)	(217.8)	(1,068.1)	-
Unamortized Interest on Capital Appreciation Bonds	(7,863.8)	-	(360.3)	(7,503.5)	-
<u>Non-Bonded Debt</u>					
Accumulated Sick and Vacation Payable	606.1	323.4	354.7	574.8	323.4
Capital Leases ¹	379.3	37.1	62.5	353.9	37.1
Loans Payable	1,279.4	-	-	1,279.4	-
Net OPEB Obligation	16,818.3	4,874.6	1,516.2	20,176.7	-
Net Pension Obligation	12,838.5	1,677.4	-	14,515.9	-
Pollution Remediation Obligation	92.2	-	6.0	86.2	-
Other ²	982.2	476.7	423.7	1,035.2	456.5
Subtotal Governmental Activities	71,790.6	13,315.7	6,697.9	78,408.4	2,214.9
Business-type Activities					
Accumulated Sick and Vacation Payable	\$ 1.0	\$ 0.6	\$ 0.6	\$ 1.0	\$ 0.6
Advance from Federal Government	1,052.2	2,468.6	3,169.4	351.4	351.4
Deposit Fund Contracts	399.9	24.4	91.8	332.5	77.8
Subtotal Business-type Activities	1,453.1	2,493.6	3,261.8	684.9	429.8
Total Governmental and Business-type Activities	\$ 73,243.7	\$ 15,809.3	\$ 9,959.7	\$ 79,093.3	\$ 2,644.7

¹ Restated to reflect revised fair market value relating to certain capital leases of \$39.5 million.

² Restated to include Business Employment Incentive Program obligations of \$630.1 million and long-term obligations to other states relating to unclaimed property of \$31.0 million.

B. Debt Service Payments

The following schedule represents debt service payments for the next five fiscal years and thereafter (expressed in millions):

Fiscal Year	Debt Service						Total
	General Obligation Bonds	Revenue Bonds	Capital Leases	Installment Obligations ¹	Certificates of Participation	TSFC ²	
2014	\$ 243.4	\$ 552.7	\$ 40.8	\$ 545.5	\$ 30.8	\$ 21.8	\$ 1,435.0
2015	309.8	568.4	44.9	993.1	26.7	23.8	1,966.7
2016	363.0	597.8	44.3	1,158.8	17.9	41.1	2,222.9
2017	235.1	617.1	46.2	1,241.0	9.5	57.3	2,206.2
2018	218.0	645.1	47.8	1,464.2	8.0	68.3	2,451.4
2019-2023	819.1	3,793.1	202.0	5,255.7	-	400.2	10,470.1
2024-2028	96.1	4,531.6	114.9	5,290.9	-	503.6	10,537.1
2029-2033	116.4	3,666.1	98.9	1,581.2	-	641.6	6,104.2
2034-2038	-	3,793.3	26.0	696.9	-	817.0	5,333.2
2039-2043	-	2,779.8	0.4	16.0	-	1,719.2	4,515.4
2044-2063	-	-	2.4	-	-	-	2.4
Total Principal	<u>2,400.9</u>	<u>21,545.0</u>	<u>668.6</u>	<u>18,243.3</u>	<u>92.9</u>	<u>4,293.9</u>	<u>47,244.6</u>
2014	111.8	700.2	41.8	687.6	1.0	153.5	1,695.9
2015	98.8	667.6	40.5	661.4	0.7	152.4	1,621.4
2016	82.8	638.6	37.2	632.5	0.4	151.2	1,542.7
2017	67.3	609.5	33.8	596.6	0.2	149.2	1,456.6
2018	55.7	583.3	30.0	556.4	0.1	146.5	1,372.0
2019-2023	124.9	2,415.7	92.8	2,252.0	-	681.1	5,566.5
2024-2028	34.7	1,517.1	42.0	1,418.4	-	580.5	3,592.7
2029-2033	14.4	1,021.7	16.0	346.2	-	445.6	1,843.9
2034-2038	-	658.2	1.3	76.0	-	274.8	1,010.3
2039-2043	-	200.9	0.3	0.4	-	60.3	261.9
2044-2063	-	-	0.7	-	-	-	0.7
Total Interest	<u>590.4</u>	<u>9,012.8</u>	<u>336.4</u>	<u>7,227.5</u>	<u>2.4</u>	<u>2,795.1</u>	<u>19,964.6</u>
2014	355.2	1,252.9	82.6	1,233.1	31.8	175.3	3,130.9
2015	408.6	1,236.0	85.4	1,654.5	27.4	176.2	3,588.1
2016	445.8	1,236.4	81.5	1,791.3	18.3	192.3	3,765.6
2017	302.4	1,226.6	80.0	1,837.6	9.7	206.5	3,662.8
2018	273.7	1,228.4	77.8	2,020.6	8.1	214.8	3,823.4
2019-2023	944.0	6,208.8	294.8	7,507.7	-	1,081.3	16,036.6
2024-2028	130.8	6,048.7	156.9	6,709.3	-	1,084.1	14,129.8
2029-2033	130.8	4,687.8	114.9	1,927.4	-	1,087.2	7,948.1
2034-2038	-	4,451.5	27.3	772.9	-	1,091.8	6,343.5
2039-2043	-	2,980.7	0.7	16.4	-	1,779.5	4,777.3
2044-2063	-	-	3.1	-	-	-	3.1
Total Principal and Interest	<u>\$ 2,991.3</u>	<u>\$ 30,557.8</u>	<u>\$ 1,005.0</u>	<u>\$ 25,470.8</u>	<u>\$ 95.3</u>	<u>\$ 7,089.0</u>	<u>\$ 67,209.2</u>

¹ Fiscal Years 2014-2018, 2026 and 2028 include maturing Floating Rate Notes that the State anticipates refunding prior to maturity.

² The State is not liable for debt issued by the TSFC.

C. General Obligation Bonds

The State is empowered by voters to authorize, issue, and incur debt subject to certain constitutional restrictions. General obligation bond acts are both legislatively and voter-approved and are backed by the State's full faith and credit. As of June 30, 2013, the State had \$2.4 billion of State general obligation bonds outstanding with another \$1.3 billion of bonding authorization remaining from various State general obligation bond acts. During the fiscal year, \$350.0 million of General Obligation debt was issued. The amount provided by the State's General Fund for debt service payments for Fiscal Year 2013 was \$449.1 million.

The State has refunded various outstanding general obligation bonds. Refunding bond proceeds are used to purchase and deposit United States Treasury Obligations – State and Local Government Series or open market U.S. Treasury Securities into a separate irrevocable trust fund held by a trustee. The investments and the fixed earnings that accrue are sufficient to fully service the defeased debt until it is called or matures. For financial reporting purposes, the refunded debt is considered defeased at the time the refunding bonds have been issued. Therefore, the refunded debt is removed as a liability from the State's long-term obligations. As of June 30, 2013, the amount of defeased general obligation debt outstanding, but removed from the State's long-term obligations, amounted to \$302.7 million.

D. Revenue Bonds Payable

This debt classification represents bond issuances whose segment of debt service is derived solely from legally restricted revenues. Revenue bonds include debt issued by the New Jersey Building Authority (NJBA), the Garden State Preservation Trust (GSPT), and the New Jersey Transportation Trust Fund Authority (TTFA). During Fiscal Year 2013, the TTFA issued \$2.1 billion of bonds used to fund transportation system improvements, and in order to defease \$867.0 million of existing debt. As a result, the refunded bonds' liability has been removed from the State's long-term obligations. Total debt service payments over the next 11 years were decreased by \$68.9 million which resulted in \$66.4 million in present value savings. The NJBA issued \$20.0 million of Bond Anticipation Notes used to fund construction and rehabilitation of related facilities for use by State agencies. In November 2013, the Authority issued \$47.6 million of State Building Revenue Bond Anticipation Notes. The funds were utilized to pay maturing 2012 Bond Anticipation Notes and interest and the remaining funds were utilized to complete the State House Exterior Restoration Project and the Mechanical and Electrical Equipment Relocation Project. During Fiscal Year 2013, no GSPT debt was issued. Total authorized but unissued revenue bonds equal \$2.5 billion as of June 30, 2013.

E. Capital Leases (Bonded)

Capital Leases represent long-term contractual debt obligations that the State has with various State authorities, for the purpose of utilizing office space for State operations and program usage. This includes the design, acquisition, and construction or renovation of facilities such as the Greystone Psychiatric Hospital. The New Jersey Health Care Facilities Financing Authority (HCFFA) issued \$284.4 million of bonds, of which, \$160.1 million were used to defease \$171.6 million of existing debt. As a result, the refunded bonds' liability has been removed from the State's long-term obligations. Total debt service payments over the next 15 years were decreased by \$11.1 million which resulted in a \$10.9 million present value savings.

F. Installment Obligations

Installment Obligations represent agreements between the State and several authorities which have issued bonds for the purpose of purchasing or constructing facilities to be rented by the State or to provide financing for other State projects. The State agrees to make payments equal to the corresponding authority's debt service, subject to and dependent upon appropriations being made from time to time by the State Legislature. At the conclusion of the term of the installment obligation agreement, title to the various facilities is transferred to the State, except in the case of the School Facilities Construction Program. During Fiscal Year 2013, these authorities issued \$2.7 billion of bonds, of which \$2.3 billion were refunding bonds, that were issued in order to defease \$2.3 billion of existing debt. The liability on these refunded bonds has been removed from the State's long-term obligations. Total debt service payments over the next 18 years were decreased by \$1.7 million and resulted in a net present value savings of \$67.9 million. The State's installment obligations outstanding as of June 30, 2013 total \$18.2 billion. Total authorized but unissued installment obligations equal \$4.4 billion as of June 30, 2013.

G. Certificates of Participation

These obligations represent several Lines of Credit that were drawn on to finance State equipment needs through the State's Master Lease Program.

H. Tobacco Settlement Financing Corporation (TSFC)

In November 1998, the State entered into a Master Settlement Agreement with participating cigarette manufacturers, 46 states, and six other United States jurisdictions in the settlement of certain smoking-related litigation. During Fiscal Year 2003, the State sold to the newly established TSFC, the State's right, title, and beneficial ownership interest in the State's right to receive tobacco settlement rights under the Master Settlement Agreement and decree of Final Judgment. In return, in 2002 and 2003, the TSFC issued \$3.5 billion of bonds to pay for the tobacco settlement rights. Proceeds of the two bond issuances were used to fund General Fund expenditures during Fiscal Year 2003 and Fiscal Year 2004. During Fiscal Year 2007, \$4.7 billion of refunding bonds were issued, of which \$1.1 billion were capital appreciation bonds. The State retains 23.74% of the Tobacco Settlement Receipts.

During Fiscal Year 2003, the TSFC was presented as a discreet component unit of the State. Since then, the State adopted GASB Technical Bulletin No. 2004-1, *Tobacco Settlement Recognition and Financial Reporting Issues*. As a result, the TSFC is required to be shown as a blended component unit of the State. Bonds issued by the TSFC are the sole obligation of the TSFC. The State is not liable for any debt issued by the TSFC nor is the debt dependent on any dedicated stream of revenue generated by the State.

I. Unamortized Deferral on Refunding

Under GASB Statement No. 23, *Accounting and Financial Reporting for Refundings of Debt Reported by Proprietary Activities*, unamortized deferral on refunding shows the actual gain or loss on refunding transactions. Gains are shown as an asset and amortized over the shorter of the life of the refunding bonds or the bonds that were refunded. During Fiscal Year 2013, the State issued \$3.3 billion of refunding bonds that are to be amortized over a time period of five years to nine years. GASB Statement No. 23 defines a gain/loss as the total outstanding amount of the old bonds minus the new refunding bonds issued minus the cost of issuance on the new refunding bonds. The refunding bonds have a total loss of \$1.1 billion.

J. Unamortized Interest on Capital Appreciation Bonds

Unamortized Interest on Capital Appreciation Bonds represents the unaccrued interest value on zero coupon bonds that have been issued.

K. Unamortized Premium

GASB Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*, requires bond premiums to be deferred and amortized over the life of the refunding bonds.

L. Accumulated Sick and Vacation Payable

Pursuant to GASB Statement No. 16, *Accounting for Compensated Balances*, Accumulated Sick and Vacation payable represents the liability due to employees for unused sick and vacation time.

M. Capital Leases (Non-Bonded)

Capital Leases represent long-term contractual obligations that the State has entered into for the purpose of utilizing office space for State operations and program usage. Examples of non-bonded capital leases include motor vehicle inspection stations, State government office buildings, and State Police facilities. The beginning balance has been restated to reflect revised fair market value relating to certain leases for \$39.5 million.

N. Loans Payable

The New Jersey Automobile Insurance Guaranty Fund received a \$1.3 billion loan from the New Jersey Property-Liability Insurance Guaranty Association. The loan was made in an effort to depopulate the New Jersey Automobile Insurance Guaranty Fund and to help satisfy its unfunded liability.

O. Net OPEB Obligation

GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, effective for periods beginning after December 15, 2006, requires the reporting of future Other Postemployment Benefits (OPEB) as a general long-term obligation of the State. Based upon an actuarial valuation, the OPEB obligation as of June 30, 2013 is estimated to be \$20.2 billion.

P. Net Pension Obligation

Net Pension Obligation (NPO) represents a \$14.5 billion pension fund liability due to the Judicial Retirement System, the State Police Retirement System, the Consolidated Police and Firemen's Retirement System, and the Teachers' Pension and Annuity Fund. Financial reporting requirements for net pension fund obligations fall under the purview of GASB Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers*.

Q. Pollution Remediation Obligation

GASB Statement No. 49, *Accounting and Financial Reporting for Pollution Remediation Obligations*, effective for periods beginning after December 15, 2007, requires the reporting of Pollution Remediation Obligations as a general long-term obligation of the State. The Pollution Remediation Obligation represents contractual commitments of the State with either vendors to clean up hazardous waste contaminated sites or the administrative authorization to proceed to clean up identified hazardous waste contaminated sites. Pollution remediation activities include the engagement of contractors to define the extent of the hazardous waste contamination through a remedial investigative contract, outline the method of cleanup/remediation through a feasibility study contract, implement the required/recommended remediation action through construction contractors, and maintain and monitor the operations of the cleanup remedy at the site.

The Pollution Remediation Obligation estimates that appear in this report are subject to change over time. Cost may vary due to price fluctuations, changes in technology, changes in potential responsible parties, results of environmental studies, changes to statutes or regulations and other factors that could result in revisions to these estimates. Prospective recoveries from responsible parties may reduce the State's obligation.

The estimated liability as of June 30, 2013 is \$86.2 million. The reported amount represents the unexpended balances of those cleanup actions in which the State has obligated itself to commence remediation. The reported amounts represent the prospective outlays for existing remediation activities and not anticipated remediation work that may be addressed by the site's responsible parties at some future time or date.

R. Other

This obligation represents unamortized long-term claims which are required to be reported under National Council on Governmental Accounting Statement No. 1 as a general long-term liability of the State. This includes Business Employment Incentive Program (BEIP) grants of \$650.4 million which have been incurred but not reported. This also includes Medicaid benefit claims (\$257.6 million of which \$126.4 million is federally reimbursable) which have been incurred but not reported. This obligation also includes \$84.6 million of capitalized software liability which is required to be reported in accordance with GASB Statement No. 51, *Accounting and Financial Reporting for Intangible Assets*. Unclaimed property of \$42.6 million deemed to be payable to other states is also included.

The beginning balance has been restated to include \$31.0 million of unclaimed property obligation to other states, and \$630.1 million in BEIP grants incurred but not reported.

S. Advance from Federal Government

As of June 30, 2013, the Unemployment Compensation Fund owed the Federal Government \$351.4 million. These funds were used in order to pay unemployment benefits.

T. Deposit Fund Contracts

Large Lottery prizes are paid out to winners over a period of multiple years. Current Lottery proceeds are used to purchase deposit fund contracts which will provide sufficient amounts for future payment of installment prizes. Future payments of installment prizes in the present value of \$332.5 million are recorded as liabilities in both the fund financial statements and the government-wide statements.

U. Moral Obligation Bonds

The authorizing legislation for certain State entities provides for specific budgetary procedures with respect to certain obligations issued by these entities. Pursuant to such legislation, a designated official is required to certify any deficiency in debt service funds maintained to meet payments of principal and interest on the obligations and a State appropriation in the amount of the deficiency is to be made. However, the State Legislature is not legally bound to make an appropriation. Bonds issued pursuant to authorizing legislation of this type are sometimes referred to as “moral obligation” bonds. There is no statutory limitation on the amount of “moral obligation” bonds which may be issued by eligible State entities. Currently, bonds issued by the South Jersey Port Corporation, the New Jersey Housing and Mortgage Finance Agency, and the Higher Education Student Assistance Authority fall under this category. Furthermore, the New Jersey Housing and Mortgage Finance Agency and the Higher Education Student Assistance Authority have not had a deficiency in their respective debt service funds which required the State to appropriate funds.

The State, when necessary, provides the South Jersey Port Corporation with funds to cover all debt service and property tax requirements when the Corporation’s earned revenues are anticipated to be insufficient to cover these obligations. On December 1, 2012, the Corporation certified that it would be unable to provide sufficient funds from operations for debt service, and therefore, required a State appropriation for Fiscal Year 2013 in the amount of \$19.0 million.

NOTE 11 - RISK MANAGEMENT AND INSURANCE COVERAGE

The State is self-insured and self-administered for tort, workers' compensation, and automobile liability claims. As of June 30, 2013 no liability for unpaid claims has been established since the amount of loss cannot be reasonably estimated, however, any unpaid claims are not expected to be material. Claims are reported as expenditures in the General Fund in the year they are paid. Amounts expended for tort, workers' compensation, and automobile liability claims for Fiscal Year 2013 and Fiscal Year 2012 are detailed below (expressed in millions):

<u>Type of Claim</u>	<u>Fiscal Year 2013</u>	<u>Fiscal Year 2012</u>
Tort	\$ 27.9	\$ 12.1
Workers' compensation	89.6	96.9
Automobile	5.3	2.6

Property exposure is handled by a commercial insurance carrier. There were no reductions in commercial insurance coverage during the fiscal year ended June 30, 2013. No settlements exceeded commercial insurance coverage during each of the past three fiscal years. The State does not participate in any risk pools.

The State has obtained a financial guaranty policy insurance commitment to cover potential permanent losses on investments by non-state participants in the State of New Jersey Cash Management Fund-External Portion (Investment Trust Fund). The State is liable for reimbursement to the issuer of the financial guaranty policy insurance commitment for any payments made. The State had two policies in place. The first of which expired on December 1, 2012 and was not renewed. The second financial guaranty policy insurance commitment expires on July 1, 2016.

NOTE 12 – DERIVATIVES

A. Interest Rate Swap Agreements

The State has obtained long-term financing in the form of voter-approved General Obligation Debt and other obligations for which voter approval is not needed and has not otherwise been sought. Non-voter approved long-term financings include debt obligations such as revenue bonds, certificates of participation, and installment obligations. The State pays debt service on these debt obligations pursuant to a State contract or a lease it enters into with the issuer, subject to annual appropriations made by the State Legislature. These debt obligations include, but are not limited to, certain bonds issued through State public authorities such as the New Jersey Building Authority and the New Jersey Economic Development Authority. In connection with certain bonds issued through these public authorities, the State has entered into Interest Rate Exchange Agreements (Swap Agreements). As of June 30, 2013 the State has 20 active swap agreements with 10 swap providers for a combined notional amount of \$1.3 billion.

B. Interest Rate Swap Agreements – Synthetic Rate

The State, acting through its public authorities, issued bonds bearing interest at a variable rate and simultaneously entered into one or more swap agreements with various swap providers. Under the terms of the swap agreements, the State pays a fixed rate on an agreed upon notional amount while the swap counterparty pays a variable rate on the same notional amount.

On January 31, 2013 the State terminated additional outstanding New Jersey Economic Development Authority swap agreements. The notional amount of the terminated swap agreements was \$1,130.5 million. The termination payment made to certain swap providers was \$186.8 million. The State also received \$21.6 million from one swap provider.

Issuer/Counterparty	Notional Amount (\$ Millions)	Effective Date	Fixed Rate	Floating Index
<u>NJ Economic Development Authority(NJEDA)</u>				
School Facilities Construction Program				
Variable-to-Fixed Swaps				
Bank of America, N.A.	\$ 64.007	6/15/13	4.407 %	71.98% 1-month LIBOR
Bank of Montreal	121.173	6/15/13	4.549	62% 1-month LIBOR + 40 bps
Goldman Sachs Mitsui Marine Derivative, Products, L.P.	49.148	6/15/13	4.296	70.8% 1-month LIBOR
Goldman Sachs Mitsui Marine Derivative, Products, L.P.	78.167	6/15/13	4.407	71.98% 1-month LIBOR
Goldman Sachs Mitsui Marine Derivative, Products, L.P.	91.058	6/15/13	4.399	71.57% 1-month LIBOR
Merrill Lynch Capital Services, Inc.	179.716	6/15/13	4.251	62% 1-month LIBOR + 40 bps
Natixis Financial Products, Inc.	95.420	6/15/13	4.489	62% 1-month LIBOR + 40 bps
Royal Bank of Canada	90.460	6/15/13	4.512	62% 1-month LIBOR + 40 bps
UBS AG, Stamford Branch	64.323	1/20/11	4.063	71.13% 1-month LIBOR
UBS AG, Stamford Branch	64.790	1/20/11	4.176	74.24% 1-month LIBOR
UBS AG, Stamford Branch	116.098	1/20/11	4.399	71.57% 1-month LIBOR
Wells Fargo Bank, N.A.	49.332	6/15/13	4.063	71.13% 1-month LIBOR
Wells Fargo Bank, N.A.	33.912	6/15/13	4.176	74.24% 1-month LIBOR
Wells Fargo Bank, N.A.	49.148	6/15/13	4.296	70.8% 1-month LIBOR
Total NJEDA	<u>1,146.752</u>			
<u>NJ Building Authority(NJBA)</u>				
Citibank, N.A., New York	\$ 63.160	8/20/03	3.640	62% 1-month LIBOR + 20 bps
Citibank, N.A., New York	27.065	8/20/03	3.640	62% 1-month LIBOR + 20 bps
Goldman Sachs Mitsui Marine Derivative, Products, L.P.	21.045	8/20/03	3.640	62% 1-month LIBOR + 20 bps
Goldman Sachs Mitsui Marine Derivative, Products, L.P.	9.030	8/20/03	3.640	62% 1-month LIBOR + 20 bps
Morgan Stanley Capital Services, Inc.	21.045	8/20/03	3.640	62% 1-month LIBOR + 20 bps
Morgan Stanley Capital Services, Inc.	9.030	8/20/03	3.640	62% 1-month LIBOR + 20 bps
Total NJBA	<u>150.375</u>			
Total	<u>\$ 1,297.127</u>			

The swap agreements listed above have final maturities ranging from June 15, 2023 through March 1, 2035. The swap agreements total current notional amount is \$1,297.1 million. Under the swap agreements, the State pays the counterparties a fixed payment ranging from 3.640 percent to 4.549 percent and receives a variable payment as computed for each associated variable rate transaction as shown above. The swap provider calculates the variable rate, as well as the dollar amount that is owed by the swap counterparty. The State confirms all calculations to ensure accuracy.

C. Interest Rate Swap Agreements - Fair Value

As of June 30, 2013, the State, acting through its public authorities, is party to 20 swap agreements. General interest rates have declined since the execution of the swap agreements which were initially executed during Calendar Year 2003. As a result, the projected net present value of the State's entire portfolio as of June 30, 2013 is negative \$337.4 million. A breakdown of this amount is shown below (\$ millions):

<u>Governmental Activities</u>	<u>Changes in Fair Value</u>		<u>Fair Value at June 30, 2013</u>	
	<u>Classification</u>	<u>Amount</u>	<u>Classification</u>	<u>Amount</u>
Cash Flow Hedges:				
Pay fixed interest rate swaps				
NJ Building Authority	Deferred Outflows	\$ 6.322	Debt	\$ (17.338)
Total Cash Flow Hedges		<u>6.322</u>		<u>(17.338)</u>
Investment Derivatives:				
Pay fixed interest rate swaps				
NJ Economic Development Authority				
School Facilities Construction Program	Investment earnings	\$ 328.877	Investment	\$ (320.077)
Total Investment Derivatives		<u>328.877</u>		<u>(320.077)</u>
Total		<u>\$ 335.199</u>		<u>\$ (337.415)</u>

The fair values of the swaps take into consideration the prevailing interest rate environment and the specific terms and conditions of each swap. The fair market values were calculated using the zero-coupon method. The zero-coupon method calculates the future net settlement payments required by each swap, assuming that the current forward rates implied by the yield curve correctly anticipate future spot interest rates. These payments are then discounted using the spot rates implied by the current yield curve for hypothetical zero-coupon bonds due on the date of each future net settlement on the swap.

The amounts shown above are the amounts that the State would pay to swap counterparties in the event that all the State's swap agreements were terminated on June 30, 2013.

D. Interest Rate Swap Agreements - Credit Risk

The swap agreement contracts require that each swap counterparty shall have a credit rating from at least one nationally recognized statistical rating agency that is within the two highest investment grade categories at the onset of the swap contract. Ratings, which are obtained from any other nationally recognized statistical rating agencies for such swap counterparty shall also be within the three highest investment rated categories, or the payment obligations of the swap counterparty shall also be unconditionally guaranteed by an entity with such credit ratings. The swap agreements also require that should the credit rating of a swap counterparty fall below the rating required, that the obligations of such swap counterparty shall be fully and continuously collateralized by direct obligations of, or obligations the principal and interest on which are guaranteed by, the United States of America, at the agreed upon collateral threshold levels pursuant to the Credit Support Annex. The collateral threshold levels are adjusted based on counterparty ratings as set forth in the Credit Support Annex. No collateral posting has ever been required.

E. Interest Rate Swap Agreements - Basis Risk

The swap agreements expose the State to basis risk should the relationship between LIBOR and actual variable rate payments on the related bonds diverge. The effect of this difference in basis is indicated by the difference between the anticipated variable rate and the actual variable rate.

F. Interest Rate Swap Agreements - Termination Risk

Each swap agreement contract uses the International Swap Dealers Association Master Agreement, which includes standard termination events such as failure to pay and bankruptcy. The Schedule to the Master Agreement includes "additional termination events", providing that the swap agreements may be terminated if either the State's or a swap counterparty's credit quality rating falls below certain levels, generally below "BBB-" or "Baa2". The State or the swap counterparties may terminate the swap agreements if the other party fails to perform under the terms of the contract. If one or more of the swap agreements is terminated, the related variable rate bonds would no longer be hedged and the State would no longer be effectively paying a

synthetic fixed rate with respect to those bonds. Also, if at the time of termination the swap agreement has a negative fair value, the State would incur a loss and would be required to settle with the swap counterparty at the swap agreement's fair value. If at the time of a termination the swap agreement has a positive fair value, the State would incur a gain and would be able to settle with the swap counterparty at the swap agreement's fair value.

NOTE 13 - OTHER LIABILITIES – CURRENT

Other liabilities presented in the statement of net position consist principally of revenue refunds payable to taxpayers of \$470.2 million.

In addition, the Unemployment Compensation Interest Repayment Fund reflects other liabilities of \$16.1 million to the federal government representing interest accrued on outstanding loans to the Unemployment Compensation Fund. The New Jersey Schools Development Authority reflects other liabilities of \$9.9 million which represent deposits received from local school districts to fund the local share portion of Regular Operating District school facility projects or to cover certain ineligible costs pertaining to projects in the New Jersey Schools Development Authority school districts.

NOTE 14 - NET ASSETS RESTRICTED BY ENABLING LEGISLATION/GOVERNMENTAL FUND BALANCES

A. Net Assets Restricted by Enabling Legislation

As of June 30, 2013, \$3.7 billion of restricted net assets are reported in the Statement of Net Position. Net assets are restricted when constraints have been placed upon the use of resources through enabling legislation initiated by voter referendum, constitutional provisions, debt covenants, or other external parties such as the federal government. Unexpended debt proceeds that are recorded as assets and restricted fund balance in the governmental funds (\$1.3 billion) have been deducted from the restricted net asset balance.

B. Governmental Fund Balances

In the governmental fund financial statements, fund balances are segregated into the following categories: nonspendable, restricted, committed, and unassigned.

Nonspendable

The nonspendable fund balance classification includes amounts in the New Jersey Cultural Trust Fund (\$20.0 million) and the State of New Jersey Tischler Memorial Fund (\$0.4 million) that are legally required to remain intact.

Restricted

Similar to the net assets restricted by enabling legislation definition, the restricted fund balance classification is used when constraints have been placed upon the use of resources through enabling legislation initiated by voter referendum, constitutional provisions, debt covenants, or other external parties such as the federal government.

Committed

The committed fund balance classification is used for amounts that can only be used for purposes specified in enabling legislation, with the consent of both the legislative and executive branches. In contrast to the restricted fund balance classification, amounts in this category may be redeployed for other purposes with appropriate due process.

As mentioned above, both restricted and committed fund balances, respectively, may only be used for purposes specified in enabling legislation. Within these balances, however, money has been set aside (encumbered) pending vendor performance. In addition, within these balances are long-term loans and other items such as legally mandated reserves and escrow balances that represent balances that are not currently available for expenditure in subsequent accounting periods.

The following table reflects restricted and committed fund balances in the aggregate that have been encumbered or are currently unavailable for current expenditure as of June 30, 2013 (expressed in millions):

Major Components of:	General Fund	Property Tax Relief Fund	Non-Major Governmental Funds	Total Governmental Funds
Restricted Fund Balances	\$ 1,154.2	\$ -	\$ 3,813.2	\$ 4,967.4
Encumbrances	280.7	-	234.7	515.4
Long-term loans	344.0	-	1,341.5	1,685.5
School Bond Reserve	-	-	76.7	76.7
Committed Fund Balances	\$ 1,718.0	\$ 10.8	\$ 409.4	\$ 2,138.2
Encumbrances	721.2	2.3	110.0	833.5
Long-term loans	25.2	-	11.5	36.7

Restricted Fund Balance – School Bond Reserve:

Fund for Support of Free Public Schools

New Jersey statutes provide for the establishment of a school bond reserve within this fund. The school bond reserve consists of two accounts, the old school bond reserve account and the new school bond reserve account. The old school bond reserve account shall be funded in an amount equal to at least 1.5 percent of the aggregate issued and outstanding bonded indebtedness of counties, municipalities, or school districts for school purposes for all such indebtedness issued prior to July 1, 2003. The new school bond reserve account shall be funded in an amount equal to at least one percent of the aggregate issued and outstanding bonded indebtedness of counties, municipalities, or school districts for school purposes for all such indebtedness issued on or after July 1, 2003, exclusive of bonds for debt service, which is provided by State appropriations. Accordingly, \$76.7 million has been reserved as of June 30, 2013.

Unassigned

Unassigned balance is \$301.4 million. This classification represents fund balance that has not been restricted or committed to specific purposes within the General Fund.

NOTE 15 – OTHER FINANCING SOURCES/USES - OTHER

The following items were recorded as other financing sources (uses) – other in the fund financial statements (expressed in millions):

	General Fund	Non-Major Governmental Funds	Total Governmental Funds
Refunding bonds issued	\$ 2,840.2	\$ 976.7	\$ 3,816.9
Installment obligations issued	375.0	-	375.0
Premium related to new debt issuances	75.2	202.5	277.7
Capital lease acquisitions	161.4	-	161.4
Certificates of participation issued	28.0	-	28.0
Payment to refunded bond escrow agent	(2,840.2)	(976.7)	(3,816.9)
Other Financing Sources (Uses) - Other	\$ 639.6	\$ 202.5	\$ 842.1

NOTE 16 – OPERATING LEASES

The State of New Jersey has commitments to lease certain land, buildings, and equipment under arrangements representing operating leases. Future minimum rental commitments for noncancelable operating leases as of June 30, 2013 are as follows (expressed in millions):

<u>Fiscal Year</u>	<u>Amount</u>
2014	\$ 52.4
2015	39.4
2016	29.5
2017	24.8
2018	15.8
2019-2023	30.2
2024-2028	2.4
2029-2030	<u>0.5</u>
Total Future Minimum Lease Payments	\$ <u>195.0</u>

NOTE 17 – RETIREMENT SYSTEMS, HEALTH BENEFITS, AND POST-RETIREMENT MEDICAL BENEFITS

A. RETIREMENT SYSTEMS

The State of New Jersey sponsors and administers the following contributory defined benefit public employee retirement systems (retirement systems) covering substantially all state and local government employees:

Consolidated Police and Firemen's Pension Fund (CPFPPF)--established in January 1952, under the provisions of N.J.S.A. 43:16 to provide coverage to municipal police and firemen who were appointed prior to July 1, 1944. The fund is a closed system with no active members.

Judicial Retirement System (JRS)--established in June 1973, under the provisions of N.J.S.A. 43:6A to provide coverage to all members of the State judiciary system. Membership is mandatory for such employees with vesting after 5 years of successive service as a judge and 10 years in the aggregate of public service.

Police and Firemen's Retirement System (PFRS)--established in July 1944, under the provisions of N.J.S.A. 43:16A to provide coverage to substantially all full time county and municipal police or firemen and State firemen appointed after June 30, 1944. Membership is mandatory for such employees with vesting occurring after 10 years of membership.

Prison Officers' Pension Fund (POPF)--established in January 1941, under the provisions of N.J.S.A. 43:7 to provide coverage to various employees of the State penal institutions who were appointed prior to January 1, 1960. The fund is a closed system with no active members. New employees of the State penal institutions are enrolled in the Police and Firemen's Retirement System.

Public Employees' Retirement System (PERS)--established in January 1955, under the provisions of N.J.S.A. 43:15A to provide coverage, including post-retirement health care, to substantially all full time employees of the State or any county, municipality, school district, or public agency provided the employee is not a member of another State-administered retirement system. Membership is mandatory for such employees and vesting occurs after 8 to 10 years of service for pension benefits and 25 years for post-retirement health care coverage.

State Police Retirement System (SPRS)--established in July 1965, under the provisions of N.J.S.A. 53:5A to provide coverage to all uniformed officers and troopers of the State Police in the State. Membership is mandatory and vesting occurs after 10 years of membership.

Teachers' Pension and Annuity Fund (TPAF)--established in January 1955, under the provisions of N.J.S.A. 18A:66 to provide coverage including post-retirement health care to substantially all full time certified teachers or professional staff of the public school systems in the State. Membership is mandatory for such employees and vesting occurs after 10 years of service for pension benefits and 25 years for post-retirement health care coverage.

Other Pension Funds

The State established and administers a Supplemental Annuity Collective Trust Fund (SACT) which is available to active members of the State-administered retirement systems to purchase annuities to supplement the guaranteed benefits provided by their retirement system. The state or local governmental employers do not appropriate funds to SACT.

The State also administers the Central Pension Fund (CPF) which is a single-employer noncontributory defined benefit plan for special groups which are not included in other State-administered systems.

The State also administers the Pension Adjustment Fund (PAF). Prior to the adoption of pension reform legislation in 2011, P.L. 2011, c.78, it provided cost-of-living increases equal to 60 percent of the change in the average consumer price index, to eligible retirees in some State-sponsored pension systems which are the CPFPF, POPF, and CPF. Cost-of-living increases provided under the State's Pension Adjustment Program are currently suspended as a result of the reform legislation. This benefit is funded by the State as benefit allowances become payable. The State also administers the Defined Contribution Retirement Program, which is not presented in the Pension statements in the CAFR.

The cost of living increase for PFRS, PERS, TPAF, SPRS, and JRS are funded directly by each of the respective systems, but are currently suspended as a result of reform legislation.

According to state law, all obligations of each retirement system will be assumed by the State of New Jersey should any retirement system be terminated.

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statements and required supplementary information of each of the above systems, funds, and trust. The financial reports may be accessed via the New Jersey Division of Pensions and Benefits website at www.state.nj.us/treasury/pensions.

Basis of Accounting

The financial statements of the retirement systems are prepared on the accrual basis of accounting. Employer contributions are recognized when payable to the retirement systems. Benefits or refunds are recognized when due and payable in accordance with the terms of the retirement systems.

Investment Valuation

Investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Mortgages are valued on the basis of future principal and interest payments, and are discounted at prevailing interest rates for similar instruments. The fair value of real estate investments is based on independent appraisals. Investments that do not have an established market are reported at estimated fair values.

The State of New Jersey, Department of the Treasury, Division of Investment, issues a publicly available financial report that includes the financial statements of the State of New Jersey Cash Management Fund. The financial report may be obtained by writing to the State of New Jersey, Department of the Treasury, Division of Investment, P.O. Box 290, Trenton, New Jersey 08625-0290, or at www.state.nj.us/treasury/doinvest.

Funded Status and Funding Progress

As of July 1, 2012, the most recent actuarial valuation date, the aggregate funded ratio for the retirement systems (TPAF, PERS, PFRS, POPF, CPFPF, JRS, and SPRS) is 64.5 percent with an unfunded actuarial accrued liability of \$47.2 billion. The aggregate funded ratio and unfunded accrued liability for the State-funded systems is 56.7 percent and \$34.4 billion, respectively,

and the aggregate funded ratio and unfunded accrued liability for local PERS and PFRS is 76.1 percent and \$12.8 billion, respectively.

The required supplementary information regarding the funded status and funding progress of the retirement systems includes actuarial valuations which involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. These amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the probability of future events.

The schedule of funding progress in the required supplementary information presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Actuarial calculations reflect a long-term perspective and are based on the benefits provided under the terms of the retirement systems in effect at the time of each valuation and also consider the pattern of the sharing of costs between the employer and members at that point in time. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between the employer and members in the future.

Actuarial Methods and Assumptions

In the July 1, 2012 actuarial valuations, the projected unit credit was used as the actuarial cost method, and the five year average of market value was used as the asset valuation method for the retirement systems. The actuarial assumptions included (a) an investment rate of return for the retirement systems from 7.95 percent to 7.90 percent except for POPF (5 percent) and CPFPPF (2 percent), and (b) projected salary increases which vary by fund and are presented on the following pages.

Employer and Employee Pension Contributions

The contribution policy is set by laws of the State of New Jersey, and contributions are required by active members and participating employers. Plan member and employer contributions may be amended by State of New Jersey legislation, with the amount of the contributions by the State of New Jersey contingent upon the annual Appropriation Act. As defined, the various retirement systems require employee contributions based on percentages ranging from 5.6 percent to 10.0 percent of employees' annual compensation.

Annual Pension Cost (APC)

Per the requirements of GASB Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers*, for the year ended June 30, 2013 for CPFPPF and TPAF, which are cost sharing plans with special funding situations, and for JRS, POPF, and SPRS, which are single employer plans, the annual pension cost differs from the annual required contribution. For PFRS and PERS, which are cost sharing multi-employer defined benefit pension plans, annual pension cost equals contributions made. The annual pension cost for the fiscal year ending June 30, 2013 and related information, including a summary of the significant actuarial methods and assumptions used by the retirement systems, are presented on the following pages.

The calculation of the employer contribution rates on the following pages, for State and Local, represents the APC divided by the covered payroll as reflected in the Schedule of Funding Progress per the actuarial valuations as of June 30, 2011. In Fiscal Year 2011, the State made a decision to reduce the PFRS lag period between the valuation year and the contribution year from three years to two years which brings the PFRS in line with the other pension trust funds.

	CPFPF	JRS	PFRS
Annual Pension Cost (APC)			
State:			
June 30, 2011	\$ (785,728)	\$ 40,312,651	\$ 7,629,519
June 30, 2012	712,146	41,418,589	59,246,203 *
June 30, 2013	28,562	43,982,682	121,115,869
Local:			
June 30, 2011	-	-	882,095,029
June 30, 2012	-	-	767,214,812 *
June 30, 2013	-	-	781,173,711
Contributions Made			
State:			
June 30, 2011	-	651,718	7,629,519
June 30, 2012	174,000 *	5,969,713 *	59,246,203 *
June 30, 2013	896,883	12,544,372	121,115,869
Local:			
June 30, 2011	-	-	882,095,029
June 30, 2012	-	-	767,214,812 *
June 30, 2013	-	-	781,173,711
Percentage of APC Contributed			
State:			
June 30, 2011	-	1.6%	100.0%
June 30, 2012	24.4%	14.4% *	100.0%
June 30, 2013	3,140.1%	28.5%	100.0%
Local:			
June 30, 2011	-	-	100.0%
June 30, 2012	-	-	100.0%
June 30, 2013	-	-	100.0%
Net Pension Obligation			
State:			
June 30, 2011	528,714	125,380,411	-
June 30, 2012	1,067,070	160,829,287 *	-
June 30, 2013	198,749	192,267,597	-
Local:			
June 30, 2011	-	-	-
June 30, 2012	-	-	-
June 30, 2013	-	-	-
Contribution rates			
State	N/A	65.2%	23.0%
State-related employers	N/A	N/A	25.0%
Employees	N/A	5.6%	10.0%
Significant Actuarial Assumptions and Methods			
Date of actuarial valuation	6/30/12	6/30/12	6/30/12
Actuarial cost method	Projected Unit Credit	Projected Unit Credit	Projected Unit Credit
Amortization method	Level Dollar Closed	Level Dollar Open	Level Dollar Open
Remaining amortization period	1 year	30 years	30 years
Asset valuation method	Five Year Average of Market Value	Five Year Average of Market Value	Five Year Average of Market Value
Actuarial assumptions			
Investment rate of return	2.00%	7.90%	7.90%
Projected salary increases	N/A	2.50%	6.01%
Cost-of-Living adjustments	N/A	0.00%	0.00%

* Restated

		POPF	PERS	SPRS	TPAF
Annual Pension Cost (APC)					
State:	June 30, 2011	\$ 276,668	\$ 31,079,384	\$ 125,084,190	\$ 2,254,837,321
	June 30, 2012	515,016	155,453,471 *	93,578,396	2,184,639,605
	June 30, 2013	531,940	299,011,496	93,572,444	2,225,169,189
Local:	June 30, 2011	-	800,936,802	-	-
	June 30, 2012	-	820,640,436 *	-	-
	June 30, 2013	-	784,691,262	-	-
Contributions Made					
State:	June 30, 2011	-	31,079,384	2,201,604	30,655,332
	June 30, 2012	-	155,453,471 *	13,545,607 *	317,927,358
	June 30, 2013	-	299,011,496	27,581,686	645,811,044
Local:	June 30, 2011	-	800,936,802	-	-
	June 30, 2012	-	820,640,436 *	-	-
	June 30, 2013	-	784,691,262	-	-
Percentage of APC Contributed					
State:	June 30, 2011	-	100.0%	1.8%	1.4%
	June 30, 2012	-	100.0%	14.5% *	14.6%
	June 30, 2013	-	100.0%	29.5%	29.0%
Local:	June 30, 2011	-	100.0%	-	-
	June 30, 2012	-	100.0%	-	-
	June 30, 2013	-	100.0%	-	-
Net Pension Obligation					
State:	June 30, 2011	(6,450,152)	-	627,603,321	10,103,817,602
	June 30, 2012	(5,935,136)	-	707,636,110 *	11,970,529,849
	June 30, 2013	(5,403,196)	-	773,626,868	13,549,887,994
Local:	June 30, 2011	-	-	-	-
	June 30, 2012	-	-	-	-
	June 30, 2013	-	-	-	-
Contribution rates					
State		N/A	6.5%	34.0%	23.0%
State-related employers		N/A	11.2%	N/A	N/A
Employees		N/A	6.6%	9.0%	6.6%
			(10% for County Prosecutors)		
Significant Actuarial Assumptions and Methods					
Date of actuarial valuation		6/30/12	6/30/12	6/30/12	6/30/12
Actuarial cost method		Projected Unit Credit	Projected Unit Credit	Projected Unit Credit	Projected Unit Credit
Amortization method		Level Dollar Closed	Level Dollar Open	Level Dollar Open	Level Dollar Open
Remaining amortization period		1 year	30 years	30 years	30 years
Asset valuation method		Market Value	Five Year Average Market Value	Five Year Average Market Value	Five Year Average Market Value
Actuarial assumptions					
Investment rate of return		5.00%	7.90%	7.90%	7.90%
Projected salary increases		N/A	4.22%	3.45%	3.51%
Cost-of-Living adjustments		N/A	0.00%	0.00%	0.00%

* Restated

The Annual Pension Cost (APC) and Net Pension Obligation (NPO) for the single employer plans and cost sharing plans with special funding situations, which are administered by the State of New Jersey for the fiscal year ending June 30, 2013, are presented below:

	<u>JRS</u>	<u>Single Employer Plans POPF</u>	<u>SPRS</u>
Annual Required Contribution, June 30, 2013	\$ 45,415,467	\$ (5,403,196)	\$ 99,876,582
Interest adjustment on NPO	12,785,928	(296,757)	56,257,071
Adjustment to Annual Required Contribution	<u>(14,218,713)</u>	<u>6,231,893</u>	<u>(62,561,209)</u>
APC as of June 30, 2013	43,982,682	531,940	93,572,444
Total Fiscal Year 2013 Contributions	<u>12,544,372</u>	<u>-</u>	<u>27,581,686</u>
Increase (Decrease) in NPO	31,438,310	531,940	65,990,758
NPO as of June 30, 2012	160,829,287 *	(5,935,136)	707,636,110 *
NPO as of June 30, 2013	<u>\$ 192,267,597</u>	<u>\$ (5,403,196)</u>	<u>\$ 773,626,868</u>

	<u>CPFPF</u>	<u>Cost Sharing Plans With Special Funding Situations TPAF</u>	<u>Total All Plans</u>
Annual Required Contribution, June 30, 2013	\$ 1,095,632	\$ 2,331,811,395	\$ 2,472,795,880
Interest adjustment on NPO	21,341	951,657,123	1,020,424,706
Adjustment to Annual Required Contribution	<u>(1,088,411)</u>	<u>(1,058,299,329)</u>	<u>(1,129,935,769)</u>
APC as of June 30, 2013	28,562	2,225,169,189	2,363,284,817
Total Fiscal Year 2013 Contributions	<u>896,883</u>	<u>645,811,044</u>	<u>686,833,985</u>
Increase (Decrease) in NPO	(868,321)	1,579,358,145	1,676,450,832
NPO as of June 30, 2012	1,067,070	11,970,529,849	12,834,127,180 *
NPO as of June 30, 2013	<u>\$ 198,749</u>	<u>\$ 13,549,887,994</u>	<u>\$ 14,510,578,012</u>

* Restated

B. HEALTH BENEFITS AND POST-RETIREMENT MEDICAL BENEFITS

As a result of Governmental Accounting Standards Board (GASB) Statement No. 43, *Financial Reporting for Post-employment Benefit Plans Other than Pension Plans* (OPEB), effective for fiscal year 2007, the State Health Benefit Program (SHBP) and the Prescription Drug Program (PDP) and Post-Retirement Medical (PRM) of the PERS and TPAF are combined and reported as State Health Benefit Program Funds. Specifically, the SHBP-State, and the PRM of the PERS are combined and reported as Health Benefits Program Fund-State classified as a single employer plan. The SHBP-Local, the PDP-Local, and the PRM of the TPAF-Local are combined and reported as Health Benefits Program Fund-Local Government classified as a cost-sharing multiple-employer plan. The post-retirement benefit programs had a total of 585 state and local participating employers for fiscal year 2013.

The State of New Jersey sponsors and administers the following health benefit programs covering substantially all state and local government employees:

State Health Benefit Program Fund - Local Education (including Prescription Drug Program Fund) – The State of New Jersey provides State paid coverage to members of the Teachers' Pension and Annuity Fund who retire from a board of education or county college with 25 years of service or on a disability retirement. Under the provisions of P.L. 1992, c.126, the State also provides State paid coverage to members of the Public Employees' Retirement System and Alternate Benefits Program who retire from a board of education or county college with 25 years of service or on a disability retirement if the member's employer does not provide this coverage. Certain local participating employers also provide post-retirement medical coverage to their employees. Retirees who are not eligible for State paid health coverage at retirement can continue in the program if their employer participates in this program or if they are participating in the health benefits plan of their former employer and are enrolled in Medicare Parts A and B by paying the cost of the insurance for themselves and their covered dependents. Also, education employees are eligible for the PDP coverage after 60 days of employment.

State Health Benefit Program Fund - Local Government (including Prescription Drug Program Fund) –Certain local employers who participate in the State Health Benefit Program provide health insurance coverage to their employees at retirement. Under the provisions of P.L. 1997, c.330, the State of New Jersey provides partially funded benefits to local police officers and firefighters who retire with 25 years of service (or on disability) from an employer who does not provide coverage. Retirees who are not eligible for employer paid health coverage at retirement can continue in the program by paying the cost of the insurance for themselves and their covered dependents. Also, local employees are eligible for the PDP coverage after 60 days of employment.

State Health Benefit Program Fund - State (including Prescription Drug Program Fund) – N.J.S.A. 52:14-17.25 provides medical coverage to qualified active and retired participants. Under P.L. 1977, c.136, the State of New Jersey pays for the health insurance coverage of all enrolled retired State employees (regardless of age) whose pensions are based upon 25 years or more of credited service or a disability retirement regardless of years of service. Retirees who are not eligible for State paid health coverage at retirement can continue in the program by paying the cost of the insurance for themselves and their covered dependents. The PDP was established in December 1974, under N.J.S.A. 52:14-17.29 to provide coverage to employees and their eligible dependents for drugs which under federal or State law may be dispensed only upon a prescription written by a physician. State employees are eligible for PDP coverage after 60 days of employment.

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statements and required supplementary information of each of the above funds. The financial reports may be accessed via the New Jersey Division of Pensions and Benefits website at www.state.nj.us/treasury/pensions.

Basis of Accounting

The financial statements of the health benefit programs are prepared on the accrual basis of accounting. Employer contributions are recognized when payable to the health benefit programs. Benefits or refunds are recognized when due and payable in accordance with the terms of the health benefit programs.

Significant Legislation

P.L. 2011, c.78, effective October 2011, set new employee contribution requirements towards the cost of employer provided health benefit coverage. Employees are required to contribute a certain percentage of the cost of coverage. The rate of contribution is determined based on the employee's annual salary and the selected level of coverage. The increased employee contributions will be phased in over a 4-year period for those employed prior to this legislation's effective date with a minimum contribution required to be at least 1.5 percent of salary.

Investment Valuation

Investments are reported at fair value. Investments that do not have an established market are reported at estimated fair values.

Funded Status and Funding Progress

As of July 1, 2012, the most recent actuarial valuation date, the unfunded actuarial accrued liability for OPEB is \$51.5 billion which is made up of \$19.3 billion for state active and retired members and \$32.2 billion for education employees and retirees that become the obligation of the State of New Jersey upon retirement.

The required supplementary information regarding the funded status and funding progress of the OPEB includes actuarial valuations which involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. These amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the probability of future events.

The schedule of funding progress in the required supplementary information presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Actuarial calculations reflect a long-term perspective and are based on the benefits provided under the terms of the OPEB in effect at the time of each valuation and also consider the pattern of the sharing of costs between the employer and members at that point in time. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between the employer and members in the future.

Actuarial Methods and Assumptions

In the July 1, 2012 OPEB actuarial valuation, the projected unit credit was used as the actuarial cost method. The actuarial assumptions included an assumed investment rate of return of 4.50 percent.

Post-Retirement Medical Benefits Contribution

P.L. 1987, c.384 and P.L. 1990, c.6 required the Teachers' Pension and Annuity Fund (TPAF) and the Public Employees' Retirement System (PERS), respectively, to fund post-retirement medical benefits for those State employees who retire after accumulating 25 years of credited service or on a disability retirement. As of June 30, 2013, there were 100,134 retirees receiving post-retirement medical benefits, and the State contributed \$1.07 billion on their behalf. The cost of these benefits is funded through contributions by the State in accordance with P.L. 1994, c.62. Funding of post-retirement medical benefits changed from a pre-funding basis to a pay-as-you-go basis beginning in Fiscal Year 1994.

Commencing on July 1, 1997, State employees attaining 25 years of service credit after this date in a State administered retirement system and those who retire on disability who elect the NJ Direct 10 Plan shall be subject to premium sharing based on the negotiated contracts.

P.L. 1977, c.136, provides for the State's General Fund to pay health benefits on a pay-as-you-go basis for all enrolled retired State employees, regardless of retirement date, under two provisions. The first is for State employees whose pensions are based on 25 years or more of credited service (except those who elect a deferred retirement). The second is for retired State employees who are eligible for a disability retirement regardless of years of service. The State contributed \$139.8 million for 9,404 eligible retired members for Fiscal Year 2013. This benefit covers the Police and Firemen's Retirement System, the Prison Officers' Pension Fund, the Judicial Retirement System, the Central Pension Fund, the State Police Retirement System, and the Alternate Benefit Program.

The State is also responsible for the cost attributable to P.L. 1992, c.126, which provides employer paid health benefits to members of PERS and the Alternate Benefit Program who retired from a board of education or county college with 25 years of service. The State paid \$173.8 million toward Chapter 126 benefits for 17,356 eligible retired members in Fiscal Year 2013.

P.L. 1997, c.330, provides State paid post-retirement health benefits to qualified retirees of the Police and Firemen's Retirement System and the Consolidated Police and Firemen's Pension Fund and to dependents of qualified retirees. The State is responsible for 80 percent of the premium for the category of coverage elected by the retiree under the State managed care plan or a health maintenance organization participating in the program, whichever provides the lower charge. The State contributed \$38.0 million in the current year to provide benefits under Chapter 330 to qualified retirees.

Annual OPEB Cost (AOC)

The annual OPEB cost for the fiscal year ending June 30, 2013 and related information, including a summary of the significant actuarial methods and assumptions used by OPEB, are presented on the following page.

The calculation of the employer contribution rates on the following page for OPEB represents the AOC divided by the covered payroll as reflected in the Schedule of Funding Progress per the actuarial valuations as of June 30, 2012.

OPEB - STATE

Annual OPEB Cost (AOC)

State:	June 30, 2011	\$	4,917,000,000
	June 30, 2012		4,696,700,000
	June 30, 2013		4,874,600,000

Contributions Made

State:	June 30, 2011	\$	1,444,900,000
	June 30, 2012		1,379,400,000
	June 30, 2013		1,516,200,000

Percentage of AOC Contributed

State:	June 30, 2011	29.4%
	June 30, 2012	29.4%
	June 30, 2013	31.1%

Net OPEB Obligation (NOO)

State:	June 30, 2011	\$	13,501,000,000
	June 30, 2012		16,818,300,000
	June 30, 2013		20,176,700,000

Significant Actuarial Assumptions and Methods

Date of actuarial valuation	6/30/12
Actuarial cost method	Projected Unit Credit
Amortization method	Level Dollar Open
Remaining amortization period	30 years
Actuarial assumptions	
Investment rate of return	4.50% (assuming no prefunding)
Projected salary increases	N/A
Cost-of-Living adjustments	N/A

Contribution rates

State	24.0%
Employees	N/A

For medical benefits, the healthcare cost trend rate assumption initially is at 8.5 percent and decreases to a 5.0 percent long term trend rate for all medical benefits after seven years, except for NJ Direct Post-65 whose rate assumption is 5.0 percent throughout seven years. For prescription drug benefits, the initial healthcare cost trend rate assumption is 8.5 percent, decreasing to a 5.0 percent long term trend rate after seven years. For Medicare Part B reimbursement, the healthcare cost trend rate assumption is 5.0 percent throughout seven years.

The AOC and NOO for the State-funded post-retirement medical obligations for the fiscal year ending June 30, 2013 are presented below:

Annual Required Contribution, June 30, 2013	\$	5,150,300,000
Interest Adjustment on NOO		756,800,000
Adjustment to Annual Required Contribution		(1,032,500,000)
AOC as of June 30, 2013		4,874,600,000
Total Fiscal Year 2013 Contributions		1,516,200,000
Increase in NOO		3,358,400,000
NOO as of June 30, 2012		16,818,300,000
NOO as of June 30, 2013	\$	20,176,700,000

NOTE 18 – COMPONENT UNITS

A. Authorities

Managed independently of the appropriated budget process, the Authorities are legally separate entities with powers generally vested in a governing board. Established for the benefit of the State's citizenry, Authorities exist for a variety of purposes such as financing economic development, public transportation, low-cost housing, environmental protection, and capital development for health and education. Unlike the State itself, Authorities are not subject to State constitutional restrictions on the incurrence of debt; however, similar to the State, Authorities may issue bonds and notes within legislatively authorized amounts.

With the approval of the State Senate, the Governor appoints the members of the board of most Authorities. Authorities generally submit annual reports to the Governor, the State Legislature, and the Director, Division of Budget and Accounting on their operations and finances accompanied by an independent auditor's report thereon. Authorities also submit annual budget information on operations and capital construction to the Governor and the State Legislature. From time to time, the Governor has exercised the statutory power to veto actions.

The activities of the Garden State Preservation Trust, the New Jersey Building Authority, the New Jersey Schools Development Authority, the New Jersey Transportation Trust Fund Authority, and the Tobacco Settlement Financing Corporation have been blended into the financial activities of the State as Special Revenue Funds.

On February 1, 2011, the Governor of the State of New Jersey signed legislation that provided for the establishment of the Atlantic City Tourism District and for the transfer of the Atlantic City Convention & Visitors Authority ("ACCVA"), together with its functions, powers, and duties, to the Casino Reinvestment Development Authority ("CRDA"). The tourism district is an area in which the CRDA has authority to impose land use regulations, implement a tourism district master plan promoting cleanliness, commercial development, and safety within the tourism district, undertake redevelopment projects, and institute public safety infrastructure improvements. The CRDA assumed the ACCVA's powers, duties, assets, and responsibilities on April 10, 2013 pursuant to P. L. 2011, c. 18. The transfer was retroactive to April 1, 2013.

In accordance with GASB Statement No. 14, *The Financial Reporting Entity*, and GASB Statement No. 61, *The Financial Reporting Entity: Omnibus, an amendment of GASB Statements No. 14 and No. 34*, all other Authorities have been presented discretely as major and non-major component units in the State's financial statements. These component units are included in the State's reporting entity because of the significance of their operational or financial relationship with the State. Financial statements for the Authorities are derived from their most recently issued financial statements. Descriptions of the discretely presented Authorities, and addresses from which separately issued audited financial statements and accompanying notes may be obtained, are provided below:

Atlantic City Convention & Visitors Authority (N.J.S.A. 52:27H-29 et seq.)
2314 Pacific Avenue
Atlantic City, New Jersey 08401
<http://www.atlanticcitynj.com>

The Atlantic City Convention & Visitors Authority was established to promote the tourist, resort, convention, and casino industries, as well as operate and maintain the Atlantic City Convention Center, the Historic Boardwalk Hall, and the West Hall. The Authority serves as the destination's principal marketing arm, stimulating economic growth through convention and leisure tourism development.

Casino Reinvestment Development Authority (N.J.S.A. 5:12-153)
15 S. Pennsylvania Avenue
Atlantic City, New Jersey 08401
<http://www.njcrda.com>

The Casino Reinvestment Development Authority (CRDA) was created to maintain public confidence in the casino gaming industry as a tool of urban redevelopment throughout New Jersey, and to facilitate the direct redevelopment of blighted areas by providing eligible projects in which licensees (casinos) can invest. CRDA encourages investment in, or financing of, projects which are made as part of a comprehensive plan to improve blighted areas or targeted to benefit low-through middle-income residents. CRDA is also responsible for promoting the tourist industry in New Jersey, especially in Atlantic County.

Higher Education Student Assistance Authority (N.J.S.A. 18A:71A-1 et. seq.)
4 Quakerbridge Plaza, P.O. Box 545
Trenton, New Jersey 08625-0545
<http://www.hesaa.org>

New Jersey's Higher Education Student Assistance Authority (HESAA) was established to provide a single statewide agency for the coordination and delivery of student financial assistance. HESAA serves as the Guaranty Agency for the Federal Family Education Loan (FFEL) program and the issuer of State of New Jersey College Loans to Assist State Students (NJCLASS) supplementary loan program. In addition to administering the delivery of a number of need-and merit-based State scholarship programs, to include Tuition Aid Grants (TAG), New Jersey Student Tuition Assistance Reward Scholarship (NJSTARS), and World Trade Center Scholarship Fund, HESAA oversees the State's 529 College Savings Program, known as the New Jersey Better Educational Savings Trust (NJBEST).

New Jersey Economic Development Authority (N.J.S.A. 34:1B-4)
36 West State Street, P.O. Box 990
Trenton, New Jersey 08625-0990
<http://www.njeda.com>

The New Jersey Economic Development Authority is authorized to arrange long-term, low-interest financing, as well as other forms of assistance to private firms and companies, for the purpose of maintaining and expanding employment opportunities and enlarging New Jersey's tax base for State and local governments.

New Jersey Educational Facilities Authority (N.J.S.A. 18A:72A-4)
103 College Road East, 2nd Floor
Princeton, New Jersey 08540-6612
<http://www.njefa.com>

The New Jersey Educational Facilities Authority (NJEFA) provides a means for New Jersey public and independent colleges and universities to construct additional facilities through the financial resources of a public authority empowered to sell their debt instruments (bonds, notes, and other obligations). NJEFA may finance academic and auxiliary facilities for the State's public and independent institutions of higher education.

New Jersey Environmental Infrastructure Trust (N.J.S.A. 58:11B-4)
3131 Princeton Pike, Bldg. 6, Suite 201
Lawrenceville, New Jersey 08648
<http://www.njeit.org>

The New Jersey Environmental Infrastructure Trust provides low-cost financing for the construction of environmental infrastructure projects that enhance and protect ground and surface water resources, ensure the safety of drinking water supplies, and make possible responsible and sustainable economic development.

Working in partnership with the New Jersey Department of Environmental Protection, the Trust has devised a system to leverage the funds available from the federal government to make money available at the lowest possible cost. The financing program has provided funds to local and county government units, as well as some private water companies, to finance wastewater systems, combined sewer overflow abatement, nonpoint source pollution control, safe drinking water supplies, and open space acquisition.

New Jersey Health Care Facilities Financing Authority (N.J.S.A. 26:2I-4)
22 South Clinton Avenue, Station Plaza, Bldg. #4
P.O. Box 366
Trenton, New Jersey 08625-0366
<http://www.njhcffa.com>

The New Jersey Health Care Facilities Financing Authority provides low-cost capital financing for the State's public and private not-for-profit health care institutions.

New Jersey Housing and Mortgage Finance Agency (N.J.S.A. 55:14K-4)
637 South Clinton Avenue, P.O. Box 18550
Trenton, New Jersey 08650
<http://www.state.nj.us/dca/hmfa>

The Housing and Mortgage Finance Agency (HMFA) makes mortgage and improvement loans to nonprofit and limited dividend sponsors for the construction or major rehabilitation of rental apartment housing for low-and moderate-income families and senior citizens. In addition to providing financing, HMFA monitors and provides technical support in the planning, construction, and management of all developments in its portfolio. Its mortgage loan funds come from the sale of tax-exempt revenue bonds.

In promoting the availability of affordable homeownership financing, HMFA also provide low-interest mortgage and improvement loans to eligible residents throughout the State. Proceeds from the sale of tax-exempt mortgage revenue bonds enable the Agency to finance the purchase and improvement of one-to four-unit residences.

New Jersey Meadowlands Commission (N.J.S.A. 13:17-5)
One DeKorte Park Plaza
Lyndhurst, New Jersey 07071
<http://www.njmeadowlands.gov>

The New Jersey Meadowlands Commission is the planning and zoning agency for the reclaiming, planning, development, redevelopment, and enhancement (including open space acquisition) of the 19,730 acre Meadowlands District. The District consists of waterways, tidal flow lands, woodlands, marsh, and meadows contained within portions of 14 municipalities and two counties (Bergen and Hudson). If needed, the Commission is able to raise funds through the issuance of tax-exempt bonds and notes.

New Jersey Redevelopment Authority (P.L. 1996, c.62)
150 West State Street, P.O. Box 790
Trenton, New Jersey 08625
<http://www.njra.us>

The New Jersey Redevelopment Authority provides assistance in the redevelopment and revitalization of New Jersey cities. The Authority provides financial, managerial, and technical assistance to persons, firms, or corporations that wish to undertake industrial, commercial, or civic projects within qualified municipalities.

New Jersey Sports and Exposition Authority (N.J.S.A. 5:10-4)
50 State Route 120
East Rutherford, New Jersey 07073
<http://www.njsea.com>

The New Jersey Sports and Exposition Authority (NJSEA) owns, operates, and manages a variety of sports, entertainment, wagering, and convention facilities throughout New Jersey; it also has been responsible for the financing, construction, and management of the Meadowlands Racetrack, the IZOD Center, and the MetLife stadium. In addition to being authorized to issue bonds and notes and provide the terms and security thereof, NJSEA is charged with the responsibility to own, operate, and build various facilities for athletic and entertainment events, trade shows, and other expositions located throughout the State.

New Jersey Transit Corporation (N.J.S.A. 27:25-1)
One Penn Plaza East
Newark, New Jersey 07105
<http://www.njtransit.com>

New Jersey Transit Corporation (NJ TRANSIT) is empowered to acquire, own, operate, and contract for the operation of public transportation services. Both the State, by legislative appropriation, and the federal government, by defined formula grants under the Federal Transit Administration, provide NJ TRANSIT with operating subsidies. NJ TRANSIT uses these subsidies to operate public transportation services through bus and commuter rail subsidiaries.

NJ TRANSIT also contracts with several motor bus carriers for certain transportation services; under these contracts, NJ TRANSIT has the right to set fares and coordinate service levels and schedules. In addition, NJ TRANSIT contracts with the National Railroad Passenger Corporation (Amtrak) for the use of Amtrak's Northeast Corridor, including the cost of maintaining right-of-way as well as propulsion costs.

New Jersey Turnpike Authority (N.J.S.A. 27:23-3)
581 Main Street, P.O. Box 5042
Woodbridge, New Jersey 07095-5042
<http://www.state.nj.us/turnpike>

The New Jersey Turnpike Authority is authorized to construct, maintain, repair, and operate turnpike projects at locations established by law. Subject to prior approval by the Governor and by either or both the State Treasurer and the Director, Division of Budget and Accounting, the Authority also may issue turnpike revenue bonds or notes that are payable solely from Authority tolls and other revenues. Effective July 9, 2003, the New Jersey Highway Authority merged and became part of the New Jersey Turnpike Authority.

New Jersey Water Supply Authority (N.J.S.A. 58:1B-4)
1851 State Route 31, P.O. Box 5196
Clinton, New Jersey 08809
<http://www.njwsa.org>

The New Jersey Water Supply Authority is authorized to acquire, finance, construct, and operate water supply systems. The Authority currently operates and maintains the Delaware and Raritan Canal Transmission Center, the Spruce Run/Round Valley Reservoirs Complex, and the Manasquan Reservoir Water Supply System. Upon the request of a municipality, county, the State, or agencies thereof, the Authority may enter into a contract to provide services for any water system project. All projects undertaken by the Authority shall conform to the recommendations of the New Jersey Statewide Water Supply Plan. Bonds of the Authority may be issued to finance these projects, and the debt service on the bonds is payable from the revenues and other funds of the Authority.

South Jersey Port Corporation (N.J.S.A. 12:11A-1)
101 Joseph A. Balzano Blvd.
Camden, New Jersey 08103
<http://www.southjerseyport.com>

The South Jersey Port Corporation is empowered to establish, acquire, construct, rehabilitate, improve, operate, and maintain marine terminals in the South Jersey Port District, to include Mercer, Burlington, Camden, Gloucester, Salem, Cumberland, and Cape May counties. To this end, the Corporation may issue tax-exempt revenue bonds subject to the provisions and restrictions of its Marine Terminal Bond Resolution, which mandates the distribution of funds to various Port Corporation funds.

South Jersey Transportation Authority (P.L. 1991, c.252)
Farley Service Plaza, P.O. Box 351
Hammonton, New Jersey 08037
<http://www.sjta.com>

The South Jersey Transportation Authority is authorized and empowered to acquire, construct, maintain, operate, and support transportation projects to include the Atlantic City Expressway, the Atlantic City International Airport terminal, and the parking facilities in Atlantic City. Subject to prior approval by the Governor and by either or both the State Treasurer and the Director, Division of Budget and Accounting, the Authority also may issue revenue bonds or notes, which are payable solely from Authority tolls and other revenues.

B. Colleges and Universities

Enactment of P.L. 1986, c.42 and c.43, provided autonomous status for New Jersey's nine State colleges and universities. Prior to the July 1, 1987 effective date of this legislation, revenues and expenses for these public institutions of higher education were included in the General Fund of the State of New Jersey.

The financial statements of all twelve of the State's Senior Public institutions of higher education (three Public Research universities and the aforementioned nine State colleges and universities) have been prepared in accordance with GASB Statement No. 35, *Basic Financial Statements – and Management's Discussion and Analysis – for Public Colleges and Universities*. Due to the significance of their operational or financial relationships and fiscal dependency with the State, these component units are included in the State's reporting entity. State appropriations, tuition, federal grants, and private donations and grants provide funding for these institutions. Based upon the relative size of assets, liabilities, revenues, and expenses in relation to the total, the financial statements of these institutions have been presented discretely in either the major or non-major categories in both the Statement of Net Assets and the Statement of Activities. In addition, pursuant to GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units*, the financial statements of all twelve institutions include financial activities related to their foundations and other similar organizations.

Effective July 1, 2013, the “New Jersey Medical and Health Sciences Education Restructuring Act” of 2012 abolished the University of Medicine and Dentistry of New Jersey (UMDNJ), transferred UMDNJ’s various schools and institutes to Rutgers University and Rowan University, respectively, and established Rowan University as a public research university. University Hospital in Newark, New Jersey was established as a body corporate and politic and maintained its status as the principal teaching hospital of the New Jersey Medical School, New Jersey Dental School and other medical education programs located in Newark, New Jersey. University Hospital, by law, is a separate discretely presented component unit of the State.

Separately issued independent audited financial statements and accompanying notes may be obtained directly from the State’s Senior Public institutions of higher education at the following addresses and websites:

The College of New Jersey
(N.J.S.A. 18A:62-1)
2000 Pennington Road
Ewing, New Jersey 08628
<http://www.tcnj.edu>

The Richard Stockton College of New Jersey
(N.J.S.A. 18A:62-1)
101 Vera King Farris Drive, N119
Galloway, New Jersey 08205
<http://www.stockton.edu>

Kean University
(N.J.S.A. 18A:62-1)
1000 Morris Avenue
Union, New Jersey 07083
<http://www.kean.edu>

Rowan University
(N.J.S.A. 18A:62-1)
201 Mullica Hill Road
Glassboro, New Jersey 08028
<http://www.rowan.edu>

Montclair State University
(N.J.S.A. 18A:62-1)
One Normal Avenue
Montclair, New Jersey 07043
<http://www.montclair.edu>

Rutgers, The State University of New Jersey
(N.J.S.A. 18A:65-12)
65 Davidson Road
Piscataway, New Jersey 08854
<http://www.rutgers.edu>

New Jersey City University
(N.J.S.A. 18A:62-1)
2039 Kennedy Boulevard
Jersey City, New Jersey 07305-1597
<http://www.njcu.edu>

Thomas Edison State College
(N.J.S.A. 18A:62-1)
101 West State Street
Trenton, New Jersey 08608
<http://www.tesc.edu>

New Jersey Institute of Technology
(N.J.S.A. 18A:64E-4)
323 Dr. Martin Luther King Jr. Boulevard
Newark, New Jersey 07102
<http://www.njit.edu>

University of Medicine and Dentistry of New Jersey
(N.J.S.A. 18A:64G-4)
335 George Street, 4th Floor
New Brunswick, New Jersey 08903
<http://rbhs.rutgers.edu/landing.html>

Ramapo College of New Jersey
(N.J.S.A. 18A:62-1)
505 Ramapo Valley Road
Mahwah, New Jersey 07430
<http://www.ramapo.edu>

William Paterson University of New Jersey
(N.J.S.A. 18A:62-1)
358 Hamburg Turnpike
Wayne, New Jersey 07470
<http://www.wpunj.edu>

NOTE 19 - CONTINGENT LIABILITIES

General Fund

At any given time, there are various numbers of tort, contract, and other claims and cases pending against the State, State agencies, and employees, seeking recovery of monetary damages. The claims filed can represent significant amounts and include, but are not limited to, issues regarding pensions and education funding. The majority of these claims have historically proven to be substantially less value than originally claimed. The State does not formally estimate its reserve representing potential exposure for these claims and cases. As of June 30, 2013, the exact amount involved in these legal proceedings is not fully determinable.

Unapplied overpayments of Corporate Business Tax are recorded when a final determination is made as to the ultimate disposition of the overpayment. These overpayments only become a liability based upon a taxpayer filing a request for the refund. As of June 30, 2013 there was approximately \$400.0 million of overpayments.

New Jersey Lawyers' Fund for Client Protection

Claims of approximately \$23.4 million have been filed against this Fund by individuals and companies seeking reimbursement for losses resulting from the alleged dishonest conduct by members of the Bar of the State of New Jersey. Under present rules and regulations of the Fund, the total maximum amount that may be awarded from this Fund is \$12.3 million. The ultimate disposition of these claims is not determinable at this time.

New Jersey Spill Compensation Fund

Various claims totaling approximately \$27.0 million have been filed against this Fund by third parties for damages caused by spills. In addition, there are a number of similar claims for unspecified dollar amounts which are pending. The ultimate disposition of these claims is not determinable at this time.

Property Tax Relief Fund

Unapplied overpayments of Gross Income Tax are recorded when a final determination is made as to the ultimate disposition of the overpayment. These overpayments only become a liability based upon a taxpayer filing a request for the refund. As of June 30, 2013 there were approximately \$1,094.0 million of overpayments.

Sanitary Landfill Facility Contingency Fund

Various claims totaling approximately \$19.0 million have been filed against this Fund by individuals, local municipalities, and school districts. In addition, there are a number of similar claims for unspecified dollar amounts which are pending. The ultimate disposition of these claims is not determinable at this time.

Tobacco Settlement Financing Corporation

The following is information about arbitration of disputes under the multi-state Master Settlement Agreement ("MSA"), which settled litigation with participating tobacco companies.

Tobacco Settlement Financing Corporation ("TSFC") was not a party to the arbitration and the arbitration did not involve any claims against TSFC; rather the arbitration involved the State as a signatory to the MSA. This information is being provided because the State assigned its right to all tobacco settlement receipts under the MSA to TSFC.

On December 14, 2012, New Jersey joined other states in a settlement of the disputes for 2003 through 2012, as well as potential disputes for 2013 and 2014. The settlement included both 2013 payments to New Jersey from a disputed payments account and credits to the participating manufacturers for MSA payments due in each April, from 2013 through 2017. The settlement was challenged by other states before the arbitration panel. On March 12, 2013, the arbitration panel entered a Stipulated Partial Settlement and Award ("Stipulated Award") implementing the settlement. Some of the objecting states moved to have the Stipulated Award vacated prior to the distribution of settlement funds in April 2013. However, those actions were not successful and, in April, pursuant to the settlement, New Jersey received roughly \$170.0 million more in 2013 MSA payments than it would have otherwise received, but will receive a total of roughly \$75.0 million less from 2014 through 2017. Some

modest decreased payments can be expected in later years, but, as is always the case with long term projections of MSA payments, such payments are subject to too many variables to estimate the impact.

University of Medicine and Dentistry of New Jersey – Self Insurance Reserve Fund

The State has the ultimate liability for tort and malpractice claims in excess of the resources of the Fund. The University of Medicine and Dentistry of New Jersey (UMDNJ) – Self-Insurance Reserve Fund was dissolved as of July 1, 2013. A new fund was established; The Medical Malpractice Self-Insurance Fund, which encompasses three successor entities; University Hospital, Rowan University, which includes UMDNJ's former school of Osteopathic Medicine, and Rutgers University, which now includes all other components of the former UMDNJ.

Capital Projects Funds

Due to delays in construction and design problems, various claims for damages have been filed with respect to the Special Transportation Fund in the amount of \$44.2 million. Fund management is presently evaluating the claims. There has been no determination as to the ultimate amount for which this Fund will be liable.

Federal Programs

Under the terms of various grant awards, expenditures from Federal funds are subject to audit. As of June 30, 2013, audits of expenditures for Fiscal Year 2012 and prior years may not be completed. Disallowances which may result from these audits are not determinable at this time. Medicaid disallowances may be issued based on a series of federal Office of the Inspector General program audits of claim documentation and cost allocation methodologies. The Department of Human Services disputes these findings and is taking steps to minimize the final impact of these audits. Thirteen audits are currently in draft or final form, but due to possible revisions or appeals, the final amounts and timing of any repayments are uncertain. The State is unable to estimate its exposure for these disallowances. As of June 30, 2013, based on information provided by the Department of Human Services regarding memorandums, conversations, and other correspondence with the federal Centers for Medicare and Medicaid Services, it is management's opinion that disallowances, if any, would not be material.

NOTE 20 – SUBSEQUENT EVENTS

Short-term Debt

For Fiscal Year 2014, the State authorized the issuance of short-term debt. The short-term debt is to be used to provide effective cash flow management to fund the imbalances that occur in the collection of revenues and the disbursement of appropriations. On July 2, 2013 the State issued \$1.5 billion of Tax and Revenue Anticipation Notes, Series Fiscal 2014A and on July 31, 2013, the State issued \$0.6 billion of Tax and Revenue Anticipation Notes, Series Fiscal 2014B. Both series were issued at a rate of LIBOR plus 0.19 percent per annum, adjusting monthly, with accrued interest payable at final maturity on June 26, 2014. On December 3, 2013, the State issued \$2.6 billion of Tax and Revenue Anticipation Notes, Series Fiscal 2014C, a portion of which refunded the Series Fiscal 2014A and 2014B notes in their entirety prior to their maturity.

Long-term Obligations

On August 29, 2013, the New Jersey Transportation Trust Fund Authority issued \$849.2 million of Transportation Program Bonds, 2013 Series AA. Interest on the bonds ranges from 2.0 to 5.25 percent per annum and is payable on June 15 and December 15, commencing on December 15, 2013. Final maturity of the bonds is June 15, 2031.

On November 22, 2013, the New Jersey Building Authority issued \$47.6 million of State Building Revenue Bond Anticipation Notes, 2013 Series, \$258.6 million State Building Revenue Refunding Bonds, 2013 Series A, and \$21.6 million State Building Revenue Refunding Bonds, 2013 Series B. Interest on the Series 2013 anticipation notes is 3.0 percent per annum and is payable at final maturity of June 15, 2016. Interest on the Series 2013 A refunding bonds ranges from 2.5 to 5.0 percent per annum and is payable June 15 and December 15, commencing on June 15, 2014. Final maturity of the bonds is June 15, 2027. Interest on the 2013 Series B refunding bonds ranges from 0.748 to 2.303 percent per annum and is payable on June 15 and December 15, commencing on June 15, 2014. Final maturity of the bonds is June 15, 2018. This issuance served to terminate the six outstanding New Jersey Building Authority swap agreements. The notional amount of the swap agreements was \$150.4 million and the termination payment amount paid to the swap providers was \$16.8 million.

On January 30, 2014, the New Jersey Educational Facilities Authority issued \$82.2 million of Revenue Bonds, Higher Education Equipment Leasing Fund Program Issue, Series 2014A and \$7.1 million of Revenue Bonds, Higher Education Equipment Leasing Fund Program Issue, Series 2014B. Interest on the bonds is 5.0 percent per annum and is payable June 1 and December 1, commencing on December 1, 2014. Final maturity of the bonds is June 1, 2023.

On January 30, 2014, the New Jersey Educational Facilities Authority issued \$38.1 million of Revenue Bonds, Higher Education Technology Infrastructure Fund Issue, Series 2014. Interest on the bonds ranges from 3.25 to 5.0 percent per annum and is payable June 1 and December 1, commencing on December 1, 2014. Final maturity of the bonds is June 1, 2028.

On February 20, 2014, the New Jersey Economic Development Authority issued \$60.0 million of School Facilities Construction Refunding Notes, 2014 Series J. Interest on the bonds is fixed at 0.65 percent per annum and is payable at final maturity of the notes on June 13, 2014.

On March 7, 2014, the Tobacco Settlement Financing Corporation executed a Series 2007-1B Pledge Agreement relating to the Corporation's Tobacco Settlement Asset-Backed Bonds, Series 2007-1B First Subordinate Capital Appreciation Bonds and a Series 2007-1C Pledge Agreement relating to the Corporation's Tobacco Settlement Asset-Backed Bonds, Series 2007-1C Second Subordinate Capital Appreciation Bonds. Pursuant to the Pledge Agreements, the Corporation will pledge 15.99% of the tobacco settlement receipts ("TSRs") received on and after July 1, 2016 to the optional redemption of the Series 2007-1B Bonds and 7.75% of the TSRs received on and after July 1, 2016 to the optional redemption of the 2007-1C Bonds. All 2007 unpledged TSRs received prior to July 1, 2016 will continue to be paid to the State. The Additional Pledged TSRs are not currently pledged to the Corporation's outstanding bonds and are paid to the State. In consideration of the Pledge Agreements, certain holders of the Series 2007-1B Bonds and the Series 2007-1C Bonds will pay the Corporation a bond enhancement premium of \$96.5 million, which the Corporation will remit to the State.

Litigation

Escobar v. DYFS et al. On July 17, 2009, Plaintiff's child was allegedly shaken by his biological father. As a result, the child is severely disabled and requires life care by professionals. The biological father is currently incarcerated for aggravated assault. The Division of Youth and Family Services ("DYFS") (now known as the Division of Child Protection and Permanency in the Department of Children and Families) allegedly had knowledge that the biological father had a history of drug use, domestic violence, mental health disorders and other issues. DYFS also was allegedly aware that the child showed prior evidence of abuse. Plaintiff alleges that DYFS failed to adequately investigate the reports of alleged abuse. After completion of the trial, the jury awarded the Plaintiff \$166.0 million, of which approximately \$57.0 million was for pain and suffering, approximately \$4.0 million was for the child's past medical needs and \$105.0 million is to cover the child's future medical needs. The State has filed a motion for a new trial and, in the alternative, for remitter on the awards for pain and suffering and the child's future medical needs. The State is vigorously defending this matter.

Unemployment Compensation Fund

The economic difficulties experienced by the State of New Jersey and the nation have impacted claims against, and the funding of, the State's Unemployment Compensation Fund. Under State law, the rates for employers are subject to automatic annual adjustment, as necessary, to maintain the Fund's sufficiency. The Fund operates independently and its obligations are not payable from the State's General Fund. To provide for sufficient cash flow to fund unemployment claims, commencing on March 2009, the State, under federal law, applied to the United States Department of Labor for cash advances. As of February 28, 2014, \$223.0 million of such advances are outstanding. It is anticipated that such advances will be repaid by May 1, 2014.

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*Required
Supplementary
Information*

**STATE OF NEW JERSEY
BUDGETARY COMPARISON SCHEDULE
MAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR JUNE 30, 2013**

	<u>General Fund</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget</u>
REVENUES				
Taxes	\$ 15,094,932,000	\$ 15,384,482,000	\$ 14,018,603,521	\$ (1,365,878,479)
Federal and other grants	11,839,993,093	12,887,178,707	10,261,668,103	(2,625,510,604)
Licenses and fees	1,258,060,253	1,136,968,568	1,209,319,018	72,350,450
Services and assessments	2,029,012,797	1,871,112,240	1,634,970,880	(236,141,360)
Investment earnings	11,000	147,708	1,202,646	1,054,938
Contributions	1,000	1,000	1,490	490
Other	4,162,518,664	4,333,479,063	2,840,549,830	(1,492,929,233)
Total Revenues	<u>34,384,528,807</u>	<u>35,613,369,286</u>	<u>29,966,315,488</u>	<u>(5,647,053,798)</u>
OTHER FINANCING SOURCES				
Transfers from other funds	<u>2,248,569,000</u>	<u>2,270,612,698</u>	<u>2,844,603,344</u>	<u>573,990,646</u>
Total Other Financing Sources	<u>2,248,569,000</u>	<u>2,270,612,698</u>	<u>2,844,603,344</u>	<u>573,990,646</u>
Total Revenues and Other Financing Sources	<u>36,633,097,807</u>	<u>37,883,981,984</u>	<u>32,810,918,832</u>	<u>(5,073,063,152)</u>
EXPENDITURES				
Public safety and criminal justice	3,609,378,470	3,853,582,015	3,410,086,957	443,495,058
Physical and mental health	12,670,576,890	12,188,263,249	11,491,834,512	696,428,737
Educational, cultural, and intellectual development	4,861,731,369	3,961,157,528	4,046,579,342	(85,421,814)
Community development and environmental management	1,960,451,153	2,870,992,398	1,733,416,289	1,137,576,109
Economic planning, development, and security	4,867,387,113	4,673,003,591	4,255,801,704	417,201,887
Transportation programs	937,848,131	833,498,406	715,253,277	118,245,129
Government direction, management, and control	6,236,805,004	6,045,482,972	5,995,953,807	49,529,165
Special government services	474,144,379	455,263,386	350,237,878	105,025,508
Total Expenditures	<u>35,618,322,509</u>	<u>34,881,243,545</u>	<u>31,999,163,766</u>	<u>2,882,079,779</u>
OTHER FINANCING USES				
Transfers to other funds	<u>1,182,800,300</u>	<u>1,182,800,300</u>	<u>1,182,800,300</u>	<u>-</u>
Total Other Financing Uses	<u>1,182,800,300</u>	<u>1,182,800,300</u>	<u>1,182,800,300</u>	<u>-</u>
Total Expenditures and Other Financing Uses	<u>36,801,122,809</u>	<u>36,064,043,845</u>	<u>33,181,964,066</u>	<u>2,882,079,779</u>
Net Change in Fund Balance	<u>(168,025,002)</u>	<u>1,819,938,139</u>	<u>(371,045,234)</u>	<u>(2,190,983,373)</u>
Fund Balances - July 1, 2012	<u>568,509,000</u>	<u>441,372,000</u>	<u>441,372,000</u>	<u>-</u>
Fund Balances - June 30, 2013	<u>\$ 400,483,998</u>	<u>\$ 2,261,310,139</u>	<u>\$ 70,326,766</u>	<u>\$ (2,190,983,373)</u>

Property Tax Relief Fund

Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget
\$ 12,413,758,374	\$ 12,816,534,374	\$ 12,758,373,588	\$ (58,160,786)
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>12,413,758,374</u>	<u>12,816,534,374</u>	<u>12,758,373,588</u>	<u>(58,160,786)</u>
-	-	-	-
-	-	-	-
<u>12,413,758,374</u>	<u>12,816,534,374</u>	<u>12,758,373,588</u>	<u>(58,160,786)</u>
-	-	-	-
-	115,333,803	129,298,137	(13,964,334)
10,859,007,374	10,306,888,627	11,545,567,782	(1,238,679,155)
255,677,619	228,064,168	255,672,910	(27,608,742)
-	20,972,679	23,512,000	(2,539,321)
-	-	-	-
1,047,193,381	1,069,388,097	803,078,889	266,309,208
-	-	-	-
<u>12,161,878,374</u>	<u>11,740,647,374</u>	<u>12,757,129,718</u>	<u>(1,016,482,344)</u>
68,880,000	1,078,332,000	-	1,078,332,000
<u>68,880,000</u>	<u>1,078,332,000</u>	<u>-</u>	<u>1,078,332,000</u>
<u>12,230,758,374</u>	<u>12,818,979,374</u>	<u>12,757,129,718</u>	<u>61,849,656</u>
183,000,000	(2,445,000)	1,243,870	3,688,870
-	2,445,000	2,445,000	-
<u>\$ 183,000,000</u>	<u>\$ -</u>	<u>\$ 3,688,870</u>	<u>\$ 3,688,870</u>

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**STATE OF NEW JERSEY
BUDGETARY COMPARISON SCHEDULE
MAJOR GOVERNMENTAL FUNDS (Continued)
FOR THE FISCAL YEAR JUNE 30, 2013**

	Total Major Governmental Funds			
	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget
REVENUES				
Taxes	\$ 27,508,690,374	\$ 28,201,016,374	\$ 26,776,977,109	\$ (1,424,039,265)
Federal and other grants	11,839,993,093	12,887,178,707	10,261,668,103	(2,625,510,604)
Licenses and fees	1,258,060,253	1,136,968,568	1,209,319,018	72,350,450
Services and assessments	2,029,012,797	1,871,112,240	1,634,970,880	(236,141,360)
Investment earnings	11,000	147,708	1,202,646	1,054,938
Contributions	1,000	1,000	1,490	490
Other	4,162,518,664	4,333,479,063	2,840,549,830	(1,492,929,233)
Total Revenues	46,798,287,181	48,429,903,660	42,724,689,076	(5,705,214,584)
OTHER FINANCING SOURCES				
Transfers from other funds	2,248,569,000	2,270,612,698	2,844,603,344	573,990,646
Total Other Financing Sources	2,248,569,000	2,270,612,698	2,844,603,344	573,990,646
Total Revenues and Other Financing Sources	49,046,856,181	50,700,516,358	45,569,292,420	(5,131,223,938)
EXPENDITURES				
Public safety and criminal justice	3,609,378,470	3,853,582,015	3,410,086,957	443,495,058
Physical and mental health	12,670,576,890	12,303,597,052	11,621,132,649	682,464,403
Educational, cultural, and intellectual development	15,720,738,743	14,268,046,155	15,592,147,124	(1,324,100,969)
Community development and environmental management	2,216,128,772	3,099,056,566	1,989,089,199	1,109,967,367
Economic planning, development, and security	4,867,387,113	4,693,976,270	4,279,313,704	414,662,566
Transportation programs	937,848,131	833,498,406	715,253,277	118,245,129
Government direction, management, and control	7,283,998,385	7,114,871,069	6,799,032,696	315,838,373
Special government services	474,144,379	455,263,386	350,237,878	105,025,508
Total Expenditures	47,780,200,883	46,621,890,919	44,756,293,484	1,865,597,435
OTHER FINANCING USES				
Transfers to other funds	1,251,680,300	2,261,132,300	1,182,800,300	1,078,332,000
Total Other Financing Uses	1,251,680,300	2,261,132,300	1,182,800,300	1,078,332,000
Total Expenditures and Other Financing Uses	49,031,881,183	48,883,023,219	45,939,093,784	2,943,929,435
Net Change in Fund Balance	14,974,998	1,817,493,139	(369,801,364)	(2,187,294,503)
Fund Balances - July 1, 2012	568,509,000	443,817,000	443,817,000	-
Fund Balances - June 30, 2013	\$ 583,483,998	\$ 2,261,310,139	\$ 74,015,636	\$ (2,187,294,503)

**STATE OF NEW JERSEY
BUDGETARY COMPARISON SCHEDULE
BUDGET-TO-GAAP RECONCILIATION - MAJOR FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

**Explanation of differences between budgetary inflows and outflows
and GAAP revenues and expenditures**

	<u>General Fund</u>	<u>Property Tax Relief Fund</u>
Sources/inflows of resources:		
Total revenues and other financing sources - actual amounts (budgetary basis) from the budgetary comparison schedule	\$ 32,810,918,832	\$ 12,758,373,588
Differences - budget to GAAP:		
Receipt of federal food stamp coupons is not a budgetary resource but is revenue for financial reporting purposes (GASB 24).	1,481,058,161	-
Proceeds and premiums from the sale of school construction bonds by the Economic Development Authority are not inflows of budgetary resources but are other financing sources for financial reporting purposes.	3,043,681,259	-
Proceeds and premiums from the sale of installment obligation bonds including refundings are not inflows of budgetary resources but are other financing sources for financial reporting purposes.	<u>386,365,105</u>	<u>-</u>
Total revenues and other financing sources as reported on the GAAP-basis statement of revenues, expenditures, and changes in fund balances - governmental funds	<u>\$ 37,722,023,357</u>	<u>\$ 12,758,373,588</u>
GAAP-basis statement of revenues, expenditures, and changes in fund balances - governmental funds reconciliation:		
Total revenues	\$ 31,447,373,640	
Transfers from other funds	2,844,603,347	
Other sources	<u>3,430,046,370</u>	
Total revenues and other financing sources	<u>\$ 37,722,023,357</u>	

**STATE OF NEW JERSEY
BUDGETARY COMPARISON SCHEDULE
BUDGET-TO-GAAP RECONCILIATION - MAJOR FUNDS (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

**Explanation of differences between budgetary inflows and outflows
and GAAP revenues and expenditures**

	<u>General Fund</u>	<u>Property Tax Relief Fund</u>
Uses/outflows of resources:		
Total expenditures and other financing uses - actual amounts (budgetary basis) from the budgetary comparison schedule	\$ 33,181,964,066	\$ 12,757,129,718
Differences - budget to GAAP:		
Encumbrances for items ordered but not received are reported in the year the resources are encumbered for budgetary purposes, but in the year the items are received for financial reporting purposes.	(1,456,194,598)	(3,635,358)
Expenditures in prior budget fiscal year accounts are reported in the year the resources are encumbered for budgetary purposes, but in the year the funds are disbursed for financial reporting purposes.	1,042,119,221	(2,366)
Miscellaneous accruals are not outflows of budgetary resources but are expenditures for financial reporting purposes.	4,614,256	-
Distribution of federal food stamp coupons is not a budgetary outflow but is an expenditure for financial reporting purposes (GASB 24).	1,481,058,161	-
School construction bonds proceeds distributed to the New Jersey Schools Development Authority are not outflows of budgetary resources but are expenditures and other financing uses for financial reporting purposes.	3,043,681,259	-
Additions to other debt are not budgetary outflows but are expenditures and other financing uses for financial reporting purposes.	<u>436,285,954</u>	<u>-</u>
Total expenditures and other financing uses as reported on the GAAP-basis statement of revenues, expenditures, and changes in fund balances - governmental funds	<u>\$ 37,733,528,319</u>	<u>\$ 12,753,491,994</u>
GAAP-basis statement of revenues, expenditures, and changes in fund balances - governmental funds reconciliation:		
Total expenditures	\$ 33,252,043,877	
Transfers to other funds	1,641,236,971	
Other uses	<u>2,840,247,471</u>	
Total expenditures and other financing uses	<u>\$ 37,733,528,319</u>	

STATE OF NEW JERSEY
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

Budgetary Process

The Appropriations Act provides annual departmental budgets for the General Fund and certain special revenue funds (Casino Control, Casino Revenue, Gubernatorial Elections, and Property Tax Relief Funds). The State Legislature enacts the Appropriations Act through passage of specific departmental appropriations, the sum of which may not exceed estimated resources. It is a constitutional requirement that the Budget be balanced. The Governor certifies the revenues. Before signing the Appropriations Act, the Governor may veto or reduce any specific appropriation, subject to State Legislative override. Once passed and signed, the Appropriations Act becomes the State's financial plan for the coming fiscal year. Spending authority contained in the Appropriations Act may be revised by supplemental appropriations approved by both the State Legislature and the Governor. Expenditures are presented on the accompanying budgetary basis financial statements by statewide program classifications, not by the legal level of budgetary control. Detail at the departmental level is presented on the accompanying Schedules of Appropriations and Expenditures.

For the General Fund and budgeted special revenue funds, budgetary control (legal control) is maintained within the department (as indicated on the organization chart shown in the Transmittal Letter) at the appropriation line item level. Program classifications represent a lower level, operating program function, consisting of closely related activities with identifiable objectives or goals. Program classification examples include Water Supply Management, Forestry Management, Shellfish and Marine Fisheries Management, in the Department of Environmental Protection. Revisions to the Appropriations Act during the fiscal year may be effected with certain executive and legislative branch approvals. In accordance with the "General Provisions" section of the Appropriations Act, the Executive Branch may amend the budget within a department with the approval of the Director of the Division of Budget and Accounting. Under specific conditions, additional approval by the Office of Legislative Services is required. Only the State Legislature, however, may transfer appropriations between departments. Transfers within a department are permitted within certain guidelines and Executive Branch approval.

Appropriations are authorized for expenditure during the fiscal year and for a period of one month thereafter, and unencumbered appropriations lapse at the end of the fiscal year, unless otherwise specified by the Appropriations Act.

The State's budgetary basis of accounting differs from that utilized to present fund financial statements in conformance with generally accepted accounting principles (GAAP). The main differences between the budgetary basis and the GAAP basis used to present fund financial statements, are that under the budgetary basis encumbrances are recognized as expenditures, the federal revenue related to such encumbrances is also recognized, and the budgetary basis reflects transactions only for the current fiscal year. In addition, under the GAAP basis in the fund financial statements, certain grants and other financial assistance are required to be recorded as revenues and expenditures.

The Budgetary Comparison Schedule displays the undesignated-unreserved fund balance for the original budget, final budget, and actual amounts (budgetary basis). The beginning fund balance for the original budget is estimated as of July 1 while the beginning fund balance for the final budget and actual amount columns represent actual amounts.

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS
PENSION TRUST FUNDS AND HEALTH BENEFITS PROGRAM FUND

Plan/Actuarial Valuation	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
OPEB - State						
June 30, 2010	-	59,281,900,000	59,281,900,000	-	20,870,000,000	284.1%
June 30, 2011	-	48,949,700,000	48,949,700,000	-	20,286,700,000	241.3%
June 30, 2012	-	51,502,600,000	51,502,600,000	-	20,513,900,000	251.1%
PERS - State						
June 30, 2010	10,252,640,127	17,429,178,021	7,176,537,894	58.8%	4,564,850,886	157.2%
June 30, 2011	9,938,069,705	18,290,829,021	8,352,759,316	54.3%	4,608,926,826	181.2%
June 30, 2012	9,512,074,226	19,383,584,639	9,871,510,413	49.1%	4,570,958,470	216.0%
PERS - Local						
June 30, 2010	18,481,952,370	23,918,658,044	5,436,705,674	77.3%	7,416,503,897	73.3%
June 30, 2011	18,996,299,489	24,679,095,575	5,682,796,086	77.0%	7,000,115,900	81.2%
June 30, 2012	19,374,461,309	26,009,038,341	6,634,577,032	74.5%	6,862,133,165	96.7%
TPAF						
June 30, 2010	33,265,326,627	49,543,347,849	16,278,021,222	67.1%	10,025,401,658	162.4%
June 30, 2011	32,289,888,420	51,406,540,290	19,116,651,870	62.8%	9,682,318,739	197.4%
June 30, 2012	31,214,185,683	52,637,346,396	21,423,160,713	59.3%	9,779,212,916	219.1%
PFRS - State						
June 30, 2010	2,190,654,958	3,672,361,258	1,481,706,300	59.7%	530,747,536	279.2%
June 30, 2011	2,143,492,414	3,926,525,679	1,783,033,265	54.6%	526,058,270	338.9%
June 30, 2012	2,074,049,503	4,026,954,882	1,952,905,379	51.5%	517,324,007	377.5%
PFRS - Local						
June 30, 2010	20,367,865,987	25,601,998,126	5,234,132,139	79.6%	3,189,786,833	164.1%
June 30, 2011	21,027,839,958	26,978,632,188	5,950,792,230	77.9%	3,123,358,027	190.5%
June 30, 2012	21,500,537,273	27,705,168,437	6,204,631,164	77.6%	3,138,894,566	197.7%
SPRS						
June 30, 2010	2,019,350,048	2,497,094,137	477,744,089	80.9%	289,980,657	164.8%
June 30, 2011	2,002,813,881	2,581,950,846	579,136,965	77.6%	275,219,752	210.4%
June 30, 2012	1,969,806,447	2,767,768,813	797,962,366	71.2%	283,219,927	281.7%
JRS						
June 30, 2010	329,030,387	554,540,403	225,510,016	59.3%	71,746,413	314.3%
June 30, 2011	305,245,844	585,700,787	280,454,943	52.1%	67,437,125	415.9%
June 30, 2012	278,548,470	605,180,634	326,632,164	46.0%	67,497,660	483.9%
CPFPPF						
June 30, 2010	10,632,228	11,824,904	1,192,676	89.9%	-	N/A
June 30, 2011	8,126,894	9,179,981	1,053,087	88.5%	-	N/A
June 30, 2012	6,282,439	8,026,421	1,743,982	78.3%	-	N/A
POPF						
June 30, 2010	11,018,367	5,635,024	(5,383,343)	195.5%	-	N/A
June 30, 2011	9,997,650	5,096,792	(4,900,858)	196.2%	-	N/A
June 30, 2012	9,044,236	5,395,505	(3,648,731)	167.6%	-	N/A

Note: Fiscal Year Pension Actuarial Reports, prepared as of July 1, are available at <http://www.state.nj.us/treasury/pensions/actuarial-rpts.htm>.

*Combining
Financial Statements*

**STATE OF NEW JERSEY
COMBINING BALANCE SHEET
GENERAL FUND
JUNE 30, 2013**

	<u>General Fund</u>	<u>Beaches and Harbor Fund</u>	<u>2007 Blue Acres Fund</u>
ASSETS			
Cash and cash equivalents	\$ 65,261,530	\$ 3,887	\$ 4,159,159
Investments	430,051,201	967	220,384
Receivables, net of allowances for uncollectibles			
Federal government	705,586,511	-	-
Departmental accounts	2,122,843,099	-	-
Loans	25,224,284	-	-
Other	160,812,592	-	-
Due from other funds	801,835,117	-	-
Other	19,027,387	-	-
Total Assets	<u>\$ 4,330,641,721</u>	<u>\$ 4,854</u>	<u>\$ 4,379,543</u>
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable and accruals	\$ 1,641,208,046	\$ -	\$ -
Deferred revenue	310,734,895	-	-
Due to other funds	197,731,894	854	-
Other	131,977,341	-	-
Total Liabilities	<u>2,281,652,176</u>	<u>854</u>	<u>-</u>
Fund Balances			
Nonspendable	-	-	-
Restricted	82,643,138	4,000	4,379,543
Committed	1,664,928,544	-	-
Unassigned	301,417,863	-	-
Total Fund Balances	<u>2,048,989,545</u>	<u>4,000</u>	<u>4,379,543</u>
Total Liabilities and Fund Balances	<u>\$ 4,330,641,721</u>	<u>\$ 4,854</u>	<u>\$ 4,379,543</u>

2009 Blue Acres Fund	Building Our Future Fund	Clean Waters Fund	Cultural Centers and Historic Preservation Fund
\$ -	\$ -	\$ 52,829	\$ 38,745
2,068,560	114,059,820	18,153	22,036
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	18,000
5,133,808	-	-	-
-	-	-	-
<u>\$ 7,202,368</u>	<u>\$ 114,059,820</u>	<u>\$ 70,982</u>	<u>\$ 78,781</u>
\$ 101,485	\$ -	\$ -	\$ -
-	-	-	-
666	11,561	25	100,151
-	-	-	-
<u>102,151</u>	<u>11,561</u>	<u>25</u>	<u>100,151</u>
-	-	-	-
7,100,217	114,048,259	70,957	-
-	-	-	-
-	-	-	(21,370)
<u>7,100,217</u>	<u>114,048,259</u>	<u>70,957</u>	<u>(21,370)</u>
<u>\$ 7,202,368</u>	<u>\$ 114,059,820</u>	<u>\$ 70,982</u>	<u>\$ 78,781</u>

(Continued on next page)

**STATE OF NEW JERSEY
COMBINING BALANCE SHEET
GENERAL FUND (Continued)
JUNE 30, 2013**

	2003 Dam, Lake and Stream Project Revolving Loan Fund	2003 Dam, Lake, Stream and Flood Control Project Fund	1992 Dam Restoration and Clean Waters Trust Fund
ASSETS			
Cash and cash equivalents	\$ 3,216,343	\$ 74,664	\$ 4,051,459
Investments	34,426,672	13,334,659	5,623,115
Receivables, net of allowances for uncollectibles			
Federal government	-	-	-
Departmental accounts	-	-	-
Loans	44,620,706	-	7,717,012
Other	199,828	-	39,698
Due from other funds	-	-	-
Other	-	-	-
Total Assets	<u>\$ 82,463,549</u>	<u>\$ 13,409,323</u>	<u>\$ 17,431,284</u>
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable and accruals	\$ -	\$ -	\$ -
Deferred revenue	-	-	-
Due to other funds	-	18,209	-
Other	-	-	-
Total Liabilities	<u>-</u>	<u>18,209</u>	<u>-</u>
Fund Balances			
Nonspendable	-	-	-
Restricted	82,463,549	13,391,114	17,431,284
Committed	-	-	-
Unassigned	-	-	-
Total Fund Balances	<u>82,463,549</u>	<u>13,391,114</u>	<u>17,431,284</u>
Total Liabilities and Fund Balances	<u>\$ 82,463,549</u>	<u>\$ 13,409,323</u>	<u>\$ 17,431,284</u>

<u>1989 Development Potential Bank Transfer Fund</u>	<u>Developmental Disabilities Waiting List Reduction Fund</u>	<u>Dredging and Containment Facility Fund</u>	<u>1996 Economic Development Site Fund</u>
\$ 33,654	\$ 220,961	\$ 125,333	\$ 105,588
1,665,829	2,483,114	4,780,206	7,834
-	-	-	-
-	-	-	-
-	-	-	373,883
-	-	-	-
-	-	-	-
-	-	-	-
<u>\$ 1,699,483</u>	<u>\$ 2,704,075</u>	<u>\$ 4,905,539</u>	<u>\$ 487,305</u>
\$ -	\$ 1,500	\$ -	\$ -
-	-	-	-
27,273	3,723	775,360	-
-	-	-	-
<u>27,273</u>	<u>5,223</u>	<u>775,360</u>	<u>-</u>
-	-	-	-
1,672,210	2,698,852	4,130,179	487,305
-	-	-	-
-	-	-	-
<u>1,672,210</u>	<u>2,698,852</u>	<u>4,130,179</u>	<u>487,305</u>
<u>\$ 1,699,483</u>	<u>\$ 2,704,075</u>	<u>\$ 4,905,539</u>	<u>\$ 487,305</u>

(Continued on next page)

**STATE OF NEW JERSEY
COMBINING BALANCE SHEET
GENERAL FUND (Continued)
JUNE 30, 2013**

	<u>Emergency Flood Control Fund</u>	<u>Emergency Services Fund</u>	<u>1996 Environmental Cleanup Fund</u>
ASSETS			
Cash and cash equivalents	\$ 58,654	\$ 139,301	\$ 70,688
Investments	225,765	652,600	23,012,479
Receivables, net of allowances for uncollectibles			
Federal government	-	-	-
Departmental accounts	-	-	-
Loans	-	-	-
Other	-	-	-
Due from other funds	-	2,617,075	-
Other	-	-	-
Total Assets	<u>\$ 284,419</u>	<u>\$ 3,408,976</u>	<u>\$ 23,083,167</u>
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable and accruals	\$ -	\$ 1,212,101	\$ -
Deferred revenue	-	-	-
Due to other funds	308	-	-
Other	-	-	-
Total Liabilities	<u>308</u>	<u>1,212,101</u>	<u>-</u>
Fund Balances			
Nonspendable	-	-	-
Restricted	284,111	-	23,083,167
Committed	-	2,196,875	-
Unassigned	-	-	-
Total Fund Balances	<u>284,111</u>	<u>2,196,875</u>	<u>23,083,167</u>
Total Liabilities and Fund Balances	<u>\$ 284,419</u>	<u>\$ 3,408,976</u>	<u>\$ 23,083,167</u>

<u>1989 Farmland Preservation Fund</u>	<u>1992 Farmland Preservation Fund</u>	<u>1995 Farmland Preservation Fund</u>	<u>2007 Farmland Preservation Fund</u>
\$ 8,998	\$ 47,757	\$ 120,932	\$ 1,990,832
32,980	1,099	1,019,838	21,918,548
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>41,978</u>	<u>48,856</u>	<u>1,140,770</u>	<u>23,909,380</u>
\$ -	\$ -	\$ 6,737	\$ 97,978
-	-	-	-
-	-	-	1,950,000
-	-	-	-
<u>-</u>	<u>-</u>	<u>6,737</u>	<u>2,047,978</u>
-	-	-	-
41,978	48,856	1,134,033	21,861,402
-	-	-	-
-	-	-	-
<u>41,978</u>	<u>48,856</u>	<u>1,134,033</u>	<u>21,861,402</u>
<u>\$ 41,978</u>	<u>\$ 48,856</u>	<u>\$ 1,140,770</u>	<u>\$ 23,909,380</u>

(Continued on next page)

**STATE OF NEW JERSEY
COMBINING BALANCE SHEET
GENERAL FUND (Continued)
JUNE 30, 2013**

	<u>2009 Farmland Preservation Fund</u>	<u>2007 Green Acres Fund</u>	<u>2009 Green Acres Fund</u>
ASSETS			
Cash and cash equivalents	\$ 313,718	\$ 374,627	\$ 941,562
Investments	49,542,000	42,959,224	88,307,612
Receivables, net of allowances for uncollectibles			
Federal government	-	-	-
Departmental accounts	-	-	-
Loans	-	1,256,737	50,000
Other	-	83	-
Due from other funds	-	-	-
Other	-	-	-
Total Assets	<u>\$ 49,855,718</u>	<u>\$ 44,590,671</u>	<u>\$ 89,299,174</u>
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable and accruals	\$ 159,132	\$ 888,685	\$ 14,588
Deferred revenue	-	-	-
Due to other funds	5,322	391	5,142,677
Other	-	-	-
Total Liabilities	<u>164,454</u>	<u>889,076</u>	<u>5,157,265</u>
Fund Balances			
Nonspendable	-	-	-
Restricted	49,691,264	43,701,595	84,141,909
Committed	-	-	-
Unassigned	-	-	-
Total Fund Balances	<u>49,691,264</u>	<u>43,701,595</u>	<u>84,141,909</u>
Total Liabilities and Fund Balances	<u>\$ 49,855,718</u>	<u>\$ 44,590,671</u>	<u>\$ 89,299,174</u>

<u>Green Trust Fund</u>	<u>1981 Hazardous Discharge Fund</u>	<u>1986 Hazardous Discharge Fund</u>	<u>Higher Education Facility Renovation and Rehabilitation Fund</u>
\$ 1,498,380	\$ 710	\$ 1,041,840	\$ 16,354
31,911,015	180,485	30,332,856	121,413
-	-	-	-
-	-	-	-
26,307,042	-	-	-
113,453	-	-	-
-	-	-	-
-	-	-	-
<u>\$ 59,829,890</u>	<u>\$ 181,195</u>	<u>\$ 31,374,696</u>	<u>\$ 137,767</u>
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	246	-	-
-	-	-	-
<u>-</u>	<u>246</u>	<u>-</u>	<u>-</u>
-	-	-	-
59,829,890	180,949	31,374,696	137,767
-	-	-	-
-	-	-	-
<u>59,829,890</u>	<u>180,949</u>	<u>31,374,696</u>	<u>137,767</u>
<u>\$ 59,829,890</u>	<u>\$ 181,195</u>	<u>\$ 31,374,696</u>	<u>\$ 137,767</u>

(Continued on next page)

**STATE OF NEW JERSEY
COMBINING BALANCE SHEET
GENERAL FUND (Continued)
JUNE 30, 2013**

	<u>1992 Historic Preservation Fund</u>	<u>1995 Historic Preservation Fund</u>	<u>2007 Historic Preservation Fund</u>
ASSETS			
Cash and cash equivalents	\$ 19,537	\$ 29,783	\$ 51,667
Investments	11,032	29,723	4,567,883
Receivables, net of allowances for uncollectibles			
Federal government	-	-	-
Departmental accounts	-	-	-
Loans	-	-	-
Other	-	-	-
Due from other funds	-	-	-
Other	-	-	-
Total Assets	<u>\$ 30,569</u>	<u>\$ 59,506</u>	<u>\$ 4,619,550</u>
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable and accruals	\$ -	\$ -	\$ 13,234
Deferred revenue	-	-	-
Due to other funds	-	-	-
Other	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>13,234</u>
Fund Balances			
Nonspendable	-	-	-
Restricted	30,569	59,506	4,606,316
Committed	-	-	-
Unassigned	-	-	-
Total Fund Balances	<u>30,569</u>	<u>59,506</u>	<u>4,606,316</u>
Total Liabilities and Fund Balances	<u>\$ 30,569</u>	<u>\$ 59,506</u>	<u>\$ 4,619,550</u>

<u>2009 Historic Preservation Fund</u>	<u>Historic Preservation Revolving Loan Fund</u>	<u>Housing Assistance Fund</u>	<u>Jobs, Education and Competitiveness Fund</u>
\$ 7,141	\$ 478,263	\$ 644,865	\$ 38,036
3,888,620	3,990,624	4,113,916	99,430
-	-	-	-
-	-	-	-
-	28,426	1,154,818	-
-	-	726	-
-	-	-	-
-	-	-	-
<u>\$ 3,895,761</u>	<u>\$ 4,497,313</u>	<u>\$ 5,914,325</u>	<u>\$ 137,466</u>
\$ 205,211	\$ -	\$ -	\$ -
-	-	-	-
738	-	6,341	159
-	-	-	-
<u>205,949</u>	<u>-</u>	<u>6,341</u>	<u>159</u>
-	-	-	-
3,689,812	4,497,313	5,907,984	137,307
-	-	-	-
-	-	-	-
<u>3,689,812</u>	<u>4,497,313</u>	<u>5,907,984</u>	<u>137,307</u>
<u>\$ 3,895,761</u>	<u>\$ 4,497,313</u>	<u>\$ 5,914,325</u>	<u>\$ 137,466</u>

(Continued on next page)

**STATE OF NEW JERSEY
COMBINING BALANCE SHEET
GENERAL FUND (Continued)
JUNE 30, 2013**

	Judiciary Superior Court - Miscellaneous Fund	1996 Lake Restoration Fund	Long Term Obligation and Capital Expenditure Fund
ASSETS			
Cash and cash equivalents	\$ 270,040	\$ 690,553	\$ -
Investments	342,108	350,820	-
Receivables, net of allowances for uncollectibles			
Federal government	-	-	-
Departmental accounts	-	-	-
Loans	-	401,900	-
Other	-	1,474	-
Due from other funds	-	-	4,358,479
Other	-	-	-
Total Assets	\$ 612,148	\$ 1,444,747	\$ 4,358,479
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable and accruals	\$ 609,802	\$ -	\$ 34,752
Deferred revenue	-	-	-
Due to other funds	2,346	-	-
Other	-	-	-
Total Liabilities	612,148	-	34,752
Fund Balances			
Nonspendable	-	-	-
Restricted	-	1,444,747	-
Committed	-	-	4,323,727
Unassigned	-	-	-
Total Fund Balances	-	1,444,747	4,323,727
Total Liabilities and Fund Balances	\$ 612,148	\$ 1,444,747	\$ 4,358,479

<u>Mortgage Assistance Fund</u>	<u>Natural Resources Fund</u>	<u>1995 New Jersey Coastal Blue Acres Trust Fund</u>	<u>New Jersey Cultural Trust Fund</u>
\$ 925	\$ 4,947	\$ 613,954	\$ 2,506,236
1,582	775,778	5,318,964	18,827,950
-	-	-	-
-	-	-	-
8,932,296	-	531,152	-
949,432	-	3,331	29,254
-	-	-	-
-	-	-	-
<u>\$ 9,884,235</u>	<u>\$ 780,725</u>	<u>\$ 6,467,401</u>	<u>\$ 21,363,440</u>
\$ -	\$ -	\$ -	\$ -
-	-	-	-
951,939	1,619	-	-
-	-	-	-
<u>951,939</u>	<u>1,619</u>	<u>-</u>	<u>-</u>
-	-	-	20,000,000
8,932,296	779,106	6,467,401	-
-	-	-	1,363,440
-	-	-	-
<u>8,932,296</u>	<u>779,106</u>	<u>6,467,401</u>	<u>21,363,440</u>
<u>\$ 9,884,235</u>	<u>\$ 780,725</u>	<u>\$ 6,467,401</u>	<u>\$ 21,363,440</u>

(Continued on next page)

**STATE OF NEW JERSEY
COMBINING BALANCE SHEET
GENERAL FUND (Continued)
JUNE 30, 2013**

	<u>New Jersey Federal- State Rural Rehabilitation Fund</u>	<u>1989 New Jersey Green Acres Fund</u>	<u>1992 New Jersey Green Acres Fund</u>
ASSETS			
Cash and cash equivalents	\$ 363	\$ 2,164	\$ 467,705
Investments	699,970	1,069,729	168
Receivables, net of allowances for uncollectibles			
Federal government	-	-	-
Departmental accounts	-	-	-
Loans	-	-	-
Other	-	-	-
Due from other funds	-	-	-
Other	-	-	-
Total Assets	<u>\$ 700,333</u>	<u>\$ 1,071,893</u>	<u>\$ 467,873</u>
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable and accruals	\$ -	\$ -	\$ -
Deferred revenue	-	-	-
Due to other funds	-	-	-
Other	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances			
Nonspendable	-	-	-
Restricted	-	1,071,893	467,873
Committed	700,333	-	-
Unassigned	-	-	-
Total Fund Balances	<u>700,333</u>	<u>1,071,893</u>	<u>467,873</u>
Total Liabilities and Fund Balances	<u>\$ 700,333</u>	<u>\$ 1,071,893</u>	<u>\$ 467,873</u>

<u>1995 New Jersey Green Acres Fund</u>	<u>1989 New Jersey Green Trust Fund</u>	<u>1992 New Jersey Green Trust Fund</u>	<u>1995 New Jersey Green Trust Fund</u>
\$ 10,883	\$ 3,808,490	\$ 786,680	\$ 4,831,370
97,602	33,555,300	10,399,577	2,535,204
-	-	-	-
-	-	-	-
-	18,415,716	17,624,327	29,355,546
-	109,621	95,258	177,046
-	-	-	-
-	-	-	-
<u>\$ 108,485</u>	<u>\$ 55,889,127</u>	<u>\$ 28,905,842</u>	<u>\$ 36,899,166</u>
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
108,485	55,889,127	28,905,842	36,899,166
-	-	-	-
-	-	-	-
<u>108,485</u>	<u>55,889,127</u>	<u>28,905,842</u>	<u>36,899,166</u>
<u>\$ 108,485</u>	<u>\$ 55,889,127</u>	<u>\$ 28,905,842</u>	<u>\$ 36,899,166</u>

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**STATE OF NEW JERSEY
COMBINING BALANCE SHEET
GENERAL FUND (Continued)
JUNE 30, 2013**

	<u>1995 New Jersey Inland Blue Acres Fund</u>	<u>New Jersey Local Development Financing Fund</u>	<u>Pinelands Infrastructure Trust Fund</u>
ASSETS			
Cash and cash equivalents	\$ -	\$ -	\$ 224,974
Investments	4,144	33,589,002	9,057,042
Receivables, net of allowances for uncollectibles			
Federal government	-	-	-
Departmental accounts	-	-	-
Loans	-	17,461,785	766,634
Other	-	74,250	8,691
Due from other funds	-	-	-
Other	-	-	-
Total Assets	<u>\$ 4,144</u>	<u>\$ 51,125,037</u>	<u>\$ 10,057,341</u>
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable and accruals	\$ -	\$ 37,500	\$ -
Deferred revenue	-	-	-
Due to other funds	-	-	-
Other	-	-	-
Total Liabilities	<u>-</u>	<u>37,500</u>	<u>-</u>
Fund Balances			
Nonspendable	-	-	-
Restricted	4,144	51,087,537	10,057,341
Committed	-	-	-
Unassigned	-	-	-
Total Fund Balances	<u>4,144</u>	<u>51,087,537</u>	<u>10,057,341</u>
Total Liabilities and Fund Balances	<u>\$ 4,144</u>	<u>\$ 51,125,037</u>	<u>\$ 10,057,341</u>

Resource Recovery and Solid Waste Disposal Facility Fund	Shore Protection Fund	State Land Acquisition and Development Fund	State of New Jersey Tischler Memorial Fund	Stormwater Management and Combined Sewer Overflow Abatement Fund
\$ 33,533	\$ 256,040	\$ 64,621	\$ -	\$ 225,180
461,640	5,499,299	240,273	807,549	6,116,473
-	-	-	-	-
-	-	-	-	-
-	164,563	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>\$ 495,173</u>	<u>\$ 5,919,902</u>	<u>\$ 304,894</u>	<u>\$ 807,549</u>	<u>\$ 6,341,653</u>
\$ -	\$ -	\$ 78,310	\$ -	\$ -
-	-	-	-	-
-	10,584	328	-	-
-	-	-	-	-
<u>-</u>	<u>10,584</u>	<u>78,638</u>	<u>-</u>	<u>-</u>
-	-	-	416,073	-
495,173	5,909,318	226,256	-	6,341,653
-	-	-	391,476	-
-	-	-	-	-
<u>495,173</u>	<u>5,909,318</u>	<u>226,256</u>	<u>807,549</u>	<u>6,341,653</u>
<u>\$ 495,173</u>	<u>\$ 5,919,902</u>	<u>\$ 304,894</u>	<u>\$ 807,549</u>	<u>\$ 6,341,653</u>

(Continued on next page)

**STATE OF NEW JERSEY
COMBINING BALANCE SHEET
GENERAL FUND (Continued)
JUNE 30, 2013**

	<u>Unclaimed Personal Property Trust Fund</u>	<u>Urban and Rural Centers Unsafe Buildings Demolition Revolving Loan Fund</u>	<u>1992 Wastewater Treatment Fund</u>
ASSETS			
Cash and cash equivalents	\$ -	\$ 1,788,679	\$ 109,331
Investments	163,378,842	12,918,062	20,060,853
Receivables, net of allowances for uncollectibles			
Federal government	-	-	-
Departmental accounts	-	-	-
Loans	-	7,343,270	22,859,872
Other	-	-	-
Due from other funds	271,019	-	-
Other	-	-	-
Total Assets	<u>\$ 163,649,861</u>	<u>\$ 22,050,011</u>	<u>\$ 43,030,056</u>
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable and accruals	\$ 94,569,310	\$ -	\$ -
Deferred revenue	-	-	-
Due to other funds	25,000,000	-	-
Other	-	-	-
Total Liabilities	<u>119,569,310</u>	<u>-</u>	<u>-</u>
Fund Balances			
Nonspendable	-	-	-
Restricted	-	22,050,011	43,030,056
Committed	44,080,551	-	-
Unassigned	-	-	-
Total Fund Balances	<u>44,080,551</u>	<u>22,050,011</u>	<u>43,030,056</u>
Total Liabilities and Fund Balances	<u>\$ 163,649,861</u>	<u>\$ 22,050,011</u>	<u>\$ 43,030,056</u>

Water Conservation Fund	2003 Water Resources and Wastewater Treatment Fund	Water Supply Fund	Eliminations	Total General Fund
\$ 87,939	\$ 479,293	\$ 600,254	\$ -	\$ 103,101,951
704,596	10,024,900	61,648,934	-	1,314,168,053
-	-	-	-	705,586,511
-	-	-	-	2,122,843,099
-	32,434,717	106,172,132	-	369,196,818
-	-	12,303	-	162,645,040
-	-	-	(44,199,143)	770,016,355
-	-	-	-	19,027,387
<u>\$ 792,535</u>	<u>\$ 42,938,910</u>	<u>\$ 168,433,623</u>	<u>\$ (44,199,143)</u>	<u>\$ 5,566,585,214</u>
\$ -	\$ -	\$ -	\$ -	\$ 1,739,238,371
-	-	-	-	310,734,895
962	-	3,063,694	(44,199,143)	190,608,227
-	-	-	-	131,977,341
<u>962</u>	<u>-</u>	<u>3,063,694</u>	<u>(44,199,143)</u>	<u>2,372,558,834</u>
-	-	-	-	20,416,073
791,573	42,938,910	165,369,929	-	1,154,228,868
-	-	-	-	1,717,984,946
-	-	-	-	301,396,493
<u>791,573</u>	<u>42,938,910</u>	<u>165,369,929</u>	<u>-</u>	<u>3,194,026,380</u>
<u>\$ 792,535</u>	<u>\$ 42,938,910</u>	<u>\$ 168,433,623</u>	<u>\$ (44,199,143)</u>	<u>\$ 5,566,585,214</u>

STATE OF NEW JERSEY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	<u>General Fund</u>	<u>Beaches and Harbor Fund</u>	<u>2007 Blue Acres Fund</u>
REVENUES			
Taxes	\$ 14,018,603,521	\$ -	\$ -
Federal and other grants	11,742,726,286	-	-
Licenses and fees	1,209,319,018	-	-
Services and assessments	1,634,970,880	-	-
Investment earnings	1,202,646	854	462
Contributions	1,490	-	-
Other	2,840,549,799	-	4,568,100
Total Revenues	<u>31,447,373,640</u>	<u>854</u>	<u>4,568,562</u>
EXPENDITURES			
Current:			
Public safety and criminal justice	3,416,374,242	-	-
Physical and mental health	11,427,272,175	-	-
Educational, cultural, and intellectual development	4,136,441,503	-	-
Community development and environmental management	1,392,181,699	908,353	1,666,185
Economic planning, development, and security	5,709,855,901	-	-
Transportation programs	648,310,194	-	-
Government direction, management, and control	5,537,838,725	-	123,574
Special government services	345,371,126	-	-
Capital Outlay	189,340,265	-	-
Debt Service:			
Principal	333,755,000	-	-
Interest	115,303,047	-	-
Total Expenditures	<u>33,252,043,877</u>	<u>908,353</u>	<u>1,789,759</u>
Excess (deficiency) of revenues over expenditures	<u>(1,804,670,237)</u>	<u>(907,499)</u>	<u>2,778,803</u>
OTHER FINANCING SOURCES (USES)			
Issuance of debt	-	-	-
Transfers from other funds	2,844,603,347	-	-
Transfers to other funds	(1,641,236,971)	(854)	-
Other sources	3,430,046,370	-	-
Other uses	(2,840,247,471)	-	-
Total other financing sources (uses)	<u>1,793,165,275</u>	<u>(854)</u>	<u>-</u>
Net Change in Fund Balance	<u>(11,504,962)</u>	<u>(908,353)</u>	<u>2,778,803</u>
Fund Balances - July 1, 2012	<u>2,060,494,507</u>	<u>912,353</u>	<u>1,600,740</u>
Fund Balances - June 30, 2013	<u>\$ 2,048,989,545</u>	<u>\$ 4,000</u>	<u>\$ 4,379,543</u>

<u>2009 Blue Acres Fund</u>	<u>Building Our Future Fund</u>	<u>Clean Waters Fund</u>	<u>Cultural Centers and Historic Preservation Fund</u>
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
-	-	-	-
1,123	11,561	25	40
-	-	-	-
-	-	-	-
<u>1,123</u>	<u>11,561</u>	<u>25</u>	<u>40</u>
-	-	-	-
-	-	-	-
-	-	-	-
7,726,485	-	-	-
-	-	-	22,504
-	-	-	-
23,427	154,286	1,950	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>7,749,912</u>	<u>154,286</u>	<u>1,950</u>	<u>22,504</u>
<u>(7,748,789)</u>	<u>(142,725)</u>	<u>(1,925)</u>	<u>(22,464)</u>
13,000,000	100,000,000	-	-
2,704	-	-	-
-	(11,561)	(25)	(40)
1,846,302	14,202,545	-	-
-	-	-	-
<u>14,849,006</u>	<u>114,190,984</u>	<u>(25)</u>	<u>(40)</u>
<u>7,100,217</u>	<u>114,048,259</u>	<u>(1,950)</u>	<u>(22,504)</u>
-	-	72,907	1,134
<u>\$ 7,100,217</u>	<u>\$ 114,048,259</u>	<u>\$ 70,957</u>	<u>\$ (21,370)</u>

(Continued on next page)

STATE OF NEW JERSEY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GENERAL FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	<u>2003 Dam, Lake and Stream Project Revolving Loan Fund</u>	<u>2003 Dam, Lake, Stream and Flood Control Project Fund</u>	<u>1992 Dam Restoration and Clean Waters Trust Fund</u>
REVENUES			
Taxes	\$ -	\$ -	\$ -
Federal and other grants	-	-	-
Licenses and fees	-	-	-
Services and assessments	-	-	-
Investment earnings	44,083	18,209	11,560
Contributions	-	-	-
Other	822,300	-	100,344
Total Revenues	<u>866,383</u>	<u>18,209</u>	<u>111,904</u>
EXPENDITURES			
Current:			
Public safety and criminal justice	-	-	-
Physical and mental health	-	-	-
Educational, cultural, and intellectual development	-	-	-
Community development and environmental management	255,000	480,517	-
Economic planning, development, and security	-	-	-
Transportation programs	-	-	-
Government direction, management, and control	10,301	97,850	338,351
Special government services	-	-	-
Capital Outlay	-	-	-
Debt Service:			
Principal	-	-	-
Interest	-	-	-
Total Expenditures	<u>265,301</u>	<u>578,367</u>	<u>338,351</u>
Excess (deficiency) of revenues over expenditures	<u>601,082</u>	<u>(560,158)</u>	<u>(226,447)</u>
OTHER FINANCING SOURCES (USES)			
Issuance of debt	-	-	-
Transfers from other funds	-	-	-
Transfers to other funds	-	(18,209)	-
Other sources	-	-	-
Other uses	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>(18,209)</u>	<u>-</u>
Net Change in Fund Balance	601,082	(578,367)	(226,447)
Fund Balances - July 1, 2012	<u>81,862,467</u>	<u>13,969,481</u>	<u>17,657,731</u>
Fund Balances - June 30, 2013	<u>\$ 82,463,549</u>	<u>\$ 13,391,114</u>	<u>\$ 17,431,284</u>

<u>1989 Development Potential Bank Transfer Fund</u>	<u>Developmental Disabilities Waiting List Reduction Fund</u>	<u>Dredging and Containment Facility Fund</u>	<u>1996 Economic Development Site Fund</u>
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
-	-	-	-
2,640	3,723	1,325	12
-	-	-	-
-	-	-	-
<u>2,640</u>	<u>3,723</u>	<u>1,325</u>	<u>12</u>
-	-	-	-
-	-	-	-
-	770,603	-	-
-	-	6,590,131	-
-	-	-	-
-	-	104,117	-
342,649	-	41,104	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>342,649</u>	<u>770,603</u>	<u>6,735,352</u>	<u>-</u>
<u>(340,009)</u>	<u>(766,880)</u>	<u>(6,734,027)</u>	<u>12</u>
-	-	10,000,000	-
-	-	-	-
(27,273)	(3,723)	(775,360)	-
-	-	1,420,607	-
-	-	-	-
<u>(27,273)</u>	<u>(3,723)</u>	<u>10,645,247</u>	<u>-</u>
<u>(367,282)</u>	<u>(770,603)</u>	<u>3,911,220</u>	<u>12</u>
2,039,492	3,469,455	218,959	487,293
<u>\$ 1,672,210</u>	<u>\$ 2,698,852</u>	<u>\$ 4,130,179</u>	<u>\$ 487,305</u>

(Continued on next page)

STATE OF NEW JERSEY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GENERAL FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	<u>Emergency Flood Control Fund</u>	<u>Emergency Services Fund</u>	<u>1996 Environmental Cleanup Fund</u>
REVENUES			
Taxes	\$ -	\$ -	\$ -
Federal and other grants	-	-	-
Licenses and fees	-	-	-
Services and assessments	-	-	-
Investment earnings	308	2,937	4,036
Contributions	-	-	-
Other	-	-	-
Total Revenues	<u>308</u>	<u>2,937</u>	<u>4,036</u>
EXPENDITURES			
Current:			
Public safety and criminal justice	-	23,660	-
Physical and mental health	-	-	-
Educational, cultural, and intellectual development	-	-	-
Community development and environmental management	69,133	14,361,265	48,302
Economic planning, development, and security	-	-	-
Transportation programs	-	-	-
Government direction, management, and control	-	-	29,314
Special government services	-	-	-
Capital Outlay	-	-	-
Debt Service:			
Principal	-	-	-
Interest	-	-	-
Total Expenditures	<u>69,133</u>	<u>14,384,925</u>	<u>77,616</u>
Excess (deficiency) of revenues over expenditures	<u>(68,825)</u>	<u>(14,381,988)</u>	<u>(73,580)</u>
OTHER FINANCING SOURCES (USES)			
Issuance of debt	-	-	19,000,000
Transfers from other funds	-	14,361,265	-
Transfers to other funds	(308)	-	-
Other sources	-	-	2,697,117
Other uses	-	-	-
Total other financing sources (uses)	<u>(308)</u>	<u>14,361,265</u>	<u>21,697,117</u>
Net Change in Fund Balance	<u>(69,133)</u>	<u>(20,723)</u>	<u>21,623,537</u>
Fund Balances - July 1, 2012	<u>353,244</u>	<u>2,217,598</u>	<u>1,459,630</u>
Fund Balances - June 30, 2013	<u>\$ 284,111</u>	<u>\$ 2,196,875</u>	<u>\$ 23,083,167</u>

<u>1989 Farmland Preservation Fund</u>	<u>1992 Farmland Preservation Fund</u>	<u>1995 Farmland Preservation Fund</u>	<u>2007 Farmland Preservation Fund</u>
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
-	-	-	-
45	84	1,639	32,338
-	-	-	-
-	-	-	-
<u>45</u>	<u>84</u>	<u>1,639</u>	<u>32,338</u>
-	-	-	-
-	-	-	-
-	-	-	-
-	-	76,813	3,397,830
-	-	-	-
-	-	-	751,745
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	76,813	4,149,575
<u>45</u>	<u>84</u>	<u>(75,174)</u>	<u>(4,117,237)</u>
-	-	-	-
-	-	-	-
-	-	-	(1,950,000)
-	-	-	-
-	-	-	-
-	-	-	(1,950,000)
<u>45</u>	<u>84</u>	<u>(75,174)</u>	<u>(6,067,237)</u>
41,933	48,772	1,209,207	27,928,639
<u>\$ 41,978</u>	<u>\$ 48,856</u>	<u>\$ 1,134,033</u>	<u>\$ 21,861,402</u>

(Continued on next page)

STATE OF NEW JERSEY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GENERAL FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	<u>2009 Farmland Preservation Fund</u>	<u>2007 Green Acres Fund</u>	<u>2009 Green Acres Fund</u>
REVENUES			
Taxes	\$ -	\$ -	\$ -
Federal and other grants	-	-	-
Licenses and fees	-	-	-
Services and assessments	-	-	-
Investment earnings	5,322	27,774	8,961
Contributions	-	-	-
Other	-	4,486	-
Total Revenues	<u>5,322</u>	<u>32,260</u>	<u>8,961</u>
EXPENDITURES			
Current:			
Public safety and criminal justice	-	-	-
Physical and mental health	-	-	-
Educational, cultural, and intellectual development	-	-	-
Community development and environmental management	6,605,962	14,947,143	16,645,493
Economic planning, development, and security	-	-	-
Transportation programs	-	-	-
Government direction, management, and control	98,629	599,245	169,941
Special government services	-	-	-
Capital Outlay	-	-	-
Debt Service:			
Principal	-	-	-
Interest	-	-	-
Total Expenditures	<u>6,704,591</u>	<u>15,546,388</u>	<u>16,815,434</u>
Excess (deficiency) of revenues over expenditures	<u>(6,699,269)</u>	<u>(15,514,128)</u>	<u>(16,806,473)</u>
OTHER FINANCING SOURCES (USES)			
Issuance of debt	55,000,000	27,500,000	95,500,000
Transfers from other funds	8,450	340	13,729
Transfers to other funds	-	-	-
Other sources	7,811,276	3,906,351	13,562,024
Other uses	-	-	-
Total other financing sources (uses)	<u>62,819,726</u>	<u>31,406,691</u>	<u>109,075,753</u>
Net Change in Fund Balance	56,120,457	15,892,563	92,269,280
Fund Balances - July 1, 2012	<u>(6,429,193)</u>	<u>27,809,032</u>	<u>(8,127,371)</u>
Fund Balances - June 30, 2013	<u>\$ 49,691,264</u>	<u>\$ 43,701,595</u>	<u>\$ 84,141,909</u>

<u>Green Trust Fund</u>	<u>1981 Hazardous Discharge Fund</u>	<u>1986 Hazardous Discharge Fund</u>	<u>Higher Education Facility Renovation and Rehabilitation Fund</u>
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
-	-	-	-
44,241	246	26,970	166
-	-	-	-
547,507	-	-	-
<u>591,748</u>	<u>246</u>	<u>26,970</u>	<u>166</u>
-	-	-	-
-	-	-	-
-	-	-	-
5,440,321	-	47,495	-
-	-	-	-
-	-	-	-
1,007,461	-	15,429	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>6,447,782</u>	<u>-</u>	<u>62,924</u>	<u>-</u>
<u>(5,856,034)</u>	<u>246</u>	<u>(35,954)</u>	<u>166</u>
-	-	10,000,000	-
-	-	-	-
-	(246)	-	-
-	-	1,419,787	-
-	-	-	-
<u>-</u>	<u>(246)</u>	<u>11,419,787</u>	<u>-</u>
<u>(5,856,034)</u>	<u>-</u>	<u>11,383,833</u>	<u>166</u>
65,685,924	180,949	19,990,863	137,601
<u>\$ 59,829,890</u>	<u>\$ 180,949</u>	<u>\$ 31,374,696</u>	<u>\$ 137,767</u>

(Continued on next page)

STATE OF NEW JERSEY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GENERAL FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	<u>1992 Historic Preservation Fund</u>	<u>1995 Historic Preservation Fund</u>	<u>2007 Historic Preservation Fund</u>
REVENUES			
Taxes	\$ -	\$ -	\$ -
Federal and other grants	-	-	-
Licenses and fees	-	-	-
Services and assessments	-	-	-
Investment earnings	109	52	758
Contributions	-	-	-
Other	-	-	-
Total Revenues	<u>109</u>	<u>52</u>	<u>758</u>
EXPENDITURES			
Current:			
Public safety and criminal justice	-	-	-
Physical and mental health	-	-	-
Educational, cultural, and intellectual development	-	-	-
Community development and environmental management	-	-	-
Economic planning, development, and security	32,672	-	665,440
Transportation programs	-	-	-
Government direction, management, and control	-	-	26,767
Special government services	-	-	-
Capital Outlay	-	-	-
Debt Service:			
Principal	-	-	-
Interest	-	-	-
Total Expenditures	<u>32,672</u>	<u>-</u>	<u>692,207</u>
Excess (deficiency) of revenues over expenditures	<u>(32,563)</u>	<u>52</u>	<u>(691,449)</u>
OTHER FINANCING SOURCES (USES)			
Issuance of debt	-	-	4,000,000
Transfers from other funds	-	-	-
Transfers to other funds	-	-	-
Other sources	-	-	568,277
Other uses	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>4,568,277</u>
Net Change in Fund Balance	<u>(32,563)</u>	<u>52</u>	<u>3,876,828</u>
Fund Balances - July 1, 2012	<u>63,132</u>	<u>59,454</u>	<u>729,488</u>
Fund Balances - June 30, 2013	<u>\$ 30,569</u>	<u>\$ 59,506</u>	<u>\$ 4,606,316</u>

<u>2009 Historic Preservation Fund</u>	<u>Historic Preservation Revolving Loan Fund</u>	<u>Housing Assistance Fund</u>	<u>Jobs, Education and Competitiveness Fund</u>
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
-	-	-	-
705	5,497	5,616	159
-	-	-	-
-	1,297	725	-
<u>705</u>	<u>6,794</u>	<u>6,341</u>	<u>159</u>
-	-	-	-
-	-	-	-
-	-	-	-
-	-	125,000	-
1,693,228	-	-	-
-	-	-	-
12,461	74,547	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>1,705,689</u>	<u>74,547</u>	<u>125,000</u>	<u>-</u>
<u>(1,704,984)</u>	<u>(67,753)</u>	<u>(118,659)</u>	<u>159</u>
6,000,000	-	-	-
2,466	-	-	-
-	-	(6,341)	(159)
852,139	-	-	-
-	-	-	-
<u>6,854,605</u>	<u>-</u>	<u>(6,341)</u>	<u>(159)</u>
5,149,621	(67,753)	(125,000)	-
<u>(1,459,809)</u>	<u>4,565,066</u>	<u>6,032,984</u>	<u>137,307</u>
<u>\$ 3,689,812</u>	<u>\$ 4,497,313</u>	<u>\$ 5,907,984</u>	<u>\$ 137,307</u>

(Continued on next page)

STATE OF NEW JERSEY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GENERAL FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	1996 Lake Restoration Fund	Long Term Obligation and Capital Expenditure Fund	Mortgage Assistance Fund
REVENUES			
Taxes	\$ -	\$ -	\$ -
Federal and other grants	-	-	-
Licenses and fees	-	-	-
Services and assessments	-	-	-
Investment earnings	531	-	2,507
Contributions	-	-	-
Other	10,164	-	949,432
Total Revenues	10,695	-	951,939
EXPENDITURES			
Current:			
Public safety and criminal justice	-	121,462	-
Physical and mental health	-	-	-
Educational, cultural, and intellectual development	-	378,258	-
Community development and environmental management	-	-	7,243,581
Economic planning, development, and security	-	-	-
Transportation programs	-	-	-
Government direction, management, and control	191,606	298,742	-
Special government services	-	-	-
Capital Outlay	-	-	-
Debt Service:			
Principal	-	-	-
Interest	-	-	-
Total Expenditures	191,606	798,462	7,243,581
Excess (deficiency) of revenues over expenditures	(180,911)	(798,462)	(6,291,642)
OTHER FINANCING SOURCES (USES)			
Issuance of debt	-	-	-
Transfers from other funds	-	-	-
Transfers to other funds	-	(120,008)	(951,939)
Other sources	-	-	-
Other uses	-	-	-
Total other financing sources (uses)	-	(120,008)	(951,939)
Net Change in Fund Balance	(180,911)	(918,470)	(7,243,581)
Fund Balances - July 1, 2012	1,625,658	5,242,197	16,175,877
Fund Balances - June 30, 2013	\$ 1,444,747	\$ 4,323,727	\$ 8,932,296

<u>Natural Resources Fund</u>	<u>1995 New Jersey Coastal Blue Acres Trust Fund</u>	<u>New Jersey Cultural Trust Fund</u>	<u>New Jersey Federal- State Rural Rehabilitation Fund</u>
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
-	-	-	-
1,619	2,934	11,881	955
-	-	-	-
-	11,146	-	-
<u>1,619</u>	<u>14,080</u>	<u>11,881</u>	<u>955</u>
-	-	-	-
-	-	-	-
-	-	-	-
609,758	-	-	-
-	-	-	-
-	-	-	-
-	4,629	330,180	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>609,758</u>	<u>4,629</u>	<u>330,180</u>	<u>-</u>
<u>(608,139)</u>	<u>9,451</u>	<u>(318,299)</u>	<u>955</u>
-	3,000,000	-	-
-	-	500,000	-
(1,619)	-	-	-
-	425,930	-	-
-	-	-	-
<u>(1,619)</u>	<u>3,425,930</u>	<u>500,000</u>	<u>-</u>
<u>(609,758)</u>	<u>3,435,381</u>	<u>181,701</u>	<u>955</u>
1,388,864	3,032,020	21,181,739	699,378
<u>\$ 779,106</u>	<u>\$ 6,467,401</u>	<u>\$ 21,363,440</u>	<u>\$ 700,333</u>

(Continued on next page)

STATE OF NEW JERSEY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GENERAL FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	<u>1989 New Jersey Green Acres Fund</u>	<u>1992 New Jersey Green Acres Fund</u>	<u>1995 New Jersey Green Acres Fund</u>
REVENUES			
Taxes	\$ -	\$ -	\$ -
Federal and other grants	-	-	-
Licenses and fees	-	-	-
Services and assessments	-	-	-
Investment earnings	1,883	-	294
Contributions	-	-	-
Other	-	-	-
Total Revenues	<u>1,883</u>	<u>-</u>	<u>294</u>
EXPENDITURES			
Current:			
Public safety and criminal justice	-	-	-
Physical and mental health	-	-	-
Educational, cultural, and intellectual development	-	-	-
Community development and environmental management	457,949	-	-
Economic planning, development, and security	-	-	-
Transportation programs	-	-	-
Government direction, management, and control	320,606	-	-
Special government services	-	-	-
Capital Outlay	-	-	-
Debt Service:			
Principal	-	-	-
Interest	-	-	-
Total Expenditures	<u>778,555</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>(776,672)</u>	<u>-</u>	<u>294</u>
OTHER FINANCING SOURCES (USES)			
Issuance of debt	-	-	-
Transfers from other funds	-	-	-
Transfers to other funds	-	-	-
Other sources	-	-	-
Other uses	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>(776,672)</u>	<u>-</u>	<u>294</u>
Fund Balances - July 1, 2012	<u>1,848,565</u>	<u>467,873</u>	<u>108,191</u>
Fund Balances - June 30, 2013	<u>\$ 1,071,893</u>	<u>\$ 467,873</u>	<u>\$ 108,485</u>

<u>1989 New Jersey Green Trust Fund</u>	<u>1992 New Jersey Green Trust Fund</u>	<u>1995 New Jersey Green Trust Fund</u>	<u>1995 New Jersey Inland Blue Acres Fund</u>
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
-	-	-	-
46,593	15,139	4,731	5
-	-	-	-
<u>396,573</u>	<u>373,122</u>	<u>619,497</u>	<u>-</u>
<u>443,166</u>	<u>388,261</u>	<u>624,228</u>	<u>5</u>
-	-	-	-
-	-	-	-
-	-	-	-
3,469,935	2,489,995	1,533,833	-
-	-	-	-
-	-	-	-
2,655,319	3,414,585	4,628,368	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>6,125,254</u>	<u>5,904,580</u>	<u>6,162,201</u>	<u>-</u>
<u>(5,682,088)</u>	<u>(5,516,319)</u>	<u>(5,537,973)</u>	<u>5</u>
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(5,682,088)</u>	<u>(5,516,319)</u>	<u>(5,537,973)</u>	<u>5</u>
61,571,215	34,422,161	42,437,139	4,139
<u>\$ 55,889,127</u>	<u>\$ 28,905,842</u>	<u>\$ 36,899,166</u>	<u>\$ 4,144</u>

(Continued on next page)

STATE OF NEW JERSEY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GENERAL FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	<u>New Jersey Local Development Financing Fund</u>	<u>Pinelands Infrastructure Trust Fund</u>	<u>Resource Recovery and Solid Waste Disposal Facility Fund</u>
REVENUES			
Taxes	\$ -	\$ -	\$ -
Federal and other grants	-	-	-
Licenses and fees	9,242	-	-
Services and assessments	-	-	-
Investment earnings	19,539	12,717	630
Contributions	-	-	-
Other	545,103	19,222	-
Total Revenues	<u>573,884</u>	<u>31,939</u>	<u>630</u>
EXPENDITURES			
Current:			
Public safety and criminal justice	-	-	-
Physical and mental health	-	-	-
Educational, cultural, and intellectual development	-	-	-
Community development and environmental management	-	-	-
Economic planning, development, and security	317,423	-	-
Transportation programs	-	-	-
Government direction, management, and control	-	1,396,863	-
Special government services	-	-	-
Capital Outlay	-	-	-
Debt Service:			
Principal	-	-	-
Interest	-	-	-
Total Expenditures	<u>317,423</u>	<u>1,396,863</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>256,461</u>	<u>(1,364,924)</u>	<u>630</u>
OTHER FINANCING SOURCES (USES)			
Issuance of debt	-	-	-
Transfers from other funds	-	-	-
Transfers to other funds	-	-	-
Other sources	-	-	-
Other uses	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	256,461	(1,364,924)	630
Fund Balances - July 1, 2012	<u>50,831,076</u>	<u>11,422,265</u>	<u>494,543</u>
Fund Balances - June 30, 2013	<u>\$ 51,087,537</u>	<u>\$ 10,057,341</u>	<u>\$ 495,173</u>

<u>Shore Protection Fund</u>	<u>State Land Acquisition and Development Fund</u>	<u>State of New Jersey Tischler Memorial Fund</u>	<u>Stormwater Management and Combined Sewer Overflow Abatement Fund</u>
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
-	-	-	-
10,584	328	1,101	3,516
-	-	-	-
-	-	-	-
<u>10,584</u>	<u>328</u>	<u>1,101</u>	<u>3,516</u>
-	-	-	-
-	-	-	-
-	-	-	-
1,079,396	137,850	-	340,775
-	-	-	-
-	-	-	-
1,560,195	-	-	36,425
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>2,639,591</u>	<u>137,850</u>	<u>-</u>	<u>377,200</u>
<u>(2,629,007)</u>	<u>(137,522)</u>	<u>1,101</u>	<u>(373,684)</u>
-	-	-	3,500,000
-	-	-	-
(10,584)	(328)	-	-
-	-	-	497,494
-	-	-	-
<u>(10,584)</u>	<u>(328)</u>	<u>-</u>	<u>3,997,494</u>
<u>(2,639,591)</u>	<u>(137,850)</u>	<u>1,101</u>	<u>3,623,810</u>
8,548,909	364,106	806,448	2,717,843
<u>\$ 5,909,318</u>	<u>\$ 226,256</u>	<u>\$ 807,549</u>	<u>\$ 6,341,653</u>

(Continued on next page)

STATE OF NEW JERSEY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GENERAL FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	<u>Unclaimed Personal Property Trust Fund</u>	<u>Urban and Rural Centers Unsafe Buildings Demolition Revolving Loan Fund</u>	<u>1992 Wastewater Treatment Fund</u>
REVENUES			
Taxes	\$ -	\$ -	\$ -
Federal and other grants	-	-	-
Licenses and fees	-	-	-
Services and assessments	-	-	-
Investment earnings	4,588,397	17,618	27,567
Contributions	-	-	-
Other	255,488,963	15,706	-
Total Revenues	<u>260,077,360</u>	<u>33,324</u>	<u>27,567</u>
EXPENDITURES			
Current:			
Public safety and criminal justice	-	-	-
Physical and mental health	-	-	-
Educational, cultural, and intellectual development	-	-	-
Community development and environmental management	-	-	-
Economic planning, development, and security	-	-	-
Transportation programs	-	-	-
Government direction, management, and control	2,278,184	-	112,175
Special government services	-	-	-
Capital Outlay	-	-	-
Debt Service:			
Principal	-	-	-
Interest	-	-	-
Total Expenditures	<u>2,278,184</u>	<u>-</u>	<u>112,175</u>
Excess (deficiency) of revenues over expenditures	<u>257,799,176</u>	<u>33,324</u>	<u>(84,608)</u>
OTHER FINANCING SOURCES (USES)			
Issuance of debt	-	-	-
Transfers from other funds	-	-	-
Transfers to other funds	(245,591,887)	-	-
Other sources	-	-	-
Other uses	-	-	-
Total other financing sources (uses)	<u>(245,591,887)</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	12,207,289	33,324	(84,608)
Fund Balances - July 1, 2012	31,873,262	22,016,687	43,114,664
Fund Balances - June 30, 2013	<u>\$ 44,080,551</u>	<u>\$ 22,050,011</u>	<u>\$ 43,030,056</u>

<u>Water Conservation Fund</u>	<u>2003 Water Resources and Wastewater Treatment Fund</u>	<u>Water Supply Fund</u>	<u>Eliminations</u>	<u>Total General Fund</u>
\$ -	\$ -	\$ -	\$ -	\$ 14,018,603,521
-	-	-	-	11,742,726,286
-	-	-	-	1,209,328,260
-	-	-	-	1,634,970,880
962	12,809	91,937	-	6,343,003
-	-	-	-	1,490
-	-	79,787	-	3,105,103,273
<u>962</u>	<u>12,809</u>	<u>171,724</u>	<u>-</u>	<u>31,717,076,713</u>
-	-	-	-	3,416,519,364
-	-	-	-	11,427,272,175
-	-	-	-	4,137,590,364
-	-	3,596,653	-	1,492,532,852
-	-	-	-	5,712,587,168
-	-	-	-	648,414,311
-	129,000	208,625	-	5,559,323,258
-	-	-	-	345,371,126
-	-	-	-	189,340,265
-	-	-	-	333,755,000
-	-	-	-	115,303,047
-	129,000	3,805,278	-	33,378,008,930
<u>962</u>	<u>(116,191)</u>	<u>(3,633,554)</u>	<u>-</u>	<u>(1,660,932,217)</u>
-	3,500,000	-	-	350,000,000
-	-	-	(268,424,074)	2,591,068,227
(962)	-	(4,063,694)	268,424,074	(1,626,348,017)
-	497,494	-	-	3,479,753,713
-	-	-	-	(2,840,247,471)
<u>(962)</u>	<u>3,997,494</u>	<u>(4,063,694)</u>	<u>-</u>	<u>1,954,226,452</u>
-	3,881,303	(7,697,248)	-	293,294,235
<u>791,573</u>	<u>39,057,607</u>	<u>173,067,177</u>	<u>-</u>	<u>2,900,732,145</u>
<u>\$ 791,573</u>	<u>\$ 42,938,910</u>	<u>\$ 165,369,929</u>	<u>\$ -</u>	<u>\$ 3,194,026,380</u>

**STATE OF NEW JERSEY
BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE
JUNE 30, 2013**

	<u>Special Revenue Funds</u>	<u>Capital Projects Funds</u>	<u>Total Non-Major Governmental Funds</u>
ASSETS			
Cash and cash equivalents	\$ 72,038,448	\$ 5,024,929	\$ 77,063,377
Investments	2,947,241,828	14,791,384	2,962,033,212
Receivables, net of allowances for uncollectibles			
Federal government	13,218,711	82,709,926	95,928,637
Departmental accounts	423,698,242	112,227,546	535,925,788
Loans	1,353,052,115	5,000,000	1,358,052,115
Other	162,264,097	22,490,513	184,754,610
Due from other funds	284,365,422	197,273,096	481,638,518
Other	18,450	-	18,450
Total Assets	<u>\$ 5,255,897,313</u>	<u>\$ 439,517,394</u>	<u>\$ 5,695,414,707</u>
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable and accruals	\$ 383,661,740	\$ 222,243,511	\$ 605,905,251
Deferred revenue	126,456,183	-	126,456,183
Due to other funds	531,567,492	181,701,983	713,269,475
Other	27,211,966	-	27,211,966
Total Liabilities	<u>1,068,897,381</u>	<u>403,945,494</u>	<u>1,472,842,875</u>
Fund Balances			
Restricted	3,802,297,036	10,891,745	3,813,188,781
Committed	384,702,896	24,680,155	409,383,051
Total Fund Balances	<u>4,186,999,932</u>	<u>35,571,900</u>	<u>4,222,571,832</u>
Total Liabilities and Fund Balances	<u>\$ 5,255,897,313</u>	<u>\$ 439,517,394</u>	<u>\$ 5,695,414,707</u>

STATE OF NEW JERSEY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	<u>Special Revenue Funds</u>	<u>Capital Projects Funds</u>	<u>Total Non-Major Governmental Funds</u>
REVENUES			
Taxes	\$ 1,566,134,249	\$ -	\$ 1,566,134,249
Federal and other grants	148,649,377	775,103,717	923,753,094
Licenses and fees	112,832,033	-	112,832,033
Services and assessments	1,211,033,512	154,915	1,211,188,427
Investment earnings	3,458,931	55,608	3,514,539
Contributions	140,547	-	140,547
Other	487,549,711	394,757	487,944,468
Total Revenues	<u>3,529,798,360</u>	<u>775,708,997</u>	<u>4,305,507,357</u>
EXPENDITURES			
Current:			
Public safety and criminal justice	95,731,663	7,121,025	102,852,688
Physical and mental health	244,888,958	-	244,888,958
Educational, cultural, and intellectual development	252,216,195	-	252,216,195
Community development and environmental management	132,773,984	-	132,773,984
Economic planning, development, and security	1,089,711,769	2,738	1,089,714,507
Transportation programs	33,318,327	2,173,611,770	2,206,930,097
Government direction, management, and control	193,127,668	2,500	193,130,168
Special government services	239,913	-	239,913
Debt Service:			
Principal	558,230,000	-	558,230,000
Interest	839,008,681	-	839,008,681
Total Expenditures	<u>3,439,247,158</u>	<u>2,180,738,033</u>	<u>5,619,985,191</u>
Excess (deficiency) of revenues over expenditures	<u>90,551,202</u>	<u>(1,405,029,036)</u>	<u>(1,314,477,834)</u>
OTHER FINANCING SOURCES (USES)			
Issuance of debt	1,267,000,000	-	1,267,000,000
Transfers from other funds	1,626,611,021	1,393,245,940	3,019,856,961
Transfers to other funds	(2,899,540,528)	(20,687)	(2,899,561,215)
Other sources	1,179,280,306	-	1,179,280,306
Other uses	(976,719,820)	-	(976,719,820)
Total other financing sources (uses)	<u>196,630,979</u>	<u>1,393,225,253</u>	<u>1,589,856,232</u>
Net Change in Fund Balance	287,182,181	(11,803,783)	275,378,398
Fund Balances - July 1, 2012	3,899,817,751	47,375,683	3,947,193,434
Fund Balances - June 30, 2013	<u>\$ 4,186,999,932</u>	<u>\$ 35,571,900</u>	<u>\$ 4,222,571,832</u>

**STATE OF NEW JERSEY
COMBINING BALANCE SHEET
NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2013**

	<u>Alcohol Education, Rehabilitation and Enforcement Fund</u>	<u>Atlantic City Parking Fees Fund</u>	<u>Atlantic City Projects-Room Fund</u>
ASSETS			
Cash and cash equivalents	\$ 9,228	\$ 396,331	\$ 108,723
Investments	7,398,682	95,608	1,651,904
Receivables, net of allowances for uncollectibles			
Federal government	-	-	-
Departmental accounts	-	2,506,953	683,444
Loans	-	-	-
Other	-	-	-
Due from other funds	1,833,333	-	1,477,071
Other	-	-	-
Total Assets	<u>\$ 9,241,243</u>	<u>\$ 2,998,892</u>	<u>\$ 3,921,142</u>
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable and accruals	\$ 1,122,936	\$ 2,192,062	\$ 3,921,142
Deferred revenue	-	-	-
Due to other funds	2,684,383	806,830	-
Other	-	-	-
Total Liabilities	<u>3,807,319</u>	<u>2,998,892</u>	<u>3,921,142</u>
Fund Balances			
Restricted	-	-	-
Committed	5,433,924	-	-
Total Fund Balances	<u>5,433,924</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balances	<u>\$ 9,241,243</u>	<u>\$ 2,998,892</u>	<u>\$ 3,921,142</u>

<u>Atlantic City Tourism Promotion Fund</u>	<u>Board of Bar Examiners</u>	<u>Boarding House Rental Assistance Fund</u>	<u>Body Armor Replacement Fund</u>
\$ 2,987,205	\$ 180,358	\$ 846,903	\$ 3,637,105
131,687	5,975,275	168,686	3,535,879
-	-	-	-
1,895,348	-	-	-
-	-	259,338	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>\$ 5,014,240</u>	<u>\$ 6,155,633</u>	<u>\$ 1,274,927</u>	<u>\$ 7,172,984</u>
\$ 3,537,169	\$ 801,729	\$ -	\$ 32,973
-	-	-	-
1,477,071	-	-	388,164
-	-	-	-
<u>5,014,240</u>	<u>801,729</u>	<u>-</u>	<u>421,137</u>
-	-	-	-
-	5,353,904	1,274,927	6,751,847
-	5,353,904	1,274,927	6,751,847
<u>\$ 5,014,240</u>	<u>\$ 6,155,633</u>	<u>\$ 1,274,927</u>	<u>\$ 7,172,984</u>

(Continued on next page)

STATE OF NEW JERSEY
COMBINING BALANCE SHEET
NON-MAJOR SPECIAL REVENUE FUNDS (Continued)
JUNE 30, 2013

	<u>Casino Control Fund</u>	<u>Casino Revenue Fund</u>	<u>Casino Simulcasting Fund</u>
ASSETS			
Cash and cash equivalents	\$ 50,351	\$ -	\$ 259,742
Investments	-	-	3,260
Receivables, net of allowances for uncollectibles			
Federal government	-	-	-
Departmental accounts	10,368,266	47,910,475	-
Loans	-	-	-
Other	-	-	-
Due from other funds	9,164,581	35,408,963	-
Other	-	-	-
Total Assets	<u>\$ 19,583,198</u>	<u>\$ 83,319,438</u>	<u>\$ 263,002</u>
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable and accruals	\$ 4,429,175	\$ 14,899,561	\$ -
Deferred revenue	9,406,000	12,000	-
Due to other funds	-	34,068,746	263,002
Other	-	-	-
Total Liabilities	<u>13,835,175</u>	<u>48,980,307</u>	<u>263,002</u>
Fund Balances			
Restricted	-	-	-
Committed	5,748,023	34,339,131	-
Total Fund Balances	<u>5,748,023</u>	<u>34,339,131</u>	<u>-</u>
Total Liabilities and Fund Balances	<u>\$ 19,583,198</u>	<u>\$ 83,319,438</u>	<u>\$ 263,002</u>

<u>Casino Simulcasting Special Fund</u>	<u>Catastrophic Illness in Children Relief Fund</u>	<u>Clean Communities Account Fund</u>	<u>Clean Energy Fund</u>
\$ 1,012,814	\$ 1,439,414	\$ 974,450	\$ 6,194,151
2,103,904	876,054	4,018,524	170,032,973
-	-	-	-
-	7,925,643	322,805	47,891,684
-	-	-	-
-	-	-	-
-	221,908	-	-
-	-	-	-
<u>\$ 3,116,718</u>	<u>\$ 10,463,019</u>	<u>\$ 5,315,779</u>	<u>\$ 224,118,808</u>
\$ -	\$ 17,532	\$ 16,000	\$ 56,282,637
-	-	-	-
-	7,791,004	2,030,000	1,941,368
-	-	-	-
<u>-</u>	<u>7,808,536</u>	<u>2,046,000</u>	<u>58,224,005</u>
-	2,654,483	-	-
<u>3,116,718</u>	<u>-</u>	<u>3,269,779</u>	<u>165,894,803</u>
<u>3,116,718</u>	<u>2,654,483</u>	<u>3,269,779</u>	<u>165,894,803</u>
<u>\$ 3,116,718</u>	<u>\$ 10,463,019</u>	<u>\$ 5,315,779</u>	<u>\$ 224,118,808</u>

(Continued on next page)

STATE OF NEW JERSEY
COMBINING BALANCE SHEET
NON-MAJOR SPECIAL REVENUE FUNDS (Continued)
JUNE 30, 2013

	<u>Clean Water State Revolving Fund</u>	<u>Disciplinary Oversight Committee</u>	<u>Division of Motor Vehicles Surcharge Fund</u>
ASSETS			
Cash and cash equivalents	\$ 1,093,604	\$ 643,459	\$ 2,113,007
Investments	15,505,312	6,683,830	9,858
Receivables, net of allowances for uncollectibles			
Federal government	-	-	-
Departmental accounts	-	-	3,350,663
Loans	116,601,481	-	-
Other	-	-	-
Due from other funds	2,415,146	-	-
Other	-	-	-
Total Assets	<u>\$ 135,615,543</u>	<u>\$ 7,327,289</u>	<u>\$ 5,473,528</u>
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable and accruals	\$ -	\$ 3,280,079	\$ 5,473,528
Deferred revenue	2,415,147	-	-
Due to other funds	-	-	-
Other	-	-	-
Total Liabilities	<u>2,415,147</u>	<u>3,280,079</u>	<u>5,473,528</u>
Fund Balances			
Restricted	133,200,396	-	-
Committed	-	4,047,210	-
Total Fund Balances	<u>133,200,396</u>	<u>4,047,210</u>	<u>-</u>
Total Liabilities and Fund Balances	<u>\$ 135,615,543</u>	<u>\$ 7,327,289</u>	<u>\$ 5,473,528</u>

<u>Drinking Water State Revolving Fund</u>	<u>Emergency Medical Technician Training Fund</u>	<u>Enterprise Zone Assistance Fund</u>	<u>Fund for Support of Free Public Schools</u>
\$ 1,126,419	\$ 1,542,179	\$ 1,122,322	\$ 1,327,537
58,221,908	483,598	15,714,103	138,084,072
243,086	-	-	-
-	-	18,330,698	-
289,728,017	-	-	-
-	-	-	218,297
-	19	-	1,659,937
-	-	-	-
<u>\$ 349,319,430</u>	<u>\$ 2,025,796</u>	<u>\$ 35,167,123</u>	<u>\$ 141,289,843</u>
\$ 166,894	\$ 71,965	\$ -	\$ -
-	-	-	-
243,086	21,634	35,167,123	245,823
-	-	-	-
<u>409,980</u>	<u>93,599</u>	<u>35,167,123</u>	<u>245,823</u>
348,909,450	-	-	141,044,020
-	1,932,197	-	-
<u>348,909,450</u>	<u>1,932,197</u>	<u>-</u>	<u>141,044,020</u>
<u>\$ 349,319,430</u>	<u>\$ 2,025,796</u>	<u>\$ 35,167,123</u>	<u>\$ 141,289,843</u>

(Continued on next page)

STATE OF NEW JERSEY
COMBINING BALANCE SHEET
NON-MAJOR SPECIAL REVENUE FUNDS (Continued)
JUNE 30, 2013

	<u>Garden State Farmland Preservation Trust Fund</u>	<u>Garden State Green Acres Preservation Trust Fund</u>	<u>Garden State Historic Preservation Trust Fund</u>
ASSETS			
Cash and cash equivalents	\$ 717,638	\$ 1,146,152	\$ 192,081
Investments	45,838,882	62,970,684	10,816,811
Receivables, net of allowances for uncollectibles			
Federal government	-	-	-
Departmental accounts	-	-	-
Loans	-	51,282,280	-
Other	-	265,811	-
Due from other funds	-	-	-
Other	-	-	-
Total Assets	<u>\$ 46,556,520</u>	<u>\$ 115,664,927</u>	<u>\$ 11,008,892</u>
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable and accruals	\$ 2,476,082	\$ 279,589	\$ 232,353
Deferred revenue	-	-	-
Due to other funds	1,021,917	5,437,977	539,284
Other	-	-	-
Total Liabilities	<u>3,497,999</u>	<u>5,717,566</u>	<u>771,637</u>
Fund Balances			
Restricted	43,058,521	109,947,361	10,237,255
Committed	<u>-</u>	<u>-</u>	<u>-</u>
Total Fund Balances	<u>43,058,521</u>	<u>109,947,361</u>	<u>10,237,255</u>
Total Liabilities and Fund Balances	<u>\$ 46,556,520</u>	<u>\$ 115,664,927</u>	<u>\$ 11,008,892</u>

<u>Global Warming Solutions Fund</u>	<u>Hazardous Discharge Site Cleanup Fund</u>	<u>Health Care Subsidy Fund</u>	<u>Horse Racing Injury Compensation Fund</u>
\$ 129,190	\$ 2,092,317	\$ 1,455,647	\$ 56,649
6,160,490	160,111,282	12,759,161	31,517
-	-	-	-
-	3,650	26,938,908	-
-	-	-	-
-	8,000,000	-	-
-	1,895,569	20,979,108	-
-	-	-	-
<u>\$ 6,289,680</u>	<u>\$ 172,102,818</u>	<u>\$ 62,132,824</u>	<u>\$ 88,166</u>
\$ -	\$ 87,230	\$ -	\$ -
-	-	-	-
1,430,277	20,486,350	61,997,690	-
-	-	-	-
<u>1,430,277</u>	<u>20,573,580</u>	<u>61,997,690</u>	<u>-</u>
-	151,529,238	-	-
<u>4,859,403</u>	<u>-</u>	<u>135,134</u>	<u>88,166</u>
<u>4,859,403</u>	<u>151,529,238</u>	<u>135,134</u>	<u>88,166</u>
<u>\$ 6,289,680</u>	<u>\$ 172,102,818</u>	<u>\$ 62,132,824</u>	<u>\$ 88,166</u>

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STATE OF NEW JERSEY
COMBINING BALANCE SHEET
NON-MAJOR SPECIAL REVENUE FUNDS (Continued)
JUNE 30, 2013

	<u>Lead Hazard Control Assistance Fund</u>	<u>Luxury Tax Fund</u>	<u>Mandatory Continuing Legal Education Fund</u>
ASSETS			
Cash and cash equivalents	\$ 88,603	\$ 5,347	\$ 1,657
Investments	362,650	230,442	730,177
Receivables, net of allowances for uncollectibles			
Federal government	-	-	-
Departmental accounts	-	6,414,423	-
Loans	10,604,392	-	-
Other	-	-	243
Due from other funds	-	-	-
Other	-	-	-
Total Assets	<u>\$ 11,055,645</u>	<u>\$ 6,650,212</u>	<u>\$ 732,077</u>
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable and accruals	\$ 12,986	\$ 6,650,212	\$ 357,940
Deferred revenue	-	-	-
Due to other funds	187,874	-	-
Other	-	-	-
Total Liabilities	<u>200,860</u>	<u>6,650,212</u>	<u>357,940</u>
Fund Balances			
Restricted	-	-	-
Committed	10,854,785	-	374,137
Total Fund Balances	<u>10,854,785</u>	<u>-</u>	<u>374,137</u>
Total Liabilities and Fund Balances	<u>\$ 11,055,645</u>	<u>\$ 6,650,212</u>	<u>\$ 732,077</u>

<u>Municipal Landfill Closure and Remediation Fund</u>	<u>New Home Warranty Security Fund</u>	<u>New Jersey Building Authority</u>	<u>New Jersey Lawyers' Assistance Program</u>
\$ 68,135	\$ 3,189,593	\$ 130,038	\$ 3,047
-	4,728,057	40,802,008	2,004,085
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>\$ 68,135</u>	<u>\$ 7,917,650</u>	<u>\$ 40,932,046</u>	<u>\$ 2,007,132</u>
\$ -	\$ -	\$ 22,859,006	\$ 452,650
-	-	-	-
-	3,895,471	-	-
-	-	120,076	-
<u>-</u>	<u>3,895,471</u>	<u>22,979,082</u>	<u>452,650</u>
-	-	17,952,964	-
<u>68,135</u>	<u>4,022,179</u>	<u>-</u>	<u>1,554,482</u>
<u>68,135</u>	<u>4,022,179</u>	<u>17,952,964</u>	<u>1,554,482</u>
<u>\$ 68,135</u>	<u>\$ 7,917,650</u>	<u>\$ 40,932,046</u>	<u>\$ 2,007,132</u>

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STATE OF NEW JERSEY
COMBINING BALANCE SHEET
NON-MAJOR SPECIAL REVENUE FUNDS (Continued)
JUNE 30, 2013

	<u>New Jersey Lawyer's Fund for Client Protection</u>	<u>New Jersey Racing Industry Special Fund</u>	<u>New Jersey Schools Development Authority</u>
ASSETS			
Cash and cash equivalents	\$ 3,208,973	\$ 1,971,467	\$ 550,080
Investments	21,115,467	1,882,203	513,981,590
Receivables, net of allowances for uncollectibles			
Federal government	-	-	-
Departmental accounts	-	850	-
Loans	-	-	-
Other	68,899	-	1,300,889
Due from other funds	-	-	-
Other	18,450	-	-
Total Assets	<u>\$ 24,411,789</u>	<u>\$ 3,854,520</u>	<u>\$ 515,832,559</u>
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable and accruals	\$ 421,932	\$ -	\$ 37,816,014
Deferred revenue	-	-	-
Due to other funds	-	-	-
Other	-	-	9,920,837
Total Liabilities	<u>421,932</u>	<u>-</u>	<u>47,736,851</u>
Fund Balances			
Restricted	-	-	468,095,708
Committed	<u>23,989,857</u>	<u>3,854,520</u>	<u>-</u>
Total Fund Balances	<u>23,989,857</u>	<u>3,854,520</u>	<u>468,095,708</u>
Total Liabilities and Fund Balances	<u>\$ 24,411,789</u>	<u>\$ 3,854,520</u>	<u>\$ 515,832,559</u>

<u>New Jersey Spill Compensation Fund</u>	<u>New Jersey Spinal Cord Research Fund</u>	<u>New Jersey Transportation Trust Fund Authority</u>	<u>New Jersey Workforce Development Partnership Fund</u>
\$ 5,557,285	\$ 244,072	\$ 214,359	\$ 906,765
5,402,491	12,748,428	609,107,744	28,108,288
-	-	12,975,625	-
-	-	-	28,790,026
-	-	-	-
7,719,145	-	-	-
-	3,960,698	143,049,839	898,471
-	-	-	-
<u>\$ 18,678,921</u>	<u>\$ 16,953,198</u>	<u>\$ 765,347,567</u>	<u>\$ 58,703,550</u>
\$ 139,208	\$ 630	\$ -	\$ 2,387,069
-	-	-	-
14,846,265	265,493	197,273,096	8,746,815
-	-	1,021,654	-
<u>14,985,473</u>	<u>266,123</u>	<u>198,294,750</u>	<u>11,133,884</u>
-	-	567,052,817	47,569,666
<u>3,693,448</u>	<u>16,687,075</u>	<u>-</u>	<u>-</u>
<u>3,693,448</u>	<u>16,687,075</u>	<u>567,052,817</u>	<u>47,569,666</u>
<u>\$ 18,678,921</u>	<u>\$ 16,953,198</u>	<u>\$ 765,347,567</u>	<u>\$ 58,703,550</u>

(Continued on next page)

STATE OF NEW JERSEY
COMBINING BALANCE SHEET
NON-MAJOR SPECIAL REVENUE FUNDS (Continued)
JUNE 30, 2013

	<u>Petroleum Overcharge Reimbursement Fund</u>	<u>Pollution Prevention Fund</u>	<u>Real Estate Guaranty Fund</u>
ASSETS			
Cash and cash equivalents	\$ 340,065	\$ 263,875	\$ 334,522
Investments	3,308,093	216,389	700,436
Receivables, net of allowances for uncollectibles			
Federal government	-	-	-
Departmental accounts	-	1,136,802	-
Loans	-	-	-
Other	-	-	-
Due from other funds	-	59,886	50,430
Other	-	-	-
Total Assets	<u>\$ 3,648,158</u>	<u>\$ 1,676,952</u>	<u>\$ 1,085,388</u>
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable and accruals	\$ -	\$ -	\$ -
Deferred revenue	-	-	-
Due to other funds	450,001	1,324,458	-
Other	-	-	-
Total Liabilities	<u>450,001</u>	<u>1,324,458</u>	<u>-</u>
Fund Balances			
Restricted	-	-	-
Committed	<u>3,198,157</u>	<u>352,494</u>	<u>1,085,388</u>
Total Fund Balances	<u>3,198,157</u>	<u>352,494</u>	<u>1,085,388</u>
Total Liabilities and Fund Balances	<u>\$ 3,648,158</u>	<u>\$ 1,676,952</u>	<u>\$ 1,085,388</u>

<u>Remediation Guarantee Fund</u>	<u>Safe Drinking Water Fund</u>	<u>Sanitary Landfill Facility Contingency Fund</u>	<u>State Disability Benefit Fund</u>	<u>State-Owned Real Property Fund</u>
\$ 3,896,480	\$ 3,802,110	\$ 2,881,695	\$ -	\$ 2,095,904
9,123,400	198,026	7,779,608	57,369,218	146
-	-	-	-	-
-	97,394	103,134	198,731,602	-
-	-	-	-	-
-	-	-	1,326,171	-
-	-	-	16,662,203	-
-	-	-	-	-
<u>\$ 13,019,880</u>	<u>\$ 4,097,530</u>	<u>\$ 10,764,437</u>	<u>\$ 274,089,194</u>	<u>\$ 2,096,050</u>
\$ -	\$ -	\$ 22,659	\$ 40,273,358	\$ -
-	-	-	-	-
-	2,511,007	-	8,044,660	-
-	-	-	60,662	-
<u>-</u>	<u>2,511,007</u>	<u>22,659</u>	<u>48,378,680</u>	<u>-</u>
13,019,880	-	-	225,710,514	-
-	1,586,523	10,741,778	-	2,096,050
<u>13,019,880</u>	<u>1,586,523</u>	<u>10,741,778</u>	<u>225,710,514</u>	<u>2,096,050</u>
<u>\$ 13,019,880</u>	<u>\$ 4,097,530</u>	<u>\$ 10,764,437</u>	<u>\$ 274,089,194</u>	<u>\$ 2,096,050</u>

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**STATE OF NEW JERSEY
COMBINING BALANCE SHEET
NON-MAJOR SPECIAL REVENUE FUNDS (Continued)
JUNE 30, 2013**

	<u>State Recycling Fund</u>	<u>Superior Court of New Jersey Trust Fund</u>	<u>Supplemental Workforce Fund for Basic Skills</u>
ASSETS			
Cash and cash equivalents	\$ 1,068,237	\$ 843,986	\$ 742,210
Investments	23,828,065	169,259,221	3,421,592
Receivables, net of allowances for uncollectibles			
Federal government	-	-	-
Departmental accounts	4,536	-	8,154,094
Loans	-	-	-
Other	-	-	-
Due from other funds	6,423,949	-	157,000
Other	-	-	-
Total Assets	<u>\$ 31,324,787</u>	<u>\$ 170,103,207</u>	<u>\$ 12,474,896</u>
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable and accruals	\$ 2,798	\$ 169,867,816	\$ 868,758
Deferred revenue	-	-	-
Due to other funds	5,162,113	-	2,165,215
Other	-	-	-
Total Liabilities	<u>5,164,911</u>	<u>169,867,816</u>	<u>3,033,973</u>
Fund Balances			
Restricted	-	-	9,440,923
Committed	<u>26,159,876</u>	<u>235,391</u>	<u>-</u>
Total Fund Balances	<u>26,159,876</u>	<u>235,391</u>	<u>9,440,923</u>
Total Liabilities and Fund Balances	<u>\$ 31,324,787</u>	<u>\$ 170,103,207</u>	<u>\$ 12,474,896</u>

Tobacco Settlement Financing Corporation	Tobacco Settlement Fund	Tourism Improvement and Development District Act	Trial Attorney Certification Program	Unclaimed Child Support Trust Fund
\$ -	\$ -	\$ 27,762	\$ 2,539	\$ 400,290
289,523,000	-	25,932	172,792	2,725,152
-	-	-	-	-
-	-	817,451	-	-
-	-	-	-	-
114,623,000	-	-	-	-
-	27,211,537	-	-	-
-	-	-	-	-
<u>\$ 404,146,000</u>	<u>\$ 27,211,537</u>	<u>\$ 871,145</u>	<u>\$ 175,331</u>	<u>\$ 3,125,442</u>
\$ 20,463	\$ -	\$ 746,145	\$ 103,226	\$ -
114,623,000	-	-	-	-
27,211,537	27,211,537	125,000	-	-
-	-	-	-	-
<u>141,855,000</u>	<u>27,211,537</u>	<u>871,145</u>	<u>103,226</u>	<u>-</u>
262,291,000	-	-	-	-
-	-	-	72,105	3,125,442
<u>262,291,000</u>	<u>-</u>	<u>-</u>	<u>72,105</u>	<u>3,125,442</u>
<u>\$ 404,146,000</u>	<u>\$ 27,211,537</u>	<u>\$ 871,145</u>	<u>\$ 175,331</u>	<u>\$ 3,125,442</u>

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STATE OF NEW JERSEY
COMBINING BALANCE SHEET
NON-MAJOR SPECIAL REVENUE FUNDS (Continued)
JUNE 30, 2013

	<u>Unclaimed Utility Deposits Trust Fund</u>	<u>Unemployment Compensation Auxiliary Fund</u>	<u>Unemployment Compensation Interest Repayment Fund</u>
ASSETS			
Cash and cash equivalents	\$ 1,448,762	\$ 154	\$ -
Investments	5,990,580	4,336,332	16,438,306
Receivables, net of allowances for uncollectibles			
Federal government	-	-	-
Departmental accounts	-	-	1,458,250
Loans	-	-	-
Other	-	4,083,000	-
Due from other funds	-	-	1,243,251
Other	-	-	-
Total Assets	<u>\$ 7,439,342</u>	<u>\$ 8,419,486</u>	<u>\$ 19,139,807</u>
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable and accruals	\$ -	\$ -	\$ -
Deferred revenue	-	-	-
Due to other funds	-	5,464,833	-
Other	-	-	16,088,737
Total Liabilities	<u>-</u>	<u>5,464,833</u>	<u>16,088,737</u>
Fund Balances			
Restricted	-	-	-
Committed	<u>7,439,342</u>	<u>2,954,653</u>	<u>3,051,070</u>
Total Fund Balances	<u>7,439,342</u>	<u>2,954,653</u>	<u>3,051,070</u>
Total Liabilities and Fund Balances	<u>\$ 7,439,342</u>	<u>\$ 8,419,486</u>	<u>\$ 19,139,807</u>

<u>Universal Services Fund</u>	<u>University of Medicine and Dentistry of New Jersey - Self-Insurance Reserve Fund</u>	<u>Vietnam Veterans' Memorial Fund</u>	<u>Volunteer Emergency Service Organizations Loan Fund</u>	<u>Wastewater Treatment Fund</u>
\$ 2,546,383	\$ 260,922	\$ 5,971	\$ 690,847	\$ 884,027
14,119,470	57,755	318	2,115,393	365,777,507
-	-	-	-	-
4,375,026	2,392,000	61,359	-	-
-	-	-	655,265	883,921,342
24,658,642	-	-	-	-
-	9,500,000	-	-	-
-	-	-	-	-
<u>\$ 45,699,521</u>	<u>\$ 12,210,677</u>	<u>\$ 67,648</u>	<u>\$ 3,461,505</u>	<u>\$ 1,250,582,876</u>
\$ 4,902	\$ 1,266,002	\$ 67,330	\$ -	\$ -
-	-	-	-	36
45,694,619	-	-	-	-
-	-	-	-	-
<u>45,699,521</u>	<u>1,266,002</u>	<u>67,330</u>	<u>-</u>	<u>36</u>
-	-	-	-	1,250,582,840
-	10,944,675	318	3,461,505	-
-	10,944,675	318	3,461,505	1,250,582,840
<u>\$ 45,699,521</u>	<u>\$ 12,210,677</u>	<u>\$ 67,648</u>	<u>\$ 3,461,505</u>	<u>\$ 1,250,582,876</u>

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**STATE OF NEW JERSEY
COMBINING BALANCE SHEET
NON-MAJOR SPECIAL REVENUE FUNDS (Continued)
JUNE 30, 2013**

	<u>Water Supply Replacement Trust Fund</u>	<u>Worker and Community Right to Know Fund</u>	<u>Total Non-Major Special Revenue Funds</u>
ASSETS			
Cash and cash equivalents	\$ 951	\$ 506,359	\$ 72,038,448
Investments	74,799	92,724	2,947,241,828
Receivables, net of allowances for uncollectibles			
Federal government	-	-	13,218,711
Departmental accounts	-	3,032,758	423,698,242
Loans	-	-	1,353,052,115
Other	-	-	162,264,097
Due from other funds	-	92,523	284,365,422
Other	-	-	18,450
Total Assets	<u>\$ 75,750</u>	<u>\$ 3,724,364</u>	<u>\$ 5,255,897,313</u>
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable and accruals	\$ -	\$ -	\$ 383,661,740
Deferred revenue	-	-	126,456,183
Due to other funds	-	2,945,769	531,567,492
Other	-	-	27,211,966
Total Liabilities	<u>-</u>	<u>2,945,769</u>	<u>1,068,897,381</u>
Fund Balances			
Restricted	-	-	3,802,297,036
Committed	<u>75,750</u>	<u>778,595</u>	<u>384,702,896</u>
Total Fund Balances	<u>75,750</u>	<u>778,595</u>	<u>4,186,999,932</u>
Total Liabilities and Fund Balances	<u>\$ 75,750</u>	<u>\$ 3,724,364</u>	<u>\$ 5,255,897,313</u>

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STATE OF NEW JERSEY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NON-MAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDING JUNE 30, 2013

	<u>Alcohol Education, Rehabilitation and Enforcement Fund</u>	<u>Atlantic City Parking Fees Fund</u>	<u>Atlantic City Projects-Room Fund</u>
REVENUES			
Taxes	\$ 11,000,000	\$ 22,952,861	\$ 29,541,243
Federal and other grants	-	-	-
Licenses and fees	1,944,386	-	-
Services and assessments	-	-	-
Investment earnings	4,855	93	3,952
Contributions	-	-	-
Other	-	-	-
Total Revenues	<u>12,949,241</u>	<u>22,952,954</u>	<u>29,545,195</u>
EXPENDITURES			
Current:			
Public safety and criminal justice	1,651,399	-	-
Physical and mental health	9,520,716	-	-
Educational, cultural, and intellectual development	-	-	-
Community development and environmental management	-	-	-
Economic planning, development, and security	-	22,952,954	29,545,195
Transportation programs	-	-	-
Government direction, management, and control	-	-	-
Special government services	-	-	-
Debt Service:			
Principal	-	-	-
Interest	-	-	-
Total Expenditures	<u>11,172,115</u>	<u>22,952,954</u>	<u>29,545,195</u>
Excess (deficiency) of revenues over expenditures	<u>1,777,126</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)			
Issuance of debt	-	-	-
Transfers from other funds	-	-	-
Transfers to other funds	(2,133,450)	-	-
Other sources	-	-	-
Other uses	-	-	-
Total other financing sources (uses)	<u>(2,133,450)</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>(356,324)</u>	<u>-</u>	<u>-</u>
Fund Balances - July 1, 2012	<u>5,790,248</u>	<u>-</u>	<u>-</u>
Fund Balances - June 30, 2013	<u>\$ 5,433,924</u>	<u>\$ -</u>	<u>\$ -</u>

<u>Atlantic City Tourism Promotion Fund</u>	<u>Board of Bar Examiners</u>	<u>Boarding House Rental Assistance Fund</u>	<u>Body Armor Replacement Fund</u>
\$ 4,718,316	\$ -	\$ -	\$ -
-	-	-	-
-	3,505,246	-	-
-	-	-	-
840	7,357	230	5,394
-	-	-	-
-	79,587	4,141	4,071,381
<u>4,719,156</u>	<u>3,592,190</u>	<u>4,371</u>	<u>4,076,775</u>
-	3,238,469	-	3,089,798
-	-	-	-
-	-	-	-
-	-	-	-
4,719,156	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>4,719,156</u>	<u>3,238,469</u>	<u>-</u>	<u>3,089,798</u>
<u>-</u>	<u>353,721</u>	<u>4,371</u>	<u>986,977</u>
-	-	-	-
-	-	-	-
-	-	-	(388,165)
-	-	-	-
-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>(388,165)</u>
<u>-</u>	<u>353,721</u>	<u>4,371</u>	<u>598,812</u>
-	5,000,183	1,270,556	6,153,035
<u>\$ -</u>	<u>\$ 5,353,904</u>	<u>\$ 1,274,927</u>	<u>\$ 6,751,847</u>

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STATE OF NEW JERSEY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NON-MAJOR SPECIAL REVENUE FUNDS (Continued)
FOR THE FISCAL YEAR ENDING JUNE 30, 2013

	<u>Casino Control Fund</u>	<u>Casino Revenue Fund</u>	<u>Casino Simulcasting Fund</u>
REVENUES			
Taxes	\$ -	\$ 214,415,058	\$ -
Federal and other grants	-	-	-
Licenses and fees	55,593,717	-	-
Services and assessments	-	-	-
Investment earnings	8,349	-	8
Contributions	-	-	-
Other	-	35,597,658	262,995
Total Revenues	<u>55,602,066</u>	<u>250,012,716</u>	<u>263,003</u>
EXPENDITURES			
Current:			
Public safety and criminal justice	45,802,679	-	-
Physical and mental health	-	232,557,000	-
Educational, cultural, and intellectual development	-	57,516,000	-
Community development and environmental management	-	-	-
Economic planning, development, and security	-	2,196,000	-
Transportation programs	-	24,965,425	-
Government direction, management, and control	7,667,663	-	-
Special government services	-	92,000	-
Debt Service:			
Principal	-	-	-
Interest	-	-	-
Total Expenditures	<u>53,470,342</u>	<u>317,326,425</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>2,131,724</u>	<u>(67,313,709)</u>	<u>263,003</u>
OTHER FINANCING SOURCES (USES)			
Issuance of debt	-	-	-
Transfers from other funds	-	69,006,559	-
Transfers to other funds	-	-	(263,003)
Other sources	-	-	-
Other uses	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>69,006,559</u>	<u>(263,003)</u>
Net Change in Fund Balance	<u>2,131,724</u>	<u>1,692,850</u>	<u>-</u>
Fund Balances - July 1, 2012	<u>3,616,299</u>	<u>32,646,281</u>	<u>-</u>
Fund Balances - June 30, 2013	<u>\$ 5,748,023</u>	<u>\$ 34,339,131</u>	<u>\$ -</u>

<u>Casino Simulcasting Special Fund</u>	<u>Catastrophic Illness in Children Relief Fund</u>	<u>Clean Communities Account Fund</u>	<u>Clean Energy Fund</u>
\$ -	\$ -	\$ 19,555,401	\$ -
-	-	-	967,335
-	-	-	-
-	8,457,193	-	379,249,997
2,917	2,605	5,675	470,687
-	10	-	-
<u>2,479,662</u>	<u>-</u>	<u>-</u>	<u>3,918</u>
<u>2,482,579</u>	<u>8,459,808</u>	<u>19,561,076</u>	<u>380,691,937</u>
2,089,451	-	-	-
-	89,801	-	-
-	-	-	-
-	-	20,670,427	-
-	-	-	193,908,247
-	-	-	-
-	-	-	-
-	-	-	-
<u>2,089,451</u>	<u>89,801</u>	<u>20,670,427</u>	<u>193,908,247</u>
<u>393,128</u>	<u>8,370,007</u>	<u>(1,109,351)</u>	<u>186,783,690</u>
-	-	-	-
-	-	-	-
-	(7,791,004)	-	(133,441,368)
-	-	-	-
<u>-</u>	<u>(7,791,004)</u>	<u>-</u>	<u>(133,441,368)</u>
<u>393,128</u>	<u>579,003</u>	<u>(1,109,351)</u>	<u>53,342,322</u>
<u>2,723,590</u>	<u>2,075,480</u>	<u>4,379,130</u>	<u>112,552,481</u>
<u>\$ 3,116,718</u>	<u>\$ 2,654,483</u>	<u>\$ 3,269,779</u>	<u>\$ 165,894,803</u>

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STATE OF NEW JERSEY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NON-MAJOR SPECIAL REVENUE FUNDS (Continued)
FOR THE FISCAL YEAR ENDING JUNE 30, 2013

	<u>Clean Water State Revolving Fund</u>	<u>Disciplinary Oversight Committee</u>	<u>Division of Motor Vehicles Surcharge Fund</u>
REVENUES			
Taxes	\$ -	\$ -	\$ -
Federal and other grants	75,883,604	-	-
Licenses and fees	-	10,426,982	-
Services and assessments	-	-	141,043,391
Investment earnings	6,038	14,056	137
Contributions	-	-	-
Other	-	458,811	-
Total Revenues	<u>75,889,642</u>	<u>10,899,849</u>	<u>141,043,528</u>
EXPENDITURES			
Current:			
Public safety and criminal justice	-	11,236,117	-
Physical and mental health	-	-	-
Educational, cultural, and intellectual development	-	-	-
Community development and environmental management	18,607,448	-	-
Economic planning, development, and security	-	-	-
Transportation programs	-	-	-
Government direction, management, and control	-	-	141,043,528
Special government services	-	-	-
Debt Service:			
Principal	-	-	-
Interest	-	-	-
Total Expenditures	<u>18,607,448</u>	<u>11,236,117</u>	<u>141,043,528</u>
Excess (deficiency) of revenues over expenditures	<u>57,282,194</u>	<u>(336,268)</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)			
Issuance of debt	-	-	-
Transfers from other funds	-	-	-
Transfers to other funds	(3,476,742)	-	-
Other sources	-	-	-
Other uses	-	-	-
Total other financing sources (uses)	<u>(3,476,742)</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>53,805,452</u>	<u>(336,268)</u>	<u>-</u>
Fund Balances - July 1, 2012	<u>79,394,944</u>	<u>4,383,478</u>	<u>-</u>
Fund Balances - June 30, 2013	<u>\$ 133,200,396</u>	<u>\$ 4,047,210</u>	<u>\$ -</u>

<u>Drinking Water State Revolving Fund</u>	<u>Emergency Medical Technician Training Fund</u>	<u>Enterprise Zone Assistance Fund</u>	<u>Fund for Support of Free Public Schools</u>	<u>Garden State Farmland Preservation Trust Fund</u>
\$ -	\$ -	\$ 99,143,158	\$ -	\$ -
21,830,068	-	-	-	-
-	-	-	8,588,512	-
-	2,070,309	-	-	-
87,939	385	18,898	255,592	73,285
-	-	-	-	-
-	-	-	-	5,534
<u>21,918,007</u>	<u>2,070,694</u>	<u>99,162,056</u>	<u>8,844,104</u>	<u>78,819</u>
-	-	-	-	-
-	852,634	-	-	-
-	-	-	-	-
6,712,326	-	-	-	21,966,315
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>6,712,326</u>	<u>852,634</u>	<u>-</u>	<u>-</u>	<u>21,966,315</u>
<u>15,205,681</u>	<u>1,218,060</u>	<u>99,162,056</u>	<u>8,844,104</u>	<u>(21,887,496)</u>
-	-	-	-	-
-	-	-	-	-
(2,708,659)	(21,635)	(104,867,807)	(7,174,398)	(1,021,917)
-	-	-	-	-
-	-	-	-	-
<u>(2,708,659)</u>	<u>(21,635)</u>	<u>(104,867,807)</u>	<u>(7,174,398)</u>	<u>(1,021,917)</u>
12,497,022	1,196,425	(5,705,751)	1,669,706	(22,909,413)
336,412,428	735,772	5,705,751	139,374,314	65,967,934
<u>\$ 348,909,450</u>	<u>\$ 1,932,197</u>	<u>\$ -</u>	<u>\$ 141,044,020</u>	<u>\$ 43,058,521</u>

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STATE OF NEW JERSEY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NON-MAJOR SPECIAL REVENUE FUNDS (Continued)
FOR THE FISCAL YEAR ENDING JUNE 30, 2013

	Garden State Green Acres Preservation Trust Fund	Garden State Historic Preservation Trust Fund	Garden State Preservation Trust
REVENUES			
Taxes	\$ -	\$ -	\$ -
Federal and other grants	660,000	-	-
Licenses and fees	-	-	-
Services and assessments	-	-	-
Investment earnings	103,454	16,073	-
Contributions	-	-	-
Other	993,373	-	-
Total Revenues	<u>1,756,827</u>	<u>16,073</u>	<u>-</u>
EXPENDITURES			
Current:			
Public safety and criminal justice	-	-	-
Physical and mental health	-	-	-
Educational, cultural, and intellectual development	-	-	-
Community development and environmental management	26,873,479	-	-
Economic planning, development, and security	-	2,697,947	-
Transportation programs	-	-	-
Government direction, management, and control	-	-	-
Special government services	-	-	-
Debt Service:			
Principal	-	-	32,065,000
Interest	-	-	47,780,340
Total Expenditures	<u>26,873,479</u>	<u>2,697,947</u>	<u>79,845,340</u>
Excess (deficiency) of revenues over expenditures	<u>(25,116,652)</u>	<u>(2,681,874)</u>	<u>(79,845,340)</u>
OTHER FINANCING SOURCES (USES)			
Issuance of debt	-	-	-
Transfers from other funds	-	-	79,845,340
Transfers to other funds	(5,437,977)	(539,284)	-
Other sources	-	-	-
Other uses	-	-	-
Total other financing sources (uses)	<u>(5,437,977)</u>	<u>(539,284)</u>	<u>79,845,340</u>
Net Change in Fund Balance	<u>(30,554,629)</u>	<u>(3,221,158)</u>	<u>-</u>
Fund Balances - July 1, 2012	<u>140,501,990</u>	<u>13,458,413</u>	<u>-</u>
Fund Balances - June 30, 2013	<u>\$ 109,947,361</u>	<u>\$ 10,237,255</u>	<u>\$ -</u>

Global Warming Solutions Fund	Gubernatorial Elections Fund	Hazardous Discharge Site Cleanup Fund	Health Care Subsidy Fund	Horse Racing Injury Compensation Fund
\$ -	\$ -	\$ -	\$ 432,244,623	\$ -
-	-	-	-	-
-	-	15,601,368	-	-
-	-	21,465,906	307,616,182	1,651,795
10,305	-	208,897	47,276	50
-	-	-	-	-
-	440,033	6,767	-	-
<u>10,305</u>	<u>440,033</u>	<u>37,282,938</u>	<u>739,908,081</u>	<u>1,651,845</u>
-	1,814,291	-	-	1,842,993
-	-	-	-	-
-	-	-	-	-
979,549	-	5,144,793	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>979,549</u>	<u>1,814,291</u>	<u>5,144,793</u>	<u>-</u>	<u>1,842,993</u>
<u>(969,244)</u>	<u>(1,374,258)</u>	<u>32,138,145</u>	<u>739,908,081</u>	<u>(191,148)</u>
-	-	-	-	-
-	331,852	18,849	9,567,818	-
(1,430,277)	-	(40,300,444)	(750,028,109)	-
-	-	-	-	-
-	-	-	-	-
<u>(1,430,277)</u>	<u>331,852</u>	<u>(40,281,595)</u>	<u>(740,460,291)</u>	<u>-</u>
<u>(2,399,521)</u>	<u>(1,042,406)</u>	<u>(8,143,450)</u>	<u>(552,210)</u>	<u>(191,148)</u>
7,258,924	1,042,406	159,672,688	687,344	279,314
<u>\$ 4,859,403</u>	<u>\$ -</u>	<u>\$ 151,529,238</u>	<u>\$ 135,134</u>	<u>\$ 88,166</u>

(Continued on next page)

STATE OF NEW JERSEY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NON-MAJOR SPECIAL REVENUE FUNDS (Continued)
FOR THE FISCAL YEAR ENDING JUNE 30, 2013

	<u>Lead Hazard Control Assistance Fund</u>	<u>Legal Services Fund</u>	<u>Luxury Tax Fund</u>
REVENUES			
Taxes	\$ -	\$ -	\$ 34,781,187
Federal and other grants	-	-	-
Licenses and fees	-	9,657,883	-
Services and assessments	-	-	-
Investment earnings	840	-	314
Contributions	-	-	-
Other	-	-	-
Total Revenues	<u>840</u>	<u>9,657,883</u>	<u>34,781,501</u>
EXPENDITURES			
Current:			
Public safety and criminal justice	-	-	-
Physical and mental health	-	-	-
Educational, cultural, and intellectual development	-	-	-
Community development and environmental management	-	-	-
Economic planning, development, and security	57,113	-	-
Transportation programs	-	-	-
Government direction, management, and control	-	-	34,781,501
Special government services	-	-	-
Debt Service:			
Principal	-	-	-
Interest	-	-	-
Total Expenditures	<u>57,113</u>	<u>-</u>	<u>34,781,501</u>
Excess (deficiency) of revenues over expenditures	<u>(56,273)</u>	<u>9,657,883</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)			
Issuance of debt	-	-	-
Transfers from other funds	-	-	-
Transfers to other funds	(187,874)	(9,657,883)	-
Other sources	-	-	-
Other uses	-	-	-
Total other financing sources (uses)	<u>(187,874)</u>	<u>(9,657,883)</u>	<u>-</u>
Net Change in Fund Balance	<u>(244,147)</u>	<u>-</u>	<u>-</u>
Fund Balances - July 1, 2012	<u>11,098,932</u>	<u>-</u>	<u>-</u>
Fund Balances - June 30, 2013	<u>\$ 10,854,785</u>	<u>\$ -</u>	<u>\$ -</u>

<u>Mandatory Continuing Legal Education Fund</u>	<u>Mortgage Servicing Settlement Fund</u>	<u>Municipal Landfill Closure and Remediation Fund</u>	<u>New Home Warranty Security Fund</u>	<u>New Jersey Building Authority</u>
\$ -	\$ -	\$ 6,969,998	\$ -	\$ -
-	-	-	-	-
435,718	-	-	589,982	-
-	-	-	2,032,742	-
1,097	-	-	6,939	4,022
-	-	-	-	-
-	-	-	203,387	-
<u>436,815</u>	<u>-</u>	<u>6,969,998</u>	<u>2,833,050</u>	<u>4,022</u>
374,825	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	6,969,998	1,249,025	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	6,372,217
-	-	-	-	-
-	-	-	-	73,000,000
-	-	-	-	26,889,306
<u>374,825</u>	<u>-</u>	<u>6,969,998</u>	<u>1,249,025</u>	<u>106,261,523</u>
<u>61,990</u>	<u>-</u>	<u>-</u>	<u>1,584,025</u>	<u>(106,257,501)</u>
-	-	-	-	20,000,000
-	-	-	-	101,983,683
-	(72,110,727)	-	(3,895,471)	-
-	-	-	-	259,400
-	-	-	-	-
<u>-</u>	<u>(72,110,727)</u>	<u>-</u>	<u>(3,895,471)</u>	<u>122,243,083</u>
<u>61,990</u>	<u>(72,110,727)</u>	<u>-</u>	<u>(2,311,446)</u>	<u>15,985,582</u>
<u>312,147</u>	<u>72,110,727</u>	<u>68,135</u>	<u>6,333,625</u>	<u>1,967,382</u>
<u>\$ 374,137</u>	<u>\$ -</u>	<u>\$ 68,135</u>	<u>\$ 4,022,179</u>	<u>\$ 17,952,964</u>

(Continued on next page)

STATE OF NEW JERSEY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NON-MAJOR SPECIAL REVENUE FUNDS (Continued)
FOR THE FISCAL YEAR ENDING JUNE 30, 2013

	<u>New Jersey Lawyers' Assistance Program</u>	<u>New Jersey Lawyers' Fund for Client Protection</u>	<u>New Jersey Racing Industry Special Fund</u>
REVENUES			
Taxes	\$ -	\$ -	\$ -
Federal and other grants	-	-	-
Licenses and fees	795,787	3,867,440	-
Services and assessments	-	-	445,422
Investment earnings	2,340	95,444	3,961
Contributions	-	-	-
Other	-	985,196	18,185,973
Total Revenues	<u>798,127</u>	<u>4,948,080</u>	<u>18,635,356</u>
EXPENDITURES			
Current:			
Public safety and criminal justice	787,989	3,726,845	19,476,843
Physical and mental health	-	-	-
Educational, cultural, and intellectual development	-	-	-
Community development and environmental management	-	-	-
Economic planning, development, and security	-	-	-
Transportation programs	-	-	-
Government direction, management, and control	-	-	-
Special government services	-	-	-
Debt Service:			
Principal	-	-	-
Interest	-	-	-
Total Expenditures	<u>787,989</u>	<u>3,726,845</u>	<u>19,476,843</u>
Excess (deficiency) of revenues over expenditures	<u>10,138</u>	<u>1,221,235</u>	<u>(841,487)</u>
OTHER FINANCING SOURCES (USES)			
Issuance of debt	-	-	-
Transfers from other funds	-	-	-
Transfers to other funds	-	-	-
Other sources	-	-	-
Other uses	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>10,138</u>	<u>1,221,235</u>	<u>(841,487)</u>
Fund Balances - July 1, 2012	<u>1,544,344</u>	<u>22,768,622</u>	<u>4,696,007</u>
Fund Balances - June 30, 2013	<u>\$ 1,554,482</u>	<u>\$ 23,989,857</u>	<u>\$ 3,854,520</u>

<u>New Jersey Schools Development Authority</u>	<u>New Jersey Spill Compensation Fund</u>	<u>New Jersey Spinal Cord Research Fund</u>	<u>New Jersey Transportation Trust Fund Authority</u>	<u>New Jersey Workforce Development Partnership Fund</u>
\$ -	\$ 19,558,788	\$ -	\$ -	\$ 100,071,058
-	-	-	37,038,041	-
30,425	1,491,507	-	-	-
-	-	-	-	-
204,840	9,417	14,181	542,751	43,420
-	-	-	-	-
534,572	254,460	3,960,698	-	-
<u>769,837</u>	<u>21,314,172</u>	<u>3,974,879</u>	<u>37,580,792</u>	<u>100,114,478</u>
-	-	-	-	-
-	-	1,868,807	-	-
194,700,195	-	-	-	-
-	2,898,282	-	-	-
-	-	-	-	18,218,835
-	-	-	8,352,902	-
-	-	-	-	-
-	-	-	-	-
-	-	-	302,085,000	-
-	-	-	609,873,035	-
<u>194,700,195</u>	<u>2,898,282</u>	<u>1,868,807</u>	<u>920,310,937</u>	<u>18,218,835</u>
<u>(193,930,358)</u>	<u>18,415,890</u>	<u>2,106,072</u>	<u>(882,730,145)</u>	<u>81,895,643</u>
-	-	-	1,247,000,000	-
375,000,000	-	-	970,856,920	-
-	(24,846,265)	(265,493)	(1,393,245,940)	(77,701,083)
-	-	-	1,179,020,906	-
-	-	-	(976,719,820)	-
<u>375,000,000</u>	<u>(24,846,265)</u>	<u>(265,493)</u>	<u>1,026,912,066</u>	<u>(77,701,083)</u>
181,069,642	(6,430,375)	1,840,579	144,181,921	4,194,560
<u>287,026,066</u>	<u>10,123,823</u>	<u>14,846,496</u>	<u>422,870,896</u>	<u>43,375,106</u>
<u>\$ 468,095,708</u>	<u>\$ 3,693,448</u>	<u>\$ 16,687,075</u>	<u>\$ 567,052,817</u>	<u>\$ 47,569,666</u>

(Continued on next page)

STATE OF NEW JERSEY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NON-MAJOR SPECIAL REVENUE FUNDS (Continued)
FOR THE FISCAL YEAR ENDING JUNE 30, 2013

	<u>Petroleum Overcharge Reimbursement Fund</u>	<u>Pollution Prevention Fund</u>	<u>Real Estate Guaranty Fund</u>
REVENUES			
Taxes	\$ -	\$ -	\$ -
Federal and other grants	-	-	-
Licenses and fees	-	-	50,430
Services and assessments	-	1,229,212	-
Investment earnings	4,785	296	1,314
Contributions	-	-	-
Other	-	-	-
Total Revenues	<u>4,785</u>	<u>1,229,508</u>	<u>51,744</u>
EXPENDITURES			
Current:			
Public safety and criminal justice	-	-	-
Physical and mental health	-	-	-
Educational, cultural, and intellectual development	-	-	-
Community development and environmental management	-	-	-
Economic planning, development, and security	-	-	51,139
Transportation programs	-	-	-
Government direction, management, and control	-	-	-
Special government services	-	-	-
Debt Service:			
Principal	-	-	-
Interest	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>51,139</u>
Excess (deficiency) of revenues over expenditures	<u>4,785</u>	<u>1,229,508</u>	<u>605</u>
OTHER FINANCING SOURCES (USES)			
Issuance of debt	-	-	-
Transfers from other funds	-	-	-
Transfers to other funds	(450,000)	(1,324,458)	(1,000,000)
Other sources	-	-	-
Other uses	-	-	-
Total other financing sources (uses)	<u>(450,000)</u>	<u>(1,324,458)</u>	<u>(1,000,000)</u>
Net Change in Fund Balance	<u>(445,215)</u>	<u>(94,950)</u>	<u>(999,395)</u>
Fund Balances - July 1, 2012	<u>3,643,372</u>	<u>447,444</u>	<u>2,084,783</u>
Fund Balances - June 30, 2013	<u>\$ 3,198,157</u>	<u>\$ 352,494</u>	<u>\$ 1,085,388</u>

<u>Remediation Guarantee Fund</u>	<u>Safe Drinking Water Fund</u>	<u>Sanitary Landfill Facility Contingency Fund</u>	<u>State Disability Benefit Fund</u>	<u>State-Owned Real Property Fund</u>
\$ 3,198,052	\$ 2,595,397	\$ -	\$ 503,262,798	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	2,047,797	28,715,861	-
12,504	2,154	14,192	119,360	405
-	-	-	-	-
-	-	-	565,862	2,241,685
<u>3,210,556</u>	<u>2,597,551</u>	<u>2,061,989</u>	<u>532,663,881</u>	<u>2,242,090</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	177,746	-	-
-	-	-	523,598,380	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>177,746</u>	<u>523,598,380</u>	<u>-</u>
<u>3,210,556</u>	<u>2,597,551</u>	<u>1,884,243</u>	<u>9,065,501</u>	<u>2,242,090</u>
-	-	-	-	-
-	-	-	-	-
-	(2,511,007)	(10,000,000)	(40,694,040)	(3,893,551)
-	-	-	-	-
-	-	-	-	-
<u>-</u>	<u>(2,511,007)</u>	<u>(10,000,000)</u>	<u>(40,694,040)</u>	<u>(3,893,551)</u>
<u>3,210,556</u>	<u>86,544</u>	<u>(8,115,757)</u>	<u>(31,628,539)</u>	<u>(1,651,461)</u>
<u>9,809,324</u>	<u>1,499,979</u>	<u>18,857,535</u>	<u>257,339,053</u>	<u>3,747,511</u>
<u>\$ 13,019,880</u>	<u>\$ 1,586,523</u>	<u>\$ 10,741,778</u>	<u>\$ 225,710,514</u>	<u>\$ 2,096,050</u>

(Continued on next page)

STATE OF NEW JERSEY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NON-MAJOR SPECIAL REVENUE FUNDS (Continued)
FOR THE FISCAL YEAR ENDING JUNE 30, 2013

	<u>State Recycling Fund</u>	<u>Superior Court of New Jersey Trust Fund</u>	<u>Supplemental Workforce Fund for Basic Skills</u>
REVENUES			
Taxes	\$ 28,824,347	\$ -	\$ 27,942,544
Federal and other grants	-	-	-
Licenses and fees	-	-	-
Services and assessments	-	-	-
Investment earnings	21,879	238,323	13,225
Contributions	-	-	-
Other	-	-	-
Total Revenues	<u>28,846,226</u>	<u>238,323</u>	<u>27,955,769</u>
EXPENDITURES			
Current:			
Public safety and criminal justice	-	302,283	-
Physical and mental health	-	-	-
Educational, cultural, and intellectual development	-	-	-
Community development and environmental management	19,030,332	-	-
Economic planning, development, and security	-	-	31,730,332
Transportation programs	-	-	-
Government direction, management, and control	-	-	-
Special government services	-	-	-
Debt Service:			
Principal	-	-	-
Interest	-	-	-
Total Expenditures	<u>19,030,332</u>	<u>302,283</u>	<u>31,730,332</u>
Excess (deficiency) of revenues over expenditures	<u>9,815,894</u>	<u>(63,960)</u>	<u>(3,774,563)</u>
OTHER FINANCING SOURCES (USES)			
Issuance of debt	-	-	-
Transfers from other funds	-	-	-
Transfers to other funds	(5,162,113)	-	(1,824,156)
Other sources	-	-	-
Other uses	-	-	-
Total other financing sources (uses)	<u>(5,162,113)</u>	<u>-</u>	<u>(1,824,156)</u>
Net Change in Fund Balance	<u>4,653,781</u>	<u>(63,960)</u>	<u>(5,598,719)</u>
Fund Balances - July 1, 2012	<u>21,506,095</u>	<u>299,351</u>	<u>15,039,642</u>
Fund Balances - June 30, 2013	<u>\$ 26,159,876</u>	<u>\$ 235,391</u>	<u>\$ 9,440,923</u>

Tobacco Settlement Financing Corporation	Tobacco Settlement Fund	Tourism Improvement and Development District Act	Trial Attorney Certification Program	Unclaimed Child Support Trust Fund
\$ -	\$ -	\$ 5,359,420	\$ -	\$ -
-	-	-	-	-
-	-	-	252,650	-
-	-	-	-	-
221,000	1,806	25	1,027	3,717
-	-	-	-	-
<u>302,057,000</u>	<u>93,758,516</u>	<u>-</u>	<u>4,600</u>	<u>113,106</u>
<u>302,278,000</u>	<u>93,760,322</u>	<u>5,359,445</u>	<u>258,277</u>	<u>116,823</u>
-	-	-	297,681	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	5,234,445	-	-
-	-	-	-	-
168,000	-	-	-	32,993
-	-	-	-	-
151,080,000	-	-	-	-
<u>154,466,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>305,714,000</u>	<u>-</u>	<u>5,234,445</u>	<u>297,681</u>	<u>32,993</u>
<u>(3,436,000)</u>	<u>93,760,322</u>	<u>125,000</u>	<u>(39,404)</u>	<u>83,830</u>
-	-	-	-	-
-	-	-	-	-
-	(93,763,863)	(125,000)	-	-
-	-	-	-	-
-	-	-	-	-
<u>-</u>	<u>(93,763,863)</u>	<u>(125,000)</u>	<u>-</u>	<u>-</u>
<u>(3,436,000)</u>	<u>(3,541)</u>	<u>-</u>	<u>(39,404)</u>	<u>83,830</u>
<u>265,727,000</u>	<u>3,541</u>	<u>-</u>	<u>111,509</u>	<u>3,041,612</u>
<u>\$ 262,291,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 72,105</u>	<u>\$ 3,125,442</u>

(Continued on next page)

STATE OF NEW JERSEY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NON-MAJOR SPECIAL REVENUE FUNDS (Continued)
FOR THE FISCAL YEAR ENDING JUNE 30, 2013

	<u>Unclaimed Utility Deposits Trust Fund</u>	<u>Unemployment Compensation Auxiliary Fund</u>	<u>Unemployment Compensation Interest Repayment Fund</u>
REVENUES			
Taxes	\$ -	\$ -	\$ -
Federal and other grants	-	-	-
Licenses and fees	-	-	-
Services and assessments	-	-	17,868,368
Investment earnings	(9,702)	5,728	16,613
Contributions	-	-	-
Other	3,012,374	16,851,955	-
Total Revenues	<u>3,002,672</u>	<u>16,857,683</u>	<u>17,884,981</u>
EXPENDITURES			
Current:			
Public safety and criminal justice	-	-	-
Physical and mental health	-	-	-
Educational, cultural, and intellectual development	-	-	-
Community development and environmental management	-	-	-
Economic planning, development, and security	-	-	22,302,164
Transportation programs	-	-	-
Government direction, management, and control	3,056,864	-	-
Special government services	-	-	-
Debt Service:			
Principal	-	-	-
Interest	-	-	-
Total Expenditures	<u>3,056,864</u>	<u>-</u>	<u>22,302,164</u>
Excess (deficiency) of revenues over expenditures	<u>(54,192)</u>	<u>16,857,683</u>	<u>(4,417,183)</u>
OTHER FINANCING SOURCES (USES)			
Issuance of debt	-	-	-
Transfers from other funds	-	-	-
Transfers to other funds	-	(18,128,635)	-
Other sources	-	-	-
Other uses	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>(18,128,635)</u>	<u>-</u>
Net Change in Fund Balance	<u>(54,192)</u>	<u>(1,270,952)</u>	<u>(4,417,183)</u>
Fund Balances - July 1, 2012	<u>7,493,534</u>	<u>4,225,605</u>	<u>7,468,253</u>
Fund Balances - June 30, 2013	<u>\$ 7,439,342</u>	<u>\$ 2,954,653</u>	<u>\$ 3,051,070</u>

<u>Universal Services Fund</u>	<u>University of Medicine and Dentistry of New Jersey - Self-Insurance Reserve Fund</u>	<u>Vietnam Veterans' Memorial Fund</u>	<u>Volunteer Emergency Service Organizations Loan Fund</u>	<u>Wastewater Treatment Fund</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	12,270,329
-	-	-	-	-
284,530,353	9,521,293	-	-	-
31,459	2,313	-	2,885	467,706
-	-	140,537	-	-
-	-	-	12,400	404,067
<u>284,561,812</u>	<u>9,523,606</u>	<u>140,537</u>	<u>15,285</u>	<u>13,142,102</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	4,946	1,489,318
210,802,631	21,697,231	-	-	-
-	-	-	-	-
4,902	-	-	-	-
-	-	147,913	-	-
-	-	-	-	-
-	-	-	-	-
<u>210,807,533</u>	<u>21,697,231</u>	<u>147,913</u>	<u>4,946</u>	<u>1,489,318</u>
<u>73,754,279</u>	<u>(12,173,625)</u>	<u>(7,376)</u>	<u>10,339</u>	<u>11,652,784</u>
-	-	-	-	-
-	20,000,000	-	-	-
(74,782,961)	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>(74,782,961)</u>	<u>20,000,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(1,028,682)</u>	<u>7,826,375</u>	<u>(7,376)</u>	<u>10,339</u>	<u>11,652,784</u>
1,028,682	3,118,300	7,694	3,451,166	1,238,930,056
<u>\$ -</u>	<u>\$ 10,944,675</u>	<u>\$ 318</u>	<u>\$ 3,461,505</u>	<u>\$ 1,250,582,840</u>

(Continued on next page)

STATE OF NEW JERSEY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NON-MAJOR SPECIAL REVENUE FUNDS (Continued)
FOR THE FISCAL YEAR ENDING JUNE 30, 2013

	<u>Water Supply Replacement Trust Fund</u>	<u>Worker and Community Right to Know Fund</u>	<u>Total Non-Major Special Revenue Funds</u>
REVENUES			
Taxes	\$ -	\$ -	\$ 1,566,134,249
Federal and other grants	-	-	148,649,377
Licenses and fees	-	-	112,832,033
Services and assessments	-	3,087,691	1,211,033,512
Investment earnings	102	902	3,458,931
Contributions	-	-	140,547
Other	-	-	487,549,711
Total Revenues	<u>102</u>	<u>3,088,593</u>	<u>3,529,798,360</u>
EXPENDITURES			
Current:			
Public safety and criminal justice	-	-	95,731,663
Physical and mental health	-	-	244,888,958
Educational, cultural, and intellectual development	-	-	252,216,195
Community development and environmental management	-	-	132,773,984
Economic planning, development, and security	-	-	1,089,711,769
Transportation programs	-	-	33,318,327
Government direction, management, and control	-	-	193,127,668
Special government services	-	-	239,913
Debt Service:			
Principal	-	-	558,230,000
Interest	-	-	839,008,681
Total Expenditures	<u>-</u>	<u>-</u>	<u>3,439,247,158</u>
Excess (deficiency) of revenues over expenditures	<u>102</u>	<u>3,088,593</u>	<u>90,551,202</u>
OTHER FINANCING SOURCES (USES)			
Issuance of debt	-	-	1,267,000,000
Transfers from other funds	-	-	1,626,611,021
Transfers to other funds	-	(2,945,769)	(2,899,540,528)
Other sources	-	-	1,179,280,306
Other uses	-	-	(976,719,820)
Total other financing sources (uses)	<u>-</u>	<u>(2,945,769)</u>	<u>196,630,979</u>
Net Change in Fund Balance	<u>102</u>	<u>142,824</u>	<u>287,182,181</u>
Fund Balances - July 1, 2012	<u>75,648</u>	<u>635,771</u>	<u>3,899,817,751</u>
Fund Balances - June 30, 2013	<u>\$ 75,750</u>	<u>\$ 778,595</u>	<u>\$ 4,186,999,932</u>

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**STATE OF NEW JERSEY
COMBINING BALANCE SHEET
NON-MAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2013**

	<u>Correctional Facilities Construction Fund</u>	<u>Correctional Facilities Construction Fund of 1987</u>	<u>Energy Conservation Fund</u>
ASSETS			
Cash and cash equivalents	\$ 14,096	\$ 3,262	\$ 6,202
Investments	35	107,016	273,866
Receivables, net of allowances for uncollectibles			
Federal government	-	-	-
Departmental accounts	-	-	-
Loans	-	-	-
Other	-	-	-
Due from other funds	<u>-</u>	<u>-</u>	<u>-</u>
Total Assets	<u>\$ 14,131</u>	<u>\$ 110,278</u>	<u>\$ 280,068</u>
 LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable and accruals	\$ -	\$ 17,776	\$ -
Due to other funds	<u>105</u>	<u>229</u>	<u>374</u>
Total Liabilities	<u>105</u>	<u>18,005</u>	<u>374</u>
 Fund Balances			
Restricted	14,026	92,273	279,694
Committed	<u>-</u>	<u>-</u>	<u>-</u>
Total Fund Balances	<u>14,026</u>	<u>92,273</u>	<u>279,694</u>
Total Liabilities and Fund Balances	<u>\$ 14,131</u>	<u>\$ 110,278</u>	<u>\$ 280,068</u>

<u>Human Services Facilities Construction Fund</u>	<u>Motor Vehicle Commission Fund</u>	<u>New Jersey Bridge Rehabilitation and Improvement and Railroad Right-of-Way Preservation Fund</u>
\$ 119,951	\$ 4,520,158	\$ 6,452
5,655	3,335,525	2,372,060
-	-	-
-	-	-
-	-	-
-	22,490,513	-
-	-	-
<u>\$ 125,606</u>	<u>\$ 30,346,196</u>	<u>\$ 2,378,512</u>
\$ 15,573	\$ 666,041	\$ -
<u>8</u>	<u>5,000,000</u>	<u>3,931</u>
<u>15,581</u>	<u>5,666,041</u>	<u>3,931</u>
110,025	-	2,374,581
-	24,680,155	-
<u>110,025</u>	<u>24,680,155</u>	<u>2,374,581</u>
<u>\$ 125,606</u>	<u>\$ 30,346,196</u>	<u>\$ 2,378,512</u>

(Continued on next page)

STATE OF NEW JERSEY
COMBINING BALANCE SHEET
NON-MAJOR CAPITAL PROJECTS FUNDS (Continued)
JUNE 30, 2013

	<u>Public Purpose Buildings and Community-Based Facilities Construction Fund</u>	<u>Public Purpose Buildings Construction Fund</u>	<u>Special Transportation Fund</u>
ASSETS			
Cash and cash equivalents	\$ 189,136	\$ 105,173	\$ -
Investments	245,800	2,429	-
Receivables, net of allowances for uncollectibles			
Federal government	-	-	82,709,926
Departmental accounts	-	-	112,227,546
Loans	-	-	5,000,000
Other	-	-	-
Due from other funds	<u>-</u>	<u>-</u>	<u>197,273,096</u>
Total Assets	<u>\$ 434,936</u>	<u>\$ 107,602</u>	<u>\$ 397,210,568</u>
 LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable and accruals	\$ -	\$ -	\$ 220,529,273
Due to other funds	<u>428</u>	<u>3</u>	<u>176,681,295</u>
Total Liabilities	<u>428</u>	<u>3</u>	<u>397,210,568</u>
 Fund Balances			
Restricted	434,508	107,599	-
Committed	<u>-</u>	<u>-</u>	<u>-</u>
Total Fund Balances	<u>434,508</u>	<u>107,599</u>	<u>-</u>
Total Liabilities and Fund Balances	<u>\$ 434,936</u>	<u>\$ 107,602</u>	<u>\$ 397,210,568</u>

<u>State Facilities for Handicapped Fund</u>	<u>1999 Statewide Transportation and Local Bridge Fund</u>	<u>Total Non-Major Capital Projects Funds</u>
\$ 905	\$ 59,594	\$ 5,024,929
3,633	8,445,365	14,791,384
-	-	82,709,926
-	-	112,227,546
-	-	5,000,000
-	-	22,490,513
-	-	197,273,096
<u>\$ 4,538</u>	<u>\$ 8,504,959</u>	<u>\$ 439,517,394</u>
\$ -	\$ 1,014,848	\$ 222,243,511
-	15,610	181,701,983
-	1,030,458	403,945,494
4,538	7,474,501	10,891,745
-	-	24,680,155
<u>4,538</u>	<u>7,474,501</u>	<u>35,571,900</u>
<u>\$ 4,538</u>	<u>\$ 8,504,959</u>	<u>\$ 439,517,394</u>

STATE OF NEW JERSEY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NON-MAJOR CAPITAL PROJECTS FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	<u>Correctional Facilities Construction Fund</u>	<u>Correctional Facilities Construction Fund of 1987</u>	<u>Energy Conservation Fund</u>
REVENUES			
Federal and other grants	\$ -	\$ -	\$ -
Services and assessments	-	-	-
Investment earnings	105	228	374
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total Revenues	<u>105</u>	<u>228</u>	<u>374</u>
EXPENDITURES			
Current:			
Public safety and criminal justice	-	46,271	-
Physical and mental health	-	-	-
Educational, cultural, and intellectual development	-	-	-
Economic planning, development, and security	-	-	-
Transportation programs	-	-	-
Government direction, management, and control	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>46,271</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>105</u>	<u>(46,043)</u>	<u>374</u>
OTHER FINANCING SOURCES (USES)			
Transfers from other funds	-	-	-
Transfers to other funds	<u>(105)</u>	<u>(228)</u>	<u>(374)</u>
Total other financing sources (uses)	<u>(105)</u>	<u>(228)</u>	<u>(374)</u>
Net Change in Fund Balance	-	(46,271)	-
Fund Balances - July 1, 2012	<u>14,026</u>	<u>138,544</u>	<u>279,694</u>
Fund Balances - June 30, 2013	<u>\$ 14,026</u>	<u>\$ 92,273</u>	<u>\$ 279,694</u>

<u>Human Services Facilities Construction Fund</u>	<u>Motor Vehicle Commission Fund</u>	<u>New Jersey Bridge Rehabilitation and Improvement and Railroad Right-of-Way Preservation Fund</u>
\$ -	\$ -	\$ -
-	-	-
8	34,916	3,931
-	-	-
<u>8</u>	<u>34,916</u>	<u>3,931</u>
-	7,074,754	-
-	-	-
-	-	-
-	-	-
-	2,500	-
-	7,077,254	-
<u>8</u>	<u>(7,042,338)</u>	<u>3,931</u>
-	-	-
<u>(8)</u>	<u>-</u>	<u>(3,931)</u>
<u>(8)</u>	<u>-</u>	<u>(3,931)</u>
-	(7,042,338)	-
<u>110,025</u>	<u>31,722,493</u>	<u>2,374,581</u>
<u>\$ 110,025</u>	<u>\$ 24,680,155</u>	<u>\$ 2,374,581</u>

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STATE OF NEW JERSEY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NON-MAJOR CAPITAL PROJECTS FUNDS (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Public Purpose Buildings and Community-Based Facilities Construction Fund	Public Purpose Buildings Construction Fund	Special Transportation Fund
REVENUES			
Federal and other grants	\$ -	\$ -	\$ 775,103,717
Services and assessments	-	-	154,915
Investment earnings	428	3	-
Other	<u>46,919</u>	<u>-</u>	<u>347,838</u>
Total Revenues	<u>47,347</u>	<u>3</u>	<u>775,606,470</u>
EXPENDITURES			
Current:			
Public safety and criminal justice	-	-	-
Physical and mental health	-	-	-
Educational, cultural, and intellectual development	-	-	-
Economic planning, development, and security	2,738	-	-
Transportation programs	-	-	2,168,852,410
Government direction, management, and control	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>2,738</u>	<u>-</u>	<u>2,168,852,410</u>
Excess (deficiency) of revenues over expenditures	<u>44,609</u>	<u>3</u>	<u>(1,393,245,940)</u>
OTHER FINANCING SOURCES (USES)			
Transfers from other funds	-	-	1,393,245,940
Transfers to other funds	<u>(428)</u>	<u>(3)</u>	<u>-</u>
Total other financing sources (uses)	<u>(428)</u>	<u>(3)</u>	<u>1,393,245,940</u>
Net Change in Fund Balance	44,181	-	-
Fund Balances - July 1, 2012	<u>390,327</u>	<u>107,599</u>	<u>-</u>
Fund Balances - June 30, 2013	<u>\$ 434,508</u>	<u>\$ 107,599</u>	<u>\$ -</u>

<u>State Facilities for Handicapped Fund</u>	<u>1999 Statewide Transportation and Local Bridge Fund</u>	<u>Total Non-Major Capital Projects Funds</u>
\$ -	\$ -	\$ 775,103,717
-	-	154,915
5	15,610	55,608
-	-	394,757
<u>5</u>	<u>15,610</u>	<u>775,708,997</u>
-	-	7,121,025
-	-	-
-	-	-
-	-	2,738
-	4,759,360	2,173,611,770
-	-	2,500
-	4,759,360	2,180,738,033
<u>5</u>	<u>(4,743,750)</u>	<u>(1,405,029,036)</u>
-	-	1,393,245,940
-	(15,610)	(20,687)
-	(15,610)	1,393,225,253
5	(4,759,360)	(11,803,783)
<u>4,533</u>	<u>12,233,861</u>	<u>47,375,683</u>
<u>\$ 4,538</u>	<u>\$ 7,474,501</u>	<u>\$ 35,571,900</u>

STATE OF NEW JERSEY
COMBINING STATEMENT OF FIDUCIARY NET POSITION
AGENCY FUNDS
JUNE 30, 2013

	<u>Alternate Benefit Program Fund</u>	<u>Dental Expense Program</u>	<u>Judiciary Bail Fund</u>
ASSETS			
Cash and cash equivalents	\$ 362,785	\$ 693,643	\$ 486,354
Investments	1,344,122	29,488,297	27,011,965
Receivables, net of allowances for uncollectibles			
Members	42,506	-	-
Employers	-	-	-
Due from other funds	<u>30,555,880</u>	<u>930,213</u>	<u>-</u>
Total Assets	<u><u>\$ 32,305,293</u></u>	<u><u>\$ 31,112,153</u></u>	<u><u>\$ 27,498,319</u></u>
LIABILITIES			
Accounts payable and accruals	\$ 32,149,700	\$ 31,112,153	\$ 27,498,319
Due to other funds	<u>155,593</u>	<u>-</u>	<u>-</u>
Total Liabilities	<u><u>\$ 32,305,293</u></u>	<u><u>\$ 31,112,153</u></u>	<u><u>\$ 27,498,319</u></u>

<u>Judiciary Child Support and Paternity Fund</u>	<u>Judiciary Probation Fund</u>	<u>Judiciary Special Civil Fund</u>
\$ 36,939,894	\$ 189,819	\$ 54,405
-	7,834,518	2,374,967
-	-	-
-	-	-
-	-	-
<u>\$ 36,939,894</u>	<u>\$ 8,024,337</u>	<u>\$ 2,429,372</u>
\$ 36,939,894	\$ 8,024,337	\$ 2,429,372
-	-	-
<u>\$ 36,939,894</u>	<u>\$ 8,024,337</u>	<u>\$ 2,429,372</u>

(Continued on next page)

STATE OF NEW JERSEY
COMBINING STATEMENT OF FIDUCIARY NET POSITION
AGENCY FUNDS (Continued)
JUNE 30, 2013

	Luxury Tax Development Fund	Pension Adjustment Fund	Resource Recovery Investment Tax Fund
ASSETS			
Cash and cash equivalents	\$ 333,149	\$ 516,472	\$ 99,784
Investments	6,457,922	2,085,549	472,108
Receivables, net of allowances for uncollectibles			
Members	-	3,890	-
Employers	-	628,277	-
Due from other funds	-	-	-
Total Assets	\$ 6,791,071	\$ 3,234,188	\$ 571,892
LIABILITIES			
Accounts payable and accruals	\$ 6,791,071	\$ 3,139,152	\$ 571,892
Due to other funds	-	95,036	-
Total Liabilities	\$ 6,791,071	\$ 3,234,188	\$ 571,892

<u>Solid Waste Service Tax Fund</u>	<u>Wage and Hour Trust Fund</u>	<u>Total Agency Funds</u>
\$ 81,347	\$ 2,456,791	\$ 42,214,443
928,638	2,801,222	80,799,308
-	-	46,396
-	-	628,277
-	-	31,486,093
<u>\$ 1,009,985</u>	<u>\$ 5,258,013</u>	<u>\$ 155,174,517</u>
\$ 1,009,985	\$ 5,256,272	\$ 154,922,147
-	1,741	252,370
<u>\$ 1,009,985</u>	<u>\$ 5,258,013</u>	<u>\$ 155,174,517</u>

STATE OF NEW JERSEY
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	<u>Balance</u> <u>July 1, 2012</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2013</u>
ALTERNATE BENEFIT PROGRAM FUND				
Assets				
Cash and cash equivalents	\$ 752,115	\$ 159,545,785	\$ 159,935,115	\$ 362,785
Investments	558,756	185,061,944	184,276,578	1,344,122
Receivables, net - members	43,835	42,506	43,835	42,506
Due from other funds	30,773,050	30,555,880	30,773,050	30,555,880
Total Assets	<u>\$ 32,127,756</u>	<u>\$ 375,206,115</u>	<u>\$ 375,028,578</u>	<u>\$ 32,305,293</u>

Liabilities				
Accounts payable	\$ 32,028,529	\$ 34,486,560	\$ 34,365,389	\$ 32,149,700
Due to other funds	99,227	244,108	187,742	155,593
Total Liabilities	<u>\$ 32,127,756</u>	<u>\$ 34,730,668</u>	<u>\$ 34,553,131</u>	<u>\$ 32,305,293</u>

DENTAL EXPENSE PROGRAM

Assets				
Cash and cash equivalents	\$ 1,048,014	\$ 37,647,373	\$ 38,001,744	\$ 693,643
Investments	26,256,866	190,441,900	187,210,469	29,488,297
Due from other funds	1,839,142	65,638,375	66,547,304	930,213
Total Assets	<u>\$ 29,144,022</u>	<u>\$ 293,727,648</u>	<u>\$ 291,759,517</u>	<u>\$ 31,112,153</u>

Liabilities				
Accounts payable	\$ 29,050,956	\$ 78,294,954	\$ 76,233,757	\$ 31,112,153
Due to other funds	93,066	53,216	146,282	-
Total Liabilities	<u>\$ 29,144,022</u>	<u>\$ 78,348,170</u>	<u>\$ 76,380,039</u>	<u>\$ 31,112,153</u>

JUDICIARY BAIL FUND

Assets				
Cash and cash equivalents	\$ 444,044	\$ 77,703,754	\$ 77,661,444	\$ 486,354
Investments	26,183,965	9,386,005	8,558,005	27,011,965
Total Assets	<u>\$ 26,628,009</u>	<u>\$ 87,089,759</u>	<u>\$ 86,219,449</u>	<u>\$ 27,498,319</u>

Liabilities				
Accounts payable	\$ 26,628,009	\$ 67,177,195	\$ 66,306,885	\$ 27,498,319
Due to other funds	-	41,005	41,005	-
Total Liabilities	<u>\$ 26,628,009</u>	<u>\$ 67,218,200</u>	<u>\$ 66,347,890</u>	<u>\$ 27,498,319</u>

STATE OF NEW JERSEY
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	<u>Balance</u> <u>July 1, 2012</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2013</u>
JUDICIARY CHILD SUPPORT AND PATERNITY FUND				
Assets				
Cash and cash equivalents	\$ 3,186,153	\$ 2,422,954,208	\$ 2,389,200,467	\$ 36,939,894
Investments	23,956,768	45,402,000	69,358,768	-
Total Assets	<u>\$ 27,142,921</u>	<u>\$ 2,468,356,208</u>	<u>\$ 2,458,559,235</u>	<u>\$ 36,939,894</u>
Liabilities				
Accounts payable	\$ 27,142,921	\$ 1,851,554,800	\$ 1,841,757,827	\$ 36,939,894
Total Liabilities	<u>\$ 27,142,921</u>	<u>\$ 1,851,554,800</u>	<u>\$ 1,841,757,827</u>	<u>\$ 36,939,894</u>
JUDICIARY PROBATION FUND				
Assets				
Cash and cash equivalents	\$ 205,075	\$ 58,780,682	\$ 58,795,938	\$ 189,819
Investments	7,949,518	14,982,522	15,097,522	7,834,518
Total Assets	<u>\$ 8,154,593</u>	<u>\$ 73,763,204</u>	<u>\$ 73,893,460</u>	<u>\$ 8,024,337</u>
Liabilities				
Accounts payable	\$ 8,154,593	\$ 44,150,315	\$ 44,280,571	\$ 8,024,337
Due to other funds	-	11,522	11,522	-
Total Liabilities	<u>\$ 8,154,593</u>	<u>\$ 44,161,837</u>	<u>\$ 44,292,093</u>	<u>\$ 8,024,337</u>
JUDICIARY SPECIAL CIVIL FUND				
Assets				
Cash and cash equivalents	\$ 54,662	\$ 46,559,183	\$ 46,559,440	\$ 54,405
Investments	2,408,967	17,427,831	17,461,831	2,374,967
Total Assets	<u>\$ 2,463,629</u>	<u>\$ 63,987,014</u>	<u>\$ 64,021,271</u>	<u>\$ 2,429,372</u>
Liabilities				
Accounts payable	\$ 2,463,629	\$ 29,141,064	\$ 29,175,321	\$ 2,429,372
Due to other funds	-	1,831	1,831	-
Total Liabilities	<u>\$ 2,463,629</u>	<u>\$ 29,142,895</u>	<u>\$ 29,177,152</u>	<u>\$ 2,429,372</u>

STATE OF NEW JERSEY
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	<u>Balance</u> <u>July 1, 2012</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2013</u>
LUXURY TAX DEVELOPMENT FUND				
Assets				
Cash and cash equivalents	\$ 305,079	\$ 668,070	\$ 640,000	\$ 333,149
Investments	7,088,480	9,442	640,000	6,457,922
Total Assets	<u>\$ 7,393,559</u>	<u>\$ 677,512</u>	<u>\$ 1,280,000</u>	<u>\$ 6,791,071</u>
Liabilities				
Accounts payable	\$ 7,393,559	\$ 677,512	\$ 1,280,000	\$ 6,791,071
Total Liabilities	<u>\$ 7,393,559</u>	<u>\$ 677,512</u>	<u>\$ 1,280,000</u>	<u>\$ 6,791,071</u>
PENSION ADJUSTMENT FUND				
Assets				
Cash and cash equivalents	\$ 610,514	\$ 3,207,549	\$ 3,301,591	\$ 516,472
Investments	1,420,116	4,296,771	3,631,338	2,085,549
Receivables, net - members	-	3,890	-	3,890
Receivables, net - employers	852,147	3,421,388	3,645,258	628,277
Due from other funds	9,435	30,256	39,691	-
Total Assets	<u>\$ 2,892,212</u>	<u>\$ 10,959,854</u>	<u>\$ 10,617,878</u>	<u>\$ 3,234,188</u>
Liabilities				
Accounts payable	\$ 2,412,989	\$ 726,163	\$ -	\$ 3,139,152
Due to other funds	479,223	6,125,640	6,509,827	95,036
Total Liabilities	<u>\$ 2,892,212</u>	<u>\$ 6,851,803</u>	<u>\$ 6,509,827</u>	<u>\$ 3,234,188</u>
RESOURCE RECOVERY INVESTMENT TAX FUND				
Assets				
Cash and cash equivalents	\$ 99,784	\$ -	\$ -	\$ 99,784
Investments	471,464	644	-	472,108
Total Assets	<u>\$ 571,248</u>	<u>\$ 644</u>	<u>\$ -</u>	<u>\$ 571,892</u>
Liabilities				
Accounts payable	\$ 571,248	\$ 644	\$ -	\$ 571,892
Total Liabilities	<u>\$ 571,248</u>	<u>\$ 644</u>	<u>\$ -</u>	<u>\$ 571,892</u>

STATE OF NEW JERSEY
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	<u>Balance</u> <u>July 1, 2012</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2013</u>
SOLID WASTE SERVICE TAX FUND				
Assets				
Cash and cash equivalents	\$ 81,347	\$ -	\$ -	\$ 81,347
Investments	927,371	1,267	-	928,638
Total Assets	<u>\$ 1,008,718</u>	<u>\$ 1,267</u>	<u>\$ -</u>	<u>\$ 1,009,985</u>
Liabilities				
Accounts payable	\$ 1,008,718	\$ 1,267	\$ -	\$ 1,009,985
Total Liabilities	<u>\$ 1,008,718</u>	<u>\$ 1,267</u>	<u>\$ -</u>	<u>\$ 1,009,985</u>
 WAGE AND HOUR TRUST FUND				
Assets				
Cash and cash equivalents	\$ 2,267,999	\$ 1,763,904	\$ 1,575,112	\$ 2,456,791
Investments	2,799,480	1,742	-	2,801,222
Total Assets	<u>\$ 5,067,479</u>	<u>\$ 1,765,646</u>	<u>\$ 1,575,112</u>	<u>\$ 5,258,013</u>
Liabilities				
Accounts payable	\$ 5,066,219	\$ 1,763,904	\$ 1,573,851	\$ 5,256,272
Due to other funds	1,260	1,742	1,261	1,741
Total Liabilities	<u>\$ 5,067,479</u>	<u>\$ 1,765,646</u>	<u>\$ 1,575,112</u>	<u>\$ 5,258,013</u>
 TOTAL AGENCY FUNDS				
Assets				
Cash and cash equivalents	\$ 9,054,786	\$ 2,808,830,508	\$ 2,775,670,851	\$ 42,214,443
Investments	100,021,751	467,012,068	486,234,511	80,799,308
Receivables, net - members	43,835	46,396	43,835	46,396
Receivables, net - employers	852,147	3,421,388	3,645,258	628,277
Due from other funds	32,621,627	96,224,511	97,360,045	31,486,093
Total Assets	<u>\$ 142,594,146</u>	<u>\$ 3,375,534,871</u>	<u>\$ 3,362,954,500</u>	<u>\$ 155,174,517</u>
Liabilities				
Accounts payable	\$ 141,921,370	\$ 2,107,974,378	\$ 2,094,973,601	\$ 154,922,147
Due to other funds	672,776	6,479,064	6,899,470	252,370
Total Liabilities	<u>\$ 142,594,146</u>	<u>\$ 2,114,453,442</u>	<u>\$ 2,101,873,071</u>	<u>\$ 155,174,517</u>

**STATE OF NEW JERSEY
COMBINING STATEMENT OF FIDUCIARY NET POSITION
PENSION AND OTHER EMPLOYEE BENEFITS TRUST FUNDS
JUNE 30, 2013**

	<u>Alternate Benefit Long-Term Disability Fund</u>	<u>Central Pension Fund</u>	<u>Consolidated Police and Firemen's Pension Fund</u>
ASSETS			
Cash and cash equivalents	\$ -	\$ 21,588	\$ 84,580
Securities lending collateral	-	-	-
Investments	109,580	434	4,354,730
Receivables, net of allowances for uncollectibles			
Members	-	-	-
Employers	-	-	-
Interest and dividends	-	1	23
Due from other funds	-	-	-
Other	1,537,116	-	229,121
Total Assets	<u>1,646,696</u>	<u>22,023</u>	<u>4,668,454</u>
LIABILITIES			
Accounts payable	-	197	2,718
Benefits payable	-	20,954	310,837
Securities lending collateral and rebates payable	-	-	-
Due to other funds	-	872	1,083
Total Liabilities	<u>-</u>	<u>22,023</u>	<u>314,638</u>
NET POSITION			
Held in Trust for Pension Benefits and Other Purposes	<u>\$ 1,646,696</u>	<u>\$ -</u>	<u>\$ 4,353,816</u>

<u>Health Benefits Program Fund - Local Education</u>	<u>Health Benefits Program Fund - Local Government</u>	<u>Health Benefits Program Fund - State</u>	<u>Judicial Retirement System</u>
\$ 388,507	\$ 450,743	\$ 816,188	\$ 51,720
-	-	-	4,786,681
431,574,077	276,062,786	58,829,316	228,395,417
-	-	-	65,575
-	-	-	-
-	-	-	29
-	-	5,876,252	255,092
<u>59,633,824</u>	<u>76,709,676</u>	<u>1,807,232</u>	<u>1,126,863</u>
<u>491,596,408</u>	<u>353,223,205</u>	<u>67,328,988</u>	<u>234,681,377</u>
1,267,920	836,347	3,259,926	-
265,145,692	128,834,905	217,236,376	3,978,815
-	-	-	4,783,831
-	-	-	87,914
<u>266,413,612</u>	<u>129,671,252</u>	<u>220,496,302</u>	<u>8,850,560</u>
<u>\$ 225,182,796</u>	<u>\$ 223,551,953</u>	<u>\$ (153,167,314)</u>	<u>\$ 225,830,817</u>

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STATE OF NEW JERSEY
COMBINING STATEMENT OF FIDUCIARY NET POSITION
PENSION AND OTHER EMPLOYEE BENEFITS TRUST FUNDS (Continued)
JUNE 30, 2013

	<u>New Jersey State Employees' Deferred Compensation Plan</u>	<u>Police and Firemen's Retirement System</u>	<u>Prison Officers' Pension Fund</u>
ASSETS			
Cash and cash equivalents	\$ -	\$ 1,992,216	\$ 214,172
Securities lending collateral	-	428,286,574	-
Investments	2,941,694,830	21,293,894,458	8,033,501
Receivables, net of allowances for uncollectibles			
Members	-	48,074,231	-
Employers	-	964,027,808	-
Interest and dividends	1,095,540	3,319,010	10
Due from other funds	-	4,170,101	-
Other	-	360,587,545	70,738
Total Assets	<u>2,942,790,370</u>	<u>23,104,351,943</u>	<u>8,318,421</u>
LIABILITIES			
Accounts payable	1,897,356	3,893,232	1,239
Benefits payable	-	165,427,505	144,623
Securities lending collateral and rebates payable	-	428,032,562	-
Due to other funds	-	2,061,099	640
Total Liabilities	<u>1,897,356</u>	<u>599,414,398</u>	<u>146,502</u>
NET POSITION			
Held in Trust for Pension Benefits and Other Purposes	<u>\$ 2,940,893,014</u>	<u>\$ 22,504,937,545</u>	<u>\$ 8,171,919</u>

<u>Public Employees' Retirement System</u>	<u>State Police Retirement System</u>	<u>Supplemental Annuity Collective Trust</u>	<u>Teachers' Pension and Annuity Fund</u>	<u>Total Pension and Other Employee Benefits Trust Funds</u>
\$ 656,487	\$ 529,005	\$ 292,328	\$ 1,365,512	\$ 6,863,046
532,645,247	37,999,531	-	553,247,510	1,556,965,543
25,595,872,988	1,785,464,253	179,662,512	26,052,469,039	78,856,417,921
54,599,875	776	496,387	78,262,425	181,499,269
2,069,097,554	-	-	68,464,766	3,101,590,128
2,017	120	235,818	2,440	4,655,008
19,834,763	1,073,537	21,168	3,065,155	34,296,068
515,450,472	17,416,546	-	224,431,829	1,259,000,962
<u>28,788,159,403</u>	<u>1,842,483,768</u>	<u>180,708,213</u>	<u>26,981,308,676</u>	<u>85,001,287,945</u>
73,859,676	56,512	115,938	57,025,057	142,216,118
259,712,449	15,347,089	2,326,858	308,601,873	1,367,087,976
532,329,180	37,976,943	-	552,919,327	1,556,041,843
2,221,924	477,502	3,403	3,389,678	8,244,115
<u>868,123,229</u>	<u>53,858,046</u>	<u>2,446,199</u>	<u>921,935,935</u>	<u>3,073,590,052</u>
<u>\$ 27,920,036,174</u>	<u>\$ 1,788,625,722</u>	<u>\$ 178,262,014</u>	<u>\$ 26,059,372,741</u>	<u>\$ 81,927,697,893</u>

STATE OF NEW JERSEY
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PENSION AND OTHER EMPLOYEE BENEFITS TRUST FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	<u>Alternate Benefit Long-Term Disability Fund</u>	<u>Central Pension Fund</u>	<u>Consolidated Police and Firemen's Pension Fund</u>
ADDITIONS			
Contributions:			
Members	\$ -	\$ -	\$ -
Employers	3,037,116	168,000	911,150
Other	-	22,214	2,477,987
Total Contributions	<u>3,037,116</u>	<u>190,214</u>	<u>3,389,137</u>
Investment Income:			
Net increase (decrease) in fair value of investments	(26)	-	33
Interest and dividends	2,901	98	4,443
Total Investment Income	<u>2,875</u>	<u>98</u>	<u>4,476</u>
Less investment expense	-	-	4,259
Net Investment Income	<u>2,875</u>	<u>98</u>	<u>217</u>
Total Additions	<u>3,039,991</u>	<u>190,312</u>	<u>3,389,354</u>
DEDUCTIONS			
Benefit payments	2,949,360	189,540	3,882,659
Refunds of contributions	-	772	-
Administrative expense	-	-	11,739
Total Deductions	<u>2,949,360</u>	<u>190,312</u>	<u>3,894,398</u>
Total Changes in Net Position Held in Trust	90,631	-	(505,044)
Net Position - July 1, 2012	<u>1,556,065</u>	<u>-</u>	<u>4,858,860</u>
Net Position - June 30, 2013	<u>\$ 1,646,696</u>	<u>\$ -</u>	<u>\$ 4,353,816</u>

<u>Health Benefits Program Fund - Local Education</u>	<u>Health Benefits Program Fund - Local Government</u>	<u>Health Benefits Program Fund - State</u>	<u>Judicial Retirement System</u>
\$ 52,100,031	\$ 50,048,889	\$ 202,711,158	\$ 3,402,807
2,325,090,481	1,088,415,378	1,749,261,868	12,308,419
-	-	-	-
<u>2,377,190,512</u>	<u>1,138,464,267</u>	<u>1,951,973,026</u>	<u>15,711,226</u>
3,349	3,131	1,735	20,375,064
<u>634,427</u>	<u>403,866</u>	<u>332,015</u>	<u>5,575,306</u>
637,776	406,997	333,750	25,950,370
-	-	-	18,343
<u>637,776</u>	<u>406,997</u>	<u>333,750</u>	<u>25,932,027</u>
<u>2,377,828,288</u>	<u>1,138,871,264</u>	<u>1,952,306,776</u>	<u>41,643,253</u>
2,332,399,659	1,061,533,307	2,001,820,015	47,684,869
-	-	-	-
<u>4,137,828</u>	<u>1,713,172</u>	<u>3,510,600</u>	<u>163,232</u>
<u>2,336,537,487</u>	<u>1,063,246,479</u>	<u>2,005,330,615</u>	<u>47,848,101</u>
41,290,801	75,624,785	(53,023,839)	(6,204,848)
<u>183,891,995</u>	<u>147,927,168</u>	<u>(100,143,475)</u>	<u>232,035,665</u>
<u>\$ 225,182,796</u>	<u>\$ 223,551,953</u>	<u>\$ (153,167,314)</u>	<u>\$ 225,830,817</u>

(Continued on next page)

STATE OF NEW JERSEY
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PENSION AND OTHER EMPLOYEE BENEFITS TRUST FUNDS (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	<u>New Jersey State Employees' Deferred Compensation Plan</u>	<u>Police and Firemen's Retirement System</u>	<u>Prison Officers' Pension Fund</u>
ADDITIONS			
Contributions:			
Members	\$ 177,296,365	\$ 387,775,184	\$ -
Employers	-	898,531,390	-
Other	-	-	889,542
Total Contributions	<u>177,296,365</u>	<u>1,286,306,574</u>	<u>889,542</u>
Investment Income:			
Net increase (decrease) in fair value of investments	290,569,604	1,614,143,598	43
Interest and dividends	<u>11,752,625</u>	<u>579,175,015</u>	<u>11,556</u>
Total Investment Income	302,322,229	2,193,318,613	11,599
Less investment expense	<u>252,745</u>	<u>1,538,058</u>	<u>2,529</u>
Net Investment Income	<u>302,069,484</u>	<u>2,191,780,555</u>	<u>9,070</u>
Total Additions	<u>479,365,849</u>	<u>3,478,087,129</u>	<u>898,612</u>
DEDUCTIONS			
Benefit payments	124,062,368	1,969,468,736	1,763,964
Refunds of contributions	-	6,883,956	-
Administrative expense	<u>454,350</u>	<u>3,881,457</u>	<u>6,965</u>
Total Deductions	<u>124,516,718</u>	<u>1,980,234,149</u>	<u>1,770,929</u>
Total Changes in Net Position Held in Trust	354,849,131	1,497,852,980	(872,317)
Net Position - July 1, 2012	<u>2,586,043,883</u>	<u>21,007,084,565</u>	<u>9,044,236</u>
Net Position - June 30, 2013	<u>\$ 2,940,893,014</u>	<u>\$ 22,504,937,545</u>	<u>\$ 8,171,919</u>

<u>Public Employees' Retirement System</u>	<u>State Police Retirement System</u>	<u>Supplemental Annuity Collective Trust</u>	<u>Teachers' Pension and Annuity Fund</u>	<u>Total Pension and Other Employee Benefits Trust Funds</u>
\$ 845,999,525	\$ 21,875,233	\$ 6,635,320	\$ 726,523,838	\$ 2,474,368,350
1,184,446,277	27,781,894	-	655,438,958	7,945,390,931
-	-	-	-	3,389,743
<u>2,030,445,802</u>	<u>49,657,127</u>	<u>6,635,320</u>	<u>1,381,962,796</u>	<u>10,423,149,024</u>
2,017,407,576	147,528,030	27,063,319	2,212,137,760	6,329,233,216
<u>678,694,170</u>	<u>44,455,352</u>	<u>3,925,937</u>	<u>657,839,208</u>	<u>1,982,806,919</u>
2,696,101,746	191,983,382	30,989,256	2,869,976,968	8,312,040,135
<u>8,275,163</u>	<u>110,128</u>	<u>-</u>	<u>4,586,052</u>	<u>14,787,277</u>
<u>2,687,826,583</u>	<u>191,873,254</u>	<u>30,989,256</u>	<u>2,865,390,916</u>	<u>8,297,252,858</u>
<u>4,718,272,385</u>	<u>241,530,381</u>	<u>37,624,576</u>	<u>4,247,353,712</u>	<u>18,720,401,882</u>
3,040,874,320	182,418,714	12,238,930	3,673,109,659	14,454,396,100
117,985,236	38,884	-	47,225,502	172,134,350
<u>22,814,653</u>	<u>294,886</u>	<u>-</u>	<u>12,482,060</u>	<u>49,470,942</u>
<u>3,181,674,209</u>	<u>182,752,484</u>	<u>12,238,930</u>	<u>3,732,817,221</u>	<u>14,676,001,392</u>
1,536,598,176	58,777,897	25,385,646	514,536,491	4,044,400,490
<u>26,383,437,998</u>	<u>1,729,847,825</u>	<u>152,876,368</u>	<u>25,544,836,250</u>	<u>77,883,297,403</u>
<u>\$ 27,920,036,174</u>	<u>\$ 1,788,625,722</u>	<u>\$ 178,262,014</u>	<u>\$ 26,059,372,741</u>	<u>\$ 81,927,697,893</u>

**STATE OF NEW JERSEY
COMBINING STATEMENT OF NET POSITION
PRIVATE PURPOSE TRUST FUNDS
JUNE 30, 2013**

	Insurance Annuity Trust Fund	Motor Vehicle Security Responsibility Fund
ASSETS		
Cash and cash equivalents	\$ 100	\$ 27,993
Investments	168,561	234,878
Receivables, net of allowances for uncollectibles		
Departmental Accounts	-	-
Total Assets	168,661	262,871
LIABILITIES		
Accounts payable	-	-
Due to other funds	-	321
Total Liabilities	-	321
NET POSITION		
Held in Trust for Pension Benefits and Other Purposes	\$ 168,661	\$ 262,550

<u>Unclaimed County Deposits Trust Fund</u>	<u>Unclaimed Insurance Payments on Deposit Accounts Fund</u>	<u>Total Private Purpose Trust Funds</u>
\$ 1,521,196	\$ 718,494	\$ 2,267,783
4,960,455	6,814,274	12,178,168
-	10,804	10,804
6,481,651	7,543,572	14,456,755
4,095,698	-	4,095,698
100,309	28,651	129,281
4,196,007	28,651	4,224,979
\$ 2,285,644	\$ 7,514,921	\$ 10,231,776

**STATE OF NEW JERSEY
 COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
 PRIVATE PURPOSE TRUST FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

	Insurance Annuity Trust Fund	Motor Vehicle Security Responsibility Fund
ADDITIONS		
Investment income:		
Interest and dividends	\$ 222	\$ 321
Total Investment Income	222	321
Miscellaneous	6,000	262,451
Total Additions	6,222	262,772
DEDUCTIONS		
Refunds and transfers to other systems	-	321
Payments in accordance with trust agreements	-	-
Total Deductions	-	321
Total Changes in Net Position Held in Trust	6,222	262,451
Net Position - July 1, 2012	162,439	99
Net Position - June 30, 2013	\$ 168,661	\$ 262,550

<u>Unclaimed County Deposits Trust Fund</u>	<u>Unclaimed Insurance Payments on Deposit Accounts Fund</u>	<u>Total Private Purpose Trust Funds</u>
\$ 7,096	\$ 9,299	\$ 16,938
7,096	9,299	16,938
<u>25,127</u>	<u>555,130</u>	<u>848,708</u>
<u>32,223</u>	<u>564,429</u>	<u>865,646</u>
-	6,054	6,375
<u>113,252</u>	<u>938,584</u>	<u>1,051,836</u>
<u>113,252</u>	<u>944,638</u>	<u>1,058,211</u>
(81,029)	(380,209)	(192,565)
<u>2,366,673</u>	<u>7,895,130</u>	<u>10,424,341</u>
<u>\$ 2,285,644</u>	<u>\$ 7,514,921</u>	<u>\$ 10,231,776</u>

STATE OF NEW JERSEY
COMBINING STATEMENT OF STATEMENT OF NET POSITION
NON-MAJOR COMPONENT UNITS
JUNE 30, 2013

	<u>Authorities</u>	<u>Colleges and Universities</u>	<u>Total Non-Major Component Units</u>
ASSETS			
Current Assets			
Cash and cash equivalents	\$ 2,143,933,379	\$ 670,353,814	\$ 2,814,287,193
Investments	4,153,936,404	362,734,107	4,516,670,511
Receivables, net of allowances for uncollectibles			
Federal government	7,597,678	50,735,601	58,333,279
Loans	299,682,618	16,720,889	316,403,507
Mortgages	111,169,000	-	111,169,000
Other	118,893,306	52,439,344	171,332,650
Due from external parties	25,073,744	18,350,948	43,424,692
Inventories	1,585,993	-	1,585,993
Other	37,793,613	118,312,390	156,106,003
Total Current Assets	<u>6,899,665,735</u>	<u>1,289,647,093</u>	<u>8,189,312,828</u>
Noncurrent Assets			
Investments	813,880,986	557,061,147	1,370,942,133
Receivables, net of allowances for uncollectibles			
Loans	3,713,008,079	13,030,757	3,726,038,836
Mortgages	2,505,425,774	-	2,505,425,774
Other	2,505,860	16,848,434	19,354,294
Capital assets - nondepreciated	629,338,968	313,188,444	942,527,412
Capital assets - depreciated, net	1,371,138,333	3,504,455,229	4,875,593,562
Other	121,721,330	50,612,845	172,334,175
Total Noncurrent Assets	<u>9,157,019,330</u>	<u>4,455,196,856</u>	<u>13,612,216,186</u>
Deferred Outflows	<u>72,245,780</u>	<u>23,806,000</u>	<u>96,051,780</u>
Total Assets and Deferred Outflows	<u>16,128,930,845</u>	<u>5,768,649,949</u>	<u>21,897,580,794</u>
LIABILITIES			
Current Liabilities			
Accounts payable and accrued expenses	132,888,717	183,441,312	316,330,029
Due to external parties	26,488,428	1,422,194	27,910,622
Interest payable	60,229,788	31,591,012	91,820,800
Deferred revenue	78,881,356	71,239,403	150,120,759
Current portion of long-term obligations	427,423,952	82,303,842	509,727,794
Other	275,948,186	50,599,829	326,548,015
Total Current Liabilities	<u>1,001,860,427</u>	<u>420,597,592</u>	<u>1,422,458,019</u>
Noncurrent liabilities			
Net pension obligation	113,042,659	-	113,042,659
Net OPEB obligation	60,320,761	-	60,320,761
Pollution remediation	2,350,000	-	2,350,000
Derivative instrument liability	1,880,110	-	1,880,110
Other	8,128,004,023	2,658,217,624	10,786,221,647
Total Noncurrent Liabilities	<u>8,305,597,553</u>	<u>2,658,217,624</u>	<u>10,963,815,177</u>
Deferred Inflows	<u>66,806,383</u>	<u>220,303,125</u>	<u>287,109,508</u>
Total Liabilities and Deferred Inflows	<u>9,374,264,363</u>	<u>3,299,118,341</u>	<u>12,673,382,704</u>
NET POSITION			
Net investment in capital assets	1,064,869,098	1,046,026,464	2,110,895,562
Restricted for:			
Capital projects	18,942,269	29,798,930	48,741,199
Debt service	885,026,310	70,677,010	955,703,320
Other purposes	3,870,855,365	403,545,637	4,274,401,002
Unrestricted	<u>914,973,440</u>	<u>919,483,567</u>	<u>1,834,457,007</u>
Total Net Position	<u>\$ 6,754,666,482</u>	<u>\$ 2,469,531,608</u>	<u>\$ 9,224,198,090</u>

**STATE OF NEW JERSEY
COMBINING STATEMENT OF ACTIVITIES
NON-MAJOR COMPONENT UNITS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

	<u>Authorities</u>	<u>Colleges and Universities</u>	<u>Total Non-Major Component Units</u>
Expenses	\$ 1,982,841,695	\$ 2,187,036,995	\$ 4,169,878,690
Net (Expense) Revenue and Changes in Net Position			
Program Revenues			
Charges for services	631,829,442	1,196,199,581	1,828,029,023
Operating grants and contributions	514,583,749	811,877,033	1,326,460,782
Capital grants and contributions	<u>1,368,471,845</u>	<u>8,704,736</u>	<u>1,377,176,581</u>
Net (Expense) Revenue	<u>532,043,341</u>	<u>(170,255,645)</u>	<u>361,787,696</u>
General Revenue			
Payments from State	<u>31,199,816</u>	<u>296,333,941</u>	<u>327,533,757</u>
Total General Revenue	<u>31,199,816</u>	<u>296,333,941</u>	<u>327,533,757</u>
Change in Net Position	563,243,157	126,078,296	689,321,453
Net Position - Beginning of Year (Restated)	<u>6,191,423,325</u>	<u>2,343,453,312</u>	<u>8,534,876,637</u>
Net Position - End of Year	<u>\$ 6,754,666,482</u>	<u>\$ 2,469,531,608</u>	<u>\$ 9,224,198,090</u>

STATE OF NEW JERSEY
COMBINING STATEMENT OF STATEMENT OF NET POSITION
NON-MAJOR COMPONENT UNITS - AUTHORITIES
JUNE 30, 2013

	<u>Atlantic City Convention and Visitors Authority</u>	<u>Casino Reinvestment Development Authority</u>	<u>Higher Education Student Assistance Authority</u>
ASSETS			
Current Assets			
Cash and cash equivalents	\$ 4,151,803	\$ 113,372,699	\$ 552,163,224
Investments	33,096,688	49,538,597	3,737,899,499
Receivables, net of allowances for uncollectibles			
Federal government	-	-	6,919,008
Loans	-	-	83,116,553
Mortgages	-	-	-
Other	830,449	11,235,303	65,921,612
Due from external parties	8,059,733	-	573,951
Inventories	17,673	-	-
Other	1,485,648	-	-
Total Current Assets	<u>47,641,994</u>	<u>174,146,599</u>	<u>4,446,593,847</u>
Noncurrent Assets			
Investments	4,798,497	-	-
Receivables, net of allowances for uncollectibles			
Loans	-	14,827,936	2,006,618,822
Mortgages	-	103,527,774	-
Other	-	-	-
Capital assets - nondepreciated	81,311,000	101,111,436	-
Capital assets - depreciated, net	307,371,742	38,593,686	270,288
Other	935,274	15,870,164	33,511
Total Noncurrent Assets	<u>394,416,513</u>	<u>273,930,996</u>	<u>2,006,922,621</u>
Deferred Outflows	<u>-</u>	<u>3,559,287</u>	<u>11,508,885</u>
Total Assets and Deferred Outflows	<u>442,058,507</u>	<u>451,636,882</u>	<u>6,465,025,353</u>
LIABILITIES			
Current Liabilities			
Accounts payable and accrued expenses	4,366,469	16,547,426	14,661,053
Due to external parties	-	-	86,506
Interest payable	9,570,675	3,462,584	9,514,578
Deferred revenue	2,675,139	-	-
Current portion of long-term obligations	7,600,000	25,103,782	166,860,000
Other	21,800,000	-	6,668,983
Total Current Liabilities	<u>46,012,283</u>	<u>45,113,792</u>	<u>197,791,120</u>
Noncurrent Liabilities			
Net pension obligation	-	-	-
Net OPEB obligation	-	-	-
Pollution remediation	-	-	-
Derivative instrument liability	-	-	-
Other	95,352,758	433,265,820	2,350,268,248
Total Noncurrent Liabilities	<u>95,352,758</u>	<u>433,265,820</u>	<u>2,350,268,248</u>
Deferred Inflows	<u>-</u>	<u>-</u>	<u>11,508,885</u>
Total Liabilities and Deferred Inflows	<u>141,365,041</u>	<u>478,379,612</u>	<u>2,559,568,253</u>
NET POSITION			
Net investment in capital assets	286,957,742	21,153,494	-
Restricted for:			
Capital projects	-	-	-
Debt service	-	34,469,479	157,717,575
Other purposes	5,921,638	-	3,747,739,525
Unrestricted	7,814,086	(82,365,703)	-
Total Net Position	<u>\$ 300,693,466</u>	<u>\$ (26,742,730)</u>	<u>\$ 3,905,457,100</u>

<u>New Jersey Economic Development Authority</u>	<u>New Jersey Educational Facilities Authority</u>	<u>New Jersey Environmental Infrastructure Trust</u>	<u>New Jersey Health Care Facilities Financing Authority</u>
\$ 94,214,746	\$ 77,838	\$ 267,898,444	\$ 117,000
75,632,554	5,130,603	101,660,055	6,701,000
-	-	-	-
91,570,688	-	98,820,358	286,000
-	-	-	-
-	564,823	-	2,017,000
-	-	-	-
-	-	-	-
384,214	12,607	24,540,267	3,019,000
<u>261,802,202</u>	<u>5,785,871</u>	<u>492,919,124</u>	<u>12,140,000</u>
194,641,998	-	98,263,304	-
108,946,632	-	1,258,425,797	905,000
-	-	-	-
-	-	-	-
23,382,313	-	-	-
67,845,877	81,490	128,997	37,000
70,358	-	8,991,720	-
<u>394,887,178</u>	<u>81,490</u>	<u>1,365,809,818</u>	<u>942,000</u>
1,880,110	-	-	-
<u>658,569,490</u>	<u>5,867,361</u>	<u>1,858,728,942</u>	<u>13,082,000</u>
23,024,026	235,102	21,173,282	387,000
-	-	-	-
266,751	-	-	-
1,488,088	-	-	1,724,000
6,856,830	-	94,595,420	-
2,098,695	-	-	-
<u>33,734,390</u>	<u>235,102</u>	<u>115,768,702</u>	<u>2,111,000</u>
-	-	-	-
-	948,580	-	-
-	-	-	-
1,880,110	-	-	-
<u>59,157,014</u>	<u>28,369</u>	<u>1,435,974,903</u>	<u>-</u>
61,037,124	976,949	1,435,974,903	-
-	-	-	-
<u>94,771,514</u>	<u>1,212,051</u>	<u>1,551,743,605</u>	<u>2,111,000</u>
51,382,500	81,490	-	37,000
-	-	-	-
-	-	255,731,973	-
18,731,547	4,573,820	11,820,981	-
493,683,929	-	39,432,383	10,934,000
<u>\$ 563,797,976</u>	<u>\$ 4,655,310</u>	<u>\$ 306,985,337</u>	<u>\$ 10,971,000</u>

(Continued on next page)

STATE OF NEW JERSEY
COMBINING STATEMENT OF STATEMENT OF NET POSITION
NON-MAJOR COMPONENT UNITS - AUTHORITIES (Continued)
JUNE 30, 2013

	<u>New Jersey Housing and Mortgage Finance Agency</u>	<u>New Jersey Meadowlands Commission</u>	<u>New Jersey Redevelopment Authority</u>
ASSETS			
Current Assets			
Cash and cash equivalents	\$ 810,911,000	\$ 10,084,765	\$ 1,804,104
Investments	31,357,000	23,206,189	-
Receivables, net of allowances for uncollectibles			
Federal government	-	-	-
Loans	1,684,000	-	9,390,019
Mortgages	111,169,000	-	-
Other	4,326,000	6,041,560	5,650,921
Due from external parties	3,438,000	-	-
Inventories	-	-	-
Other	1,390,000	-	15,582
Total Current Assets	<u>964,275,000</u>	<u>39,332,514</u>	<u>16,860,626</u>
Noncurrent Assets			
Investments	473,009,000	1,992,618	20,852,586
Receivables, net of allowances for uncollectibles			
Loans	301,088,000	-	14,184,745
Mortgages	2,401,898,000	-	-
Other	1,675,000	-	-
Capital assets - nondepreciated	1,225,000	32,120,566	-
Capital assets - depreciated, net	8,936,000	10,085,295	59,976
Other	93,849,000	-	-
Total Noncurrent Assets	<u>3,281,680,000</u>	<u>44,198,479</u>	<u>35,097,307</u>
Deferred Outflows	<u>21,730,000</u>	<u>-</u>	<u>-</u>
Total Assets and Deferred Outflows	<u>4,267,685,000</u>	<u>83,530,993</u>	<u>51,957,933</u>
LIABILITIES			
Current Liabilities			
Accounts payable and accrued expenses	9,342,000	6,885,234	116,865
Due to external parties	23,671,000	-	327,152
Interest payable	23,988,000	-	-
Deferred revenue	-	1,319,980	-
Current portion of long-term obligations	100,585,000	-	-
Other	217,917,000	-	-
Total Current Liabilities	<u>375,503,000</u>	<u>8,205,214</u>	<u>444,017</u>
Noncurrent Liabilities			
Net pension obligation	-	1,022,553	-
Net OPEB obligation	51,730,000	6,670,092	-
Pollution remediation	-	-	-
Derivative instrument liability	-	-	-
Other	2,913,062,000	2,887,891	-
Total Noncurrent Liabilities	<u>2,964,792,000</u>	<u>10,580,536</u>	<u>-</u>
Deferred Inflows	<u>21,730,000</u>	<u>-</u>	<u>-</u>
Total Liabilities and Deferred Inflows	<u>3,362,025,000</u>	<u>18,785,750</u>	<u>444,017</u>
NET POSITION			
Net investment in capital assets	10,161,000	42,205,861	59,976
Restricted for:			
Capital projects	-	-	11,419,360
Debt service	348,580,000	-	-
Other purposes	43,722,000	21,368,762	-
Unrestricted	<u>503,197,000</u>	<u>1,170,620</u>	<u>40,034,580</u>
Total Net Position	<u>\$ 905,660,000</u>	<u>\$ 64,745,243</u>	<u>\$ 51,513,916</u>

New Jersey Sports and Exposition Authority	New Jersey Water Supply Authority	South Jersey Port Corporation	South Jersey Transportation Authority	Total Non-Major Authorities
\$ 29,217,474	\$ 42,001,799	\$ 116,524,345	\$ 101,394,138	\$ 2,143,933,379
-	-	-	89,714,219	4,153,936,404
-	-	-	678,670	7,597,678
-	-	-	14,815,000	299,682,618
-	-	-	-	111,169,000
10,823,435	979,511	5,575,904	4,926,788	118,893,306
171,029	-	12,831,031	-	25,073,744
-	-	1,418,691	149,629	1,585,993
-	4,992,276	178,560	1,775,459	37,793,613
<u>40,211,938</u>	<u>47,973,586</u>	<u>136,528,531</u>	<u>213,453,903</u>	<u>6,899,665,735</u>
-	20,322,983	-	-	813,880,986
8,011,147	-	-	-	3,713,008,079
-	-	-	-	2,505,425,774
830,860	-	-	-	2,505,860
117,149,000	25,553,880	18,235,317	229,250,456	629,338,968
185,930,229	117,946,394	200,247,275	433,604,084	1,371,138,333
-	341,514	-	1,629,789	121,721,330
<u>311,921,236</u>	<u>164,164,771</u>	<u>218,482,592</u>	<u>664,484,329</u>	<u>9,157,019,330</u>
-	-	-	33,567,498	72,245,780
<u>352,133,174</u>	<u>212,138,357</u>	<u>355,011,123</u>	<u>911,505,730</u>	<u>16,128,930,845</u>
13,074,455	2,633,586	6,821,695	13,620,524	132,888,717
2,195,437	-	-	208,333	26,488,428
512,938	445,437	8,767,321	3,701,504	60,229,788
68,119,218	2,544,814	592,325	417,792	78,881,356
38,000	6,232,825	9,120,000	10,432,095	427,423,952
9,562,904	-	1,591,657	16,308,947	275,948,186
<u>93,502,952</u>	<u>11,856,662</u>	<u>26,892,998</u>	<u>44,689,195</u>	<u>1,001,860,427</u>
31,841,656	-	1,159,563	79,018,887	113,042,659
-	-	972,089	-	60,320,761
2,350,000	-	-	-	2,350,000
-	-	-	-	1,880,110
<u>14,635,480</u>	<u>79,269,979</u>	<u>277,062,816</u>	<u>467,038,745</u>	<u>8,128,004,023</u>
48,827,136	79,269,979	279,194,468	546,057,632	8,305,597,553
-	-	-	33,567,498	66,806,383
<u>142,330,088</u>	<u>91,126,641</u>	<u>306,087,466</u>	<u>624,314,325</u>	<u>9,374,264,363</u>
309,355,649	83,560,654	6,003,643	253,910,089	1,064,869,098
-	-	-	7,522,909	18,942,269
-	12,126,909	25,408,680	50,991,694	885,026,310
4,805,297	-	1,418,691	10,753,104	3,870,855,365
(104,357,860)	25,324,153	16,092,643	(35,986,391)	914,973,440
<u>\$ 209,803,086</u>	<u>\$ 121,011,716</u>	<u>\$ 48,923,657</u>	<u>\$ 287,191,405</u>	<u>\$ 6,754,666,482</u>

STATE OF NEW JERSEY
COMBINING STATEMENT OF ACTIVITIES
NON-MAJOR COMPONENT UNITS - AUTHORITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	<u>Atlantic City Convention and Visitors Authority</u>	<u>Casino Reinvestment Development Authority</u>	<u>Higher Education Student Assistance Authority</u>
Expenses	\$ 69,470,913	\$ 65,682,257	\$ 1,080,476,237
Net (Expense) Revenue and Changes in Net Position			
Program Revenues			
Charges for services	47,262,536	58,518,725	29,658,450
Operating grants and contributions	25,983	30,391,003	302,058,347
Capital grants and contributions	500,000	-	1,348,210,437
Net (Expense) Revenue	<u>(21,682,394)</u>	<u>23,227,471</u>	<u>599,450,997</u>
General Revenue			
Payments from State	<u>-</u>	<u>-</u>	<u>-</u>
Total General Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Change in Net Position	(21,682,394)	23,227,471	599,450,997
Net Position - Beginning of Year (Restated)	<u>322,375,860</u>	<u>(49,970,201)</u>	<u>3,306,006,103</u>
Net Position - End of Year	<u>\$ 300,693,466</u>	<u>\$ (26,742,730)</u>	<u>\$ 3,905,457,100</u>

<u>New Jersey Economic Development Authority</u>	<u>New Jersey Educational Facilities Authority</u>	<u>New Jersey Environmental Infrastructure Trust</u>	<u>New Jersey Health Care Facilities Financing Authority</u>
\$ 107,856,778	\$ 2,326,591	\$ 54,122,515	\$ 5,588,000
25,401,362	3,383,100	5,885,784	3,346,000
9,034,093	3,644	49,199,908	2,819,000
-	-	-	-
<u>(73,421,323)</u>	<u>1,060,153</u>	<u>963,177</u>	<u>577,000</u>
<u>7,109,358</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>7,109,358</u>	<u>-</u>	<u>-</u>	<u>-</u>
(66,311,965)	1,060,153	963,177	577,000
<u>630,109,941</u>	<u>3,595,157</u>	<u>306,022,160</u>	<u>10,394,000</u>
<u>\$ 563,797,976</u>	<u>\$ 4,655,310</u>	<u>\$ 306,985,337</u>	<u>\$ 10,971,000</u>

(Continued on next page)

STATE OF NEW JERSEY
COMBINING STATEMENT OF ACTIVITIES
NON-MAJOR COMPONENT UNITS - AUTHORITIES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	<u>New Jersey Housing and Mortgage Finance Agency</u>	<u>New Jersey Meadowlands Commission</u>	<u>New Jersey Redevelopment Authority</u>
Expenses	\$ 254,110,000	\$ 39,422,916	\$ 8,479,952
Net (Expense) Revenue and Changes in Net Position			
Program Revenues			
Charges for services	184,764,000	34,993,749	329,922
Operating grants and contributions	77,722,000	2,337,154	1,324,398
Capital grants and contributions	<u>-</u>	<u>-</u>	<u>-</u>
Net (Expense) Revenue	<u>8,376,000</u>	<u>(2,092,013)</u>	<u>(6,825,632)</u>
General Revenue			
Payments from State	<u>-</u>	<u>-</u>	<u>-</u>
Total General Revenue	<u>-</u>	<u>-</u>	<u>-</u>
Change in Net Position	8,376,000	(2,092,013)	(6,825,632)
Net Position - Beginning of Year (Restated)	<u>897,284,000</u>	<u>66,837,256</u>	<u>58,339,548</u>
Net Position - End of Year	<u>\$ 905,660,000</u>	<u>\$ 64,745,243</u>	<u>\$ 51,513,916</u>

<u>New Jersey Sports and Exposition Authority</u>	<u>New Jersey Water Supply Authority</u>	<u>South Jersey Port Corporation</u>	<u>South Jersey Transportation Authority</u>	<u>Total Non-Major Authorities</u>
\$ 106,070,375	\$ 26,447,383	\$ 42,630,904	\$ 120,156,874	\$ 1,982,841,695
80,216,914	32,797,126	18,250,193	107,021,581	631,829,442
31,060,547	412,860	5,690,229	2,504,583	514,583,749
-	-	-	19,761,408	1,368,471,845
<u>5,207,086</u>	<u>6,762,603</u>	<u>(18,690,482)</u>	<u>9,130,698</u>	<u>532,043,341</u>
-	-	24,090,458	-	31,199,816
-	-	24,090,458	-	31,199,816
5,207,086	6,762,603	5,399,976	9,130,698	563,243,157
<u>204,596,000</u>	<u>114,249,113</u>	<u>43,523,681</u>	<u>278,060,707</u>	<u>6,191,423,325</u>
<u>\$ 209,803,086</u>	<u>\$ 121,011,716</u>	<u>\$ 48,923,657</u>	<u>\$ 287,191,405</u>	<u>\$ 6,754,666,482</u>

STATE OF NEW JERSEY
COMBINING STATEMENT OF STATEMENT OF NET POSITION
NON-MAJOR COMPONENT UNITS - COLLEGES AND UNIVERSITIES
JUNE 30, 2013

	<u>The College of New Jersey</u>	<u>Kean University</u>	<u>Montclair State University</u>
ASSETS			
Current Assets			
Cash and cash equivalents	\$ 66,772,000	\$ 134,759,627	\$ 58,127,251
Investments	19,390,000	25,305,276	105,894,003
Receivables, net of allowances for uncollectibles			
Federal government	4,010,000	1,596,418	5,597,094
Loans	842,000	216,537	546,093
Other	2,208,000	3,243,500	9,566,500
Due from external parties	2,339,000	4,745,427	2,326,545
Other	11,602,000	5,186,276	1,666,544
Total Current Assets	<u>107,163,000</u>	<u>175,053,061</u>	<u>183,724,030</u>
Noncurrent Assets			
Investments	44,955,000	9,758,908	101,757,846
Receivables, net of allowances for uncollectibles			
Loans	3,036,000	1,606,130	3,032,813
Other	-	303,607	2,382,786
Capital assets - nondepreciated	59,640,000	64,408,174	62,936,601
Capital assets - depreciated, net	532,594,000	365,936,945	694,136,444
Other	11,975,000	4,818,889	6,024,510
Total Noncurrent Assets	<u>652,200,000</u>	<u>446,832,653</u>	<u>870,271,000</u>
Deferred Outflows	23,806,000	-	-
Total Assets and Deferred Outflows	<u>783,169,000</u>	<u>621,885,714</u>	<u>1,053,995,030</u>
LIABILITIES			
Current Liabilities			
Accounts payable and accrued expenses	14,829,000	15,709,560	25,796,134
Due to external parties	-	-	-
Interest payable	9,161,000	6,879,512	7,721,078
Deferred revenue	1,929,000	7,681,957	16,753,145
Current portion of long-term obligations	10,712,000	10,288,630	10,743,990
Other	3,298,000	3,085,310	6,042,963
Total Current Liabilities	<u>39,929,000</u>	<u>43,644,969</u>	<u>67,057,310</u>
Noncurrent liabilities			
Other	367,125,000	346,387,355	346,389,011
Total Noncurrent Liabilities	<u>367,125,000</u>	<u>346,387,355</u>	<u>346,389,011</u>
Deferred Inflows	-	-	220,303,125
Total Liabilities and Deferred Inflows	<u>407,054,000</u>	<u>390,032,324</u>	<u>633,749,446</u>
NET POSITION			
Net investment in capital assets	229,996,000	100,534,701	177,060,684
Restricted for:			
Capital projects	-	29,798,930	-
Debt service	-	6,608,479	19,708,339
Other purposes	24,273,000	25,859,281	64,190,059
Unrestricted	121,846,000	69,051,999	159,286,502
Total Net Position	<u>\$ 376,115,000</u>	<u>\$ 231,853,390</u>	<u>\$ 420,245,584</u>

New Jersey City University	New Jersey Institute of Technology	Ramapo College of New Jersey	The Richard Stockton College of New Jersey	Rowan University
\$ 5,144,372	\$ 51,280,000	\$ 73,738,000	\$ 11,898,175	\$ 122,838,879
35,147,896	15,099,000	30,000	93,386,524	5,610,695
861,960	18,789,000	-	617,641	16,960,136
13,566,049	347,000	202,000	261,879	-
7,399,265	3,536,000	6,448,000	5,498,736	4,069,869
-	2,243,000	-	477,556	3,535,514
292,485	2,142,000	54,786,000	15,482,937	26,681,888
<u>62,412,027</u>	<u>93,436,000</u>	<u>135,204,000</u>	<u>127,623,448</u>	<u>179,696,981</u>
37,571,021	126,428,000	19,407,000	28,455,887	167,914,906
703,717	1,459,000	745,000	2,012,374	-
1,157,395	-	4,305,000	1,464,683	5,897,012
19,573,363	-	-	20,332,264	74,443,378
172,585,501	292,144,000	272,080,000	299,922,595	511,870,236
2,858,147	5,465,000	-	2,471,913	10,697,789
<u>234,449,144</u>	<u>425,496,000</u>	<u>296,537,000</u>	<u>354,659,716</u>	<u>770,823,321</u>
-	-	-	-	-
<u>296,861,171</u>	<u>518,932,000</u>	<u>431,741,000</u>	<u>482,283,164</u>	<u>950,520,302</u>
9,441,061	20,761,000	14,740,000	22,366,486	33,770,434
-	1,418,000	-	-	-
3,231,422	4,598,000	-	-	-
2,004,523	9,433,000	4,203,000	4,181,413	10,277,008
3,567,571	10,648,000	8,498,000	6,507,031	13,090,657
12,647,363	8,892,000	3,138,000	8,579,216	87,721
<u>30,891,940</u>	<u>55,750,000</u>	<u>30,579,000</u>	<u>41,634,146</u>	<u>57,225,820</u>
149,737,666	233,904,000	268,646,000	245,209,921	512,533,740
149,737,666	233,904,000	268,646,000	245,209,921	512,533,740
-	-	-	-	-
<u>180,629,606</u>	<u>289,654,000</u>	<u>299,225,000</u>	<u>286,844,067</u>	<u>569,759,560</u>
55,895,915	76,693,000	30,815,000	90,039,452	82,816,103
-	-	-	-	-
3,358,045	5,660,000	-	6,393,310	20,486,854
11,138,072	74,735,000	23,018,000	22,697,393	137,138,846
45,839,533	72,190,000	78,683,000	76,308,942	140,318,939
<u>\$ 116,231,565</u>	<u>\$ 229,278,000</u>	<u>\$ 132,516,000</u>	<u>\$ 195,439,097</u>	<u>\$ 380,760,742</u>

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STATE OF NEW JERSEY
COMBINING STATEMENT OF NET POSITION
NON-MAJOR COMPONENT UNITS - COLLEGES AND UNIVERSITIES (Continued)
JUNE 30, 2013

	<u>Thomas Edison State College</u>	<u>The William Paterson University of New Jersey</u>	<u>Total Non-Major Colleges and Universities</u>
ASSETS			
Current Assets			
Cash and cash equivalents	\$ 9,191,266	\$ 136,604,244	\$ 670,353,814
Investments	50,206,358	12,664,355	362,734,107
Receivables, net of allowances for uncollectibles			
Federal government	982,062	1,321,290	50,735,601
Loans	-	739,331	16,720,889
Other	3,969,259	6,500,215	52,439,344
Due from external parties	489,324	2,194,582	18,350,948
Other	472,260	-	118,312,390
Total Current Assets	<u>65,310,529</u>	<u>160,024,017</u>	<u>1,289,647,093</u>
Noncurrent Assets			
Investments	4,033,825	16,778,754	557,061,147
Receivables, net of allowances for uncollectibles			
Loans	-	435,723	13,030,757
Other	-	1,337,951	16,848,434
Capital assets - nondepreciated	4,244,395	7,610,269	313,188,444
Capital assets - depreciated, net	35,382,299	327,803,209	3,504,455,229
Other	-	6,301,597	50,612,845
Total Noncurrent Assets	<u>43,660,519</u>	<u>360,267,503</u>	<u>4,455,196,856</u>
Deferred Outflows	-	-	23,806,000
Total Assets and Deferred Outflows	<u>108,971,048</u>	<u>520,291,520</u>	<u>5,768,649,949</u>
LIABILITIES			
Current Liabilities			
Accounts payable and accrued expenses	7,160,924	18,866,713	183,441,312
Due to external parties	4,194	-	1,422,194
Interest payable	-	-	31,591,012
Deferred revenue	10,305,320	4,471,037	71,239,403
Current portion of long-term obligations	778,540	7,469,423	82,303,842
Other	1,503,359	3,325,897	50,599,829
Total Current Liabilities	<u>19,752,337</u>	<u>34,133,070</u>	<u>420,597,592</u>
Noncurrent liabilities			
Other	9,171,821	179,113,110	2,658,217,624
Total Noncurrent Liabilities	<u>9,171,821</u>	<u>179,113,110</u>	<u>2,658,217,624</u>
Deferred Inflows	-	-	220,303,125
Total Liabilities and Deferred Inflows	<u>28,924,158</u>	<u>213,246,180</u>	<u>3,299,118,341</u>
NET POSITION			
Net investment in capital assets	30,975,875	171,199,734	1,046,026,464
Restricted for:			
Capital projects	-	-	29,798,930
Debt service	-	8,461,983	70,677,010
Other purposes	6,288,346	14,207,640	403,545,637
Unrestricted	42,782,669	113,175,983	919,483,567
Total Net Position	<u>\$ 80,046,890</u>	<u>\$ 307,045,340</u>	<u>\$ 2,469,531,608</u>

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STATE OF NEW JERSEY
COMBINING STATEMENT OF ACTIVITIES
NON-MAJOR COMPONENT UNITS - COLLEGES AND UNIVERSITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	<u>The College of New Jersey</u>	<u>Kean University</u>	<u>Montclair State University</u>
Expenses	\$ 203,119,000	\$ 228,222,483	\$ 353,274,683
Net (Expense) Revenue and Changes in Net Position			
Program Revenues			
Charges for services	135,307,000	122,467,943	221,636,221
Operating grants and contributions	50,086,000	86,319,248	104,231,985
Capital grants and contributions	<u>-</u>	<u>-</u>	<u>61,603</u>
Net (Expense) Revenue	<u>(17,726,000)</u>	<u>(19,435,292)</u>	<u>(27,344,874)</u>
General Revenue			
Payments from State	<u>29,317,000</u>	<u>32,837,000</u>	<u>38,613,000</u>
Total General Revenue	<u>29,317,000</u>	<u>32,837,000</u>	<u>38,613,000</u>
Change in Net Position	11,591,000	13,401,708	11,268,126
Net Position - Beginning of Year (Restated)	<u>364,524,000</u>	<u>218,451,682</u>	<u>408,977,458</u>
Net Position - End of Year	<u>\$ 376,115,000</u>	<u>\$ 231,853,390</u>	<u>\$ 420,245,584</u>

<u>New Jersey City University</u>	<u>New Jersey Institute of Technology</u>	<u>Ramapo College of New Jersey</u>	<u>The Richard Stockton College of New Jersey</u>	<u>Rowan University</u>
\$ 175,691,976	\$ 291,702,000	\$ 135,226,000	\$ 200,947,543	\$ 297,138,583
98,712,336	118,330,000	93,289,000	93,042,252	147,093,733
58,442,475	151,912,000	40,433,000	99,307,328	113,727,226
165,002	1,165,000	-	-	7,047,338
<u>(18,372,163)</u>	<u>(20,295,000)</u>	<u>(1,504,000)</u>	<u>(8,597,963)</u>	<u>(29,270,286)</u>
<u>26,056,000</u>	<u>37,696,000</u>	<u>16,130,000</u>	<u>19,839,000</u>	<u>54,813,000</u>
<u>26,056,000</u>	<u>37,696,000</u>	<u>16,130,000</u>	<u>19,839,000</u>	<u>54,813,000</u>
7,683,837	17,401,000	14,626,000	11,241,037	25,542,714
<u>108,547,728</u>	<u>211,877,000</u>	<u>117,890,000</u>	<u>184,198,060</u>	<u>355,218,028</u>
<u>\$ 116,231,565</u>	<u>\$ 229,278,000</u>	<u>\$ 132,516,000</u>	<u>\$ 195,439,097</u>	<u>\$ 380,760,742</u>

(Continued on next page)

STATE OF NEW JERSEY
COMBINING STATEMENT OF ACTIVITIES
NON-MAJOR COMPONENT UNITS - COLLEGES AND UNIVERSITIES (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	<u>Thomas Edison State College</u>	<u>The William Patterson University of New Jersey</u>	<u>Total Non-Major Colleges and Universities</u>
Expenses	\$ 86,044,869	\$ 215,669,858	\$ 2,187,036,995
Net (Expense) Revenue and Changes in Net Position			
Program Revenues			
Charges for services	48,041,444	118,279,652	1,196,199,581
Operating grants and contributions	34,532,313	72,885,458	811,877,033
Capital grants and contributions	<u>-</u>	<u>265,793</u>	<u>8,704,736</u>
Net (Expense) Revenue	<u>(3,471,112)</u>	<u>(24,238,955)</u>	<u>(170,255,645)</u>
General Revenue			
Payments from State	<u>8,284,941</u>	<u>32,748,000</u>	<u>296,333,941</u>
Total General Revenue	<u>8,284,941</u>	<u>32,748,000</u>	<u>296,333,941</u>
Change in Net Position	4,813,829	8,509,045	126,078,296
Net Position - Beginning of Year (Restated)	<u>75,233,061</u>	<u>298,536,295</u>	<u>2,343,453,312</u>
Net Position - End of Year	<u>\$ 80,046,890</u>	<u>\$ 307,045,340</u>	<u>\$ 2,469,531,608</u>

**STATE OF NEW JERSEY
DESCRIPTION OF FUNDS**

Alcohol Education, Rehabilitation and Enforcement Fund (P.L. 1983, c.531)

Special Revenue Fund

Annual deposits of \$11 million are made to this fund from annual Alcohol Beverage Excise Tax collections. The enabling legislation dedicates 75.0 percent toward alcohol rehabilitation, 15.0 percent toward enforcement, and 10.0 percent toward education. Additionally, a \$100 fee paid by persons convicted of operating a motor vehicle under the influence of intoxicating liquor or drugs is deposited into this fund to be used for the screening, evaluation, education, and referral of persons who have been convicted of driving while intoxicated.

Alternate Benefit Long-Term Disability Fund

Pension Trust Fund

The fund is employer-funded for long-term disability. Benefits are paid to those members of the Alternate Benefit Program Fund who have been disabled for two years or more since October 1, 1986.

Alternate Benefit Program Fund (N.J.S.A. 18A:66-167 et seq.)

Agency Fund

Faculty members of public institutions of higher education and certain administrative and professional titles are allowed to participate in a defined contribution plan. The employer contributes eight percent of base or contractual salary and then is reimbursed through this fund. The State's appropriation equals the amount needed to reimburse the employers for their contribution.

Atlantic City Parking Fees Fund (P.L. 1993, c.159)

Special Revenue Fund

A \$3 fee per diem is imposed for each vehicle parked, garaged, or stored in any casino hotel parking space. As per P.L. 2003, c.116 effective July 1, 2007, of the \$3 fee collected the first \$2.50 shall be remitted to the Casino Reinvestment Development Authority (CRDA). The remaining \$.50 shall be deposited into the Casino Revenue Fund.

Atlantic City Projects-Room Fund (P.L. 2001, c.221)

Special Revenue Fund

The Atlantic City Projects-Room Fund facilitates the development of entertainment-retail projects in specified districts located within Atlantic City and promotes the revitalization of other urban areas throughout the State. Room Fund revenue is comprised of Tourism Promotion Fee receipts limited to annual Luxury Tax receipts that exceed the pre-determined baseline amount for a given district. Project Fund revenue is comprised of Sales and Use Tax receipts received from the entertainment-retail vendors within each district project. These funds shall be used by the Casino Reinvestment Development Authority for eligible projects in the corridor regions of Atlantic City.

Atlantic City Tourism Promotion Fund (P.L. 1991, c.376)

Special Revenue Fund

This fund accounts for revenues collected for a \$2 fee per diem for each occupied room in any hotel providing casino gaming and \$1 fee per diem for each occupied room in any other hotel in the eligible municipality. The revenues are collected, certified, and distributed on a monthly basis to the Atlantic City Convention and Visitors Authority and a portion to the Atlantic City Projects-Room Fund. Amounts expended are solely for the purpose of promoting tourism, conventions, resorts, and casino gaming.

Beaches and Harbor Fund (P.L. 1977, c.208)

General Fund

An amount of \$30 million of General Obligation bonds was authorized to research, plan, acquire, develop, construct, and maintain beaches and harbors.

2007 Blue Acres Fund (P.L. 2007, c.119)

General Fund

An amount of \$12 million of General Obligation bonds was authorized from the Green Acres, Farmland, Blue Acres, and Historic Preservation Bond Act of 2007 for the purpose of acquiring land by the State for recreation and conservation purposes in the floodways of the Delaware River, Passaic River, or Raritan River, and their respective tributaries.

2009 Blue Acres Fund (P.L. 2009, c.117)

General Fund

An amount of \$24 million of General Obligation bonds was authorized from the Green Acres, Water Supply and Floodplain Protection, Farmland and Historic Preservation Bond Act of 2009 for the purpose of State acquisition of land, for recreation and conservation purposes, that has been damaged by, or may be prone to incurring damage caused by, storms or storm-related flooding, or that may buffer or protect other lands from such damage.

Board of Bar Examiners (R. 1:27B1)

Special Revenue Fund

This fund was established for the purposes of drafting bar essay examination questions, reviewing applications, and preparing, administering, and grading bar examinations. Revenues are generated by payments made by candidates for admission to the Bar of the State of New Jersey. Revenues include examination fees, late fee charges, certificates of good standing, license name changes, and copying fees.

Boarding House Rental Assistance Fund (N.J.S.A. 55:14K-14)

Special Revenue Fund

A \$1.0 million appropriation (\$750 thousand from the Casino Revenue Fund and \$250 thousand from the General Fund) initially funded the Boarding House Rental Assistance Fund. This fund finances life safety improvement loans by the New Jersey Housing and Mortgage Finance Agency for the benefit of residents of boarding homes; and to account for the repayments for such life safety improvement loans.

Body Armor Replacement Fund (P.L. 1997, c.177)

Special Revenue Fund

One dollar for every bail forfeiture and one dollar added to the amount of each fine and penalty collected under authority of any law for any violation of Title 39 of the revised statutes or any other motor vehicle or traffic violation are deposited in this fund. This fund is used primarily for the purchase of body vests for law enforcement and correction officers.

Building Our Future Fund (P.L. 2012, c.41)

General Fund

An amount of \$750 million of General Obligation bonds was authorized to provide capital project grants to New Jersey's public and private institutions of higher education in order to increase academic capacity. Grants will be allocated as follows: \$300 million for the public research universities; \$247.5 million for the State colleges and universities established pursuant to chapter 64 of Title 18A of the New Jersey Statutes; \$150 million for the county colleges; and \$52.5 million for the private institutions of higher education, other than a private institution having a total endowment of more than \$1 billion.

Casino Control Fund (N.J.S.A. 5:12-143)

Special Revenue Fund

This fund accounts for fees from the issuance and annual renewal of casino licenses and other license fees. The Casino Control Commission and the Division of Gaming Enforcement are funded by Casino Control Fund appropriations.

Casino Revenue Fund (N.J.S.A. 5:12-145)

Special Revenue Fund

This fund accounts for the tax on gross revenue generated by the casinos. Gross revenue refers to the total of all sums actually received by a licensee from gaming operations less the total sums paid out as winnings to patrons. Other taxes and fees deposited into this fund are the Casino Room Fee, Progressive Slot Tax, and a portion of the Casino Parking Fee. Appropriations from this fund must be used to provide for reductions in property taxes, utility charges, and other specified expenses of eligible senior citizens.

Casino Simulcasting Fund (P.L. 1992, c.19)

Special Revenue Fund

Casino simulcasting is defined as the simultaneous transmission by picture of running or harness horse races conducted at race tracks to Atlantic City casinos and pari-mutuel wagering at those gambling establishments on the results of those races. One half of a percent of the pari-mutuel pool generated at the casino is deposited into this fund and is used for services to benefit senior citizens.

Casino Simulcasting Special Fund (P.L. 1992, c.19)

Special Revenue Fund

After multiple formula distributions, a portion of the remaining balance and all breakage moneys and outstanding pari-mutuel ticket monies resulting from casino wagering on out-of-state race tracks are deposited into this fund. The funds are disbursed as operating subsidies to the Atlantic City racetrack, Atlantic City casinos conducting simulcasting, and for other miscellaneous purposes.

Catastrophic Illness in Children Relief Fund (P.L. 1987, c.370)

Special Revenue Fund

This fund provides assistance to children and their families whose medical expenses due to a child's "catastrophic illness" extend beyond the families' available resources. Revenue is derived from a \$1.50 annual surcharge per employee for all employers who are subject to the New Jersey Unemployment Compensation Law.

Central Pension Fund

Pension Trust Fund

This fund administers a series of noncontributory pension acts. Benefits are funded on a pay-as-you-go basis in accordance with the governing statute and the rules and regulations of the State House Commission.

Clean Communities Account Fund (P.L. 1985, c.533)

Special Revenue Fund

A user fee on sales of litter-generating products is credited to this fund. Fund resources are primarily used to provide State aid to eligible municipalities for programs of litter pickup and removal, including the establishment of an "Adopt-A-Highway" program. A small portion of the available balance is to be used for a State program of litter pickup and removal, as well as enforcement of litter-related laws.

Clean Energy Fund (P.L. 1999, c.23)

Special Revenue Fund

This fund accounts for revenues collected from a "societal benefit charge" on monthly utility bills. Funds generated from this charge are used to support clean energy initiatives.

Clean Waters Fund (P.L. 1976, c.92)

General Fund

An amount of \$120 million of General Obligation bonds was authorized to research, plan, acquire, develop, construct, and maintain water supply and wastewater treatment facilities.

Clean Water State Revolving Fund (P.L. 2009, c.77)

Special Revenue Fund

This fund is the depository for the receipt of federal capitalization grants and other funds made available to the State for clean water projects and set-asides pursuant to the "Water Quality Act of 1987" and any amendatory and supplementary acts thereto.

Consolidated Police and Firemen's Pension Fund (N.J.S.A. 43:16)

Pension Trust Fund

This fund was established to place 212 local police and firemen pension funds on an actuarial basis. The membership consists of policemen and firemen appointed prior to July 1, 1944. The liabilities of these local funds are shared: two-thirds by the participating counties and municipalities and one-third by the State.

Correctional Facilities Construction Fund (P.L. 1982, c.120)

Capital Projects Fund

An amount of \$170 million of General Obligation bonds was authorized for construction of new medium security prisons, county assistance programs, and renovations and modifications to existing State facilities.

Correctional Facilities Construction Fund of 1987 (P.L. 1987, c.178)

Capital Projects Fund

An amount of \$198 million of General Obligation bonds was authorized for the planning, erection, acquisition, improvement, construction, reconstruction, development, extension, rehabilitation, demolition, and equipment of State and county correctional facilities.

Cultural Centers and Historic Preservation Fund (P.L. 1987, c.265)

General Fund

An amount of \$100 million of General Obligation bonds was authorized for the purpose of financing the construction and development of cultural centers (\$40 million); the restoration, repair, or rehabilitation of historic structures in the State (\$25 million); and for the purpose of providing for grants and loans to assist municipalities, counties, and other units of local government to acquire and develop lands for recreation and conservation purposes (\$35 million).

2003 Dam, Lake and Stream Project Revolving Loan Fund (P.L. 2003, c.162)

General Fund

An amount of \$110 million of General Obligation bonds was authorized to make low-interest loans to owners of dams, lakes or streams, or private lake associations for dam restoration and repair projects, lake dredging and restoration projects, or stream cleaning and desnagging projects.

2003 Dam, Lake, Stream and Flood Control Project Fund (P.L. 2003, c.162)

General Fund

An amount of \$40 million of General Obligation bonds was authorized to provide assistance, other than full or matching grants, to owners of dams, lakes or streams, or private lake associations for dam restoration and repair projects, lake dredging and restoration projects, or stream cleaning and desnagging projects, and for State flood control projects or State dam restoration and repair projects.

1992 Dam Restoration and Clean Waters Trust Fund (P.L. 1992, c.88)

General Fund

An amount of \$20 million of General Obligation bonds was authorized from the Green Acres, Clean Water, Farmland, and Historic Preservation Bond Act of 1992 to finance dam restoration and inland water projects and loans.

Dental Expense Program (N.J.S.A. 52:14-17.29)

Agency Fund

This program helps meet the dental expenses for eligible state and local employees, retirees, and their dependents. There are two separate benefit types available. The Dental Expense Program (DEP) is a self-insured indemnity plan. Included are full coverage of eligible diagnostic and preventive services and substantial benefits for covered restorative services. For active employees there is an annual benefit maximum of \$3,000 and a separate lifetime \$1,000 maximum for child orthodontic services. The DEP also has a “discount network” of providers who have contracts with the insurance carrier which reduces the cost of services to the employee and to the program. In addition to the DEP, there are several Dental Plan Organizations (DPOs) participating in the State program. Similar to HMOs for health care, the DPOs pay for benefits rendered by contracted providers. The DEP is available to employees of the State of New Jersey, including employees of certain independent agencies, such as the State colleges and universities. Although the cost sharing is subject to bargaining contracts, at this time all State employees use the same rule: the State pays for at least one-half of the cost of coverage. The DEP is offered to local employees whose employers have elected to participate.

Retirees who participate in the State Health Benefits Plan are permitted to enroll themselves and eligible dependents in the DEP at the time of retirement, but are subject to a maximum annual benefit limit of \$1,500. The retiree pays the entire cost.

1989 Development Potential Bank Transfer Fund (P.L. 1989, c.183)

General Fund

An amount of \$20 million of General Obligation bonds was authorized to provide for the acquisition and development rights of land by the State for recreation and conservation purposes.

Developmental Disabilities Waiting List Reduction Fund (P.L. 1994, c.108)

General Fund

An amount of \$160 million of General Obligation bonds was authorized for the purpose of planning, construction, reconstruction, development, erection, acquisition, extension, improvement, rehabilitation, and equipping of community-based residential facilities for clients on the New Jersey Department of Human Services’ Developmental Disabilities Waiting List.

Disciplinary Oversight Committee (R. 1:20-2)

Special Revenue Fund

This fund was established for the purpose of performing random audits of the books and records of New Jersey attorneys for compliance with standards established by the Supreme Court of New Jersey. Revenues are generated from annual attorney assessments paid by bar members. Each nonexempt member of the Bar is required to pay \$25 annually in their second year of practice and \$135 for attorneys in their third to forty-ninth year.

Division of Motor Vehicles Surcharge Fund (P.L. 1994, c.57)

Special Revenue Fund

This fund consists of surcharge and Unsafe Driver collections for the payment of principal and interest applicable to New Jersey Economic Development Authority bonds for the Market Transition Facility, Motor Vehicle Commission, Special Needs Housing Program, and Motor Vehicle Surcharge bonds. Excess funds are available for transfer to the State’s General Fund.

Dredging and Containment Facility Fund (P.L. 1996, c.70)

General Fund

An amount of \$185 million of General Obligation bonds was authorized for the construction of subaqueous pits, the construction of containment facilities, projects related to the decontamination of dredged materials, and dredging projects. Additionally, an amount of \$20 million of General Obligation bonds was authorized for the purpose of dredging navigation channels located in the port region.

Drinking Water State Revolving Fund (P.L. 1998, c.84)

Special Revenue Fund

This fund is the depository for the receipt of federal capitalization grants and other funds made available to the State for drinking water projects and set-asides pursuant to the Federal Safe Drinking Water Act.

1996 Economic Development Site Fund (P.L. 1996, c.70)

General Fund

An amount of \$20 million of General Obligation bonds was authorized for the purchase of real property, equipment, and any building, construction, and miscellaneous site improvements associated with an economic development site.

Emergency Flood Control Fund (P.L. 1978, c.78)

General Fund

An amount of \$25 million of General Obligation bonds was authorized to acquire, develop, construct, and maintain flood control facilities and for the development of a comprehensive flood control master plan.

Emergency Medical Technician Training Fund (P.L. 1992, c.143)

Special Revenue Fund

An amount of \$0.50 added to each fine, penalty, and forfeiture imposed and collected under authority of law for any violation of the provisions of Title 39 of the revised statutes or any other motor vehicle or traffic violation is deposited in this fund. This fund annually reimburses any private agency, organization, or entity which is certified by the Commissioner of Health to provide training and testing for volunteer ambulance, first aid, and rescue squad personnel who are seeking emergency medical technician-ambulance (EMT-A) or emergency medical technician-defibrillation (EMT-D) certification and/or recertification that are not otherwise reimbursed.

Emergency Services Fund (N.J.S.A. 52:14E-5)

General Fund

General Fund appropriations are credited to the fund and, on an as needed basis, reimburse municipalities or counties for damage or excess costs as a result of an emergency. Payments must be certified by the Governor's Advisory Council and approved by the Governor.

Energy Conservation Fund (P.L. 1980, c.68)

Capital Projects Fund

Of the \$50 million of General Obligation bonds that was authorized, \$3 million is appropriated for energy audits and \$47 million is appropriated for energy-saving renovations to educational facilities, institutions, and public buildings of the State.

Enterprise Zone Assistance Fund (P.L. 1983, c.303)

Special Revenue Fund

The purpose of this fund is to provide relief in certain areas of economic distress, by reducing Sales and Use Tax paid by up to one half of the current tax rate. The revenue generated in these zones is made available to the municipalities located within the Urban Enterprise Zones for various approved revitalization projects.

1996 Environmental Cleanup Fund (P.L. 1996, c.70)

General Fund

An amount of \$70 million of General Obligation bonds was authorized to provide for the remediation of hazardous discharge sites and for the construction of water supply facilities to replace potable water supplies determined to be contaminated or threatened by discharge.

1989 Farmland Preservation Fund (P.L. 1989, c.183)

General Fund

An amount of \$50 million of General Obligation bonds was authorized for the purpose of farmland preservation for agricultural use and production.

1992 Farmland Preservation Fund (P.L. 1992, c.88)

General Fund

An amount of \$50 million of General Obligation bonds was authorized from the Green Acres, Clean Water, Farmland and Historic Preservation Bond Act of 1992 for farmland preservation and agricultural use.

1995 Farmland Preservation Fund (P.L. 1995, c.204)

General Fund

An amount of \$50 million of General Obligation bonds was authorized from the Green Acres, Farmland and Historic Preservation, and Blue Acres Bond Act of 1995 for the purpose of farmland preservation and agricultural use.

2007 Farmland Preservation Fund (P.L. 2007, c.119)

General Fund

An amount of \$73 million of General Obligation bonds was authorized from the Green Acres, Farmland, Blue Acres, and Historic Preservation Bond Act of 2007 for the purpose of farmland preservation. Of the amount authorized pursuant to this act, not more than 5 percent shall be utilized for administrative costs of the fund.

2009 Farmland Preservation Fund (P.L. 2009, c.117)

General Fund

An amount of \$146 million of General Obligation bonds was authorized from the Green Acres, Water Supply and Floodplain Protection, and Farmland and Historic Preservation Bond Act of 2009 for the purpose of farmland preservation. Of the amount authorized pursuant to this act, not more than 5 percent shall be utilized for administrative costs of the fund.

Fund for Support of Free Public Schools (N.J.S.A. 18A:56-1)

Special Revenue Fund

The fund consists of proceeds from the sale of riparian lands, rents received on leased riparian State lands, licenses and fees related to such lands, and the income from earnings on investments. Interest income supports General Fund appropriations set forth by the Annual Appropriations Act for the support of free public schools.

The fund provides for the establishment of a school bond reserve which consists of two accounts. For bonds issued prior to July 1, 2003, the old school bond reserve account is funded in an amount equal to at least 1.5 percent of the aggregate issued and outstanding bonded indebtedness of counties, municipalities, or school districts for school purposes. For bonds issued on or after July 1, 2003, the new school bond reserve account is funded in an amount equal to at least 1.0 percent of the aggregate issued and outstanding bonded indebtedness of counties, municipalities, or school districts for school purposes, exclusive of bonds for debt service, which is provided by State appropriations.

Garden State Farmland Preservation Trust Fund (P.L. 1999, c.152)

Special Revenue Fund

The Garden State Farmland Preservation Trust Fund was authorized for the preservation of farmland for agricultural use and production. It receives funding from the Garden State Preservation Trust.

Garden State Green Acres Preservation Trust Fund (P.L. 1999, c.152)

Special Revenue Fund

The Garden State Green Acres Preservation Trust Fund was authorized for the acquisition and development of lands by the State for recreation and conservation purposes. It receives funding from the Garden State Preservation Trust.

Garden State Historic Preservation Trust Fund (P.L. 1999, c.152)

Special Revenue Fund

The Garden State Historic Preservation Trust Fund was authorized for the work relating to the conservation, improvement, repair, restoration, or stabilization of historic property. It receives funding from the Garden State Preservation Trust.

Garden State Preservation Trust (P.L. 1999, c.152)

Special Revenue Fund

The Trust was created to provide funding to the Garden State Farmland Preservation Trust Fund, the Garden State Green Acres Preservation Trust Fund, and the Garden State Historic Preservation Trust Fund for the preservation of open space, farmland and historic properties within the means provided by the 1998 constitutional amendment which dedicated \$98 million annually in Sales and Use Tax revenues for such purposes. In 2003, voters approved a new constitutional amendment, P.L. 2004, c.126 that granted the Garden State Preservation Trust the authorization to issue up to \$1.15 billion in bonds.

General Fund

This fund accounts for all State revenues not otherwise restricted by statute. The largest part of the total financial operations of the State is accounted for in the General Fund. Most revenues received from taxes, federal sources, and certain miscellaneous revenue items are recorded in this Fund. The Annual Appropriations Act enacted by the State Legislature provides the basic framework for the operations of the General Fund.

Global Warming Solutions Fund (P.L. 2007, c.340)

Special Revenue Fund

Revenue in this fund is generated quarterly from the sale of emission allowances. Disbursements are made to provide grants and financial assistance for efficiency projects and efforts to reduce greenhouse gases.

2007 Green Acres Fund (P.L. 2007, c.119)

General Fund

An amount of \$109 million of General Obligation bonds was authorized from the Green Acres, Farmland, Blue Acres, and Historic Preservation Bond Act of 2007 to provide monies for public acquisition and development of land for recreation and conservation purposes.

2009 Green Acres Fund (P.L. 2009, c.117)

General Fund

An amount of \$218 million of General Obligation bonds was authorized from the Green Acres, Water Supply and Floodplain Protection, and Farmland and Historic Preservation Bond Act of 2009 to provide monies for public acquisition and development of land for recreation and conservation purposes.

Green Trust Fund (P.L. 1983, c.354)

General Fund

An amount of \$83 million of General Obligation bonds was authorized from the 1983 New Jersey Green Acres Fund for the purpose of making loans and grants to local government units for the acquisition and development of lands for recreation and conservation.

Gubernatorial Elections Fund (N.J.S.A. 54A:9-25.1)

Special Revenue Fund

This fund accounts for receipts from the one dollar designation on New Jersey Gross Income Tax returns. When indicated by a taxpayer, one dollar of the tax is reserved from gross income tax revenues (Property Tax Relief Fund) and credited to the Gubernatorial Elections Fund. These funds are available for appropriation pursuant to The New Jersey Campaign Contributions and Expenditures Reporting Act, as amended.

Hazardous Discharge Fund of 1981 (P.L. 1981, c.275)

General Fund

An amount of \$100 million of General Obligation bonds was authorized for the identification, cleanup, and removal of hazardous discharges.

Hazardous Discharge Fund of 1986 (P.L. 1986, c.113)

General Fund

An amount of \$200 million of General Obligation bonds was authorized for the purpose of financing the cost of identification, cleanup, and removal of hazardous discharges.

Hazardous Discharge Site Cleanup Fund (P.L. 1985, c.247)

Special Revenue Fund

This fund was established for the purposes of preparing feasibility studies, engineering designs, and undertaking other work necessary for the cleanup or mitigation of hazardous discharge sites in the State. An amount of \$100 million was appropriated from the Hazardous Discharge Fund of 1981. Sources of revenue are comprised of collections for Natural Resources Damages (NRDs, or past costs in site cleanups) and Responsible Party (RP, or future site cleanup costs). Collections also include oversight bills for cleanup as well as legal settlements for past costs of cleanup.

Health Benefits Program Fund - Local Education (P.L. 2007, c.103)

Pension Trust Fund

The State of New Jersey provides medical and prescription drug coverage to members of the Public Employees' Retirement System, Teachers' Pension and Annuity Fund, and the Alternate Benefit Program who retire from a board of education or county college with 25 years of service or on a disability retirement. Retirees who are not eligible for employer paid health coverage at retirement can continue in the program if their employer participates in this program or if they are participating in the health benefits plan of their former employer and are enrolled in Medicare Parts A and B by paying the cost of the insurance for themselves and their covered dependents. Also, education employees are eligible for the Prescription Drug Program coverage after 60 days of employment.

Health Benefits Program Fund – Local Government (N.J.S.A. 52:14-17.25 et seq.)

Pension Trust Fund

The Health Benefits Program Fund, which includes the Prescription Drug Program Fund (N.J.S.A. 52:14-17.29) provides medical and prescription drug coverage to active and retired local government employees who are qualified members of the Public Employees' Retirement System, Teachers' Pension and Annuity Fund, and the Alternate Benefit Program who retire from a board of education or county college with 25 years of service or are on a disability retirement. Active employees may enroll in the preferred provider organization which includes two options named NJ DIRECT10 and NJ DIRECT15 or a health maintenance organization (HMO) plan. An HMO provides employees with complete coverage including wellness and preventative care for medical services provided by affiliated physicians and hospitals. NJ DIRECT is a preferred provider organization that combines managed care with the option of reimbursement for services performed by out of network physicians, hospitals, or laboratories. An active local employee or dependent is required to pay a co-payment when visiting an HMO or NJ DIRECT affiliated physician. The prescription drug program helps meet the cost of drugs prescribed for eligible employees and their dependents for use outside of hospitals, nursing homes, or other institutions. Included are those drugs which, as required by federal law, can be dispensed only upon a written prescription ordered by a physician. This program covers the full cost of a prescription item dispensed by a licensed participating pharmacy, less a co-payment for eligible prescription and prescription refill. Retirees who are not eligible for employer paid health coverage at retirement can continue in the program by paying the cost of the insurance for themselves and their covered dependents.

Health Benefits Program Fund – State (N.J.S.A. 52:14-14.25 et seq.)

Pension Trust Fund

The Health Benefits Program Fund, which includes the Prescription Drug Program Fund (N.J.S.A. 52:14-17.29), provides medical and prescription drug coverage to qualified active and retired State employees, including employees of certain independent agencies, such as colleges and universities. Active employees may enroll in NJ DIRECT15 or a health maintenance organization (HMO) plan. Most active employees pay 1.5 percent of salary for State Health Benefits Plan medical coverage regardless of the chosen plan or selected level of coverage. An HMO provides employees with complete coverage including wellness and preventive care for medical services provided by affiliated physicians and hospitals. NJ DIRECT15 is a preferred provider organization that combines managed care with the option of reimbursement for services performed by out of network physicians, hospitals, or laboratories. An active State employee or a dependent is required to pay a co-payment when visiting an HMO or NJ DIRECT15 affiliated physician. The prescription drug program helps meet the cost of drugs prescribed for eligible employees and their dependents for use outside of hospitals, nursing homes, or other institutions. Included are those drugs which, as required by federal law, can be dispensed only upon a written prescription ordered by a physician. This program covers the full cost of a prescription item dispensed by a licensed participating pharmacy, less a co-payment for eligible prescription and prescription refill.

Under P.L. 1977, c.136, the State pays for the health insurance coverage including prescription drug coverage of all enrolled retired State employees whose pensions are based upon 25 years or more of credited service or a disability retirement regardless of years of service, if earned prior to July 1, 2007. State retirees who earn their 25 years after July 1, 2007 or go out on a disability retirement after July 1, 2007 are subject to a 1.5 percent of their pension allowance if they do not participate in the retiree wellness program. Retirees who are not eligible for employer paid health coverage at retirement can continue in the program by paying the cost of the insurance for themselves and their covered dependents.

Health Care Subsidy Fund (P.L. 1992, c.160)

Special Revenue Fund

This fund is comprised of revenues from alcohol, cigarette and tobacco taxes, HMO assessments, hospital assessments, cosmetic surgery taxes, ambulatory facility fees, General Fund appropriations, interest, and penalties. Monies are used to distribute charity and other uncompensated care disproportionate share payments to hospitals; provide subsidies for the Family Care-CHIP program; and provide financial assistance for hospitals, other health care initiatives, and hospital bond assistance.

Higher Education Facility Renovation and Rehabilitation Fund (P.L. 1990, c.126)

General Fund

The sum of \$45 million of General Obligation bonds was appropriated from the Jobs, Education and Competitiveness Fund for the renovation and rehabilitation of existing higher education buildings at various State colleges and universities.

1992 Historic Preservation Fund (P.L. 1992, c.88)

General Fund

An amount of \$25 million of General Obligation bonds was authorized from the Green Acres, Clean Water, Farmland and Historic Preservation Bond Act of 1992 for the purpose of providing State matching grants to assist State agencies or entities, local government units, and qualifying tax-exempt, non-profit organizations to meet the historic preservation project cost for historic properties, structures, facilities, or sites owned or leased on a long-term basis by those agencies, entities, units, or organizations.

1995 Historic Preservation Fund (P.L. 1995, c.204)

General Fund

An amount of \$10 million of General Obligation bonds was authorized from the Green Acres, Farmland and Historic Preservation, and Blue Acres Bond Act of 1995. This fund provides matching grants to assist State agencies or entities, local government units, and qualified tax-exempt, non-profit organizations to meet historic preservation project costs.

2007 Historic Preservation Fund (P.L. 2007, c.119)

General Fund

An amount of \$6 million of General Obligation bonds was authorized from the Green Acres, Farmland, Blue Acres, and Historic Preservation Bond Act of 2007 for the purpose of providing State matching grants to assist State agencies or entities, local government units, and qualifying tax-exempt, non-profit organizations to meet the cost of preservation of historic properties.

2009 Historic Preservation Fund (P.L. 2009, c.117)

General Fund

An amount of \$12 million of General Obligation bonds was authorized from the Green Acres, Water Supply and Floodplain Protection, and Farmland and Historic Preservation Bond Act of 2009 for the purpose of providing State matching grants to assist State agencies or entities, local government units, and qualifying tax-exempt, nonprofit organizations to meet the cost of preservation of historic properties.

Historic Preservation Revolving Loan Fund (P.L. 1991, c.41)

General Fund

The sum of \$3 million was appropriated to the Historic Preservation Revolving Loan Fund for the purpose of making low interest loans to counties, municipalities, or tax-exempt, non-profit organizations to finance the costs of acquiring, restoring, repairing, or rehabilitating historic structures.

Horse Racing Injury Compensation Fund (P.L. 1995, c.329)

Special Revenue Fund

The purpose of this fund is to provide workers' compensation coverage to employees in the thoroughbred and standardbred horse racing industries. The costs of providing coverage is funded from assessments to both the thoroughbred and standardbred industries based on their respective experience rating.

Housing Assistance Fund (P.L. 1968, c.127)

General Fund

An amount of \$12.5 million was authorized for interest rate subsidies on contracts and agreements with qualified mortgagors and mortgagees of housing developments to decrease rental and carrying charges to low and moderate income occupants of such housing, and to provide financial assistance to qualified housing developments that were constructed, financed, or rehabilitated under federal law and moderate income financing programs.

Human Services Facilities Construction Fund (P.L. 1984, c.157)

Capital Projects Fund

An amount of \$60 million of General Obligation bonds was authorized for the planning, construction, reconstruction, development, erection, acquisition, extension, improvement, rehabilitation, and equipping of human services facilities.

Insurance Annuity Trust Fund (Superior Court of New Jersey, Law Division, Morris County Docket No. L-081390-83)

Private Purpose Trust Fund

This fund was established to account for deposits made by Western National Life Insurance Company or its assignees on behalf of the State of New Jersey resulting from a lawsuit filed against the State. Monies are held in trust on behalf of the claimant until such time the claimant is released from State care.

Jobs, Education and Competitiveness Fund (P.L. 1988, c.78)

General Fund

An amount of \$350 million of General Obligation bonds was authorized for the construction, reconstruction, development, extension, improvement, and equipment of classrooms, academic buildings, libraries, computer facilities, and other higher education buildings at New Jersey's public and private institutions of higher education; the establishment and construction of advanced technology centers at public and private institutions of higher education; and for the expansion and construction of additional facilities at, and acquisition of additional and upgraded equipment for, existing advanced technology centers sponsored by the New Jersey Commission on Science and Technology.

Judicial Retirement System (N.J.S.A. 43:6A)

Pension Trust Fund

This system provides pension benefits to members of the State Judiciary. The system is maintained on an actuarial reserve basis.

Judiciary Bail Fund (R.3:26)

Agency Fund

The purpose of this fund is to serve as a repository for the collection of bail, the return of bail to the surety, and the remittance of associated revenues to the proper governmental agency.

Judiciary Child Support and Paternity Fund (Social Security Act, Title IV-D, as amended)

Agency Fund

The purpose of this fund is to serve as a repository for the collection of child support obligations and the subsequent remittance to the proper recipients.

Judiciary Probation Fund (N.J.S.A. 2C:46-4)

Agency Fund

The purpose of this fund is to serve as a repository for the collection and disbursement of court imposed financial obligations associated with the statewide probation function.

Judiciary Special Civil Fund (R.6)

Agency Fund

The purpose of this fund is to serve as a repository for the collection and disbursement of funds collected by the Special Civil Part of the Superior Court of New Jersey.

Judiciary Superior Court - Miscellaneous Fund (N.J. Court Rules, Parts II, IV, V, VI, VIII)

General Fund

The purpose of this fund is to serve as a repository for the collection and disbursement of various fees, fines, and costs collected by court divisions of the Superior Court of New Jersey. These monies are separate and distinct from those included under the Superior Court of New Jersey Trust Fund.

1996 Lake Restoration Fund (P.L. 1996, c.70)

General Fund

An amount of \$5 million of General Obligation bonds was authorized for the removal of sand, silt, mud, sediment, rocks, stumps, vegetation, algae blooms, or other materials from lakes, or the abatement and control of pollution caused by storm water runoff, soil erosion, or other types of non-point source or point source pollution.

Lead Hazard Control Assistance Fund (P.L. 2003, c.311)

Special Revenue Fund

This fund was established for the purpose of providing grants or loans to eligible homeowners to make their homes lead-safe. Funds are received from various sources, including a \$20 fee assessed to homeowners of multiple dwelling units and a portion of the Sales and Use Tax generated on the sale of paint.

Legal Services Fund (P.L. 1996, c.52)

Special Revenue Fund

Revenues generated from the increase in certain filing fees in civil actions are credited to the fund and are used to provide legal services to the poor in civil matters, funding for ten Superior Court judgeships, and support to Rutgers-Newark Law School, Rutgers-Camden Law School, and Seton Hall Law School for clinical programs which provide free legal representation to the poor.

Long Term Obligation and Capital Expenditure Fund (P.L. 2008, c.22)

General Fund

Monies remaining in the fund have been appropriated for various capital construction projects throughout the State.

Luxury Tax Development Fund (N.J.S.A. 40:48-8.30a (B))

Agency Fund

This fund was established for the deposit of Luxury Tax revenues in excess of statutory requirements. Development funds are dedicated for various housing projects in Atlantic City.

Luxury Tax Fund (N.J.S.A. 40:48-8.30a (B), (P.L. 1991, c.375)

Special Revenue Fund

This fund accounts for tax revenues collected on rooms, beverages, and amusements. These tax revenues are dedicated to the payment of debt service on bonds issued for the construction of the Convention Hall facilities, then to subsidize the Convention Center operating budget deficits. The remaining balances are available to provide housing opportunities for low and moderate income families.

Mandatory Continuing Legal Education Fund (R: 1:42)

Special Revenue Fund

This fund was established to assist the Supreme Court of New Jersey in the administration of the continuing legal education of attorneys holding license to practice in the State of New Jersey. Revenues are generated by payments made by continuing legal education providers and attorneys.

Mortgage Assistance Fund (P.L. 1976, c.94)

General Fund

An amount of \$25 million of General Obligation bonds was authorized for mortgage assistance and to spur construction, rehabilitation, and maintenance of housing for senior citizens and families of low and moderate income, and to provide funds for second mortgages and for a neighborhood preservation program.

Mortgage Servicing Settlement Fund

Special Revenue Fund

This fund was established for proceeds from the country's five largest mortgage loan servicers resulting from an agreement between these loan servicers, 49 state attorney generals, and the federal government. Payments to the states are to be used to help fund consumer protection and state foreclosure protection efforts. The State will spend its share of the settlement proceeds on one or more of the following programs; Affordable Housing, Local Planning Services, Developmental Disabilities Residential Services, State Rental Assistance Program, Homelessness Prevention, Shelter Assistance, Community Based Senior Programs, Mental Health Residential Programs, Social Services for the Homeless, and/or Temporary Assistance for Needy Families.

Motor Vehicle Commission Fund (P.L. 2003, c.13)

Capital Projects Fund

The Motor Vehicle Security and Customer Service Act created the Motor Vehicle Commission Fund which authorized the issuance of \$160 million in installment obligation bonds. An amount of \$10 million was transferred to the Administrative Office of the Courts for improvements to the automated traffic system. The remainder was used to make capital improvements to Motor Vehicle Commission facilities.

Motor Vehicle Security Responsibility Fund (N.J.S.A. 39:6-30.1)

Private Purpose Trust Fund

Security deposits made by motorists not having the required minimum motor vehicle insurance coverage in the State, who have been involved in a motor vehicle accident resulting in bodily injury or death and/or property damage, are recorded in this fund. The deposits may be disbursed in satisfaction of judgments rendered or returned to the motorist upon release of liability.

Municipal Landfill Closure and Remediation Fund (P.L. 1996, c.124)

Special Revenue Fund

This fund is dedicated for the purpose of reimbursing a developer who enters into a certified redevelopment agreement related to the closure, remediation, and redevelopment of municipal landfill sites. Costs of the closure and remediation of the municipal solid waste landfill may be eligible for a 75.0 percent reimbursement upon the commencement of a business operation within a redevelopment project. The reimbursements are made from designated Sales and Use Tax collections.

Natural Resources Fund (P.L. 1980, c.70)

General Fund

An amount of \$145 million of General Obligation bonds was authorized to fund state and local projects for resource recovery, sewage treatment, water supply, dam restoration, and harbor clean-up projects.

New Home Warranty Security Fund (N.J.S.A. 46:3B-7)

Special Revenue Fund

Monies received from participating builders of dwellings not previously occupied, excluding those constructed solely for lease, are deposited into this fund. Payments are authorized by approved claims of owners for defects in new homes covered by the new home warranty.

New Jersey Bridge Rehabilitation and Improvement and Railroad Right-of-Way Preservation Fund (P.L. 1989, c.180)

Capital Projects Fund

An amount of \$115 million of General Obligation bonds was authorized for the purposes of rehabilitating and improving bridges in the State and the preservation and acquisition of railroad rights-of-way.

New Jersey Building Authority (N.J.S.A. 52:18A-78.4)

Special Revenue Fund

The New Jersey Building Authority is authorized to construct and rehabilitate office buildings and related facilities for use by State agencies. The Authority is authorized to issue bonds and notes to provide funds for the construction and the rehabilitation of the projects. Debt service on outstanding bonds is paid through lease agreements with the State.

1995 New Jersey Coastal Blue Acres Trust Fund (P.L. 1995, c.204)

General Fund

An amount of \$15 million of General Obligation bonds was authorized from the Green Acres, Farmland and Historic Preservation, and Blue Acres Bond Act of 1995 for the purpose of providing State grants and loans to assist local government units to meet the coastal blue acres cost of acquiring, for recreation and conservation purposes, lands in the coastal area that have been damaged by, or may be prone to incurring damage caused by, storms or storm-related flooding, or may buffer or protect other lands from such damage.

New Jersey Cultural Trust Fund (P.L. 2000, c.76)

General Fund

This fund annually receives a General Fund appropriation. The appropriation, as well as accumulated investment earnings, shall be used for capital facilities projects that improve cultural or historical properties and facilities; endowment development; and payments to ensure the institutional and financial stability of qualified organizations in New Jersey. A qualified organization is defined as a tax-exempt, non-profit organization whose primary mission is to promote the performing, visual, and creative arts in New Jersey, or to promote or preserves history and humanities in New Jersey.

New Jersey Federal-State Rural Rehabilitation Fund (N.J.S.A. 52:18A-1 et seq.)

General Fund

This fund was established to receive monies from the federal government which are available for loans to farmers in New Jersey.

1989 New Jersey Green Acres Fund (P.L. 1989, c.183)

General Fund

An amount of \$90 million of General Obligation bonds was authorized from the 1989 Open Space Preservation Bond Act to provide monies for State grants to assist local governmental entities to acquire and develop land for recreation and conservation purposes.

1992 New Jersey Green Acres Fund (P.L. 1992, c.88)

General Fund

An amount of \$80 million of General Obligation bonds was authorized from the Green Acres, Clean Water, Farmland and Historic Preservation Bond Act of 1992 for the purpose of acquiring and developing land by the State for recreation and conservation purposes.

1995 New Jersey Green Acres Fund (P.L. 1995, c.204)

General Fund

An amount of \$115 million of General Obligation bonds was authorized from the Green Acres, Farmland and Historic Preservation, and Blue Acres Bond Act of 1995 to provide monies for public acquisition and development of land for recreation and conservation purposes.

1989 New Jersey Green Trust Fund (P.L. 1989, c.183)

General Fund

An amount of \$140 million of General Obligation bonds was authorized from the 1989 Open Space Preservation Bond Act to provide monies for public acquisition and development of land for recreation and conservation purposes.

1992 New Jersey Green Trust Fund (P.L. 1992, c.88)

General Fund

An amount of \$120 million of General Obligation bonds was authorized from the Green Acres, Clean Water, Farmland and Historic Preservation Bond Act of 1992 for the purpose of providing State grants and loans to assist local governmental entities to acquire and develop land for recreation and conservation.

1995 New Jersey Green Trust Fund (P.L. 1995, c.204)

General Fund

An amount of \$135 million of General Obligation bonds was authorized from the Green Acres, Farmland and Historic Preservation, and Blue Acres Bond Act of 1995 to provide monies for public acquisition and development of land for recreation and conservation purposes.

1995 New Jersey Inland Blue Acres Fund (P.L. 1995, c.204)

General Fund

An amount of \$15 million of General Obligation bonds was authorized from the Green Acres, Farmland and Historic Preservation, and Blue Acres Bond Act of 1995 for the purpose of acquiring inland blue acres for recreation and conservation purposes and lands in the floodway of the Passaic River and its tributaries that have been damaged by, or may be prone to incurring damage caused by, storms or storm related flooding, or that may buffer or protect other lands from such damage.

New Jersey Lawyers' Assistance Program (R. 1:28B)

Special Revenue Fund

This fund provides assistance to members of the New Jersey Bar, law students, and law school graduates who have an alcohol, drug abuse, and/or gambling problems. Each nonexempt member of the Bar is required to pay \$10 annually.

New Jersey Lawyers' Fund for Client Protection (R. 1:28-7)

Special Revenue Fund

This fund was established for the purpose of reimbursing, to the extent and in the manner provided by rules and regulations, losses resulting from dishonest conduct by members of the Bar of the State of New Jersey. Annual payments are made to this fund by each member of the Bar of the State of New Jersey. The annual payment required is \$25 for attorneys in their third or fourth year of admission to the Bar, and \$50 for attorneys in their fifth through forty-ninth years.

New Jersey Local Development Financing Fund (N.J.S.A. 34:1B-36)

General Fund

An amount of \$45 million of General Obligation bonds was authorized to capitalize the New Jersey Local Development Financing Fund. The fund provides financial assistance to municipal governments, local development corporations, and other organizations sponsoring commercial and industrial projects which encourage municipal economic development.

New Jersey Racing Industry Special Fund (P.L. 2001, c.199)

Special Revenue Fund

The New Jersey Racing Industry Special Fund accounts for inactive or dormant wagering accounts, breakage and outstanding pari-mutuel money exceeding required racing costs and the excess takeout rate. Money deposited shall be disbursed monthly by the New Jersey Racing Commission primarily to those holding permits to conduct horse racing.

New Jersey Schools Development Authority

Special Revenue Fund

The New Jersey Schools Development Authority, as successor to the New Jersey Schools Construction Corporation, functions solely for the construction of schools in areas formerly known as "Abbott Districts." The New Jersey Schools Development Authority is an independent authority that is in, but not of, the Department of the Treasury. Legislation that established the New Jersey Schools Development Authority encompassed a package of statutory amendments on program and governance reform. The New Jersey Economic Development Authority is responsible for financing New Jersey Schools Development Authority projects. The New Jersey Economic Development Authority has been legislatively authorized to issue \$12.5 billion of bonds on behalf of the New Jersey Schools Development Authority.

In 1998, the New Jersey Supreme Court ruled in the Abbott v. Burke case that the State must provide 100 percent funding for all school renovation and construction projects in special-needs school districts. According to the Court, aging, unsafe and overcrowded buildings prevented children from receiving the "thorough and efficient" education required under the New Jersey Constitution. In response, the New Jersey Educational Facilities Construction and Financing Act was enacted on July 18, 2000, in order to create the New Jersey Schools Construction Corporation to effectively launch the School Construction Program. Full funding for approved projects was authorized for the 31 special-needs districts, known as Abbotts. Grants totaling 40 percent of eligible costs were made available to the remaining districts, now known as Regular Operating Districts. Overall, the act authorized \$9.9 billion in funding for the Abbotts districts, \$2.5 billion for Regular Operating Districts, and \$100 million for vocational districts.

New Jersey Spill Compensation Fund (N.J.S.A. 58:10-23.11i)

Special Revenue Fund

Receipts from taxes and penalties levied on each owner or operator of a major facility of hazardous substances are deposited in this fund. The tax is measured by the number of barrels of hazardous substances of the first transfer to the major facility. Payments may be authorized for clean-up costs, removal costs, research, and payments of approved claims.

New Jersey Spinal Cord Research Fund (P.L. 1999, c.201)

Special Revenue Fund

A \$1 surcharge on motor vehicle fines and penalties are credited to this fund. Money collected shall be used exclusively for the purpose of making grants for approved spinal cord research projects at qualified research institutions.

New Jersey State Employees' Deferred Compensation Plan (N.J.S.A. 52:18A-164)

Pension Trust Fund

This fund represents the activity of the deferred compensation plan by which amounts contributed by participating employees are invested through various investment options. Included in the fund are those amounts contributed by participants through payroll withholding, plus investment earnings and appreciation in asset values related to those monies.

New Jersey Transportation Trust Fund Authority (N.J.S.A. 27:1B-4)

Special Revenue Fund

The New Jersey Transportation Trust Fund Authority was created to provide the payment for and financing of all, or a portion of, the costs incurred by the Department of Transportation and the New Jersey Transit Corporation for the planning, acquisition, engineering, construction, reconstruction, repair, and rehabilitation of the State's transportation system.

New Jersey Workforce Development Partnership Fund (P.L. 1992, c.44)

Special Revenue Fund

This fund was established to provide qualified displaced, disadvantaged, and employed workers with employment and training services most likely to provide the greatest opportunity for long range career advancement with high levels of productivity and earning power. The program shall provide those services by means of training grants or customized training services, provided the funding is not available from federal or other sources. Each worker and employer shall contribute to the fund an amount equal to 0.025 percent of the workers' wages based on an annual wage limit. These funds will reduce contributions to the Unemployment Compensation Fund.

Pension Adjustment Fund (N.J.S.A. 43:3B)

Agency Fund

The Pension Adjustment Fund (PAF) is a pay-as-you-go multiple-employer defined benefit plan which was established in 1958 under the provisions of N.J.S.A. 43:3B. The PAF provides a cost-of-living increase through a yearly State appropriation which is disbursed monthly to the Consolidated Police and Firemen's Pension Fund, Prison Officers' Pension Fund, and the Central Pension Fund.

Petroleum Overcharge Reimbursement Fund (P.L. 1987, c.231)

Special Revenue Fund

The Petroleum Overcharge Reimbursement Fund accounts for monies received by the State from the federal government pursuant to court settlements with various petroleum companies and distributors as payments for overcharges for petroleum products. Appropriations are made from the fund for energy efficiency and conservation programs.

Pinelands Infrastructure Trust Fund (P.L. 1985, c.302)

General Fund

An amount of \$30 million of General Obligation bonds was authorized for the purpose of providing grants and loans to local governmental entities for transportation, wastewater treatment, water supply, and other infrastructure capital projects necessary to accommodate development in the pinelands area.

Police and Firemen's Retirement System (N.J.S.A. 43:16A)

Pension Trust Fund

All police and firemen, appointed after June 1944 in municipalities where local police and firemen pension funds existed or where this system was adopted by referendum or resolution, are required to become members of this system. Certain State and county employees are also covered. Employer obligations are paid by the local employers and the State. This fund is maintained on an actuarial reserve basis.

Pollution Prevention Fund (P.L. 1991, c.235)

Special Revenue Fund

This fund was established to fund the implementation of a comprehensive pollution prevention program which integrates the air pollution, water pollution, and hazardous waste management programs. The fund is credited with a \$2 per employee fee imposed upon employers and collected by the New Jersey Department of Labor.

Prison Officers' Pension Fund (N.J.S.A. 43:7)

Pension Trust Fund

This is a closed system for certain employees of State penal institutions and is funded on a pay-as-you-go basis.

Property Tax Relief Fund (N.J.S.A. 54A:9-25)

Special Revenue Fund

This fund accounts for revenues from the New Jersey Gross Income Tax and a portion of the New Jersey Sales and Use Tax. Revenues realized are dedicated by the State Constitution. All receipts from taxes levied on personal income of individuals, estates, and trusts must be appropriated exclusively for the purpose of reducing or offsetting property taxes. P.L. 2006, c.44 increased the Sales and Use Tax rate to seven percent from six percent. Of the additional one percent, one half of a percent was dedicated to the Property Tax Relief Fund. Annual appropriations are made from the fund, pursuant to formulas established by the State Legislature, to counties, municipalities, and school districts.

Public Employees' Retirement System (N.J.S.A. 43:15A)

Pension Trust Fund

Most public employees in New Jersey, not required to become members of another contributory retirement program, are required to enroll in this system. The retirement benefits of this system are coordinated, but not integrated, with Social Security. This fund is maintained on an actuarial reserve basis.

Public Purpose Buildings and Community-Based Facilities Construction Fund (P.L. 1989, c.184)

Capital Projects Fund

An amount of \$125 million of General Obligation bonds was authorized for the purpose of planning, construction, reconstruction, development, erection, acquisition, extension, improvement, rehabilitation, and equipping the State and community-based human services facilities and State correctional facilities.

Public Purpose Buildings Construction Fund (P.L. 1980, c.119)

Capital Projects Fund

An amount of \$159 million of General Obligation bonds was authorized for construction of public purpose buildings, including \$50 million for facilities for the developmentally disabled, \$67 million for correctional facilities, \$7 million for a veterans' long-term care facility, \$3.5 million for facilities for children in need of supervision, and \$21.5 million for facilities for the intellectually disabled. The fund also provided \$10 million to the Department of Human Services for the establishment of a loan guarantee fund to encourage the construction of long-term care facilities that provide Medicaid funded beds.

Real Estate Guaranty Fund (N.J.S.A. 45:15-34)

Special Revenue Fund

Monies received from additional fees on annual licenses of real estate brokers and real estate salesmen are deposited in this fund. Claim payments, as certified by court orders, are made to persons aggrieved by the embezzlement, conversion, or unlawful obtaining of money or property by a licensed real estate broker or a real estate salesman, or an unlicensed employee of a real estate broker.

Remediation Guarantee Fund (P.L. 1993, c. 139)

Special Revenue Fund

The fund was established in order to remediate, or contract for the remediation of, any real property for which a person was required to establish a remediation funding source pursuant to section 25 of P.L. 1993, c.139, and where that person fails to conduct or properly conduct that remediation. The remediation funding source surcharge shall be in an amount equal to 1% of the required amount of the remediation funding source required to be maintained. An amount of \$5 million was appropriated from the Hazardous Discharge Fund of 1986.

Resource Recovery and Solid Waste Disposal Facility Fund (P.L. 1985, c.330)

General Fund

An amount of \$85 million of General Obligation bonds was authorized to provide funds for loans or grants to local government units for the construction of resource recovery facilities and environmentally sound sanitary landfill facilities.

Resource Recovery Investment Tax Fund (P.L. 1985, c.38)

Agency Fund

Receipts generated by the investment tax and waste importation tax plus any interest earned thereon, levied upon all owners or operators of sanitary landfill facilities who accept solid waste for disposal, are deposited in this fund. The revenues are then allocated to counties based on statutory regulations.

Safe Drinking Water Fund (N.J.S.A. 58:12A-12)

Special Revenue Fund

This fund accounts for tax revenues collected from owners or operators of public community water systems pursuant to the Safe Drinking Water Act. Monies in this fund are subject to appropriation to the Department of Environmental Protection for all costs associated with the department's administration of programs set forth in the Act.

Sanitary Landfill Facility Contingency Fund (N.J.S.A. 13:1E-100)

Special Revenue Fund

Receipts from taxes and penalties levied upon each owner or operator of every sanitary landfill facility are deposited in this fund. The tax is levied per cubic yard of solids and per gallon of liquids. The fund shall be liable for all direct and indirect damages resulting from the operations or closure of any sanitary landfill.

Shore Protection Fund (P.L. 1983, c.356)

General Fund

An amount of \$50 million of General Obligation bonds was authorized for the purpose of State projects and the making of State grants and loans to counties and municipalities for researching, planning, acquiring, developing, constructing, and maintaining shore protection projects. Of the total available, \$40 million was allocated for State shore protection projects and for State grants to counties and municipalities. The remaining \$10 million was allocated for State loans to counties and municipalities.

Solid Waste Service Tax Fund (P.L. 1985, c.38)

Agency Fund

Receipts generated by the solid waste services tax plus any interest earned thereon, levied upon all owners or operators of sanitary landfill facilities who accept solid waste for disposal, are deposited in this fund. The revenues are then allocated to provide state aid to counties.

Special Transportation Fund (N.J.S.A. 27:1B-21)

Capital Projects Fund

This fund was established in accordance with the enactment provisions of the New Jersey Transportation Trust Fund Authority. The fund accounts for the receipt of resources from the New Jersey Transportation Trust Fund Authority and related federal grant awards, and the expenditure of these funds for authorized public transportation projects. The funds can only be expended by the Department of Transportation pursuant to appropriations or authorizations made by the State Legislature.

State Disability Benefit Fund (N.J.S.A. 43:21-46a)

Special Revenue Fund

Worker and employer deposits that are subject to the contribution section on taxable wages under the State's unemployment compensation law are recorded in this fund. Deposits are also made from special assessments, fines, penalties, and investment earnings. Payments from the fund may be made to persons entitled to disability benefits, family leave benefits, and benefits not covered by the Workers' Compensation Law, for authorized refunds of contributions, and for administrative expenses.

State Facilities for Handicapped Fund (P.L. 1973, c.149)

Capital Projects Fund

An amount of \$25 million of General Obligation bonds was authorized for the expansion and renovation of the Marie H. Katzenbach School for the Deaf and for the planning, acquisition, improvements, and construction of regional day-school facilities to educate children with severe handicaps.

State Land Acquisition and Development Fund (P.L. 1978, c.118)

General Fund

An amount of \$200 million of General Obligation bonds was authorized for State and local acquisition and development to continue efforts to conserve open space and provide recreation areas. Half of the amount is allocated to urban areas.

State Lottery Fund (N.J.S.A. 5:9-21)

Proprietary Fund

Monies derived from the sale of State lottery tickets are deposited into this fund. Disbursements are authorized for the payment of prizes to holders of winning lottery tickets and for the administrative expenses of the Division of State Lottery. Remaining balances are paid to the General Fund in support of the amounts annually appropriated for State institutions and for education. The present value of obligations for future installment payments of lottery prizes funded by the purchase of deposit fund contracts are accounted for in this fund.

State of New Jersey Cash Management Fund-External Portion (N.J.S.A. 52:18A-90.4)

Investment Trust Fund

This fund serves as an investment pool to consolidate monies for municipalities, counties, school districts, and any other public body corporate or politic.

State of New Jersey Tischler Memorial Fund (N.J.S.A. 52:18A-1 et seq.)

General Fund

This fund was established under the authority of the State Treasurer in accordance with the terms of a bequest to the State of New Jersey. The principal amount of the bequest is to be invested in a prudent manner and the income from such investment is to be used for library materials.

State-Owned Real Property Fund (P.L. 2007, c.108)

Special Revenue Fund

Proceeds from the sale of surplus, State-owned real property are deposited into this fund. The monies in the fund are dedicated only for the relief of State debt or to assist in funding capital improvement projects.

State Police Retirement System (N.J.S.A. 53:5A)

Pension Trust Fund

This system is the State Police Retirement and Benevolent Fund's successor. All uniformed officers and troopers of the Division of State Police in the New Jersey Department of Law and Public Safety are required to enroll. This system is maintained on an actuarial reserve basis.

State Recycling Fund (N.J.S.A. 12:1E-92)

Special Revenue Fund

Beginning on April 1, 2008, a \$3.00 per ton tax is levied on the owner or operator of every solid waste facility as well as on solid waste collectors that transport solid waste for out-of-state disposal. Monies in the fund are used for: direct recycling grants to counties and municipalities; aid to counties for preparing, revising, and implementing solid waste management plans; State recycling program planning and program funding; aid to counties for public information and education programs concerning recycling programs; and for State grants to institutions of higher education to conduct research in recycling.

1999 Statewide Transportation and Local Bridge Fund (P.L. 1999, c.181)

Capital Projects Fund

An amount of \$500 million of General Obligation bonds was authorized for the purpose of rehabilitating and improving State transportation, including local bridges. Of this sum, \$250 million was reserved for grants to county and municipal governments for the cost of rehabilitation and improvement of structurally deficient bridges carrying county or municipal roads including railroad overhead bridges. The remaining \$250 million is reserved for transportation projects.

Stormwater Management and Combined Sewer Overflow Abatement Fund (P.L. 1989, c.181)

General Fund

An amount of \$50 million of General Obligation bonds was authorized for the purpose of providing grants and loans to local government units for the cost of projects identified pursuant to the stormwater management and combined sewer overflow abatement project priority list.

Superior Court of New Jersey Trust Fund (R. 4:57-2 to 5)

Special Revenue Fund

This fund accounts for monies representing deposits made in court as a result of litigation, including foreclosures, condemnations, liquidations, dissolutions, good faith deposits by liability insurers, sale of infants' lands, insolvencies, receiverships, and interpleaders. Disbursements from the fund are authorized by court order.

Supplemental Annuity Collective Trust (N.J.S.A. 52:18A-110)

Pension Trust Fund

Any active, contributing member of several State-administered retirement systems may enroll in this program. Members agree to make voluntary additional contributions through their pension funds to purchase variable retirement annuities in order to supplement the benefits provided by their basic system. Some employers agree to purchase tax-sheltered annuities for the same purpose for certain eligible public employees.

Supplemental Workforce Fund for Basic Skills (P.L. 2002, c.152)

Special Revenue Fund

The monies in this fund are used for basic skills training, reemployment services, and training programs for displaced and disadvantaged workers. Each worker shall contribute 0.0175 percent of their wages based on an annual wage limit to the Fund as determined by paragraph (3) of subsection (b) of R.S. 43:21-7.

Teachers' Pension and Annuity Fund (N.J.S.A. 18A-66)

Pension Trust Fund

This fund's designated purpose is to provide retirement benefits, death, disability and medical benefits to certain qualified members. Membership in the fund is mandatory for substantially all teachers or members of the professional staff certified by the State Board of Examiners, and employees of the Department of Education who have titles that are unclassified, professional, and certified. This fund is maintained on an actuarial reserve basis.

Tobacco Settlement Financing Corporation (P.L. 2002, c.32)

Special Revenue Fund

The Tobacco Settlement Financing Corporation has been established in, but not of, the Department of the Treasury. The State sold to the corporation rights, title, and interest in, and the right to receive 76.26 percent of the amounts payable under the 1998 Master Settlement Agreement (MSA) reached between 46 states and the major tobacco companies. Receipts (76.26 percent) under the MSA are pledged to the bondholders, with the remaining 23.74 percent as well as any unpledged revenue available to the State.

Tobacco Settlement Fund (General Provisions of Annual Appropriations Act)

Special Revenue Fund

Receipts equaling 23.74 percent as well as any unpledged revenues from the Master Settlement Agreement (MSA) reached between 46 states and the major tobacco companies are deposited into this fund and made available to the General Fund.

Tourism Improvement and Development District Act (P.L. 1992, c.165)

Special Revenue Fund

This fund accounts for a tax of up to 2 percent on predominantly tourism related retail receipts and an assessment of 1.85 percent. Amounts are expended to promote economic growth and employment related to a tourism economy, and to encourage tourism improvement and development districts to finance the acquisition, maintenance, operation, and support of convention center facilities.

Trial Attorney Certification Program (R. 1:39-1 (h))

Special Revenue Fund

This fund was established to assist the New Jersey Supreme Court in the administration of the certification function for civil or criminal trial attorneys. Revenues are generated by payments made by members of the Bar of the State of New Jersey and sponsors of Continuing Legal Education (CLE) programs.

Unclaimed Child Support Trust Fund (P.L. 1995, c.115)

Special Revenue Fund

All monies received, as abandoned child support are deposited into this fund. Each year, 45 days after the receipt of such funds, payments are made to the Judiciary consisting of the Federal Government's Title IV-D share. The remaining portions are used to pay claims duly presented and allowed and all expenses and costs incurred by the State of New Jersey.

Unclaimed County Deposits Trust Fund (P.L. 1992, c.173)

Private Purpose Trust Fund

All monies received as unclaimed county deposits are deposited in this fund. Each year 75 percent of the deposits received from a respective county are paid to that county. The remaining portion is retained in the fund and used to pay claims duly presented and allowed and all expenses and costs incurred by the State of New Jersey.

Unclaimed Insurance Payments on Deposit Accounts Fund

Private Purpose Trust Fund

The Unclaimed Deposits Amendment Act of 1993 (UDAA) controls the disposition of unclaimed insurance payments on deposit accounts for insured depository institutions which are placed into receivership after July 28, 1993. Pursuant to the UDAA, unclaimed insurance deposits are placed into this fund and held for ten years. Payments will be made to the owner upon determining that such individual or entity is the rightful owner of such funds. At the end of the ten-year period, any remaining deposits will be forwarded to the Federal Deposit Insurance Corporation.

Unclaimed Personal Property Trust Fund (P.L. 1989, c.58)

General Fund

The funds received by the State from holders reporting unclaimed property to the State Treasurer, and monies remitted to the Unclaimed Property administrator as a result of audit findings, are deposited into the Unclaimed Personal Property Trust Fund (UPPTF). The Unclaimed Property program established by the State Legislature essentially provides that after certain periods of time have expired during which monies have remained inactive or unclaimed or instruments have remained outstanding or unnegotiated, a presumption arises that the property has been abandoned. The abandonment period for bank accounts (savings, checking, and certificates of deposit), bank checks, money orders, travelers checks, credits, accounts payable, and dividend checks is three years. Payroll checks, utility deposits, and funds held by governmental agencies are deemed abandoned after one year. Insurance funds relating to annuities and matured life insurance policies are considered abandoned after three years. Life insurance proceeds payable as a result of an insured attaining limiting age are abandoned after two years.

Once unclaimed property is received by the State, the State Treasurer serves as the custodian, conservator, and trustee of the unclaimed property for the benefit of the original or apparent owner. Unless the administrator deems it prudent and advisable to do otherwise, 75 percent of all funds received shall be transferred to the General State Fund. The remaining portion shall be retained in the trust fund, administered and invested by the State Treasurer, and used to pay claims duly presented and allowed and all expenses and costs incurred by the State of New Jersey.

Unclaimed Utility Deposits Trust Fund (P.L. 2000, c.132)

Special Revenue Fund

All monies received in unclaimed property deposits from electric and gas utilities are deposited into this fund. Each year, unless the administrator deems it prudent and advisable to do otherwise, the administrator shall pay to the New Jersey Statewide Heating Assistance and Referral for Energy Services, a non-profit corporation, or to another statewide non-profit energy assistance organization designated by the Board of Public Utilities within 45 days of the receipt of such funds, 75.0 percent of the unclaimed utility deposits received from each of the electric and gas utilities by the administrator. Money received from the administrator shall be used exclusively for the payment of expenses associated with the restoration of electric or gas service, or to prevent the termination of electric or gas service. The remaining portion is retained in the fund and used to pay claims duly presented and allowed.

Unemployment Compensation Auxiliary Fund (N.J.S.A. 43:21-14g)

Special Revenue Fund

Amounts collected as penalties and interest assessed against employers who have failed to make payment of contributions required under the Unemployment Compensation Law to the State on a timely basis are deposited in this fund. Payments from the fund are authorized for the refund of any interest and/or penalty credited hereto, determined to have been collected or remitted by mistake. The remaining amounts may be expended by appropriations for administrative costs of the Unemployment Compensation Law and for costs of programs which generate employment, such as the Work Incentive Program, authorized training programs, and economic development activities.

Unemployment Compensation Fund (N.J.S.A. 43:21-9a)

Proprietary Fund

This fund accounts for monies deposited from contributions of employers and employees for unemployment compensation, amounts credited or advances made by the federal government, and amounts received herein from any other source.

After consideration is given to any claim for refund of overpayment of contributions, the remainder is transferred by the Division of Employment Security to the Treasurer of the United States for credit to the State of New Jersey Unemployment Compensation Fund and held by the Treasurer of the United States in the State of New Jersey Unemployment Trust Fund. Drawdowns against the State of New Jersey Unemployment Trust Fund are made by requests submitted to the Treasurer of the United States by the Division of Employment Security on an as-needed basis, whereby amounts are transferred back to the Unemployment Compensation Fund and are then disbursed by the Division of Employment Security to persons entitled to receive unemployment benefits.

Any shortfall in the Unemployment Compensation Fund needed to pay benefits is covered by federal statutes, which authorize advances from the federal government for unemployment benefits. Such advances are repayable by increased rates on federally taxable wages reported by New Jersey employers, or the advances may be repaid out of the fund assets at any time by the Governor.

Unemployment Compensation Interest Repayment Fund (N.J.S.A. 21-14.3)

Special Revenue Fund

This fund shall be used solely for the purpose of paying interest due on advances made by the federal government to the State of New Jersey Unemployment Trust Fund. A special assessment on applicable employers shall be deposited into this fund and used to pay interest expenses. Any residual balances may be transferred to the Unemployment Compensation Auxiliary Fund.

Universal Services Fund (P.L. 1999, c.23)

Special Revenue Fund

Monies deposited into this fund are generated from a “societal benefit charge” on monthly utility bills. The funds generated from the charge support the Lifeline program, clean energy initiatives, and provide financial assistance to low income utility customers.

University of Medicine and Dentistry of New Jersey - Self-Insurance Reserve Fund (N.J.S.A. 52:18A-1 et seq.)

Special Revenue Fund

This fund was established by a trust agreement between the State and the University of Medicine and Dentistry of New Jersey to cover malpractice claims against the hospitals and the University. This insurance is required by the New Jersey Health Care Facilities Financing Authority for protection of the Authority's bondholders. Revenues are derived from General Fund appropriations, as well as contributions from University affiliated hospitals and from University faculty members.

Urban and Rural Centers Unsafe Buildings Demolition Revolving Loan Fund (P.L. 1997, c.125)

General Fund

An amount of \$20 million of General Obligation bonds was authorized to provide financing for the demolition and disposal of unsafe buildings in urban and rural centers.

Vietnam Veterans' Memorial Fund (P.L. 1985, c.494)

Special Revenue Fund

This fund receives monies from donations and income tax designations to fund the Vietnam Veterans' Memorial honoring New Jersey veterans of the Vietnam conflict.

Volunteer Emergency Service Organizations Loan Fund (P.L. 1987, c.8)

Special Revenue Fund

The purpose of this fund is to provide low-interest loans to volunteer emergency service organizations for the purpose of modernizing or replacing outmoded or unsafe emergency vehicles, apparatus, equipment, or facilities, or to establish facilities to meet an increasing demand for a higher level of service in the communities in which they serve. Revenues consist of General Fund appropriations and interest on loan repayments.

Wage and Hour Trust Fund (N.J.S.A. 34:11-57)

Agency Fund

The Wage and Hour Trust Fund consists of four agency accounts which are used to collect wage settlements from employers who are deemed to have violated one or more, of the various components of the New Jersey Wage and Hour Law; and, to disburse the funds collected to employees who are entitled to receive the wages.

Wastewater Treatment Fund (P.L. 1985, c.329)

Special Revenue Fund

An amount of \$190 million of General Obligation bonds was authorized for the purpose of financing the cost of construction of wastewater treatment systems. Of the total amount authorized, \$145 million is allocated for the purpose of making grants and low or zero interest loans to local government units for financing the cost of the construction of wastewater treatment systems. In addition, this fund is the depository for the receipt of federal capitalization grants made available to the State for the purpose of financing wastewater treatment systems.

1992 Wastewater Treatment Fund (P.L. 1992, c.88)

General Fund

An amount of \$45 million was authorized for the purpose of making zero percent loans to local governmental entities for wastewater treatment system projects, in order to bring such systems into full compliance with permits issued pursuant to the Water Pollution Control Act; to provide adequate wastewater treatment in areas where large numbers of septic systems have malfunctioned or become obsolete; or to connect an obsolete or malfunctioning wastewater treatment system to another wastewater treatment system.

Water Conservation Fund (P.L. 1969, c.127)

General Fund

An amount of \$271 million of General Obligation bonds was authorized to conduct research, plan, acquire, develop, construct, and maintain water supply and wastewater treatment facilities for the preservation, sale, or exchange of water for potable, industrial, commercial, irrigational, recreational, and other public purposes.

2003 Water Resources and Wastewater Treatment Fund (P.L. 2003, c.162)

General Fund

An amount of \$45 million of General Obligation bonds was authorized to provide loans to, or on behalf of, local governmental entities or public water utilities to finance the costs of water resources projects or to make improvements to water supply facilities, or to provide loans to, or on behalf of, local governmental entities to finance the costs of wastewater treatment system projects.

Water Supply Fund (P.L. 1981, c.261)

General Fund

An amount of \$350 million of General Obligation bonds was authorized to provide loans for State or local projects for the rehabilitation, repair, or consolidation of antiquated, damaged, or inadequately operating water supply facilities, as recommended by the New Jersey Water Supply Master Plan.

Water Supply Replacement Trust Fund (P.L. 1988, c.106)

Special Revenue Fund

P.L. 1986, c.144 created a surtax on the corporate business tax to be deposited into the Hazardous Discharge Site Cleanup Fund. Of the amount deposited, \$60 million was transferred to this fund to provide loans to municipalities or municipally-owned public water systems for the purpose of providing a permanent alternate water supply to persons whose principal source of potable water is contaminated or is threatened with contamination by hazardous substances.

Worker and Community Right to Know Fund (N.J.S.A. 34:5A-1)

Special Revenue Fund

This fund was established to account for all fees collected from employers pursuant to the Worker and Community Right to Know Act. Monies in the fund are allocated for expenses incurred by the Department of Health, Department of Environmental Protection, Department of Labor and Workforce Development, and the Department of the Treasury in connection with the Act's provisions.

*Other
Information*

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**STATE OF NEW JERSEY
CAPITAL ASSETS
SCHEDULE OF CHANGES IN GROSS CAPITAL ASSETS BY FUNCTION
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

	<u>Balance July 1, 2012*</u>	<u>Additions</u>	<u>Deductions</u>	<u>Transfers/ Adjustments**</u>	<u>Balance June 30, 2013</u>
FUNCTION:					
Public safety and criminal justice	\$ 2,124,074,346	\$ 70,136,286	\$ 3,450,474	\$ 3,019,502	\$ 2,193,779,660
Physical and mental health	367,296,715	15,816,999	-	7,126,709	390,240,423
Educational, cultural, and intellectual development	509,192,046	46,065,833	1,972	(170,340)	555,085,567
Community development and environmental management	3,078,129,718	86,241,931	40,314,595	36,293,756	3,160,350,810
Economic planning, development, and security	294,171,503	6,388,868	-	1,228,261	301,788,632
Transportation programs	26,829,124,909	1,294,347,673	2,211,008	(552,827)	28,120,708,747
Government direction, management, and control	964,767,284	30,579,463	2,708,193	2,053,144	994,691,698
Special government services	<u>239,064,746</u>	<u>3,483,273</u>	<u>689,311</u>	<u>(390,937)</u>	<u>241,467,771</u>
Total Gross Capital Assets By Function	<u>\$ 34,405,821,267</u>	<u>\$ 1,553,060,326</u>	<u>\$ 49,375,553</u>	<u>\$ 48,607,268</u>	<u>\$ 35,958,113,308</u>

* Beginning Balance was restated by \$68,054,245 for revised building improvements.

** Transfers/Adjustments represent a revaluation and reclassification of assets among statewide functions.

**STATE OF NEW JERSEY
CAPITAL ASSETS
SCHEDULE OF GROSS CAPITAL ASSETS BY FUNCTION
JUNE 30, 2013**

	<u>Land and Easements</u>	<u>Land Improvements</u>	<u>Buildings and Improvements</u>
FUNCTION:			
Public safety and criminal justice	\$ 23,220,324	\$ 69,878,602	\$ 1,395,464,636
Physical and mental health	321,653	7,351,281	262,561,895
Educational, cultural, and intellectual development	7,720,819	14,997,359	376,998,055
Community development and environmental management	2,519,679,861	81,606,649	300,159,707
Economic planning, development, and security	1,262,279	480,024	200,069,793
Transportation programs	2,366,685,972	9,724,746	214,405,182
Government direction, management, and control	14,508,983	46,750,405	546,853,033
Special government services	<u>2,408,922</u>	<u>577,280</u>	<u>222,875,265</u>
Total Gross Capital Assets By Function	<u>\$ 4,935,808,813</u>	<u>\$ 231,366,346</u>	<u>\$ 3,519,387,566</u>

<u>Machinery, Equipment, and Software</u>	<u>Infrastructure</u>	<u>Construction in Progress</u>	<u>Total</u>
\$ 271,852,064	\$ 62,408,361	\$ 370,955,673	\$ 2,193,779,660
81,477,047	6,707,036	31,821,511	390,240,423
105,739,138	13,347,914	36,282,282	555,085,567
31,145,510	153,712,383	74,046,700	3,160,350,810
90,164,150	1,276,527	8,535,859	301,788,632
148,892,955	23,263,739,987	2,117,259,905	28,120,708,747
349,043,117	6,558,554	30,977,606	994,691,698
4,199,393	-	11,406,911	241,467,771
<u>\$ 1,082,513,374</u>	<u>\$ 23,507,750,762</u>	<u>\$ 2,681,286,447</u>	<u>\$ 35,958,113,308</u>

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**STATE OF NEW JERSEY
CAPITAL ASSETS
SCHEDULE OF CHANGES IN ACCUMULATED DEPRECIATION BY FUNCTION
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

FUNCTION:	<u>Balance July 1, 2012*</u>	<u>Depreciation Expense</u>	<u>Deductions</u>	<u>Transfers/ Adjustments**</u>	<u>Balance June 30, 2013</u>
Public safety and criminal justice	\$ 1,037,103,271	\$ 73,114,831	\$ 1,782,860	\$ 2,673,253	\$ 1,111,108,495
Physical and mental health	169,526,060	25,303,935	-	(1,169,824)	193,660,171
Educational, cultural, and intellectual development	293,001,546	26,526,296	1,972	(46,682)	319,479,188
Community development and environmental management	338,374,585	21,559,913	31,471,371	158,815	328,621,942
Economic planning, development, and security	170,663,078	13,780,028	-	-	184,443,106
Transportation programs	8,330,855,306	638,951,855	1,864,347	(19,107)	8,967,923,707
Government direction, management, and control	369,070,186	66,259,050	2,364,510	(97,073)	432,867,653
Special government services	80,849,007	7,216,433	689,310	(161,336)	87,214,794
Total Accumulated Depreciation By Function	<u>\$ 10,789,443,039</u>	<u>\$ 872,712,341</u>	<u>\$ 38,174,370</u>	<u>\$ 1,338,046</u>	<u>\$ 11,625,319,056</u>

* Beginning Balance was restated by \$18,726,601 for revised building improvements.

** Transfers/Adjustments represent a revaluation and reclassification of accumulated depreciation among statewide functions.

**STATE OF NEW JERSEY
CAPITAL ASSETS
SCHEDULE OF ACCUMULATED DEPRECIATION BY FUNCTION
JUNE 30, 2013**

	<u>Land Improvements</u>	<u>Buildings and Improvements</u>
FUNCTION:		
Public safety and criminal justice	\$ 53,157,536	\$ 850,438,108
Physical and mental health	1,412,368	139,278,884
Educational, cultural, and intellectual development	8,640,038	241,266,288
Community development and environmental management	62,716,977	193,605,412
Economic planning, development, and security	225,000	99,781,005
Transportation programs	7,083,829	97,495,306
Government direction, management, and control	14,800,344	243,725,874
Special government services	<u>423,058</u>	<u>84,233,808</u>
Total Gross Capital Assets By Function	<u>\$ 148,459,150</u>	<u>\$ 1,949,824,685</u>

<u>Machinery, Equipment, and Software</u>	<u>Infrastructure</u>	<u>Total</u>
\$ 189,300,059	\$ 18,212,792	\$ 1,111,108,495
51,074,433	1,894,486	193,660,171
62,609,812	6,963,050	319,479,188
23,836,775	48,462,778	328,621,942
83,589,138	847,963	184,443,106
103,980,446	8,759,364,126	8,967,923,707
171,224,792	3,116,643	432,867,653
<u>2,557,928</u>	<u>-</u>	<u>87,214,794</u>
<u><u>\$ 688,173,383</u></u>	<u><u>\$ 8,838,861,838</u></u>	<u><u>\$ 11,625,319,056</u></u>

STATE OF NEW JERSEY
ACCUMULATED DEPRECIATION AS A PERCENTAGE OF CAPITAL ASSETS*
FOR THE FISCAL YEAR ENDED JUNE 30

<u>Capital Asset Category</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Land Improvements	64.2 %	63.1 %	60.8 %	58.9 %	57.4 %	55.8 %
Buildings and Improvements	55.4	54.1	52.9	50.8	48.4	54.5
Equipment	73.0	72.7	71.6	66.2	62.2	59.5
Software	55.0	45.6	32.9	36.2	45.2	28.2
Infrastructure	37.6	36.8	38.8	38.5	38.2	38.1

* Calculated by dividing the Capital Asset by Accumulated Depreciation for that category.

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**STATE OF NEW JERSEY
SCHEDULE OF LONG-TERM DEBT
FOR THE FISCAL YEAR JUNE 30, 2013**

	General Obligation Bonds		
	Amount Authorized	Amount Unissued	Year Authorized
Bonded Debt			
General Obligation Bond Act			
Building Our Future	\$ 750,000,000	\$ 650,000,000	2012
Clean Waters	120,000,000	3,400,000	1976
Dam, Lake, Stream, Flood Control, Water Resources, and Wastewater Treatment Project	200,000,000	38,750,000	2003
Developmental Disabilities Waiting List Reduction and Human Services Facilities Construction	160,000,000	-	1994
Energy Conservation	50,000,000	1,600,000	1980
Green Acres, Cultural Centers, and Historic Preservation	100,000,000	1,000,000	1987
Green Acres, Farmland, Blue Acres, and Historic Preservation	200,000,000	27,500,000	2007
Green Acres, Farmland and Historic Preservation, and Blue Acres	340,000,000	18,000,000	1995
Green Acres, Water Supply and Floodplain Protection, and Farmland and Historic Preservation	400,000,000	230,500,000	2009
Hazardous Discharge	100,000,000	43,000,000	1981
Hazardous Discharge	200,000,000	38,000,000	1986
Jobs, Education and Competitiveness	350,000,000	-	1988
Natural Resources	145,000,000	9,600,000	1980
New Jersey Green Acres	135,000,000	14,500,000	1983
New Jersey Green Acres, Clean Water, Farmland and Historic Preservation	345,000,000	12,880,000	1992
New Jersey Open Space Preservation	300,000,000	22,600,000	1989
Pinelands Infrastructure Trust	30,000,000	6,750,000	1985
Port of New Jersey Revitalization, Dredging, Environmental Cleanup, Lake Restoration, and Delaware Bay Area Economic Development	300,000,000	87,500,000	1996
Public Purpose Buildings and Community-Based Facilities Construction	125,000,000	5,000,000	1989
Refunding Bonds	6,134,329,598	-	1985
State Land Acquisition and Development	200,000,000	-	1978
Statewide Transportation and Local Bridge	500,000,000	-	1999
Stormwater Management and Combined Sewer Overflow Abatement	50,000,000	9,500,000	1989
Water Supply	350,000,000	73,150,000	1981
Subtotal General Obligation Bond Acts	\$ 11,584,329,598	\$ 1,293,230,000	
Revenue Bonds Payable			
Capital Leases			
Installment Obligations			
Certificates of Participation			
Tobacco Settlement Financing Corporation			
Unamortized Deferral on Refunding			
Unamortized Interest on Capital Appreciation Bonds			
Unamortized Premium			
Subtotal Bonded Debt			
Non-Bonded Debt			
Accumulated Sick and Vacation Payable			
Capital Leases			
Loans Payable			
Net OPEB Obligation			
Net Pension Obligation			
Pollution Remediation Obligation			
Other			
Subtotal Non-Bonded Debt			
Total Debt			

* Restated to reflect revised fair market value relating to certain leases of \$39.5 million, Business Employment Incentive Program obligations of \$630.1 million and long-term obligation to other states relating to unclaimed property of \$31.0 million.

Outstanding July 1, 2012*	Issued	Retired	Outstanding June 30, 2013
\$ -	\$ 100,000,000	\$ -	\$ 100,000,000
750,000	-	95,000	655,000
73,255,000	3,500,000	8,110,000	68,645,000
6,005,000	-	95,000	5,910,000
60,000	-	-	60,000
3,955,000	-	155,000	3,800,000
59,680,000	31,500,000	-	91,180,000
11,315,000	3,000,000	210,000	14,105,000
-	169,500,000	-	169,500,000
-	-	-	-
-	10,000,000	-	10,000,000
780,000	-	-	780,000
4,600,000	-	-	4,600,000
-	-	-	-
11,335,000	-	75,000	11,260,000
1,925,000	-	-	1,925,000
535,000	-	-	535,000
47,020,000	29,000,000	1,555,000	74,465,000
890,000	-	-	890,000
2,113,065,000	-	323,265,000	1,789,800,000
925,000	-	90,000	835,000
35,460,000	-	-	35,460,000
4,535,000	3,500,000	105,000	7,930,000
8,575,000	-	-	8,575,000
<u>2,384,665,000</u>	<u>350,000,000</u>	<u>333,755,000</u>	<u>2,400,910,000</u>
20,698,950,000	2,144,065,000	1,298,110,000	21,544,905,000
212,700,000	284,370,000	182,295,000	314,775,000
18,293,914,599	2,677,100,000	2,727,656,595	18,243,358,004
100,314,062	27,985,367	35,393,420	92,906,009
4,444,092,441	-	150,200,315	4,293,892,126
(994,775,062)	(291,056,317)	(217,847,181)	(1,067,984,198)
(7,863,770,354)	-	(360,280,775)	(7,503,489,579)
1,518,506,080	733,989,655	185,424,647	2,067,071,088
<u>38,794,596,766</u>	<u>5,926,453,705</u>	<u>4,334,707,021</u>	<u>40,386,343,450</u>
606,046,815	323,390,126	354,713,373	574,723,568
379,352,288	37,094,898	62,518,055	353,929,131
1,279,358,087	-	-	1,279,358,087
16,818,300,000	4,874,600,000	1,516,200,000	20,176,700,000
12,838,529,449	1,677,451,759	-	14,515,981,208
92,174,562	-	6,012,317	86,162,245
982,144,696	476,650,235	423,732,720	1,035,062,211
<u>32,995,905,897</u>	<u>7,389,187,018</u>	<u>2,363,176,465</u>	<u>38,021,916,450</u>
<u>\$ 71,790,502,663</u>	<u>\$ 13,315,640,723</u>	<u>\$ 6,697,883,486</u>	<u>\$ 78,408,259,900</u>

**STATE OF NEW JERSEY
BUDGETARY COMPARISON SCHEDULE
NON-MAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

	Casino Control Fund			
	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and fees	56,497,295	56,490,295	55,593,717	(896,578)
Investment earnings	18,000	18,000	8,349	(9,651)
Other	-	-	-	-
Total Revenues	<u>56,515,295</u>	<u>56,508,295</u>	<u>55,602,066</u>	<u>(906,229)</u>
OTHER FINANCING SOURCES				
Transfers from other funds	-	-	-	-
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Revenues and Other Financing Sources	<u>56,515,295</u>	<u>56,508,295</u>	<u>55,602,066</u>	<u>(906,229)</u>
EXPENDITURES				
Public safety and criminal justice	47,167,497	47,149,217	46,267,170	882,047
Physical and mental health	-	-	-	-
Educational, cultural, and intellectual development	-	-	-	-
Economic planning, development, and security	-	-	-	-
Transportation programs	-	-	-	-
Government direction, management, and control	9,597,798	9,594,078	7,916,942	1,677,136
Special government services	-	-	-	-
Total Expenditures	<u>56,765,295</u>	<u>56,743,295</u>	<u>54,184,112</u>	<u>2,559,183</u>
Net Change in Fund Balance	(250,000)	(235,000)	1,417,954	1,652,954
Fund Balances - July 1, 2012	<u>250,000</u>	<u>1,780,000</u>	<u>1,780,000</u>	<u>-</u>
Fund Balances - June 30, 2013	<u>\$ -</u>	<u>\$ 1,545,000</u>	<u>\$ 3,197,954</u>	<u>\$ 1,652,954</u>

Casino Revenue Fund

Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget
\$ 283,578,000	\$ 217,250,000	\$ 214,415,058	\$ (2,834,942)
-	-	-	-
-	-	-	-
<u>35,451,755</u>	<u>35,451,755</u>	<u>35,597,658</u>	<u>145,903</u>
<u>319,029,755</u>	<u>252,701,755</u>	<u>250,012,716</u>	<u>(2,689,039)</u>
400,000	350,000	69,006,559	68,656,559
<u>400,000</u>	<u>350,000</u>	<u>69,006,559</u>	<u>68,656,559</u>
319,429,755	253,051,755	319,019,275	65,967,520
-	-	-	-
234,993,755	185,875,513	234,835,740	(48,960,227)
57,516,000	45,494,043	57,516,000	(12,021,957)
2,196,000	1,736,994	2,196,000	(459,006)
24,632,000	19,483,435	24,632,000	(5,148,565)
-	-	-	-
<u>92,000</u>	<u>72,770</u>	<u>92,000</u>	<u>(19,230)</u>
<u>319,429,755</u>	<u>252,662,755</u>	<u>319,271,740</u>	<u>(66,608,985)</u>
-	389,000	(252,465)	(641,465)
-	-	-	-
<u>\$ -</u>	<u>\$ 389,000</u>	<u>\$ (252,465)</u>	<u>\$ (641,465)</u>

(Continued on next page)

STATE OF NEW JERSEY
BUDGETARY COMPARISON SCHEDULE
NON-MAJOR GOVERNMENTAL FUNDS (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Gubernatorial Elections Fund			
	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and fees	-	-	-	-
Investment earnings	-	-	-	-
Other	810,462	810,462	440,033	(370,429)
Total Revenues	<u>810,462</u>	<u>810,462</u>	<u>440,033</u>	<u>(370,429)</u>
OTHER FINANCING SOURCES				
Transfers from other funds	4,259,000	4,458,000	331,852	(4,126,148)
Total Other Financing Sources	<u>4,259,000</u>	<u>4,458,000</u>	<u>331,852</u>	<u>(4,126,148)</u>
Total Revenues and Other Financing Sources	<u>5,069,462</u>	<u>5,268,462</u>	<u>771,885</u>	<u>(4,496,577)</u>
EXPENDITURES				
Public safety and criminal justice	5,830,462	5,830,462	1,821,199	4,009,263
Physical and mental health	-	-	-	-
Educational, cultural, and intellectual development	-	-	-	-
Economic planning, development, and security	-	-	-	-
Transportation programs	-	-	-	-
Government direction, management, and control	-	-	-	-
Special government services	-	-	-	-
Total Expenditures	<u>5,830,462</u>	<u>5,830,462</u>	<u>1,821,199</u>	<u>4,009,263</u>
Net Change in Fund Balance	(761,000)	(562,000)	(1,049,314)	(487,314)
Fund Balances - July 1, 2012	<u>1,241,000</u>	<u>1,042,000</u>	<u>1,042,000</u>	<u>-</u>
Fund Balances - June 30, 2013	<u>\$ 480,000</u>	<u>\$ 480,000</u>	<u>\$ (7,314)</u>	<u>\$ (487,314)</u>

Total Non-Major Governmental Funds

Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget
\$ 283,578,000	\$ 217,250,000	\$ 214,415,058	\$ (2,834,942)
56,497,295	56,490,295	55,593,717	(896,578)
18,000	18,000	8,349	(9,651)
<u>36,262,217</u>	<u>36,262,217</u>	<u>36,037,691</u>	<u>(224,526)</u>
<u>376,355,512</u>	<u>310,020,512</u>	<u>306,054,815</u>	<u>(3,965,697)</u>
4,659,000	4,808,000	69,338,411	64,530,411
<u>4,659,000</u>	<u>4,808,000</u>	<u>69,338,411</u>	<u>64,530,411</u>
381,014,512	314,828,512	375,393,226	60,564,714
52,997,959	52,979,679	48,088,369	4,891,310
234,993,755	185,875,513	234,835,740	(48,960,227)
57,516,000	45,494,043	57,516,000	(12,021,957)
2,196,000	1,736,994	2,196,000	(459,006)
24,632,000	19,483,435	24,632,000	(5,148,565)
9,597,798	9,594,078	7,916,942	1,677,136
92,000	72,770	92,000	(19,230)
<u>382,025,512</u>	<u>315,236,512</u>	<u>375,277,051</u>	<u>(60,040,539)</u>
(1,011,000)	(408,000)	116,175	524,175
<u>1,491,000</u>	<u>2,822,000</u>	<u>2,822,000</u>	<u>-</u>
<u>\$ 480,000</u>	<u>\$ 2,414,000</u>	<u>\$ 2,938,175</u>	<u>\$ 524,175</u>

**STATE OF NEW JERSEY
BUDGETARY COMPARISON SCHEDULE
BUDGET-TO-GAAP RECONCILIATION - NON-MAJOR FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

**Explanation of differences between budgetary inflows and outflows
and GAAP revenues and expenditures**

	<u>Casino Control Fund</u>	<u>Casino Revenue Fund</u>	<u>Gubernatorial Elections Fund</u>
Sources/inflows of resources:			
Total revenues and other financing sources - actual amounts (budgetary basis) from the budgetary comparison schedule	\$ 55,602,066	\$ 319,019,275	\$ 771,885
Differences - budget to GAAP:			
Revenue Refund	-	-	-
<hr/>			
Total revenues and other financing sources as reported on the GAAP - basis statement of revenues, expenditures, and changes in fund balances - governmental funds	<u>\$ 55,602,066</u>	<u>\$ 319,019,275</u>	<u>\$ 771,885</u>
Uses/outflows of resources:			
Total expenditures and other financing uses - actual amounts (budgetary basis) from the budgetary comparison schedule	\$ 54,184,112	\$ 319,271,740	\$ 1,821,199
Differences - budget to GAAP:			
Encumbrances for items ordered but not received are reported in the year the resources are encumbered for budgetary purposes, but in the year the items are received for financial reporting purposes.	(1,081,504)	(24,649,720)	-
Expenditures in prior budget fiscal year accounts are reported in the year the resources are encumbered for budgetary purposes, but in the year the funds are disbursed for financial reporting purposes.	367,734	22,704,405	(6,908)
<hr/>			
Total expenditures and other financing uses as reported on the GAAP-basis statement of revenues, expenditures, and changes in fund balances - governmental funds	<u>\$ 53,470,342</u>	<u>\$ 317,326,425</u>	<u>\$ 1,814,291</u>

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**STATE OF NEW JERSEY
SCHEDULE OF ANTICIPATED REVENUE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

	ANTICIPATED TO JUNE 30, 2013	REALIZED TO JUNE 30, 2013 AMOUNT	PERCENT	REALIZATION OVER (UNDER) ANTICIPATED
MAJOR TAXES				
Sales	\$ 8,422,803,000	\$ 8,235,089,827	98	\$ (187,713,173)
Sales Tax Dedication	(654,000,000)	(629,761,540)	96	24,238,460
Sales Tax Energy	380,000,000	199,701,361	53	(180,298,639)
Corporation Business	2,566,000,000	2,364,491,642	92	(201,508,358)
Corporate Business Energy	100,000,000	6,908,805	7	(93,091,195)
Transfer Inheritance	725,000,000	623,839,887	86	(101,160,113)
Motor Fuels	565,000,000	524,557,104	93	(40,442,896)
Insurance Premium	575,000,000	563,264,301	98	(11,735,699)
Motor Vehicles Fees	466,388,000	449,539,880	96	(16,848,120)
Petroleum Products Gross Receipts	228,000,000	206,481,383	91	(21,518,617)
Cigarette	271,601,000	246,863,307	91	(24,737,693)
Corporation Banks and Financial Institutions	165,000,000	164,215,968	100	(784,032)
Realty Transfer	240,000,000	212,081,489	88	(27,918,511)
Alcoholic Beverage Excise	112,000,000	103,065,683	92	(8,934,317)
Tobacco Products Wholesale Sales	20,427,000	21,698,854	106	1,271,854
Public Utility Excise (Reform)	14,000,000	15,431,795	110	1,431,795
TOTAL MAJOR TAXES	<u>14,197,219,000</u>	<u>13,307,469,746</u>	94	<u>(889,749,254)</u>
MISCELLANEOUS TAXES, FEES, REVENUES				
Executive Branch:				
Department of Agriculture:				
Fertilizer Inspection Fees	366,000	366,000	100	-
Miscellaneous Revenue	3,000	1,840	61	(1,160)
Total Department of Agriculture	<u>369,000</u>	<u>367,840</u>	100	<u>(1,160)</u>
Department of Banking and Insurance:				
Actuarial Services	70,000	63,525	91	(6,475)
Banking - Assessments	11,400,000	11,437,739	100	37,739
Banking - Examination Fees	-	294	-	294
Banking - Licenses and Other Fees	1,800,000	1,762,261	98	(37,739)
Fraud Fines	1,500,000	990,112	66	(509,888)
HMO Covered Lives	1,394,000	985,126	71	(408,874)
Insurance - Examination Billings	2,500,000	2,007,560	80	(492,440)
Insurance - Licenses and Other Fees	39,814,000	41,219,634	104	1,405,634
Insurance - Special Purpose Assessment	33,900,000	33,687,216	99	(212,784)
Insurance Fraud Prevention	25,000,000	28,204,733	113	3,204,733
Real Estate Commission	11,000,000	9,988,601	91	(1,011,399)
Total Department of Banking and Insurance	<u>128,378,000</u>	<u>130,346,801</u>	102	<u>1,968,801</u>
Department of Children and Families:				
Child Care Licensing/Adoption Law	310,000	321,012	104	11,012
Contract Recoveries	17,394,000	21,616,763	124	4,222,763
Divorce Filing Fees	1,395,000	1,354,000	97	(41,000)
Marriage License/Civil Union Fees	1,150,000	1,120,584	97	(29,416)
Total Department of Children and Families	<u>20,249,000</u>	<u>24,412,359</u>	121	<u>4,163,359</u>

**STATE OF NEW JERSEY
SCHEDULE OF ANTICIPATED REVENUE
GENERAL FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

	<u>ANTICIPATED TO JUNE 30, 2013</u>	<u>REALIZED TO JUNE 30, 2013 AMOUNT</u>	<u>PERCENT</u>	<u>REALIZATION OVER (UNDER) ANTICIPATION</u>
Department of Community Affairs:				
Affordable Housing and Neighborhood Preservation - Fair Housing	228,159,000	28,159,000	12	(200,000,000)
Construction Fees	15,789,000	15,789,000	100	-
Fire Safety	16,983,000	16,983,000	100	-
Housing Inspection Fees	10,160,000	10,160,000	100	-
Miscellaneous Revenue	-	185	-	185
Planned Real Estate Development Fees	610,000	610,000	100	-
Total Department of Community Affairs	<u>271,701,000</u>	<u>71,701,185</u>	26	<u>(199,999,815)</u>
Department of Corrections:				
Violent Crimes	-	3,215	-	3,215
Miscellaneous Revenue	-	38,980	-	38,980
Total Department of Corrections	<u>-</u>	<u>42,195</u>	-	<u>42,195</u>
Department of Education:				
Audit of Recoveries	500,000	1,373,791	275	873,791
Audit of Enrollments	473,000	956,351	202	483,351
Local School District Loan Recoveries - NJEDA	5,712,000	5,643,667	99	(68,333)
Nonpublic Schools Handicapped and Auxiliary Recoveries	3,500,000	15,552,692	444	12,052,692
Nonpublic Schools Textbook Recoveries	1,000,000	799,397	80	(200,603)
School Construction Inspection Fees	100,000	361,162	361	261,162
State Board of Examiners	4,591,000	4,663,498	102	72,498
Total Department of Education	<u>15,876,000</u>	<u>29,350,558</u>	185	<u>13,474,558</u>
Department of Environmental Protection:				
Air Pollution Fees - Minor Sources	6,300,000	6,300,000	100	-
Air Pollution Fees - Title V Operating Permits	7,060,000	4,644,187	66	(2,415,813)
Air Pollution Fines	2,250,000	2,940,327	131	690,327
Clean Water Enforcement Act	1,840,000	1,410,262	77	(429,738)
Coastal Area Facility Review Act	1,413,000	1,278,331	90	(134,669)
Endangered Species Tax Checkoff	158,000	158,000	100	-
Environmental Infrastructure Financing Program Administrative Fee	5,000,000	5,000,000	100	-
Excess Diversion	160,000	31,473	20	(128,527)
Freshwater Wetlands Fees	2,519,000	1,920,565	76	(598,435)
Freshwater Wetlands Fines	300,000	726,132	242	426,132
Hazardous Waste Fees	3,115,000	3,162,583	102	47,583
Hazardous Waste Fines	450,000	427,264	95	(22,736)
Highlands Permitting	-	(1,386)	-	(1,386)
Hunters' and Anglers' Licenses	11,740,000	11,740,000	100	-
Industrial Site Recovery Act	25,000	27,750	111	2,750
Laboratory Certification Fees	800,000	773,093	97	(26,907)
Laboratory Certification Fines	50,000	21,424	43	(28,576)

**STATE OF NEW JERSEY
SCHEDULE OF ANTICIPATED REVENUE
GENERAL FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

	ANTICIPATED TO JUNE 30, 2013	REALIZED TO JUNE 30, 2013		REALIZATION OVER (UNDER) ANTICIPATION
		AMOUNT	PERCENT	
Marina Rentals	885,000	885,000	100	-
Marine Lands - Preparation and Filing Fees	145,000	147,557	102	2,557
Medical Waste	4,600,000	5,014,615	109	414,615
Miscellaneous Revenue	-	7,686	-	7,686
New Jersey Pollutant Discharge Elimination System/Stormwater Permits	16,700,000	16,700,000	100	-
Parks Management Fees and Permits	4,300,000	4,300,000	100	-
Parks Management Fines	79,000	73,613	93	(5,387)
Pesticide Control Fees	4,400,000	4,400,000	100	-
Pesticide Control Fines	80,000	23,850	30	(56,150)
Radiation Protection Fees	4,750,000	4,824,233	102	74,233
Radiation Protection Fines	120,000	173,735	145	53,735
Radon Testers Certification	230,000	226,716	99	(3,284)
Shellfish and Marine Fisheries	-	4,862	-	4,862
Solid Waste - Utility Regulation Assessments	3,100,000	3,100,000	100	-
Solid Waste Fines	650,000	1,209,418	186	559,418
Solid Waste Management Fees	10,885,000	10,362,386	95	(522,614)
Solid and Hazardous Waste Disclosure	150,000	202,480	135	52,480
Stream Encroachment	2,673,000	2,672,229	100	(771)
Toxic Catastrophe Prevention Fees	1,515,000	1,650,457	109	135,457
Toxic Catastrophe Prevention Fines	120,000	107,220	89	(12,780)
Treatment Works Approval	1,350,000	1,259,271	93	(90,729)
Underground Storage Tanks Fees	500,000	658,718	132	158,718
Water Allocation	2,423,000	2,423,000	100	-
Water Supply Management Regulations	1,300,000	1,155,154	89	(144,846)
Water/Wastewater Operators Licenses	210,000	210,000	100	-
Waterfront Development Fees	2,700,000	2,154,168	80	(545,832)
Waterfront Development Fines	20,000	33,957	170	13,957
Well Permits/Well Drillers/Pump Installers Licenses	1,100,000	1,100,000	100	-
Wetlands	44,000	31,751	72	(12,249)
Worker Community Right to Know - Fines	35,000	18,625	53	(16,375)
Total Department of Environmental Protection	108,244,000	105,690,706	98	(2,553,294)
Department of Health:				
Admission Charge Hospital Assessment	6,000,000	6,000,000	100	-
Health Care Reform	1,200,000	1,200,000	100	-
Licenses, Fines, Permits, Penalties, and Fees	790,000	790,000	100	-
Miscellaneous Revenue	400,000	2,379	1	(397,621)
Total Department of Health	8,390,000	7,992,379	95	(397,621)

STATE OF NEW JERSEY
SCHEDULE OF ANTICIPATED REVENUE
GENERAL FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	ANTICIPATED TO JUNE 30, 2013	REALIZED TO JUNE 30, 2013 AMOUNT	PERCENT	REALIZATION OVER (UNDER) ANTICIPATED
Department of Human Services:				
Early Periodic Screening, Diagnosis, and Treatment	1,420,000	1,421,971	100	1,971
Medicaid Uncompensated Care - Acute	197,602,000	214,021,690	108	16,419,690
Medicaid Uncompensated Care - Mental Health	33,832,000	36,533,520	108	2,701,520
Medicaid Uncompensated Care - Psychiatric	179,372,000	179,194,600	100	(177,400)
Medicaid Assistance - Federal Match on PAAD	350,000	208,688	60	(141,312)
Miscellaneous Revenue	16,822,000	25,802,059	153	8,980,059
Patients' and Residents' Cost Recovery - Developmental Disabilities	18,684,000	16,851,452	90	(1,832,548)
Patients' and Residents' Cost Recovery - Psychiatric Hospitals	74,236,000	72,479,778	98	(1,756,222)
School Based Medicaid	31,940,000	47,352,048	148	15,412,048
Total Department of Human Services	554,258,000	593,865,806	107	39,607,806
Department of Labor and Workforce Development:				
Miscellaneous Revenue	155,000	244,970	158	89,970
Special Compensation Fund	1,883,000	1,883,000	100	-
Workers' Compensation Assessment	13,311,000	13,311,000	100	-
Workplace Standards - Licenses, Permits, and Fines	4,351,000	4,351,000	100	-
Total Department of Labor and Workforce Development	19,700,000	19,789,970	100	89,970
Department of Law and Public Safety:				
Beverage Licenses	3,960,000	3,960,000	100	-
Casino Fines	-	645,140	-	645,140
Charities Registration Section	695,000	695,000	100	-
Consumer Affairs	-	4,800	-	4,800
Controlled Dangerous Substances	100,000	100,000	100	-
Forfeiture Funds	250,000	250,000	100	-
Legalized Games of Chance Control	1,200,000	1,200,000	100	-
Miscellaneous Revenue	20,000	1,804,694	9,023	1,784,694
New Jersey Cemetery Board	66,000	66,000	100	-
Pleasure Boat Licenses	2,280,000	2,037,712	89	(242,288)
Private Employment Agencies	258,000	258,000	100	-
Securities Enforcement	13,394,000	13,394,000	100	-
Settlements	-	391,710	-	391,710
State Board of Architects	260,000	260,000	100	-
State Board of Audiology and Speech- Language Pathology Advisory	20,000	20,000	100	-
State Board of Certified Public Accountants	24,000	24,000	100	-
State Board of Chiropractors	30,000	30,000	100	-
State Board of Cosmetology and Hairstyling	2,080,000	2,080,000	100	-
State Board of Court Reporting	10,000	10,000	100	-
State Board of Dentistry	120,000	120,000	100	-
State Board of Electrical Contractors	160,000	160,000	100	-
State Board of HVAC Contractors	5,000	-	-	(5,000)
State Board of Marriage Counselor Examiners	420,000	420,000	100	-
State Board of Master Plumbers	370,000	370,000	100	-
State Board of Medical Examiners	7,040,000	7,040,000	100	-
State Board of Mortuary Science	160,000	160,000	100	-
State Board of Nursing	3,678,000	3,678,000	100	-
State Board of Occupational Therapists and Assistants	12,000	12,000	100	-

**STATE OF NEW JERSEY
SCHEDULE OF ANTICIPATED REVENUE
GENERAL FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

	ANTICIPATED TO JUNE 30, 2013	<u>REALIZED TO JUNE 30, 2013</u>		REALIZATION OVER (UNDER) ANTICIPATED
		AMOUNT	PERCENT	
State Board of Ophthalmic Dispensers and Ophthalmic Technicians	12,000	12,000	100	-
State Board of Optometrists	136,000	136,000	100	
State Board of Orthotics and Prosthetics	34,000	34,000	100	
State Board of Pharmacy	1,300,000	1,300,000	100	-
State Board of Physical Therapy	16,000	16,000	100	-
State Board of Polysommography	54,000	54,000	100	
State Board of Professional Engineers and Land Surveyors	240,000	240,000	100	-
State Board of Professional Planners	4,000	4,000	100	-
State Board of Psychological Examiners	366,000	366,000	100	-
State Board of Real Estate Appraisers	22,000	22,000	100	-
State Board of Respiratory Care	10,000	10,000	100	-
State Board of Social Workers	180,000	180,000	100	-
State Board of Veterinary Medical Examiners	212,000	212,000	100	-
State Police - Fingerprint Fees	3,694,000	3,694,000	100	-
State Police - Other Licenses	348,000	347,313	100	(687)
State Police - Private Detective Licenses	200,000	190,550	95	(9,450)
Victims of Violent Crime Compensation	3,372,000	3,372,000	100	-
Weights and Measures - General	2,612,000	2,612,000	100	-
Total Department of Law and Public Safety	<u>49,424,000</u>	<u>51,992,919</u>	105	<u>2,568,919</u>
Department of Military and Veterans' Affairs:				
Soldiers' Homes	45,500,000	48,325,623	106	2,825,623
Total Department of Military and Veterans' Affairs	<u>45,500,000</u>	<u>48,325,623</u>	106	<u>2,825,623</u>
Department of State:				
Governor's Teaching Scholars Program Loan Repayment	5,000	2,821	56	(2,179)
Total Department of State	<u>5,000</u>	<u>2,821</u>	56	<u>(2,179)</u>
Department of Transportation:				
Air Safety Fund	680,000	680,000	100	-
Applications and Highway Permits	1,300,000	1,300,000	100	-
Autonomous Transportation Authorities	53,500,000	53,500,000	100	-
Drunk Driving Fines	400,000	402,477	101	2,477
Good Driver	77,000,000	74,682,946	97	(2,317,054)
Interest on Purchase of Right of Way	5,000	-	-	(5,000)
Logo Sign Program Fees	300,000	300,000	100	-
Maritime Program Receipts	2,200,000	1,997,839	91	(202,161)
Miscellaneous Revenue	10,000	43,270	433	33,270
Outdoor Advertising	740,000	740,000	100	-
Total Department of Transportation	<u>136,135,000</u>	<u>133,646,532</u>	98	<u>(2,488,468)</u>

**STATE OF NEW JERSEY
SCHEDULE OF ANTICIPATED REVENUE
GENERAL FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

	ANTICIPATED TO JUNE 30, 2013	<u>REALIZED TO JUNE 30, 2013</u>		REALIZATION OVER (UNDER) ANTICIPATED
		AMOUNT	PERCENT	
Department of the Treasury:				
Assessment on Real Property Greater Than \$1 Million	100,000,000	82,500,549	83	(17,499,451)
Assessments - Cable TV	5,129,000	5,122,000	100	(7,000)
Assessments - Public Utility	30,634,000	29,608,502	97	(1,025,498)
Cable Television (CATV) Universal Access	5,000,000	7,204,087	144	2,204,087
Coin Operated Telephones	-	3,151,314	-	3,151,314
Commercial Recording - Expedited	1,000,000	1,000,000	100	-
Commissions (Notary)	1,300,000	1,273,532	98	(26,468)
Dispute Settlement Mediation	50,000	50,000	100	-
Domestic Security	32,000,000	29,948,681	94	(2,051,319)
Dormitory Safety Trust Fund - Debt Service Recovery	5,653,000	-	-	(5,653,000)
Escrow Interest - Construction Accounts	6,000	8,299	138	2,299
General Revenue - Fees (Commercial Recording and UCC)	55,000,000	59,643,477	108	4,643,477
Higher Education Capital Improvement Fund - Debt Service Recovery	15,297,000	-	-	(15,297,000)
Hotel/Motel Occupancy Tax	95,000,000	92,179,102	97	(2,820,898)
Investment Earnings	-	1,063,228	-	1,063,228
Miscellaneous Revenue	750,000	1,166,092	155	416,092
New Jersey Economic Development Authority	12,500,000	12,500,000	-	-
New Jersey Public Records Preservation	29,800,000	39,307,808	132	9,507,808
Nuclear Emergency Response Assessment	4,415,000	5,296,000	120	881,000
Public Defender Client Receipts	3,400,000	3,085,386	91	(314,614)
Public Utility Fines	1,000,000	144,908	14	(855,092)
Public Utility Gross Receipts and Franchise Taxes (Water/Sewer)	110,000,000	115,058,312	105	5,058,312
Railroad Tax - Class II	4,650,000	4,619,912	99	(30,088)
Railroad Tax - Franchise	5,880,000	6,796,651	116	916,651
Rate Counsel - Assessments	7,071,000	7,071,000	100	-
Surplus Property	1,900,000	2,064,752	109	164,752
Tax Referral Cost Recovery Fee	5,000,000	5,223,847	104	223,847
Telephone Assessment	124,000,000	122,792,835	99	(1,207,165)
Tire Clean-Up Surcharge	9,000,000	8,958,321	100	(41,679)
Transitional Energy Facilities Assessment	121,500,000	98,022,424	81	(23,477,576)
Total Department of Treasury	<u>786,935,000</u>	<u>744,861,019</u>	95	<u>(42,073,981)</u>
Other Sources:				
Miscellaneous Revenue	9,000,000	10,335,181	115	1,335,181
Total Other Sources	<u>9,000,000</u>	<u>10,335,181</u>	115	<u>1,335,181</u>
Interdepartmental Accounts:				
Administration and Investment of Pension and Health Benefit Funds - Recoveries	2,754,000	2,790,873	101	36,873
Employee Maintenance Deductions	300,000	283,894	95	(16,106)
Fringe Benefit Recoveries from Colleges and Universities	198,272,000	181,841,207	92	(16,430,793)
Fringe Benefit Recoveries from Federal and Other Funds	329,207,000	315,267,964	96	(13,939,036)

**STATE OF NEW JERSEY
SCHEDULE OF ANTICIPATED REVENUE
GENERAL FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

	ANTICIPATED	REALIZED TO JUNE 30, 2013		REALIZATION
	TO JUNE 30, 2013	AMOUNT	PERCENT	OVER (UNDER) ANTICIPATED
Fringe Benefit Recoveries from School Districts	42,900,000	42,890,228	100	(9,772)
Indirect Cost Recoveries - DEP Other Funds	10,243,000	12,967,548	127	2,724,548
Market Transition Facility Revenue Fund	15,500,000	11,987,069	77	(3,512,931)
Rent of State Building Space	3,100,000	3,323,131	107	223,131
Social Security Recoveries from Federal and Other Funds	64,817,000	62,926,913	97	(1,890,087)
Total Interdepartmental Accounts	<u>667,093,000</u>	<u>634,278,827</u>	95	<u>(32,814,173)</u>
Judicial Branch:				
Court Fees	72,008,000	55,911,614	78	(16,096,386)
Total Judicial Branch	<u>72,008,000</u>	<u>55,911,614</u>	78	<u>(16,096,386)</u>
TOTAL MISCELLANEOUS TAXES, FEES, REVENUES	<u>2,893,265,000</u>	<u>2,662,914,335</u>	92	<u>(230,350,665)</u>
INTERFUND TRANSFERS				
Beaches and Harbor Fund	3,000	854	28	(2,146)
Building our Future Fund	-	11,561	-	11,561
Clean Energy Fund	89,000,000	89,000,000	100	-
Clean Waters Fund	-	25	-	25
Correctional Facilities Construction Fund	1,000	105	11	(895)
Correctional Facilities Construction Fund of 1987	2,000	228	11	(1,772)
Cultural Center and Historical Preservation Fund	-	40	-	40
Dam, Lake, Stream and Flood Control Project Fund - 2003	26,000	18,209	70	(7,791)
Developmental Disabilities Waiting List Reduction Fund	7,000	3,723	53	(3,277)
Dredging and Containment Facility Fund	437,000	437,000	100	-
Emergency Flood Control	-	308	-	308
Energy Conservation Fund	1,000	374	37	(626)
Enterprise Zone Assistance Fund	100,403,000	103,680,035	103	3,277,035
Fund for the Support of Free Public Schools	4,612,000	4,463,573	97	(148,427)
Garden State Farmland Preservation Trust Fund	2,040,000	1,963,258	96	(76,742)
Garden State Green Acres Preservation Trust Fund	5,547,000	5,316,280	96	(230,720)
Garden State Historic Preservation Trust Fund	668,000	539,284	81	(128,716)
Global Warming Solutions Fund	473,000	1,430,277	302	957,277
Hazardous Discharge Fund	1,000	246	25	(754)
Hazardous Discharge Site Cleanup Fund	18,368,000	18,340,337	100	(27,663)
Housing Assistance Fund	9,000	6,341	70	(2,659)
Human Services Facilities Construction Fund	-	8	-	8
Jobs, Education and Competitiveness Fund	-	159	-	159
Judiciary Bail Fund	100,000	35,100	35	(64,900)
Judiciary Child Support and Paternity Fund	60,000	9,866	16	(50,134)
Judiciary Probation Fund	50,000	9,854	20	(40,146)
Judiciary Special Civil Fund	20,000	2,985	15	(17,015)
Judiciary Superior Court Miscellaneous Fund	20,000	2,346	12	(17,654)
Legal Services Fund	11,000,000	9,657,883	88	(1,342,117)
Long Term Obligation and Capital Expenditure Fund	-	120,008	-	120,008
Mortgage Assistance Fund	850,000	951,938	112	101,938
Mortgage Servicing Settlement Fund	75,000,000	72,110,727	96	(2,889,273)
Motor Vehicle Security Responsibility Fund	1,000	320	32	(680)

**STATE OF NEW JERSEY
SCHEDULE OF ANTICIPATED REVENUE
GENERAL FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

	ANTICIPATED TO JUNE 30, 2013	REALIZED TO JUNE 30, 2013		REALIZATION OVER (UNDER) ANTICIPATED
		AMOUNT	PERCENT	
NJ Bridge Rehabilitation and Improvement and R.R. Right-of-Way Preservation Fund	10,000	3,931	39	(6,069)
Natural Resources Fund	4,000	1,619	40	(2,381)
New Jersey Spill Compensation Fund	16,316,000	16,261,005	100	(54,995)
New Jersey Workforce Development Partnership Fund	26,945,000	22,278,049	83	(4,666,951)
Pollution Prevention Fund	989,000	917,678	93	(71,322)
Public Purpose Building Construction	-	3	-	3
Public Purpose Buildings and Community-Based Facilities Construction Fund	3,000	428	14	(2,572)
Real Estate Guaranty Fund	1,000,000	1,000,000	100	-
Safe Drinking Water Fund	2,503,000	2,411,162	96	(91,838)
Sanitary Landfill Facility Contingency Fund	10,000,000	10,000,000	100	-
Shore Protection Fund	14,000	10,584	76	(3,416)
Solid Waste Service Tax Fund	1,000	-	-	(1,000)
State Disability Benefit Fund	38,157,000	33,594,778	88	(4,562,222)
State Land Acquisition and Development Fund	1,000	328	33	(672)
State Lottery Fund	1,095,000,000	1,085,009,581	99	(9,990,419)
State Lottery Fund - Administration	23,072,000	21,833,546	95	(1,238,454)
State of New Jersey Cash Management Fund	2,100,000	1,735,325	83	(364,675)
Statewide Transportation and Local Bridge Fund	42,000	15,610	37	(26,390)
Supplemental Workforce Fund for Basic Skills	2,000,000	1,824,156	91	(175,844)
Tobacco Settlement Fund	53,256,000	93,763,863	176	40,507,863
Unclaimed Insurance Payments	-	6,054	-	6,054
Unclaimed Personal Property Trust Fund	193,000,000	238,000,000	123	45,000,000
Unclaimed Utility Deposits Trust Fund	21,000	-	-	(21,000)
Unemployment Compensation Auxiliary Fund	18,057,000	18,056,635	100	(365)
Universal Services Fund	65,705,000	63,041,769	96	(2,663,231)
Wage and Hour Trust Fund	40,000	1,741	4	(38,259)
Water Conservation Fund	3,000	962	32	(2,038)
Water Supply Fund	4,243,000	4,063,694	96	(179,306)
Worker and Community Right to Know Fund	2,698,000	2,445,313	91	(252,687)
TOTAL INTERFUND TRANSFERS	<u>1,863,879,000</u>	<u>1,924,391,066</u>	103	<u>60,512,066</u>
 TOTAL REVENUES, GENERAL FUND	 <u>\$ 18,954,363,000</u>	 <u>\$ 17,894,775,147</u>	 94	 <u>\$ (1,059,587,853)</u>

**STATE OF NEW JERSEY
SCHEDULES OF ANTICIPATED REVENUE
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

CASINO CONTROL FUND

	ANTICIPATED TO JUNE 30, 2013	REALIZED TO JUNE 30, 2013		REALIZATION OVER/(UNDER) ANTICIPATED
		AMOUNT	PERCENT	
Licenses and Fees	\$ 55,076,000	\$ 55,593,717	101	\$ 517,717
Investment Earnings	18,000	8,349	46	(9,651)
TOTAL CASINO CONTROL FUND	\$ 55,094,000	\$ 55,602,066	101	\$ 508,066

CASINO REVENUE FUND

	ANTICIPATED TO JUNE 30, 2013	REALIZED TO JUNE 30, 2013		REALIZATION OVER/(UNDER) ANTICIPATED
		AMOUNT	PERCENT	
Gross Revenue Tax	\$ 269,109,000	\$ 201,920,980	75	\$ (67,188,020)
Other Casino Taxes and Fees	14,469,000	12,675,432	88	(1,793,568)
Casino Simulcasting Fund	400,000	263,003	66	(136,997)
TOTAL CASINO REVENUE FUND	\$ 283,978,000	\$ 214,859,415	76	\$ (69,118,585)

GUBERNATORIAL ELECTIONS FUND

	ANTICIPATED TO JUNE 30, 2013	REALIZED TO JUNE 30, 2013		REALIZATION OVER/(UNDER) ANTICIPATED
		AMOUNT	PERCENT	
Taxpayers' Designations	\$ 700,000	\$ 440,033	63	\$ (259,967)
TOTAL GUBERNATORIAL ELECTIONS FUND	\$ 700,000	\$ 440,033	63	\$ (259,967)

PROPERTY TAX RELIEF FUND

	ANTICIPATED TO JUNE 30, 2013	REALIZED TO JUNE 30, 2013		REALIZATION OVER/(UNDER) ANTICIPATED
		AMOUNT	PERCENT	
Gross Income Tax	\$ 11,767,424,000	\$ 12,108,615,149	103	\$ 341,191,149
Sales Tax Dedication	671,500,000	649,758,439	97	(21,741,561)
TOTAL PROPERTY TAX RELIEF FUND	\$ 12,438,924,000	\$ 12,758,373,588	103	\$ 319,449,588

**STATE OF NEW JERSEY
SCHEDULES OF APPROPRIATED REVENUE
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

GENERAL FUND

	<u>STATE</u>	<u>FEDERAL</u>	<u>DEDICATED AND REVOLVING</u>	<u>TOTAL</u>
LEGISLATIVE BRANCH	\$ -	\$ -	\$ 2,998	\$ 2,998
EXECUTIVE BRANCH				
Chief Executive	-	-	775,835	775,835
Agriculture	2,645,238	383,129,475	6,811,137	392,585,850
Banking and Insurance	155,120	754,371	1,554,389	2,463,880
Children and Families	-	164,665,051	51,991,007	216,656,058
Community Affairs	16,496,677	496,145,185	62,541,188	575,183,050
Corrections	-	5,340,434	53,457,054	58,797,488
Education	1,200,000	949,505,281	15,036,704	965,741,985
Environmental Protection	41,411,654	55,053,097	52,411,602	148,876,353
Health	13,303,206	336,288,504	778,078,475	1,127,670,185
Human Services	402,364,273	8,143,598,363	392,867,100	8,938,829,736
Labor and Workforce Development	52,165,044	408,717,185	194,823,727	655,705,956
Law and Public Safety	150,607,850	477,019,552	164,553,924	792,181,326
Military and Veterans' Affairs	3,570,549	40,917,508	45,447	44,533,504
State	2,439	24,632,664	16,508,207	41,143,310
Transportation	3,903,696	10,052,341	852,377,552	866,333,589
Treasury	83,676,242	15,262,076	1,276,367,826	1,375,306,144
Interdepartmental	3,933,452	-	43,308,000	47,241,452
TOTAL EXECUTIVE BRANCH	<u>775,435,440</u>	<u>11,511,081,087</u>	<u>3,963,509,174</u>	<u>16,250,025,701</u>
JUDICIAL BRANCH	<u>3,007,874</u>	<u>3,348,446</u>	<u>63,288,579</u>	<u>69,644,899</u>
TOTAL GENERAL FUND	<u>\$ 778,443,314</u>	<u>\$ 11,514,429,533</u>	<u>\$ 4,026,800,751</u>	<u>\$ 16,319,673,598</u>

CASINO REVENUE FUND

	<u>STATE</u>	<u>FEDERAL</u>	<u>DEDICATED AND REVOLVING</u>	<u>TOTAL</u>
EXECUTIVE BRANCH				
Health	\$ 35,416,304	\$ -	\$ -	\$ 35,416,304
TOTAL CASINO REVENUE FUND	<u>\$ 35,416,304</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 35,416,304</u>

STATE OF NEW JERSEY
SCHEDULE OF APPROPRIATIONS AND EXPENDITURES
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	<u>ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS</u>	<u>OTHER AUTHORIZED APPROPRIATIONS</u>	<u>EXPENDITURES</u>
DIRECT STATE SERVICES			
Legislative Branch	\$ 76,655,833	\$ 15,162,352	\$ 76,192,533
Executive Branch			
Chief Executive's Office	6,013,000	674,917	6,648,913
Agriculture	7,285,000	3,185,179	10,067,503
Banking and Insurance	63,450,000	800,674	56,793,664
Children and Families	271,238,000	7,826,963	277,006,345
Community Affairs	38,457,000	16,559,515	46,604,944
Corrections	955,589,000	12,434,173	946,358,099
Education	73,596,000	4,207,873	74,796,411
Environmental Protection	208,004,306	70,341,284	256,648,293
Health	44,148,000	19,349,059	53,722,796
Human Services	618,262,000	98,528,585	672,166,543
Labor and Workforce Development	92,206,000	53,922,362	129,146,596
Law and Public Safety	498,334,000	256,992,965	623,322,127
Military and Veterans' Affairs	92,740,000	7,068,927	93,133,698
State	28,247,000	2,693,081	23,273,973
Transportation	83,756,000	18,082,411	25,606,700
Treasury	444,536,787	100,241,770	508,507,583
Miscellaneous Executive Commissions	976,000	3,104	972,768
Interdepartmental Accounts	2,494,472,749	28,424,346	2,481,442,571
Total Executive Branch	<u>6,021,310,842</u>	<u>701,337,188</u>	<u>6,286,219,527</u>
Judicial Branch	<u>672,981,000</u>	<u>(1,052,422)</u>	<u>629,871,347</u>
TOTAL DIRECT STATE SERVICES	<u>\$ 6,770,947,675</u>	<u>\$ 715,447,118</u>	<u>\$ 6,992,283,407</u>

<u>ENCUMBRANCES</u>	<u>LAPSED</u>	<u>CONTINUING APPROPRIATIONS</u>
\$ 557,004	\$ -	\$ 15,068,648
-	21,226	17,778
89,332	31,972	281,372
150,276	6,463,487	843,247
2,000,325	(110)	58,403
2,728,819	2,104,209	3,578,543
10,690,042	6,261,440	4,713,592
1,364,020	276,927	1,366,515
6,836,148	639,628	14,221,521
4,500,552	2,440,178	2,833,533
17,175,750	13,435,024	14,013,268
4,940,302	9,439,676	2,601,788
9,531,144	7,256,431	115,217,263
3,412,301	1,137,281	2,125,647
4,979,674	664,887	2,021,547
4,821,035	68,784,559	2,626,117
18,039,732	9,574,665	8,656,577
6	-	6,330
14,501,396	16,974,229	9,978,899
<u>105,760,854</u>	<u>145,505,709</u>	<u>185,161,940</u>
<u>22,032,652</u>	<u>(6,545)</u>	<u>20,031,124</u>
<u>\$ 128,350,510</u>	<u>\$ 145,499,164</u>	<u>\$ 220,261,712</u>

STATE OF NEW JERSEY
SCHEDULE OF APPROPRIATIONS AND EXPENDITURES
GENERAL FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	<u>ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS</u>	<u>OTHER AUTHORIZED APPROPRIATIONS</u>	<u>EXPENDITURES</u>
GRANTS-IN-AID			
Executive Branch			
Agriculture	\$ 6,818,000	\$ 961,264	\$ 7,241,537
Children and Families	802,944,000	(18,701,201)	767,652,739
Community Affairs	35,485,000	7,271,833	38,943,908
Corrections	101,741,000	195,702	100,789,832
Education	2,400,000	-	2,025,000
Environmental Protection	16,685,000	77,631,157	10,202,438
Health	290,122,000	7,343,111	271,909,901
Human Services	5,091,482,298	481,814,485	5,330,686,367
Labor and Workforce Development	64,756,000	1,023,093	55,363,749
Law and Public Safety	16,248,000	(35,183)	6,255,711
Military and Veterans' Affairs	2,674,000	(157,000)	2,283,333
State	1,129,436,000	8,111,743	1,126,525,509
Transportation	68,173,000	1,110,210	34,000,000
Treasury	299,229,000	9,645,906	287,842,283
Interdepartmental Accounts	1,058,234,543	(58,881)	1,054,870,543
Total Executive Branch	<u>8,986,427,841</u>	<u>576,156,239</u>	<u>9,096,592,850</u>
TOTAL GRANTS-IN-AID	<u>\$ 8,986,427,841</u>	<u>\$ 576,156,239</u>	<u>\$ 9,096,592,850</u>
STATE AID			
Executive Branch			
Agriculture	\$ 5,616,000	\$ 77	\$ 5,615,093
Community Affairs	11,810,393	250,000	11,069,406
Corrections	20,500,000	-	19,613,645
Education	148,810,200	(246,803)	147,356,203
Environmental Protection	7,105,000	894,841	5,665,314
Human Services	367,101,863	(1,350,223)	358,826,004
Labor and Workforce Development	-	-	(1,345)
Law and Public Safety	-	5,851,785	1,932,614
State	15,005,000	309,233	15,005,000
Treasury	190,868,451	2,279,330	189,269,126
Total Executive Branch	<u>766,816,907</u>	<u>7,988,240</u>	<u>754,351,060</u>
TOTAL STATE AID	<u>\$ 766,816,907</u>	<u>\$ 7,988,240</u>	<u>\$ 754,351,060</u>

<u>ENCUMBRANCES</u>	<u>LAPSED</u>	<u>CONTINUING APPROPRIATIONS</u>
\$ 142,523	\$ 51,414	\$ 343,790
9,443,122	3,515,091	3,631,847
2,472,144	5,000	1,335,781
596,601	550,269	-
375,000	-	-
-	825,000	83,288,719
23,720,145	1,219,346	615,719
75,599,620	76,945,070	90,065,726
10,415,344	-	-
8,041,108	1,915,998	-
98,544	135,123	-
4,594,232	5,794,665	633,337
-	34,458,000	825,210
155,550	10,875,860	10,001,213
1,400	2,463,980	839,739
<u>135,655,333</u>	<u>138,754,816</u>	<u>191,581,081</u>
<u>\$ 135,655,333</u>	<u>\$ 138,754,816</u>	<u>\$ 191,581,081</u>
\$ -	\$ 907	\$ 77
624,000	160,588	206,399
-	886,355	-
1,135,986	57,325	13,883
1,992,962	-	341,565
2,235,760	4,199,349	490,527
-	1,345	-
806,222	-	3,112,949
-	-	309,233
664,497	413,627	2,800,531
<u>7,459,427</u>	<u>5,719,496</u>	<u>7,275,164</u>
<u>\$ 7,459,427</u>	<u>\$ 5,719,496</u>	<u>\$ 7,275,164</u>

STATE OF NEW JERSEY
SCHEDULE OF APPROPRIATIONS AND EXPENDITURES
GENERAL FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	<u>ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS</u>	<u>OTHER AUTHORIZED APPROPRIATIONS</u>	<u>EXPENDITURES</u>
CAPITAL CONSTRUCTION			
Legislative Branch	\$ -	\$ 1,535,669	\$ -
Executive Branch			
Corrections	-	14,553,465	2,623,415
Education	-	3,099,980	322,048
Environmental Protection	85,801,000	92,692,071	47,077,117
Human Services	-	10,463,886	2,501,088
Law and Public Safety	-	2,993,869	720,199
Military and Veterans' Affairs	-	29,763	-
Transportation	984,006,000	-	970,856,920
Treasury	-	3,869,201	589,128
Interdepartmental Accounts	191,309,000	37,633,877	195,858,947
Total Executive Branch	<u>1,261,116,000</u>	<u>165,336,112</u>	<u>1,220,548,862</u>
TOTAL CAPITAL CONSTRUCTION	<u>\$ 1,261,116,000</u>	<u>\$ 166,871,781</u>	<u>\$ 1,220,548,862</u>
DEBT SERVICE			
Executive Branch			
Environmental Protection	\$ 19,326,000	\$ (476,255)	\$ 18,848,737
Treasury	391,289,000	20,472,933	411,761,211
Total Executive Branch	<u>410,615,000</u>	<u>19,996,678</u>	<u>430,609,948</u>
TOTAL DEBT SERVICE	<u>\$ 410,615,000</u>	<u>\$ 19,996,678</u>	<u>\$ 430,609,948</u>

<u>ENCUMBRANCES</u>	<u>LAPSED</u>	<u>CONTINUING APPROPRIATIONS</u>
\$ -	\$ -	\$ 1,535,669
1,719,732	29,202	10,181,116
286,735	-	2,491,197
33,371,943	-	98,044,011
4,332,850	-	3,629,948
740,185	2,057	1,531,428
-	29,763	-
-	13,149,080	-
2,409,470	-	870,603
9,183,770	590,985	23,309,175
<u>52,044,685</u>	<u>13,801,087</u>	<u>140,057,477</u>
<u>\$ 52,044,685</u>	<u>\$ 13,801,087</u>	<u>\$ 141,593,147</u>
\$ -	\$ 1,008	\$ -
-	722	-
-	1,730	-
<u>\$ -</u>	<u>\$ 1,730</u>	<u>\$ -</u>

STATE OF NEW JERSEY
SCHEDULE OF APPROPRIATIONS AND EXPENDITURES
GENERAL FUND (Continued)
FOR THE FISCAL YEAR JUNE 30, 2013

	<u>ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS</u>	<u>OTHER AUTHORIZED APPROPRIATIONS</u>	<u>EXPENDITURES</u>
FEDERAL			
Legislative Branch	\$ -	\$ 610	\$ -
Executive Branch			
Agriculture	429,120,428	(570,662)	328,351,761
Banking and Insurance	5,820,000	789,364	750,928
Children and Families	468,380,635	70,016,434	472,677,309
Community Affairs	1,460,527,000	142,618,481	429,796,010
Corrections	13,094,000	7,017,923	6,082,071
Education	834,867,801	72,291,478	630,587,461
Environmental Protection	218,436,099	25,783,085	48,102,480
Health	746,030,953	109,821,389	563,590,392
Human Services	6,892,911,106	70,933,016	5,888,780,891
Labor and Workforce Development	537,025,582	116,282,925	365,884,791
Law and Public Safety	619,863,020	116,193,252	369,495,203
Military and Veterans' Affairs	93,661,900	19,131,470	38,296,406
State	28,404,340	3,310,927	23,103,901
Transportation	21,625,000	13,313,015	14,186,985
Treasury	10,761,750	8,539,133	12,751,582
Total Executive Branch	<u>12,380,529,614</u>	<u>775,471,230</u>	<u>9,192,438,171</u>
Judicial Branch	<u>110,914,000</u>	<u>5,782,255</u>	<u>111,033,166</u>
TOTAL FEDERAL	<u>\$ 12,491,443,614</u>	<u>\$ 781,254,095</u>	<u>\$ 9,303,471,337</u>

<u>ENCUMBRANCES</u>	<u>LAPSED</u>	<u>CONTINUING APPROPRIATIONS</u>
\$ -	\$ -	\$ 610
56,355,205	-	43,842,800
38,436	-	5,820,000
9,478,559	-	56,241,201
357,569,517	-	815,779,954
3,552,507	-	10,477,345
222,931,153	-	53,640,665
9,064,427	-	187,052,277
41,776,682	-	250,485,268
76,635,951	-	998,427,280
83,264,654	-	204,159,062
22,188,612	-	344,372,457
10,242,846	-	64,254,118
2,888,322	-	5,723,044
300,615	-	20,450,415
1,250,082	-	5,299,219
<u>897,537,568</u>	<u>-</u>	<u>3,066,025,105</u>
<u>1,831,437</u>	<u>-</u>	<u>3,831,652</u>
<u>\$ 899,369,005</u>	<u>\$ -</u>	<u>\$ 3,069,857,367</u>

STATE OF NEW JERSEY
SCHEDULE OF APPROPRIATIONS AND EXPENDITURES
GENERAL FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	<u>ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS</u>	<u>OTHER AUTHORIZED APPROPRIATIONS</u>	<u>EXPENDITURES</u>
REVOLVING FUNDS			
Legislative Branch	\$ -	\$ 2,998	\$ -
Executive Branch			
Community Affairs	-	17,025,297	10,782,617
Corrections	-	27,778,892	27,151,397
Education	-	2,902,030	2,263,596
Environmental Protection	-	884,173	659,738
Health	-	27,523,660	15,109,746
Human Services	-	8,153,693	5,593,714
Labor and Workforce Development	-	2,292,214	852,413
Law and Public Safety	-	635,019	36,885
State	-	433,776	142,062
Transportation	-	19,529,526	18,955,002
Treasury	-	105,436,717	72,587,064
Total Executive Branch	<u>-</u>	<u>212,594,997</u>	<u>154,134,234</u>
TOTAL REVOLVING FUNDS	<u>\$ -</u>	<u>\$ 212,597,995</u>	<u>\$ 154,134,234</u>

<u>ENCUMBRANCES</u>	<u>LAPSED</u>	<u>CONTINUING APPROPRIATIONS</u>
\$ -	\$ -	\$ 2,998
2,638,488	-	3,604,192
531,250	-	96,245
90,912	-	547,522
40,636	-	183,799
6,466,156	2,329,173	3,618,585
42,994	2,445,523	71,462
1,374,888	-	64,913
239	-	597,895
7,404	-	284,310
126,793	-	447,731
<u>20,904,696</u>	<u>2,889,492</u>	<u>9,055,465</u>
<u>32,224,456</u>	<u>7,664,188</u>	<u>18,572,119</u>
<u>\$ 32,224,456</u>	<u>\$ 7,664,188</u>	<u>\$ 18,575,117</u>

STATE OF NEW JERSEY
SCHEDULE OF APPROPRIATIONS AND EXPENDITURES
GENERAL FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	<u>ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS</u>	<u>OTHER AUTHORIZED APPROPRIATIONS</u>	<u>EXPENDITURES</u>
ALL OTHER			
Legislative Branch	\$ -	\$ 7,555	\$ -
Executive Branch			
Chief Executive's Office	-	1,576,984	809,185
Agriculture	-	11,865,745	6,936,181
Banking and Insurance	-	2,197,162	422,530
Children and Families	-	54,033,710	51,827,225
Community Affairs	-	80,897,230	37,181,455
Corrections	-	33,169,457	25,822,934
Education	-	22,043,552	15,856,520
Environmental Protection	-	93,766,470	35,270,470
Health	-	822,682,155	738,567,814
Human Services	-	412,702,240	391,076,241
Labor and Workforce Development	-	197,000,687	185,943,071
Law and Public Safety	-	240,450,999	193,322,382
Military and Veterans' Affairs	-	1,083,629	473,319
State	-	22,748,044	16,815,590
Transportation	-	983,831,450	829,898,341
Treasury	-	1,190,736,268	1,074,313,270
Interdepartmental Accounts	-	35,185,653	31,540,533
Total Executive Branch	-	4,205,971,435	3,636,077,061
Judicial Branch	-	109,785,668	60,172,472
TOTAL ALL OTHER	<u>\$ -</u>	<u>\$ 4,315,764,658</u>	<u>\$ 3,696,249,533</u>

<u>ENCUMBRANCES</u>	<u>LAPSED</u>	<u>CONTINUING APPROPRIATIONS</u>
\$ -	\$ -	\$ 7,555
-	767,799	-
172,667	68,593	4,688,304
-	1,000,000	774,632
347,360	-	1,859,125
22,851,712	3,314,211	17,549,852
280,834	599,965	6,465,724
800,341	-	5,386,691
3,766,554	305,109	54,424,337
22,800,974	17,252,310	44,061,057
2,483,894	2,000,000	17,142,105
391,733	4,900,000	5,765,883
18,409,271	2,823,000	25,896,346
16,506	-	593,804
436,395	1,389,639	4,106,420
88,705,757	23,723,733	41,503,619
25,128,392	46,388,092	44,906,514
29,489	3,512,076	103,555
<u>186,621,879</u>	<u>108,044,527</u>	<u>275,227,968</u>
<u>14,469,305</u>	<u>-</u>	<u>35,143,891</u>
<u>\$ 201,091,184</u>	<u>\$ 108,044,527</u>	<u>\$ 310,379,414</u>

STATE OF NEW JERSEY
SCHEDULE OF APPROPRIATIONS AND EXPENDITURES
GENERAL FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	<u>ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS</u>	<u>OTHER AUTHORIZED APPROPRIATIONS</u>	<u>EXPENDITURES</u>
GENERAL FUND SUMMARY			
Legislative Branch	\$ 76,655,833	\$ 16,709,184	\$ 76,192,533
Executive Branch			
Chief Executive's Office	6,013,000	2,251,901	7,458,098
Agriculture	448,839,428	15,441,603	358,212,075
Banking and Insurance	69,270,000	3,787,200	57,967,122
Children and Families	1,542,562,635	113,175,906	1,569,163,618
Community Affairs	1,546,279,393	264,622,356	574,378,340
Corrections	1,090,924,000	95,149,612	1,128,441,393
Education	1,059,674,001	104,298,110	873,207,239
Environmental Protection	555,357,405	361,516,826	422,474,587
Health	1,080,300,953	986,719,374	1,642,900,649
Human Services	12,969,757,267	1,081,245,682	12,649,630,848
Labor and Workforce Development	693,987,582	370,521,281	737,189,275
Law and Public Safety	1,134,445,020	623,082,706	1,195,085,121
Military and Veterans' Affairs	189,075,900	27,156,789	134,186,756
State	1,201,092,340	37,606,804	1,204,866,035
Transportation	1,157,560,000	1,035,866,612	1,893,503,948
Treasury	1,336,684,988	1,441,221,262	2,557,621,253
Miscellaneous Executive Commissions	976,000	3,104	972,768
Interdepartmental Accounts	3,744,016,292	101,184,995	3,763,712,594
Total Executive Branch	<u>29,826,816,204</u>	<u>6,664,852,123</u>	<u>30,770,971,719</u>
Judicial Branch	<u>783,895,000</u>	<u>114,515,501</u>	<u>801,076,985</u>
TOTAL GENERAL FUND SUMMARY	<u>\$ 30,687,367,037</u>	<u>\$ 6,796,076,808</u>	<u>\$ 31,648,241,237</u>

<u>ENCUMBRANCES</u>	<u>LAPSED</u>	<u>CONTINUING APPROPRIATIONS</u>
\$ 557,004	\$ -	\$ 16,615,480
-	789,025	17,778
56,759,727	152,886	49,156,343
188,712	7,463,487	7,437,879
21,269,366	3,514,981	61,790,576
388,884,680	5,584,008	842,054,721
17,370,966	8,327,231	31,934,022
226,984,147	334,252	63,446,473
55,072,670	1,770,745	437,556,229
99,264,509	23,241,007	301,614,162
178,506,819	99,024,966	1,123,840,316
100,386,921	14,341,021	212,591,646
59,716,781	11,997,486	490,728,338
13,770,197	1,302,167	66,973,569
12,906,027	7,849,191	13,077,891
93,954,200	140,115,372	65,853,092
68,552,417	70,142,456	81,590,124
6	-	6,330
23,716,055	23,541,270	34,231,368
<u>1,417,304,200</u>	<u>419,491,551</u>	<u>3,883,900,857</u>
<u>38,333,394</u>	<u>(6,545)</u>	<u>59,006,667</u>
<u>\$ 1,456,194,598</u>	<u>\$ 419,485,006</u>	<u>\$ 3,959,523,004</u>

**STATE OF NEW JERSEY
SCHEDULE OF APPROPRIATIONS AND EXPENDITURES
CASINO CONTROL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

	<u>ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS</u>	<u>OTHER AUTHORIZED APPROPRIATIONS</u>	<u>EXPENDITURES</u>
DIRECT STATE SERVICES			
Executive Branch			
Law and Public Safety	\$ 46,754,000	\$ 413,497	\$ 45,450,200
Treasury	8,590,000	1,007,798	7,652,408
TOTAL CASINO CONTROL FUND	<u>\$ 55,344,000</u>	<u>\$ 1,421,295</u>	<u>\$ 53,102,608</u>

**STATE OF NEW JERSEY
SCHEDULE OF APPROPRIATIONS AND EXPENDITURES
CASINO REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

	<u>ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS</u>	<u>OTHER AUTHORIZED APPROPRIATIONS</u>	<u>EXPENDITURES</u>
DIRECT STATE SERVICES			
Executive Branch			
Health	\$ -	\$ 12,000	\$ -
Human Services	871,000	23,452	770,276
Law and Public Safety	92,000	-	92,000
GRANTS-IN-AID			
Executive Branch			
Health	529,000	-	361,610
Human Services	255,658,000	35,416,303	288,029,776
Labor and Workforce Development	2,196,000	-	2,196,000
STATE AID			
Executive Branch			
Transportation	24,632,000	-	3,172,358
TOTAL CASINO REVENUE FUND	<u>\$ 283,978,000</u>	<u>\$ 35,451,755</u>	<u>\$ 294,622,020</u>

<u>ENCUMBRANCES</u>	<u>LAPSED</u>	<u>CONTINUING APPROPRIATIONS</u>
\$ 816,970	\$ 208,390	\$ 691,937
264,534	906,211	774,645
\$ 1,081,504	\$ 1,114,601	\$ 1,466,582

<u>ENCUMBRANCES</u>	<u>LAPSED</u>	<u>CONTINUING APPROPRIATIONS</u>
\$ -	\$ -	\$ 12,000
54,380	34,344	35,452
-	-	-
166,127	1,263	-
2,969,571	74,956	-
-	-	-
21,459,642	-	-
\$ 24,649,720	\$ 110,563	\$ 47,452

**STATE OF NEW JERSEY
SCHEDULE OF APPROPRIATIONS AND EXPENDITURES
GUBERNATORIAL ELECTIONS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

	<u>ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS</u>	<u>OTHER AUTHORIZED APPROPRIATIONS</u>	<u>EXPENDITURES</u>
DIRECT STATE SERVICES			
Executive Branch			
Law and Public Safety	\$ 6,200,000	\$ (369,538)	\$ 1,821,200
TOTAL GUBERNATORIAL ELECTIONS FUND	<u>\$ 6,200,000</u>	<u>\$ (369,538)</u>	<u>\$ 1,821,200</u>

**STATE OF NEW JERSEY
SCHEDULE OF APPROPRIATIONS AND EXPENDITURES
PROPERTY TAX RELIEF FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

	<u>ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS</u>	<u>OTHER AUTHORIZED APPROPRIATIONS</u>	<u>EXPENDITURES</u>
GRANTS-IN-AID			
Executive Branch			
Treasury	\$ 620,000,000	\$ -	\$ 224,636,742
STATE AID			
Executive Branch			
Community Affairs	656,679,607	(297,900,704)	358,774,194
Education	11,542,628,088	(25,165,626)	11,507,446,479
Human Services	152,810,137	-	152,810,137
Treasury	215,224,000	297,900,704	509,826,807
TOTAL PROPERTY TAX RELIEF FUND	<u>\$ 13,187,341,832</u>	<u>\$ (25,165,626)</u>	<u>\$ 12,753,494,359</u>

<u>ENCUMBRANCES</u>	<u>LAPSED</u>	<u>CONTINUING APPROPRIATIONS</u>
\$ -	\$ 4,009,262	\$ -
<u>\$ -</u>	<u>\$ 4,009,262</u>	<u>\$ -</u>

<u>ENCUMBRANCES</u>	<u>LAPSED</u>	<u>CONTINUING APPROPRIATIONS</u>
\$ -	\$ 395,363,258	\$ -
-	4,709	-
3,635,358	6,380,625	-
-	-	-
<u>-</u>	<u>3,297,897</u>	<u>-</u>
<u>\$ 3,635,358</u>	<u>\$ 405,046,489</u>	<u>\$ -</u>

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Statistical Section





**STATE OF NEW JERSEY
STATISTICAL SECTION
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**STATE OF NEW JERSEY
NET POSITION BY COMPONENT
FOR THE FISCAL YEAR ENDED JUNE 30
(Expressed in Millions)**

	<u>2013</u>	<u>2012¹</u>	<u>2011</u>	<u>2010</u>
<u>Governmental Activities</u>				
Net investment in capital assets	\$ 7,287.7	\$ 7,192.2	\$ 6,999.7	\$ 6,439.8
Restricted	3,678.9	3,536.3	3,877.3	4,364.6
Unrestricted	<u>(57,013.3)</u>	<u>(51,134.4)</u>	<u>(44,297.2)</u>	<u>(39,005.6)</u>
Total	<u>(46,046.7)</u>	<u>(40,405.9)</u>	<u>(33,420.2)</u>	<u>(28,201.2)</u>
<u>Business-type Activities</u>				
Restricted	453.1	12.1	10.9	10.2
Unrestricted	<u>-</u>	<u>(253.1)</u>	<u>(794.9)</u>	<u>(776.6)</u>
Total	<u>453.1</u>	<u>(241.0)</u>	<u>(784.0)</u>	<u>(766.4)</u>
<u>Total Primary Government</u>				
Net investment in capital assets	7,287.7	7,192.2	6,999.7	6,439.8
Restricted	4,132.0	3,548.4	3,888.2	4,374.8
Unrestricted	<u>(57,013.3)</u>	<u>(51,387.5)</u>	<u>(45,092.1)</u>	<u>(39,782.2)</u>
Total	<u>\$ (45,593.6)</u>	<u>\$ (40,646.9)</u>	<u>\$ (34,204.2)</u>	<u>\$ (28,967.6)</u>

Notes:

- ¹ Net Position was restated by \$633.8 million to reflect prior period adjustments for inclusion of: long term obligations of Business Employment Incentive Grants (\$630.1) million, capital leases (\$39.5) million, and unclaimed personal property (\$31.0) million, offset by increase in capital assets, net of accumulated depreciation \$49.3 million, and increase in Other Assets (group homes), net of accumulated amortization \$17.5 million.
- ² Net Position was restated by \$288.5 million to reflect the implementation of GASB Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments*.
- ³ Net Position was restated by \$267.1 million to reflect revised land improvements, building improvements and infrastructure balances, net of depreciation, offset by \$7.0 million as the result of implementing GASB Statement No. 49, *Accounting and Financial Reporting for Pollution Remediation Obligations*.
- ⁴ As a result of implementing GASB Statement No. 43, *Financial Reporting for Post Employment Benefit Plans Other Than Pension Plans*, three Special Revenue Funds and three Proprietary Funds were reclassified to Fiduciary Funds. The reclassification of Special Funds Reduced the Fiscal Year 2007 beginning fund balance by \$196.1 million and the reclassification of Proprietary Funds reduced fund balance by \$370.5 million.

Information presented is based on the accrual basis of accounting.

<u>2009²</u>	<u>2008³</u>	<u>2007⁴</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$ 7,362.1	\$ 7,135.6	\$ 6,452.0	\$ 5,981.9	\$ 6,575.3	\$ 6,167.1
4,298.6	5,492.5	5,796.5	5,625.8	4,795.3	3,715.3
<u>(33,419.6)</u>	<u>(26,403.0)</u>	<u>(20,753.5)</u>	<u>(19,723.0)</u>	<u>(18,987.8)</u>	<u>(14,270.9)</u>
<u>(21,758.9)</u>	<u>(13,774.9)</u>	<u>(8,505.0)</u>	<u>(8,115.3)</u>	<u>(7,617.2)</u>	<u>(4,388.5)</u>
321.0	1,316.7	1,143.2	1,500.6	1,682.9	1,697.7
<u>-</u>	<u>-</u>	<u>-</u>	<u>(2.8)</u>	<u>(1.3)</u>	<u>-</u>
<u>321.0</u>	<u>1,316.7</u>	<u>1,143.2</u>	<u>1,497.8</u>	<u>1,681.6</u>	<u>1,697.7</u>
7,362.1	7,135.6	6,452.0	5,981.9	6,575.3	6,167.1
4,619.6	6,809.2	6,939.7	7,126.4	6,478.2	5,413.0
<u>(33,419.6)</u>	<u>(26,403.0)</u>	<u>(20,753.5)</u>	<u>(19,725.8)</u>	<u>(18,989.1)</u>	<u>(14,270.9)</u>
<u>\$ (21,437.9)</u>	<u>\$ (12,458.2)</u>	<u>\$ (7,361.8)</u>	<u>\$ (6,617.5)</u>	<u>\$ (5,935.6)</u>	<u>\$ (2,690.8)</u>

STATE OF NEW JERSEY
CHANGES IN NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30 (Expressed in Millions)

	<u>2013</u>	<u>2012¹</u>	<u>2011</u>
<u>Governmental Activities</u>			
Expenses			
Public safety and criminal justice	\$ 3,375.1	\$ 3,274.0	\$ 3,169.2
Physical and mental health	11,777.2	11,794.4	11,392.4
Educational, cultural, and intellectual development	15,632.4	15,249.5	14,091.6
Community development and environmental management	1,708.4	1,560.6	1,694.1
Economic planning, development, and security	6,741.5	6,861.9	6,729.5
Transportation programs	2,144.9	1,715.9	1,927.5
Government direction, management, and control	11,509.8	11,489.5	11,671.6
Special government services	344.5	342.1	348.9
Interest expense	1,354.3	1,275.8	1,227.7
Total Expenses	<u>54,588.1</u>	<u>53,563.7</u>	<u>52,252.5</u>
Program Revenues			
Charges for services			
Public safety and criminal justice	1,101.2	1,120.4	1,033.6
Physical and mental health	861.5	858.7	912.3
Educational, cultural, and intellectual development	110.7	111.7	119.8
Community development and environmental management	271.0	271.1	302.5
Economic planning, development, and security	1,330.7	1,313.2	1,190.5
Transportation programs	32.2	30.5	27.5
Government direction, management, and control	963.3	971.3	995.3
Special government services	163.4	144.0	154.5
Operating grants and contributions	13,680.3	13,238.6	13,326.1
Capital grants and contributions	349.5	325.8	139.6
Total Program Revenues	<u>18,863.8</u>	<u>18,385.3</u>	<u>18,201.7</u>
Net (Expense) Revenue	(35,724.3)	(35,178.4)	(34,050.8)
General Revenues and Transfers			
Taxes	28,313.6	26,666.3	26,569.4
Investment earnings	335.8	(274.9)	48.9
Miscellaneous	982.9	851.2	762.0
Transfers	1,085.0	950.1	1,451.5
Total General Revenue and Transfers	<u>30,717.3</u>	<u>28,192.7</u>	<u>28,831.8</u>
Change in Net Position	(5,007.0)	(6,985.7)	(5,219.0)
Net Position - July 1	(41,039.7)	(33,420.2)	(28,201.2)
Net Position - June 30	<u>\$ (46,046.7)</u>	<u>\$ (40,405.9)</u>	<u>\$ (33,420.2)</u>

Notes:

- ¹ Net Position was restated by \$633.8 million to reflect prior period adjustments for inclusion of: long term obligations of Business Employment Incentive Grants (\$630.1) million, capital leases (\$39.5) million, and unclaimed personal property (\$31.0) million, offset by increase in capital assets, net of accumulated depreciation \$49.3 million, and increase in Other Assets (group homes), net of accumulated amortization \$17.5 million.
- ² Net Position was restated by \$288.5 million to reflect the implementation of GASB Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments*.
- ³ Net Position was restated by \$267.1 million to reflect revised land improvements, building improvements and infrastructure balances, net of depreciation, offset by \$7.0 million as the result of implementing GASB Statement No. 49, *Accounting and Financial Reporting for Pollution Remediation Obligations*.
- ⁴ As a result of implementing GASB Statement No. 43, *Financial Reporting for Post Employment Benefit Plans Other Than Pension Plans*, three Special Revenue Funds and three Proprietary Funds were reclassified to Fiduciary Funds. The reclassification of Special Funds reduced the Fiscal Year 2007 beginning fund balance by \$196.1 million and the reclassification of Proprietary Funds reduced fund balance by \$370.5 million.

Information presented is based on the accrual basis of accounting.

<u>2010</u>	<u>2009²</u>	<u>2008³</u>	<u>2007⁴</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$ 3,133.2	\$ 3,087.7	\$ 3,211.8	\$ 3,189.7	\$ 2,827.9	\$ 2,916.8	\$ 2,652.5
10,989.6	10,589.0	10,177.4	9,682.1	9,729.9	9,565.4	8,809.3
15,013.1	14,681.3	15,552.6	14,968.4	14,200.5	13,609.3	12,562.2
2,166.9	2,271.8	2,502.0	2,484.5	2,205.4	1,997.6	1,228.7
6,663.1	6,126.8	5,487.7	5,300.7	4,914.9	4,123.7	3,714.1
2,017.7	1,859.2	1,717.9	2,913.0	2,435.1	1,724.2	1,774.0
11,627.1	11,846.1	11,598.7	5,835.8	8,251.4	8,086.4	6,027.8
337.9	364.5	344.1	327.5	239.6	291.6	264.9
1,125.9	1,092.4	1,048.3	975.0	537.0	791.6	750.4
<u>53,074.5</u>	<u>51,918.8</u>	<u>51,640.5</u>	<u>45,676.7</u>	<u>45,341.7</u>	<u>43,106.6</u>	<u>37,783.9</u>
1,038.8	1,027.1	1,046.9	1,080.3	1,036.6	1,003.4	968.7
875.7	851.7	853.2	714.0	834.6	782.5	703.6
118.8	119.9	117.1	111.1	115.8	112.6	97.3
381.5	283.2	282.7	271.5	267.6	258.4	244.6
1,207.8	1,185.2	1,055.9	1,044.9	928.3	699.2	517.7
24.0	27.3	11.7	15.5	19.6	15.3	15.1
846.8	910.0	941.0	1,081.7	1,652.3	1,595.1	693.5
128.2	148.3	118.0	131.7	145.8	135.0	100.5
14,240.8	11,375.9	10,231.0	10,032.7	9,708.5	9,156.4	8,985.0
212.5	204.1	116.6	108.5	174.3	125.8	140.9
<u>19,074.9</u>	<u>16,132.7</u>	<u>14,774.1</u>	<u>14,591.9</u>	<u>14,883.4</u>	<u>13,883.7</u>	<u>12,466.9</u>
(33,999.6)	(35,786.1)	(36,866.4)	(31,084.8)	(30,458.3)	(29,222.9)	(25,317.0)
25,745.0	26,910.6	30,441.3	28,983.4	26,714.1	23,308.2	20,940.6
(63.1)	(263.5)	181.3	271.7	183.0	84.3	59.8
818.9	890.5	753.6	752.9	1,627.3	1,569.1	1,939.1
1,056.5	264.5	220.3	883.2	1,435.8	1,032.6	(211.7)
<u>27,557.3</u>	<u>27,802.1</u>	<u>31,596.5</u>	<u>30,891.2</u>	<u>29,960.2</u>	<u>25,994.2</u>	<u>22,727.8</u>
(6,442.3)	(7,984.0)	(5,269.9)	(193.6)	(498.1)	(3,228.7)	(2,589.2)
<u>(21,758.9)</u>	<u>(13,774.9)</u>	<u>(8,505.0)</u>	<u>(8,311.4)</u>	<u>(7,617.2)</u>	<u>(4,388.5)</u>	<u>(1,799.3)</u>
<u>\$ (28,201.2)</u>	<u>\$ (21,758.9)</u>	<u>\$ (13,774.9)</u>	<u>\$ (8,505.0)</u>	<u>\$ (8,115.3)</u>	<u>\$ (7,617.2)</u>	<u>\$ (4,388.5)</u>

STATE OF NEW JERSEY
CHANGES IN NET POSITION (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30 (Expressed in Millions)

	<u>2013</u>	<u>2012¹</u>	<u>2011</u>
<u>Business-type Activities</u>			
Expenses			
State Lottery Fund	\$ 1,899.2	\$ 1,845.6	\$ 1,724.3
Unemployment Compensation Fund	4,666.5	5,822.3	7,206.7
Other	-	-	-
Total Expenses	<u>6,565.7</u>	<u>7,667.9</u>	<u>8,931.0</u>
Program Revenues			
Charges for services			
State Lottery Fund	2,981.0	2,797.6	2,676.9
Unemployment Compensation Fund	3,143.0	3,055.2	2,780.3
Other	-	-	-
Operating grants	2,220.8	3,309.1	4,408.5
Total Program Revenues	<u>8,344.8</u>	<u>9,161.9</u>	<u>9,865.7</u>
Net (Expense) Revenue	1,779.1	1,494.0	934.7
General Revenues and Transfers			
Investment earnings	-	(0.9)	-
Transfers	(1,085.0)	(950.1)	(952.3)
Total General Revenue and Transfers	<u>(1,085.0)</u>	<u>(951.0)</u>	<u>(952.3)</u>
Change in Net Assets	694.1	543.0	(17.6)
Net Position - July 1	(241.0)	(784.0)	(766.4)
Net Position - June 30	<u>\$ 453.1</u>	<u>\$ (241.0)</u>	<u>\$ (784.0)</u>
 <u>Total Primary Government</u>			
Expenses	\$ 61,153.8	\$ 61,231.6	\$ 61,183.5
Program revenues	27,208.6	27,547.2	28,067.4
Net (Expense) Revenue	<u>(33,945.2)</u>	<u>(33,684.4)</u>	<u>(33,116.1)</u>
General revenues and other changes in net assets	29,632.3	27,241.7	27,879.5
Change in Net Position	(4,312.9)	(6,442.7)	(5,236.6)
Net Position - July 1	(41,280.7)	(34,204.2)	(28,967.6)
Net Position - June 30	<u>\$ (45,593.6)</u>	<u>\$ (40,646.9)</u>	<u>\$ (34,204.2)</u>

Notes:

- ¹ Net Position was restated by \$633.8 million to reflect prior period adjustments for inclusion of: long term obligations of Business Employment Incentive Grants (\$630.1) million, capital leases (\$39.5) million, and unclaimed personal property (\$31.0) million, offset by increase in capital assets, net of accumulated depreciation \$49.3 million, and increase in Other Assets (group homes), net of accumulated amortization \$17.5 million.
- ² Net Position was restated by \$288.5 million to reflect the implementation of GASB Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments*.
- ³ Net Position was restated by \$267.1 million to reflect revised land improvements, building improvements and infrastructure balances, net of depreciation, offset by \$7.0 million as the result of implementing GASB Statement No. 49, *Accounting and Financial Reporting for Pollution Remediation Obligations*.
- ⁴ As a result of implementing GASB Statement No. 43, *Financial Reporting for Post Employment Benefit Plans Other Than Pension Plans*, three Special Revenue Funds and three Proprietary Funds were reclassified to Fiduciary Funds. The reclassification of Special Funds reduced the Fiscal Year 2007 beginning fund balance by \$196.1 million and the reclassification of Proprietary Funds reduced fund balance by \$370.5 million.

Information presented is based on the accrual basis of accounting.

<u>2010</u>	<u>2009²</u>	<u>2008³</u>	<u>2007⁴</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$ 1,705.0	\$ 1,645.7	\$ 1,667.6	\$ 1,544.2	\$ 1,573.3	\$ 1,476.4	\$ 1,413.2
8,214.4	5,283.6	2,119.2	1,937.4	1,828.5	1,948.5	2,481.5
-	-	-	-	1,959.0	1,860.6	1,700.7
<u>9,919.4</u>	<u>6,929.3</u>	<u>3,786.8</u>	<u>3,481.6</u>	<u>5,360.8</u>	<u>5,285.5</u>	<u>5,595.4</u>
2,648.3	2,538.1	2,579.3	2,392.3	2,441.5	2,305.7	2,231.1
2,172.5	1,855.2	1,980.0	1,915.1	1,447.0	1,768.3	1,407.2
-	-	-	-	1,971.4	1,824.4	1,679.2
<u>4,953.4</u>	<u>2,351.9</u>	<u>71.3</u>	<u>73.3</u>	<u>102.9</u>	<u>103.6</u>	<u>481.8</u>
<u>9,774.2</u>	<u>6,745.2</u>	<u>4,630.6</u>	<u>4,380.7</u>	<u>5,962.8</u>	<u>6,002.0</u>	<u>5,799.3</u>
(145.2)	(184.1)	843.8	899.1	602.0	716.5	203.9
-	-	-	-	-	-	-
<u>(942.2)</u>	<u>(811.6)</u>	<u>(670.3)</u>	<u>(883.2)</u>	<u>(785.8)</u>	<u>(732.6)</u>	<u>(726.0)</u>
<u>(942.2)</u>	<u>(811.6)</u>	<u>(670.3)</u>	<u>(883.2)</u>	<u>(785.8)</u>	<u>(732.6)</u>	<u>(726.0)</u>
(1,087.4)	(995.7)	173.5	15.9	(183.8)	(16.1)	(522.1)
<u>321.0</u>	<u>1,316.7</u>	<u>1,143.2</u>	<u>1,127.3</u>	<u>1,681.6</u>	<u>1,697.7</u>	<u>2,219.8</u>
<u>\$ (766.4)</u>	<u>\$ 321.0</u>	<u>\$ 1,316.7</u>	<u>\$ 1,143.2</u>	<u>\$ 1,497.8</u>	<u>\$ 1,681.6</u>	<u>\$ 1,697.7</u>
\$ 62,993.9	\$ 58,848.1	\$ 55,427.3	\$ 49,158.3	\$ 50,702.5	\$ 48,392.1	\$ 43,379.3
<u>28,849.1</u>	<u>22,877.9</u>	<u>19,404.7</u>	<u>18,972.6</u>	<u>20,846.2</u>	<u>19,885.7</u>	<u>18,266.2</u>
<u>(34,144.8)</u>	<u>(35,970.2)</u>	<u>(36,022.6)</u>	<u>(30,185.7)</u>	<u>(29,856.3)</u>	<u>(28,506.4)</u>	<u>(25,113.1)</u>
<u>26,615.1</u>	<u>26,990.5</u>	<u>30,926.2</u>	<u>30,008.0</u>	<u>29,174.4</u>	<u>25,261.6</u>	<u>22,001.8</u>
(7,529.7)	(8,979.7)	(5,096.4)	(177.7)	(681.9)	(3,244.8)	(3,111.3)
<u>(21,437.9)</u>	<u>(12,458.2)</u>	<u>(7,361.8)</u>	<u>(7,184.1)</u>	<u>(5,935.6)</u>	<u>(2,690.8)</u>	<u>420.5</u>
<u>\$ (28,967.6)</u>	<u>\$ (21,437.9)</u>	<u>\$ (12,458.2)</u>	<u>\$ (7,361.8)</u>	<u>\$ (6,617.5)</u>	<u>\$ (5,935.6)</u>	<u>\$ (2,690.8)</u>

STATE OF NEW JERSEY
FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30
(Expressed in Millions)

	<u>2013</u>	<u>2012</u>	<u>2011¹</u>	<u>2010</u>
<u>General Fund</u>				
Reserved				
Encumbrances	\$ -	\$ -	\$ -	\$ 799.0
Surplus Revenue	-	-	-	-
Other	-	-	-	47.3
Unreserved	-	-	-	1,833.9
Nonspendable	20.4	20.4	20.4	-
Restricted	1,154.2	884.2	985.9	-
Committed	1,718.0	1,570.7	1,896.9	-
Unassigned	301.4	425.4	864.1	-
Total General Fund	<u>3,194.0</u>	<u>2,900.7</u>	<u>3,767.3</u>	<u>2,680.2</u>
<u>All Other Governmental Funds</u>				
Reserved				
Encumbrances	-	-	-	1,127.3
Other	-	-	-	1,882.0
Unreserved	-	-	-	1,697.2
Restricted	3,813.2	3,494.6	3,417.8	-
Committed	420.2	458.6	1,127.7	-
Total All Other Governmental Funds	<u>4,233.4</u>	<u>3,953.2</u>	<u>4,545.5</u>	<u>4,706.5</u>
<u>Total</u>				
Reserved				
Encumbrances	-	-	-	1,926.3
Surplus Revenue	-	-	-	-
Other	-	-	-	1,929.3
Unreserved	-	-	-	3,531.1
Nonspendable	20.4	20.4	20.4	-
Restricted	4,967.4	4,378.8	4,403.7	-
Committed	2,138.2	2,029.3	3,024.6	-
Unassigned	301.4	425.4	864.1	-
Total Governmental Funds	<u>\$ 7,427.4</u>	<u>\$ 6,853.9</u>	<u>\$ 8,312.8</u>	<u>\$ 7,386.7</u>

Note:

¹ As a result of implementing GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, 53 Special Revenue Funds have been reclassified to the General Fund. In addition, new fund balance classifications are required.

Information presented is based on the modified accrual basis of accounting.

<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$ 868.4	\$ 923.9	\$ 974.4	\$ 907.6	\$ 839.3	\$ 664.4
-	734.7	484.6	559.8	288.7	282.4
46.2	65.8	251.4	368.1	369.9	312.8
2,185.5	2,816.9	2,891.4	2,522.7	1,689.5	1,491.6
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>3,100.1</u>	<u>4,541.3</u>	<u>4,601.8</u>	<u>4,358.2</u>	<u>3,187.4</u>	<u>2,751.2</u>
1,195.1	1,247.4	1,232.2	896.8	629.3	680.9
1,716.6	1,633.1	1,538.6	1,605.3	1,601.6	1,632.2
2,122.1	2,732.8	3,255.2	4,596.9	2,781.7	2,072.0
-	-	-	-	-	-
-	-	-	-	-	-
<u>5,033.8</u>	<u>5,613.3</u>	<u>6,026.0</u>	<u>7,099.0</u>	<u>5,012.6</u>	<u>4,385.1</u>
2,063.5	2,171.3	2,206.6	1,804.4	1,468.6	1,345.3
-	734.7	484.6	559.8	288.7	282.4
1,762.8	1,698.9	1,790.0	1,973.4	1,971.5	1,945.0
4,307.6	5,549.7	6,146.6	7,119.6	4,471.2	3,563.6
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 8,133.9</u>	<u>\$ 10,154.6</u>	<u>\$ 10,627.8</u>	<u>\$ 11,457.2</u>	<u>\$ 8,200.0</u>	<u>\$ 7,136.3</u>

STATE OF NEW JERSEY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30
(Expressed in Millions)

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
REVENUES				
Taxes	\$ 28,343.1	\$ 26,637.8	\$ 26,555.1	\$ 25,858.7
Federal and other grants	12,666.5	12,325.6	12,781.7	13,592.6
Licenses and fees	1,322.2	1,274.3	1,296.4	1,239.4
Services and assessments	2,846.2	2,860.8	2,792.6	2,695.3
Investment earnings	9.8	20.5	51.0	41.6
Contributions	0.1	0.1	0.1	-
Other	3,593.0	3,308.0	2,611.6	2,773.7
Total Revenues	<u>48,780.9</u>	<u>46,427.1</u>	<u>46,088.5</u>	<u>46,201.3</u>
EXPENDITURES				
Public safety and criminal justice	3,519.4	3,360.7	3,267.1	3,321.5
Physical and mental health	11,801.5	11,807.8	11,407.5	11,007.5
Educational, cultural, and intellectual development	15,931.7	15,499.1	14,313.6	15,233.0
Community development and environmental management	1,881.0	1,687.1	1,766.8	2,272.4
Economic planning, development, and security	6,825.8	6,917.6	6,773.5	6,706.5
Transportation programs	2,855.3	2,466.2	2,919.6	3,092.7
Government direction, management, and control	6,555.5	6,622.9	6,170.6	6,775.3
Special government services	345.6	340.6	350.5	338.8
Capital Outlay	189.3	122.5	81.7	39.1
Debt Service:				
Principal	892.0	580.5	423.3	486.4
Interest	954.3	920.7	834.7	856.7
Total Expenditures	<u>51,751.4</u>	<u>50,325.7</u>	<u>48,308.9</u>	<u>50,129.9</u>
Excess (deficiency) of revenues over expenditures	<u>(2,970.5)</u>	<u>(3,898.6)</u>	<u>(2,220.4)</u>	<u>(3,928.6)</u>
OTHER FINANCING SOURCES (USES)				
Issuance of debt	1,617.0	1,315.0	1,600.0	1,365.9
Transfers from (to) other funds	1,085.0	950.1	1,451.5	1,056.5
Other	842.0	174.6	95.0	759.0
Total	<u>3,544.0</u>	<u>2,439.7</u>	<u>3,146.5</u>	<u>3,181.4</u>
Change in Fund Balance	573.5	(1,458.9)	926.1	(747.2)
Fund balances - July 1	<u>6,853.9</u>	<u>8,312.8</u>	<u>7,386.7</u>	<u>8,133.9</u>
Fund balances - June 30	<u>\$ 7,427.4</u>	<u>\$ 6,853.9</u>	<u>\$ 8,312.8</u>	<u>\$ 7,386.7</u>
Debt Service as a percentage of noncapital expenditures:²	3.7%	3.1%	2.7%	2.8%

Notes:

- ¹ As a result of implementing GASB Statement No. 43, *Financial Reporting For Post Employment Benefit Plans Other Than Pension Plans*, three Special Revenue Funds were reclassified to Fiduciary Funds. This reclassification reduced the Fiscal Year 2007 beginning fund balance by \$196.1 million.
- ² Debt service as a percentage of noncapital expenditures is defined as total debt service divided by, total expenditures minus capital outlay and expenditures for capitalized assets included within the functional categories.
- ³ As a result of implementing GASB Statement No. 49, *Accounting and Financial Reporting For Pollution Remediation Obligations*, fund balance was restated and reduced by \$7.0 million.

Information presented is based on the modified accrual basis of accounting.

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$	26,939.0	\$ 30,404.5	\$ 29,123.4	\$ 25,909.3	\$ 23,395.5	\$ 21,008.9
	10,694.3	9,480.3	9,389.9	9,122.2	8,594.9	8,495.2
	1,194.1	1,252.9	1,361.5	959.8	930.6	811.5
	2,712.1	2,613.8	2,525.4	2,493.6	2,172.7	1,835.3
	75.0	321.3	440.8	321.7	149.2	96.9
	0.1	0.5	0.1	662.6	646.7	281.9
	2,834.4	2,537.4	2,424.7	3,628.9	3,508.8	3,213.8
	<u>44,449.0</u>	<u>46,610.7</u>	<u>45,265.8</u>	<u>43,098.1</u>	<u>39,398.4</u>	<u>35,743.5</u>
	3,279.2	3,317.5	3,247.0	3,155.7	2,989.7	2,733.5
	10,628.6	10,251.2	9,703.7	9,732.6	9,603.5	8,826.6
	14,892.1	15,760.9	15,173.6	14,405.1	13,909.5	12,723.6
	2,437.0	2,659.1	2,618.8	2,446.6	2,341.5	2,160.1
	6,203.0	5,603.1	5,376.6	4,981.2	4,233.2	3,763.6
	2,835.4	2,788.1	2,855.2	3,106.2	2,483.8	2,551.9
	7,168.3	7,946.5	6,783.5	7,134.2	7,335.6	5,505.4
	346.0	331.8	328.0	313.3	299.9	270.9
	32.0	318.6	105.0	573.5	237.6	326.3
	639.1	613.9	558.2	48.2	390.5	483.4
	843.7	805.4	779.7	361.3	623.3	650.5
	<u>49,304.4</u>	<u>50,396.1</u>	<u>47,529.3</u>	<u>46,257.9</u>	<u>44,448.1</u>	<u>39,995.8</u>
	<u>(4,855.4)</u>	<u>(3,785.4)</u>	<u>(2,263.5)</u>	<u>(3,159.8)</u>	<u>(5,049.7)</u>	<u>(4,252.3)</u>
	1,539.0	1,507.7	48.8	2,850.1	1,000.5	1,139.8
	267.5	220.3	883.3	1,435.8	1,032.6	(211.7)
	1,035.2	1,584.2	698.1	2,131.1	4,080.3	2,072.5
	2,841.7	3,312.2	1,630.2	6,417.0	6,113.4	3,000.6
	(2,013.7)	(473.2)	(633.3)	3,257.2	1,063.7	(1,251.7)
	10,147.6 ³	10,627.8	11,261.1 ¹	8,200.0	7,136.3	8,388.0
\$	<u>8,133.9</u>	<u>\$ 10,154.6</u>	<u>\$ 10,627.8</u>	<u>\$ 11,457.2</u>	<u>\$ 8,200.0</u>	<u>\$ 7,136.3</u>
	3.1%	2.9%	2.8%	0.9%	2.3%	2.9%

STATE OF NEW JERSEY
FUND BALANCE SUMMARY FOR BUDGETED FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30
(Expressed in Millions)

<u>Budgeted Fund</u>	Comprehensive Annual Financial Report			
	2013	2012	2011	2010
General Fund	\$ 301.4	\$ 441.4	\$ 864.1	\$ 794.3
Surplus Revenue Fund	-	-	-	-
Property Tax Relief Fund	8.6	2.4	5.8	10.0
Casino Control Fund	3.2	1.8	2.8	-
Casino Revenue Fund	-	-	-	-
Gubernatorial Elections Fund	-	1.0	0.5	-
Total	<u>\$ 313.2</u>	<u>\$ 446.6</u>	<u>\$ 873.2</u>	<u>\$ 804.3</u>

<u>Budgeted Fund</u>	Appropriations Act			
	2013	2012	2011	2010
General Fund	\$ 465.1	\$ 255.6	\$ 302.5	\$ 501.0
Surplus Revenue Fund	-	-	-	-
Property Tax Relief Fund	183.0	383.5	-	-
Casino Control Fund	-	-	-	-
Casino Revenue Fund	-	-	-	-
Gubernatorial Elections Fund	-	1.4	0.7	-
Total	<u>\$ 648.1</u>	<u>\$ 640.5</u>	<u>\$ 303.2</u>	<u>\$ 501.0</u>

<u>Budgeted Fund</u>	Dollar Variance			
	2013	2012	2011	2010
General Fund	\$ (163.7)	\$ 185.8	\$ 561.6	\$ 293.3
Surplus Revenue Fund	-	-	-	-
Property Tax Relief Fund	(174.4)	(381.1)	5.8	10.0
Casino Control Fund	3.2	1.8	2.8	-
Casino Revenue Fund	-	-	-	-
Gubernatorial Elections Fund	-	(0.4)	(0.2)	-
Total	<u>\$ (334.9)</u>	<u>\$ (193.9)</u>	<u>\$ 570.0</u>	<u>\$ 303.3</u>

Source:

New Jersey Department of the Treasury, Office of Management and Budget.

2009	2008	2007	2006	2005	2004
\$ 614.2	\$ 469.8	\$ 1,410.4	\$ 1,216.7	\$ 461.7	\$ 376.5
-	734.7	484.6	559.8	288.6	282.4
-	99.0	690.7	2.6	27.9	175.2
(0.4)	3.0	1.5	(1.6)	1.3	4.9
-	-	1.0	1.0	-	22.7
-	-	-	-	-	-
<u>\$ 613.8</u>	<u>\$ 1,306.5</u>	<u>\$ 2,588.2</u>	<u>\$ 1,778.5</u>	<u>\$ 779.5</u>	<u>\$ 861.7</u>

2009	2008	2007	2006	2005	2004
\$ 116.8	\$ 102.5	\$ 765.0	\$ 311.6	\$ 109.6	\$ 248.6
483.2	489.8	448.6	288.4	288.0	-
-	-	46.0	-	-	-
-	-	-	-	2.4	-
-	10.0	-	-	-	1.5
-	-	-	-	-	-
<u>\$ 600.0</u>	<u>\$ 602.3</u>	<u>\$ 1,259.6</u>	<u>\$ 600.0</u>	<u>\$ 400.0</u>	<u>\$ 250.1</u>

2009	2008	2007	2006	2005	2004
\$ 497.4	\$ 367.3	\$ 645.4	\$ 905.1	\$ 352.1	\$ 127.9
(483.2)	244.9	36.0	271.4	0.6	282.4
-	99.0	644.7	2.6	27.9	175.2
(0.4)	3.0	1.5	(1.6)	(1.1)	4.9
-	(10.0)	1.0	1.0	-	21.2
-	-	-	-	-	-
<u>\$ 13.8</u>	<u>\$ 704.2</u>	<u>\$ 1,328.6</u>	<u>\$ 1,178.5</u>	<u>\$ 379.5</u>	<u>\$ 611.6</u>

STATE OF NEW JERSEY
REVENUE SUMMARY FOR BUDGETED FUNDS*
FOR THE FISCAL YEAR ENDED JUNE 30
(Expressed in Millions)

<u>Major Tax</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Gross Income Tax	\$ 12,108.6	\$ 11,128.4	\$ 10,617.0	\$ 10,322.9
Sales and Use Tax	8,454.8	8,099.7	8,144.4	7,898.2
Corporation Business Tax	2,371.4	2,037.0	2,344.4	2,144.6
Other Major Taxes	3,131.1	3,117.3	2,902.2	2,831.7
Miscellaneous Taxes, Fees	3,502.7	3,463.3	3,394.6	3,398.4
State Lottery	1,085.0	950.1	930.0	924.0
Casino Taxes and Fees	270.5	290.7	327.1	360.2
Total	<u>\$ 30,924.1</u>	<u>\$ 29,086.5</u>	<u>\$ 28,659.7</u>	<u>\$ 27,880.0</u>

* Budgeted funds include the General Fund, the Property Tax Relief Fund, the Casino Revenue Fund, the Casino Control Fund, and the Gubernatorial Elections Fund.

Source:

New Jersey Department of the Treasury, Office of Management and Budget.

STATE OF NEW JERSEY
REVENUE SUMMARY FOR BUDGETED FUNDS*
PERCENT DISTRIBUTION BY MAJOR TAX
FOR THE FISCAL YEAR ENDED JUNE 30

<u>Major Tax</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Gross Income Tax	39.2 %	38.3 %	37.1 %	37.0 %
Sales and Use Tax	27.3	27.8	28.5	28.3
Corporation Business Tax	7.7	7.0	8.2	7.7
Other Major Taxes	10.1	10.7	10.1	10.2
Miscellaneous Taxes, Fees	11.3	11.9	11.8	12.2
State Lottery	3.5	3.3	3.2	3.3
Casino Taxes and Fees	0.9	1.0	1.1	1.3
Total	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>

* Budgeted funds include the General Fund, the Property Tax Relief Fund, the Casino Revenue Fund, the Casino Control Fund, and the Gubernatorial Elections Fund.

Source:

New Jersey Department of the Treasury, Office of Management and Budget.

	2009	2008	2007	2006	2005	2004
\$	10,476.3	\$ 12,605.5	\$ 11,727.2	\$ 10,506.6	\$ 9,537.9	\$ 7,400.7
	8,264.2	8,915.5	8,609.6	6,853.4	6,552.2	6,261.7
	2,665.2	3,062.4	3,084.9	3,007.8	2,368.1	2,370.2
	2,884.5	3,033.7	2,967.0	3,544.7	3,244.0	3,028.0
	3,292.4	3,598.9	3,465.9	3,324.0	4,988.5	4,472.4
	887.2	882.1	828.3	844.2	812.0	795.0
	415.5	486.0	525.8	570.3	540.0	532.7
\$	<u>28,885.3</u>	<u>\$ 32,584.1</u>	<u>\$ 31,208.7</u>	<u>\$ 28,651.0</u>	<u>\$ 28,042.7</u>	<u>\$ 24,860.7</u>

	2009	2008	2007	2006	2005	2004
	36.3 %	38.7 %	37.6 %	36.7 %	34.0 %	29.8 %
	28.6	27.4	27.6	23.9	23.4	25.2
	9.2	9.4	9.9	10.5	8.4	9.5
	10.0	9.3	9.4	12.4	11.6	12.2
	11.4	11.0	11.1	11.6	17.8	18.0
	3.1	2.7	2.7	2.9	2.9	3.2
	1.4	1.5	1.7	2.0	1.9	2.1
	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>

STATE OF NEW JERSEY
REAL GROSS STATE PRODUCT BY INDUSTRY
FOR THE CALENDAR YEAR ENDED DECEMBER 31
(Expressed in Billions)

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
Gross State Product¹	\$ 438.9	\$ 432.4	\$ 431.4	\$ 424.9
<u>Goods Producing Sector</u>				
Agriculture, forestry, fishing, and hunting	0.5	0.5	0.7	0.8
Mining	-	-	-	0.1
Manufacturing	32.3	32.1	32.6	33.1
Construction	13.0	13.0	13.0	13.0
<u>Private Service Producing Sector</u>				
Transportation and warehousing	14.3	14.5	14.2	13.4
Information	23.4	21.9	21.5	21.4
Utilities	7.8	7.8	7.9	6.5
Wholesale trade	33.5	32.2	31.6	30.5
Retail trade	28.8	28.2	28.6	26.9
Finance and insurance	35.1	34.8	35.5	35.9
Real estate, rental, and leasing	77.6	76.9	77.5	75.9
Services ²	117.8	115.5	113.6	114.3
Other services	8.3	8.4	8.3	8.3
<u>Government Sector</u>	45.1	44.4	45.7	45.4
Total Personal Income³	475.4	462.5	443.7	431.0

Notes:

- ¹ Gross State Product data, which is expressed in billions of chained Calendar Year 2005 dollars, has been revised for Calendar Years 2009 through 2011. Industry numbers do not sum to the total because of technical considerations.
- ² Services include professional and technical services, management of companies and enterprises, administrative and waste services, educational services, health care and social services, arts, entertainment and recreation, and accommodation and food services. Data has been revised for Calendar Years 2003 through 2011.
- ³ Total Personal Income data, which is expressed in billions of current dollars, has been revised for Calendar Years 2009 through 2011.

Source:

New Jersey Department of the Treasury, Office of Revenue & Economic Analysis.

<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
\$ 443.8	\$ 443.5	\$ 440.3	\$ 430.2	\$ 424.5	\$ 416.4
0.7	0.7	0.8	0.7	0.6	0.6
-	0.1	0.1	0.1	0.2	0.2
37.8	39.8	38.6	37.7	40.8	42.0
14.6	15.6	16.9	17.8	18.7	18.8
14.6	14.0	13.9	13.8	12.7	11.8
22.8	23.3	21.5	20.7	19.8	18.0
7.4	6.8	6.5	6.8	7.1	6.7
35.5	35.9	34.0	33.8	34.5	33.9
27.5	29.1	28.8	28.2	28.3	29.1
33.9	34.0	39.7	36.5	31.8	32.2
77.2	75.8	74.3	71.9	71.2	67.8
114.7	113.4	111.0	108.4	107.7	106.6
8.7	9.2	9.2	9.3	9.3	9.2
45.9	45.7	44.4	44.4	44.3	43.5
454.2	436.1	411.4	379.7	365.3	347.7

**STATE OF NEW JERSEY
GROSS INCOME TAX RATES
FOR THE CALENDAR YEAR ENDED DECEMBER 31**

Top Income Tax Rate Is Applied To Taxable Income In Excess Of

Year	Top Rate	Single	Married Filing Jointly	Head of Household	Average Effective Rate*
2004	8.97 %	\$ 500,000	\$ 500,000	\$ 500,000	3.02 %
2005	8.97	500,000	500,000	500,000	3.07
2006	8.97	500,000	500,000	500,000	3.31
2007	8.97	500,000	500,000	500,000	3.27
2008	8.97	500,000	500,000	500,000	3.20
2009	10.75	1,000,000	1,000,000	1,000,000	3.27
2010	8.97	500,000	500,000	500,000	3.13
2011	8.97	500,000	500,000	500,000	3.15
2012	8.97	500,000	500,000	500,000	3.18
2013	8.97	500,000	500,000	500,000	3.22

* Net tax divided by New Jersey Gross Income for full-time resident returns with a tax liability.
Data for 2012 and 2013 are estimates based on projections. Data for 2010 and 2011 has been revised.

Source:

New Jersey Department of the Treasury, Office of Revenue & Economic Analysis.

**STATE OF NEW JERSEY
GROSS INCOME TAX (GIT) FILERS AND LIABILITY BY INCOME LEVEL
2011 AS COMPARED TO 2002
(GIT Liability Expressed in Millions)**

Income Level	2011				2002			
	Number of Filers	Percent of Total	GIT Liability	Percent of Total	Number of Filers	Percent of Total	GIT Liability	Percent of Total
\$500,001 and higher	46,952	1.7 %	\$ 3,321.8	36.8 %	26,699	1.1 %	\$ 1,506.4	25.9 %
\$250,001 - \$500,000	112,541	4.2	1,416.4	15.7	59,649	2.4	769.2	13.2
\$100,001 - \$250,000	664,795	24.5	2,855.6	31.7	467,766	18.5	2,121.5	36.5
\$75,001 - \$100,000	293,951	10.9	517.0	5.7	293,012	11.6	491.2	8.5
\$50,001 - \$75,000	481,837	17.8	523.1	5.8	456,831	18.1	479.7	8.3
\$35,001 - \$50,000	400,528	14.8	218.9	2.4	425,900	16.9	246.6	4.2
\$20,001 - \$35,000	443,267	16.4	126.5	1.4	547,954	21.7	165.4	2.8
\$10,001 - \$20,000	262,960	9.7	40.0	0.5	244,058	9.7	37.2	0.6
Total	2,706,831	100.0 %	\$ 9,019.3	100.0 %	2,521,869	100.0 %	\$ 5,817.2	100.0 %

Source:

New Jersey Department of the Treasury, Office of Revenue & Economic Analysis.

**STATE OF NEW JERSEY
TAXABLE SALES BY CATEGORY¹
FOR THE CALENDAR YEAR ENDED DECEMBER 31**

Year	Dollar Amount (Expressed in Millions)							Sales and Use Tax Rate ²
	Manufacturing	Wholesale	Retail	Service	Construction	Other	Total	
2003	\$ 3,262.1	\$ 3,701.7	\$ 53,731.7	\$ 23,214.7	\$ 1,585.2	\$ 1,070.7	\$ 86,566.1	6.0 %
2004	3,782.7	4,086.0	56,269.7	23,496.8	1,722.1	1,181.8	90,539.1	6.0
2005	4,462.0	4,267.3	58,096.3	24,117.8	1,895.3	1,249.2	94,087.9	6.0
2006	5,031.9	4,534.5	58,712.0	25,576.6	2,074.8	1,369.4	97,299.2	7.0
2007	5,458.2	4,809.5	59,717.8	29,466.0	2,205.9	1,555.2	103,212.6	7.0
2008	5,664.0	4,498.0	57,055.1	29,137.2	2,142.1	1,758.0	100,254.4	7.0
2009	5,156.0	4,069.8	53,327.5	27,618.9	1,809.7	1,710.8	93,692.7	7.0
2010	5,337.6	4,259.6	54,170.9	28,539.5	1,854.2	1,700.1	95,861.9	7.0
2011	6,533.0	4,818.5	57,684.1	30,072.7	2,307.3	1,784.0	103,199.6	7.0
2012	6,884.6	4,975.2	58,608.5	29,905.7	2,308.3	1,796.6	104,478.9	7.0

Year	Percent Distribution									
	Manufacturing	Wholesale	Retail	Service	Construction	Other	Total			
2003	3.8 %	4.3 %	62.1 %	26.8 %	1.8 %	1.2 %	100.0 %			
2004	4.1	4.5	62.2	26.0	1.9	1.3	100.0			
2005	4.7	4.5	61.8	25.7	2.0	1.3	100.0			
2006	5.2	4.7	60.3	26.3	2.1	1.4	100.0			
2007	5.2	4.7	57.9	28.6	2.1	1.5	100.0			
2008	5.7	4.5	56.9	29.1	2.1	1.7	100.0			
2009	5.5	4.3	56.9	29.5	2.0	1.8	100.0			
2010	5.6	4.4	56.5	29.8	1.9	1.8	100.0			
2011	6.4	4.7	55.9	29.1	2.2	1.7	100.0			
2012	6.6	4.8	56.1	28.6	2.2	1.7	100.0			

Notes:

¹ Category data from 2003 through 2011 was revised due to changes in business codes.

² Effective July 15, 2006, the New Jersey Sales and Use Tax rate increased from 6.0 percent to 7.0 percent.

Source:

New Jersey Department of the Treasury, Office of Revenue & Economic Analysis.

STATE OF NEW JERSEY
RATIO OF OUTSTANDING LONG-TERM BONDED DEBT
2004-2013
(Expressed in Thousands Except for General Long-Term Debt Ratios)

<u>Governmental Activities</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
<u>Bonded Debt</u>			
General Obligation Bonds	\$ 2,400,910	\$ 2,384,665	\$ 2,566,895
Revenue Bonds Payable	21,544,905	20,698,950	19,770,565
Capital Leases	314,775	212,700	232,565
Installment Obligations	18,243,358	18,293,915	18,714,603
Certificates of Participation	92,906	100,314	85,413
Tobacco Settlement Financing Corporation	4,293,892	4,444,092	4,469,033
Unamortized Deferral on Refunding	(1,067,984)	(994,775)	(970,473)
Unamortized Interest on Capital Appreciation Bonds	(7,503,490)	(7,863,770)	(8,216,199)
Unamortized Premium	2,067,071	1,518,506	1,403,949
Total Bonded Debt	<u>\$ 40,386,343</u>	<u>\$ 38,794,597</u>	<u>\$ 38,056,351</u>
New Jersey Total Personal Income ¹	\$ 484,574,000	\$ 475,393,000	\$ 462,494,000
Percentage of Personal Income ²	8.3%	8.2%	8.2%
New Jersey Population ¹	8,900	8,865	8,835
General Obligation Debt Per Capita ²	\$ 269.77	\$ 269.00	\$ 290.54
Total Long-Term Debt Per Capita ²	\$ 4,537.79	\$ 4,376.15	\$ 4,307.45

Notes:

¹ Fiscal Year 2013 data for New Jersey Total Personal Income and New Jersey Population are estimates; prior years may reflect revisions.

² Debt expressed as a percentage of personal income equals total bonded debt divided by New Jersey personal income; general obligation debt per capita equals general obligation bonds divided by New Jersey population; total long-term debt per capita equals total bonded debt divided by New Jersey population.

Sources:

New Jersey Department of the Treasury, Office of Management and Budget.
New Jersey Department of the Treasury, Office of Revenue & Economic Analysis.
United States Census Bureau, Population Division.

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$	2,596,740	\$ 2,526,710	\$ 2,818,535	\$ 2,864,690	\$ 3,132,755	\$ 3,156,375	\$ 3,301,005
	18,576,710	16,838,010	13,702,395	12,739,620	12,975,955	7,856,005	7,229,340
	251,460	269,440	286,555	297,830	308,575	130,340	137,535
	18,968,688	18,716,431	18,218,030	17,185,158	16,896,002	15,373,185	11,741,335
	30,546	35,130	54,708	58,836	60,559	66,148	77,392
	4,492,958	4,524,563	4,591,409	4,643,694	3,248,580	3,280,155	3,329,406
	(773,135)	(793,694)	(865,654)	(924,227)	(604,570)	(533,008)	(223,754)
	(8,556,994)	(7,960,065)	(6,347,598)	(6,522,644)	(5,673,484)	(3,211,862)	(3,311,643)
	<u>1,323,722</u>	<u>1,356,541</u>	<u>1,412,761</u>	<u>1,397,407</u>	<u>1,500,850</u>	<u>1,204,377</u>	<u>498,641</u>
\$	<u>36,910,695</u>	<u>35,513,066</u>	<u>33,871,141</u>	<u>31,740,364</u>	<u>31,845,222</u>	<u>27,321,715</u>	<u>22,779,257</u>
\$	443,742,000	\$ 430,956,000	\$ 454,206,000	\$ 436,120,000	\$ 411,429,000	\$ 379,650,000	\$ 365,260,000
	8.3%	8.2%	7.5%	7.3%	7.7%	7.2%	6.2%
	8,803	8,708	8,663	8,636	8,624	8,622	8,612
\$	294.98	\$ 290.16	\$ 325.35	\$ 331.71	\$ 363.26	\$ 366.08	\$ 383.30
\$	4,192.97	\$ 4,078.21	\$ 3,909.86	\$ 3,675.35	\$ 3,692.63	\$ 3,168.84	\$ 2,645.06

STATE OF NEW JERSEY
NON-BONDED DEBT
2004-2013
(Expressed in Thousands)

<u>Governmental Activities</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
<u>Non-Bonded Debt</u>			
Accumulated Sick and Vacation Payable	\$ 574,724	\$ 606,047 ¹	\$ 623,185
Capital Leases	353,929	379,352	311,219
Loans Payable	1,279,358	1,279,358	1,279,358
Net Other Postemployment Benefits (OPEB) Obligation	20,176,700	16,818,300	13,501,000
Net Pension Obligation	14,515,981	12,838,529	10,857,719
Pollution Remediation	86,162	92,175 ²	80,401
Other	<u>1,035,062</u>	<u>982,145</u>	<u>340,255</u>
Total Non-Bonded Debt	<u>38,021,916</u>	<u>32,995,906</u>	<u>26,993,137</u>
Total Bonded Debt	<u>40,386,343</u>	<u>38,794,597</u>	<u>38,056,351</u>
Grand Total	<u>\$ 78,408,259</u>	<u>\$ 71,790,503</u>	<u>\$ 65,049,488</u>

Notes:

1 Restated to reflect revised fair market value relating to certain leases of \$39,535.

2 Restated to include Business Employment Incentive Program obligations of \$630,085 and long-term obligation to other states relating to Unclaimed Property of \$31,043.

Sources:

New Jersey Department of the Treasury, Office of Management and Budget.

<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$ 566,750	\$ 635,820	\$ 595,856	\$ 578,527	\$ 518,561	\$ 488,913	\$ 466,126
351,766	379,729	410,552	384,982	430,768	538,926	553,984
1,279,358	1,279,358	1,279,358	1,279,358	1,279,358	1,279,358	1,279,358
10,028,800	6,636,300	3,177,400	-	-	-	-
8,403,007	6,365,698	4,759,367	3,761,279	2,953,944	1,796,799	845,563
92,654	101,829	-	-	-	-	-
<u>300,926</u>	<u>304,727</u>	<u>276,655</u>	<u>251,089</u>	<u>417,733</u>	<u>397,545</u>	<u>377,766</u>
<u>21,023,261</u>	<u>15,703,461</u>	<u>10,499,188</u>	<u>6,255,235</u>	<u>5,600,364</u>	<u>4,501,541</u>	<u>3,522,797</u>
<u>36,910,695</u>	<u>35,513,066</u>	<u>33,871,141</u>	<u>31,740,364</u>	<u>31,845,222</u>	<u>27,321,715</u>	<u>22,779,257</u>
<u>\$ 57,933,956</u>	<u>\$ 51,216,527</u>	<u>\$ 44,370,329</u>	<u>\$ 37,995,599</u>	<u>\$ 37,445,586</u>	<u>\$ 31,823,256</u>	<u>\$ 26,302,054</u>

**STATE OF NEW JERSEY
STATE CONSTITUTION – LEGAL DEBT LIMITATIONS**

The State Constitution of 1947 provides that the Legislature shall not create a debt or liability in any fiscal year which, together with any previous debts or liabilities, shall exceed one percent of total appropriations for that fiscal year unless the same shall be authorized by a law for some single object or have been submitted to the people at a general election and approved by a majority of State voters. These Constitutional provisions do not apply to the creation of any debt or liability for purposes of war, repelling invasion, suppressing insurrection, or meeting emergencies caused by a disaster or an act of God (N.J. Const. art. VIII, § 2).

All general obligation bonded debt in New Jersey is entered into as a result of successful referenda. As the table below illustrates, the debt margin as defined by the Constitution would prohibit any other method of creation of such debt or liability.

**STATE OF NEW JERSEY
CALCULATION OF LEGAL LIMITS
(Expressed in Millions)**

<u>Fiscal Year</u>	<u>Total Appropriations For Budgeted Funds</u>	<u>Legal Debt Limit</u>
2004	\$ 24,569.1	\$ 245.6
2005	28,644.8	286.4
2006	28,087.7	280.8
2007	31,022.8	310.2
2008	34,567.9	345.6
2009	33,059.2	330.5
2010	28,842.5	288.4
2011	29,447.2	294.5
2012	30,332.6	303.3
2013	31,728.8	317.3

Source:

New Jersey Department of the Treasury, Office of Management and Budget.

STATE OF NEW JERSEY
LEGISLATIVELY AUTHORIZED BUT UNISSUED DEBT, 2013 AND 2012
(Expressed in Millions)

<u>Debt Program¹</u>	<u>Year</u>	<u>Amount Authorized</u>	<u>Unissued As Of</u>	
			<u>6/30/2013</u>	<u>6/30/2012</u>
<u>General Obligation Bonds</u>				
Building Our Future	2012	\$ 750.0	\$ 650.0	N/A
Clean Waters	1976	120.0	3.4	3.4
Dam, Lake, Stream, Flood Control, Water Resources, and Wastewater Treatment Project	2003	200.0	38.7	42.2
Energy Conservation	1980	50.0	1.6	1.6
Green Acres, Cultural Centers, and Historic Preservation	1987	100.0	1.0	1.0
Green Acres, Farmland, Blue Acres, and Historic Preservation	2007	200.0	27.5	59.0
Green Acres, Farmland and Historic Preservation, and Blue Acres	1995	340.0	18.0	21.0
Green Acres, Water Supply and Floodplain Protection, and Farmland and Historic Preservation	2009	400.0	230.5	400.0
Hazardous Discharge	1981	100.0	43.0	43.0
Hazardous Discharge	1986	200.0	38.0	48.0
Natural Resources	1980	145.0	9.6	9.6
New Jersey Green Acres	1983	135.0	14.5	14.5
New Jersey Green Acres, Clean Water, Farmland and Historic Preservation	1992	345.0	12.9	12.9
New Jersey Open Space Preservation	1989	300.0	22.6	22.6
Pinelands Infrastructure Trust	1985	30.0	6.8	6.8
Port of New Jersey Revitalization, Dredging, Environmental Cleanup, Lake Restoration, and Delaware Bay Area Economic Development	1996	300.0	87.5	116.5
Public Purpose Buildings and Community-Based Facilities Construction	1989	125.0	5.0	5.0
Stormwater Management and Combined Sewer Overflow Abatement	1989	50.0	9.5	13.0
Water Supply	1981	350.0	73.1	73.1
Total General Obligation Bonds		<u>4,240.0</u>	<u>1,293.2</u>	<u>893.2</u>
<u>Revenue Bonds Payable</u>				
<u>Transportation Trust Fund Authority²</u>				
Transportation System Bonds	2006	8,000.0	-	326.3
Transportation Program Bonds	2012	3,458.3	2,537.6	3,458.3
Total Revenue Bonds Payable		<u>11,458.3</u>	<u>2,537.6</u>	<u>3,784.6</u>
<u>Installment Obligations</u>				
<u>Economic Development Authority</u>				
Market Transition Facility	1994	750.0	44.7	44.7
School Facilities Construction	2000	8,600.0	454.1	454.1
School Facilities Construction	2008	3,950.0	3,072.0	3,447.0
Stem Cell, Life Sciences, and Biomedical Research Facilities	2006	270.0	270.0	270.0
<u>Educational Facilities Authority</u>				
Dormitory Safety Trust Fund	2000	90.0	10.8	10.8
Higher Education Capital Improvement Fund	1999	550.0	191.9	165.7
Higher Education Equipment Leasing Fund	1993	100.0	100.0	100.0
Higher Education Facilities Trust Fund	1993	220.0	220.0	220.0
Higher Education Technology Infrastructure Fund	1997	55.0	55.0	55.0
Public Library Project Fund	1999	45.0	15.8	13.5
Total Installment Obligations		<u>14,630.0</u>	<u>4,434.3</u>	<u>4,780.8</u>
Grand Total		<u>\$ 30,328.3</u>	<u>\$ 8,265.1</u>	<u>\$ 9,458.6</u>

Notes:

For debt issued after June 30, 2013, refer to Note 20 - Subsequent Events of the Notes to the Financial Statements.

¹ The Legislature has authorized additional Revenue Bonds Payable and Installment Obligations programs. These programs, which do not have a limit on the amount of bonds that can be issued in order to fund their associated projects, are not included in this Statistical Section.

² P.L.2012 c.13 reauthorized the New Jersey Transportation Trust Fund Authority, to include capital programs, through Fiscal Year 2016.

Source:

New Jersey Department of the Treasury, Office of Public Finance.

STATE OF NEW JERSEY
DEBT SERVICE COVERAGE RATIO
(Expressed in Millions Except for Coverage Ratio)

New Jersey Motor Vehicle Commission Bonds, Series 2003A

P.L. 2003, c.13 enacted the State of New Jersey's Motor Vehicle Security and Customer Service Act, which abolished the Department of Transportation's Division of Motor Vehicles and created the New Jersey Motor Vehicle Commission (MVC), a discrete "In-But-Not-Of" agency within the Department of Transportation. During 2003, the State also authorized bond issuance to offset necessary capital expenditures for statewide MVC facility/technology enhancements. Repayment of these bonds, which do not require debt service payments to be made until maturation, will derive from excess surcharge revenues not needed to repay outstanding Market Transition Facility Senior Lien Revenue Bonds, both Series 1994A and Series 2001A, which were repaid July 1, 2011 (FY2012). Scheduled final retirement of the MVC bonds occurs on July 1, 2015.

Fiscal Year	Motor Vehicle Surcharges	Debt Service			MTF/MVC Surplus	Coverage Ratio
		Principal	Interest	Total		
2013	\$ 118.3	\$ 53.5	\$ 19.8	\$ 73.3	\$ 45.0	1.6

Motor Vehicle Surcharges Revenue Bonds, 2004 Series A

Enactment of P.L. 2004, c.70 enabled the State of New Jersey to authorize issuance of Motor Vehicle Surcharges (MVS) Revenue Bonds, which provided the State with the ability to dedicate an additional revenue source for the purpose of retiring previously issued bonds. Repayment of these bonds derives solely from: 1) unsafe driving surcharges, which are additional fines assessed by the New Jersey Motor Vehicle Commission and collected by the courts from drivers convicted of unsafe driving violations pursuant to P.L. 2000, c.75 et seq., and 2) excess motor vehicle violation surcharge revenues not required for repaying current outstanding debt service on the Market Transition Facility Senior Lien Revenue Bonds, Series 1994A and Series 2004A, and the New Jersey Motor Vehicle Commission Bonds, Series 2003A, or after final retirement of these bonds on July 1, 2011 and July 1, 2015, respectively. Scheduled final retirement of the MVS bonds occurs on July 1, 2034.

Fiscal Year	Unsafe Driver Surcharges	MTF/MVC Surplus	Net Available Revenue	Debt Service			Coverage Ratio
				Principal	Interest	Total	
2007	\$ 45.0	\$ 57.1	\$ 102.1	\$ -	\$ 37.8	\$ 37.8	2.7
2008	44.3	44.1	88.4	-	37.8	37.8	2.3
2009	35.9	55.7	91.6	-	37.8	37.8	2.4
2010	30.5	57.1	87.6	-	37.8	37.8	2.3
2011	27.5	60.1	87.6	-	37.8	37.8	2.3
2012	25.1	77.5	102.6	27.7	37.2	64.9	1.6
2013	22.8	45.0	67.8	-	36.6	36.6	1.9

Motor Vehicle Surcharges Revenue Bonds (Special Needs Housing Program),
2005 Series A and 2007 Series A-1, A-2, & B

P.L. 2005, c.163 enabled the State of New Jersey to authorize issuance of Motor Vehicle Surcharges (MVS) Revenue Bonds-Special Needs Housing Program to provide the New Jersey Housing and Mortgage Finance Agency with funds to develop community residences and permanent supportive housing for individuals with special needs. Repayment of these bonds derives solely from: 1) unsafe driving surcharges, which are additional fines assessed by the New Jersey Motor Vehicle Commission and collected by the courts from drivers convicted of unsafe driving violations pursuant to P.L. 2000, c.75 et seq., and 2) excess motor vehicle violation surcharge revenues not required for repaying current outstanding debt service on the New Jersey Motor Vehicle Commission Bonds, Series 2003A, or after final retirement of these bonds on July 1, 2015. Scheduled final retirement of the MVS-Special Needs Housing Program bonds, both 2005 Series A and 2007 Series A-1, A-2, & B, occurs on July 1, 2034.

Fiscal Year	MVS Surplus	Debt Service			Coverage Ratio
		Principal	Interest	Total	
2008	\$ 50.6	\$ -	\$ 1.8	\$ 1.8	28.1
2009	53.8	-	5.5	5.5	9.8
2010	49.8	-	5.5	5.5	9.1
2011	49.8	-	5.5	5.5	9.1
2012	37.7	-	5.5	5.5	6.9
2013	31.2	-	5.5	5.5	5.7

Tobacco Settlement Financing Corporation

Tobacco Settlement Asset-Backed Bonds, Series 2007-1

On November 23, 1998, the State of New Jersey, as well as 45 other states and six United States jurisdictions, entered into a Master Settlement Agreement (MSA) with participating cigarette manufacturers. Pursuant to a Purchase and Sale Agreement with the Tobacco Settlement Financing Corporation, (TSFC), New Jersey has sold 76.26 percent of its future rights to receive MSA payments. The purchase price of the State's future rights, title, and interest in Tobacco Settlement Revenues has been financed by the issuance of these bonds. TSFC has pledged these future payments in order to secure these bonds. The State is not obligated to pay, and neither the full faith and credit nor the taxing power of the State is pledged to the payment of, principal or interest on these bonds. Scheduled final retirement of these bonds occurs on June 1, 2041.

Fiscal Year	MSA Payments	Existing Surplus	Net Available Revenue	Debt Service *			Coverage Ratio
				Principal	Interest	Total	
2006	\$ 240.5	\$ 367.4	\$ 607.9	\$ 34.5	\$ 205.7	\$ 240.2	2.5
2007	162.2	267.8	430.0	43.5	158.1	201.6	2.1
2008	199.6	264.6	464.2	53.2	163.3	216.5	2.1
2009	218.8	261.0	479.8	67.7	161.0	228.7	2.1
2010	182.6	260.6	443.2	32.5	158.1	190.6	2.3
2011	172.6	258.7	431.3	24.8	156.7	181.5	2.4
2012	184.4	265.7	450.1	25.8	155.6	181.4	2.5
2013	302.1	262.3	564.4	151.1	154.5	305.6	1.8

Cigarette Tax Revenue Bonds, Series 2004

Cigarette Tax Revenue Refunding Bonds, Series 2012

Based on the provisions pursuant to P.L. 2004, c.68, funds for repayment of these bonds derive solely from the nonlapsing "Dedicated Cigarette Tax Revenue Fund." Effective July 1, 2009, the State of New Jersey's Cigarette Tax rate increased from \$2.58 to \$2.70 per pack of 20 cigarettes. Of the total Cigarette Tax charged per pack, the Fund receives \$.65 in dedicated revenues. The surplus is returned to the General Fund. Scheduled final retirement of these bonds occurs on July 1, 2034.

Fiscal Year	Cigarette Dedication	Existing Surplus	Net Available Revenue	Debt Service *			Coverage Ratio
				Principal	Interest	Total	
2007	\$ 152.9	\$ 10.1	\$ 163.0	\$ 59.6	\$ 79.5	\$ 139.1	1.2
2008	153.7	23.9	177.6	85.5	75.1	160.6	1.1
2009	144.3	17.0	161.3	84.5	70.6	155.1	1.0
2010	140.3	6.2	146.5	92.8	65.6	158.4	0.9
2011	145.5	-	145.5	82.9	61.6	144.5	1.0
2012	136.5	-	136.5	101.5	36.3	137.8	1.0
2013	160.4	-	160.4	40.2	48.3	88.5	1.8

* Includes optional accelerated payments.

Sources:

New Jersey Department of the Treasury, Office of Management and Budget.
New Jersey Department of the Treasury, Office of Public Finance.

**STATE OF NEW JERSEY
TEN LARGEST EMPLOYERS
2012 AS COMPARED TO 2003**

2012 Rank	Employer	New Jersey Employees	Percentage of Total New Jersey Employment
1	New Jersey State Government	69,195	1.7 %
2	Wakefern Food Corporation (ShopRite)	35,734	0.9
3	Wal-Mart Stores, Inc.	17,661	0.4
4	United Parcel Services (UPS)	16,067	0.4
5	Verizon Communications	15,400	0.4
6	Johnson & Johnson	14,500	0.3
7	The Home Depot	13,628	0.3
8	United Continental Holdings	13,600	0.3
9	The Great Atlantic & Pacific Tea Company (A&P)	12,373	0.3
10	Caesars Entertainment Corporation (formerly Harrah's Entertainment, LLC.)	12,194	0.3
		220,352	5.3 %

2003 Rank	Employer	New Jersey Employees	Percentage of Total New Jersey Employment
1	New Jersey State Government	75,846	1.9 %
2	Wakefern Food Corporation (ShopRite)	32,769	0.8
3	United Parcel Service (UPS)	18,000	0.4
4	Verizon Communications	14,923	0.4
5	Caesars Entertainment Corporation (formerly Harrah's Entertainment, LLC.)	14,569	0.4
6	American Telephone & Telegraph (AT&T)	13,960	0.3
7	Pathmark Stores, Inc.	12,600	0.3
8	Home Depot	12,000	0.3
9	Johnson & Johnson	11,500	0.3
10	Continental Airlines	11,000	0.3
		217,167	5.4 %

Notes:

Aggregate New Jersey resident employment for Calendar Years 2012 and 2003 totaled 4.159 million and 4.089 million, respectively. New Jersey State Government data excludes State authorities, colleges, and universities. New Jersey Business' Top 100 Employers data derived from annual questionnaires submitted by private sector respondents, excluding government, higher education institutions, and non-profit hospitals.

Sources:

Saliba, G. N. (2013, August). 41st annual top 100 employers. New Jersey Business, 59(8), 48-55.
Saliba, G. N. (2004, May). 32nd annual top 100 employers. New Jersey Business, 50(5), 27-31.
Data reprinted with permission from the New Jersey Business and Industry Association.

New Jersey Department of the Treasury, Office of Management and Budget.
New Jersey Department of the Treasury, Office of Revenue & Economic Analysis.

**STATE OF NEW JERSEY
POPULATION AND EMPLOYMENT TRENDS
(Expressed in Thousands)**

Year	New Jersey Population	Civilian Labor Force	Resident Employment	Resident Unemployment	New Jersey Unemployment Rate	United States Unemployment Rate
2003	8,583	4,344	4,089	255	5.9 %	6.0 %
2004	8,612	4,347	4,134	213	4.9	5.5
2005	8,622	4,404	4,208	196	4.5	5.1
2006	8,624	4,465	4,257	208	4.7	4.6
2007	8,636	4,457	4,266	191	4.3	4.6
2008	8,663	4,509	4,261	248	5.5	5.8
2009	8,708	4,545	4,137	408	9.0	9.3
2010	8,803	4,548	4,111	437	9.6	9.6
2011	8,835	4,545	4,120	425	9.4	8.9
2012	8,865	4,595	4,159	436	9.5	8.1

Notes:

New Jersey Population data for 2010 and 2011 has been revised.

Resident Employment, Resident Unemployment and Civilian Labor Force data for 2009 through 2011 has been revised.

New Jersey Unemployment Rate data for 2009 and 2011 has been revised.

Sources:

United States Census Bureau, Population Division.

New Jersey Department of the Treasury, Office of Revenue & Economic Analysis.

**STATE OF NEW JERSEY
VALUATIONS OF TAXABLE REAL PROPERTY, PERSONAL, AND PER CAPITA INCOME
(Expressed in Thousands Except as Indicated)**

Year	New Jersey Population¹	Assessed Valuation of Property²	True Valuation of Property³	Personal Income (Millions)⁴	Per Capita Income⁴
2003	8,583	\$ 570,093,393	\$ 820,488,289	\$ 347,692	\$ 40,507
2004	8,612	608,225,244	936,643,256	365,260	42,415
2005	8,622	665,682,726	1,079,838,476	379,650	44,034
2006	8,624	744,898,624	1,235,285,449	411,429	47,709
2007	8,636	834,781,642	1,326,296,906	436,120	50,500
2008	8,663	893,342,423	1,355,003,641	454,206	52,428
2009	8,708	959,281,558	1,331,603,905	430,956	49,491
2010	8,803	983,962,996	1,278,578,128	443,742	50,406
2011	8,835	988,355,702	1,235,474,241	462,494	52,349
2012	8,865	990,696,982	1,183,032,331	475,393	53,628

¹ Data for 2010 and 2011 has been revised.

² Data for 2003 through 2011 has been revised.

³ Data for 2003, 2004 and 2010 has been revised.

⁴ Data for 2009 through 2011 has been revised.

Sources:

United States Census Bureau, Population Division.

New Jersey Department of the Treasury, Office of Revenue & Economic Analysis.

**STATE OF NEW JERSEY
EXPENDITURE SUMMARY FOR BUDGETED FUNDS*
FOR THE FISCAL YEAR ENDED JUNE 30**

Dollar Amount (Expressed in Millions)

Fiscal Year	Direct					Total
	State Services	Grants- In-Aid	State Aid	Capital Construction	Debt Service	
2004	\$ 5,650.9	\$ 7,768.2	\$ 10,079.7	\$ 1,117.0	\$ 438.1	\$ 25,053.9
2005	6,146.0	10,230.4	10,878.3	1,106.1	260.3	28,621.1
2006	6,236.2	10,017.8	11,312.7	1,103.0	169.3	28,839.0
2007	6,624.7	10,196.6	12,320.3	1,241.2	427.8	30,810.6
2008	7,031.2	12,089.9	12,921.3	1,947.3	428.7	34,418.4
2009	6,404.4	10,904.7	12,141.7	1,227.6	270.7	30,949.1
2010	6,582.6	9,850.8	11,229.1	1,124.0	263.6	29,050.1
2011	6,707.0	9,169.3	11,486.4	1,174.2	120.4	28,657.3
2012	6,992.3	10,142.6	12,420.8	1,241.5	277.3	31,074.5
2013	7,177.5	9,750.6	13,319.0	1,272.6	430.6	31,950.3

Percent Distribution

Fiscal Year	Direct					Total
	State Services	Grants- In-Aid	State Aid	Capital Construction	Debt Service	
2004	22.6 %	31.0 %	40.2 %	4.5 %	1.7 %	100.0 %
2005	21.5	35.7	38.0	3.9	0.9	100.0
2006	21.6	34.8	39.2	3.8	0.6	100.0
2007	21.5	33.1	40.0	4.0	1.4	100.0
2008	20.4	35.1	37.5	5.7	1.3	100.0
2009	20.7	35.2	39.2	4.0	0.9	100.0
2010	22.6	33.9	38.6	3.9	1.0	100.0
2011	23.4	32.0	40.1	4.1	0.4	100.0
2012	22.5	32.6	40.0	4.0	0.9	100.0
2013	22.5	30.5	41.7	4.0	1.3	100.0

Note:

* Budgeted funds include the General Fund, the Property Tax Relief Fund, the Casino Revenue Fund, the Casino Control Fund, and the Gubernatorial Elections Fund.

Source:

New Jersey Department of the Treasury, Office of Management and Budget.

STATE OF NEW JERSEY
EXPENDITURES FOR BUDGETED FUNDS*
FOR THE FISCAL YEAR ENDED JUNE 30, 2013
(Expressed in Millions)

<u>Government Branch</u>	<u>Direct State Services</u>	<u>Grants- In-Aid</u>	<u>State Aid</u>	<u>Capital Construction</u>	<u>Debt Service</u>	<u>Total</u>
Executive Branch						
Chief Executive Office	\$ 6.7	\$ -	\$ -	\$ -	\$ -	\$ 6.7
Agriculture	10.2	7.4	5.6	-	-	23.2
Banking and Insurance	56.9	-	-	-	-	56.9
Children and Families	279.0	777.1	-	-	-	1,056.1
Community Affairs	49.3	41.4	370.5	-	-	461.2
Corrections	957.0	101.4	19.6	4.3	-	1,082.3
Education	76.2	2.4	11,659.6	0.6	-	11,738.8
Environmental Protection	263.5	10.2	7.7	80.5	18.9	380.8
Health	58.2	296.2	-	-	-	354.4
Human Services	690.2	5,697.3	513.9	6.8	-	6,908.2
Labor and Workforce						
Development	134.1	68.0	-	-	-	202.1
Law and Public Safety	681.0	14.3	2.7	1.5	-	699.5
Military and Veterans'						
Affairs	96.5	2.4	-	-	-	98.9
State	28.3	1,131.1	15.0	-	-	1,174.4
Transportation	30.4	34.0	24.6	970.9	-	1,059.9
Treasury	534.5	512.6	699.8	3.0	411.7	2,161.6
Miscellaneous	1.0	-	-	-	-	1.0
Interdepartmental	2,495.9	1,054.8	-	205.0	-	3,755.7
Subtotal	<u>6,448.9</u>	<u>9,750.6</u>	<u>13,319.0</u>	<u>1,272.6</u>	<u>430.6</u>	<u>31,221.7</u>
Legislative Branch	76.7	-	-	-	-	76.7
Judicial Branch	651.9	-	-	-	-	651.9
Grand Total	<u>\$ 7,177.5</u>	<u>\$ 9,750.6</u>	<u>\$ 13,319.0</u>	<u>\$ 1,272.6</u>	<u>\$ 430.6</u>	<u>\$ 31,950.3</u>

Note:

* Budgeted funds include the General Fund, the Property Tax Relief Fund, the Casino Revenue Fund, the Casino Control Fund, and the Gubernatorial Elections Fund.

Source:

New Jersey Department of the Treasury, Office of Management and Budget.

**STATE OF NEW JERSEY
FULL-TIME PAID EMPLOYEES
FOR THE CALENDAR YEAR STARTING JANUARY 1**

Department/Agency	2013	2012	2011
Executive Branch			
Agriculture	207	205	207
Banking and Insurance	495	487	500
Chief Executive's Office	107	111	104
Children and Families	6,625	6,494	6,790
Community Affairs	895	931	1,025
Corrections	8,098	8,195	8,381
Parole Board	607	615	639
Education	799	761	768
Environmental Protection	2,722	2,744	2,842
Health	1,185	1,562	1,672
Human Services	14,476	14,570	14,838
Labor and Workforce Development	2,902	2,977	3,080
Civil Service Commission	244	224	222
Public Employment Relations Commission	32	31	31
Law and Public Safety	6,414	6,596	6,835
Election Law Enforcement Commission	68	63	65
State Ethics Commission	10	11	12
Juvenile Justice Commission	1,214	1,326	1,462
Victims of Crime Compensation Office	29	32	32
Military and Veterans' Affairs	1,475	1,471	1,488
State	160	214	194
Commission on Higher Education	18	15	13
Public Broadcasting Authority	N/A	N/A	124
Higher Education Student Assistance Authority	151	152	163
Transportation	5,278	5,155	5,400
Treasury	3,369	3,341	3,450
Casino Control Commission	57	58	262
Office of Administrative Law	93	96	99
Office of Information Technology	710	717	779
Office of the Public Defender	1,148	1,086	1,060
Board of Public Utilities	239	244	259
Miscellaneous Executive Commissions	1	1	1
Total	<u>59,828</u>	<u>60,485</u>	<u>62,797</u>
Legislative Branch	486	492	487
Judicial Branch	8,881	8,924	8,944
Grand Total	<u><u>69,195</u></u>	<u><u>69,901</u></u>	<u><u>72,228</u></u>

Notes:

Full-time paid employees were tabulated as of Pay Period No. 1 in January for each year displayed. Certain offices within departments have been reorganized throughout various fiscal years. These offices have been displayed in a manner that meets the State organization chart.

Pursuant to L. 2010 c. 104, in Fiscal Year 2012, the New Jersey Public Broadcasting Authority sold its licenses and certain related assets to the New York Public Radio and WHYI.

Source:

New Jersey Department of the Treasury, Office of Management and Budget.

<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
216	224	245	256	266	262	254
419	423	464	480	506	501	481
90	83	84	92	93	109	111
6,866	6,913	6,986	6,482	N/A	N/A	N/A
1,064	1,076	1,129	1,149	1,151	1,098	1,045
8,898	9,311	9,259	9,338	9,417	9,419	9,257
676	696	695	724	720	714	652
804	850	883	922	962	952	971
2,956	3,051	3,241	3,305	3,437	3,437	3,296
1,764	1,850	1,978	2,060	2,172	2,151	2,136
15,166	15,449	15,684	15,739	21,840	20,977	20,152
3,128	3,167	3,418	3,583	3,777	3,765	3,672
237	294	326	338	375	442	399
33	34	36	33	34	36	34
7,194	7,341	7,590	7,848	8,106	7,772	7,405
71	71	68	71	75	53	45
12	13	13	15	13	9	8
1,574	1,624	1,685	1,750	1,776	1,774	1,705
35	30	38	46	47	49	48
1,475	1,486	1,511	1,493	1,494	1,473	1,419
208	212	215	196	198	199	185
16	18	18	18	17	19	19
132	138	150	156	158	159	159
170	183	191	196	198	201	210
5,695	5,880	6,161	6,415	6,669	6,448	6,049
3,515	3,579	3,757	3,792	3,774	3,784	3,599
281	293	312	336	346	349	350
93	98	104	107	113	112	110
809	816	894	907	950	938	923
1,065	1,031	1,070	1,023	1,094	1,044	951
267	268	283	301	346	345	336
2	2	2	2	2	2	2
<u>64,931</u>	<u>66,504</u>	<u>68,490</u>	<u>69,173</u>	<u>70,126</u>	<u>68,593</u>	<u>65,983</u>
515	520	512	523	503	512	520
9,090	9,205	9,495	9,495	9,556	9,424	9,343
<u>74,536</u>	<u>76,229</u>	<u>78,497</u>	<u>79,191</u>	<u>80,185</u>	<u>78,529</u>	<u>75,846</u>

**STATE OF NEW JERSEY
OPERATING INDICATORS
FOR THE FISCAL YEAR ENDED JUNE 30**

Department/Agency	2013¹	2012²	2011³
Agriculture			
Farmland Preservation			
Cumulative acres permanently preserved	206,426	198,426	193,078
Children and Families			
Active caseload - children receiving services	176,961	167,337	159,689
Corrections			
Average daily population - State Facilities	20,225	20,855	21,504
Parole Board			
Parolees under supervision	15,932	16,250	15,976
Total hearings	27,256	27,899	30,858
State hearings	19,500	19,759	21,428
Education			
Resident enrollment	1,423,614	1,421,576	1,427,344
Support per pupil	\$ 18,768	\$ 18,527	\$ 17,464
Local	\$ 10,036	\$ 10,017	\$ 9,850
State	\$ 8,127	\$ 7,723	\$ 6,872
Federal	\$ 605	\$ 787	\$ 742
Health			
Family Health Services			
Newborns screened-metabolic & genetic disorders	101,000	100,600	102,315
AIDS Services			
Number of clients tested and counseled	103,000	102,560	103,749
Human Services			
Work First New Jersey			
Average monthly recipients	102,325	107,189	105,647
Average monthly grant	\$ 130	\$ 131	\$ 133
Pharmaceutical Assistance to the Aged & Disabled			
Aged: Average monthly eligibles	98,802	105,689	109,728
Aged: Annual prescriptions	2,774,360	2,967,747	3,397,179
Disabled: Average monthly eligibles	25,697	27,429	26,912
Disabled: Annual prescriptions	724,655	829,453	913,932
Labor and Workforce Development			
Unemployment Insurance			
Covered workers	3,750,500	3,706,800	3,673,299
State Disability Insurance Plan			
Covered workers	2,744,100	2,712,100	2,687,700
Claims received	160,000	161,714	163,714
Law and Public Safety			
State Police Operations			
Criminal investigations	20,130	19,747	19,343
Accident investigations	39,200	39,668	40,731
General investigations	706,500	683,768	733,462
Transportation			
Motor Vehicle Services			
Registrations and title documents issued	9,993,233	10,022,884	9,806,553
Total licensed drivers	5,589,993	5,589,993	5,078,814
Total registered vehicles	5,572,823	5,584,763	5,343,306
Total NJ inspections/reinspections	2,347,350	2,562,437	2,354,057

Notes:

¹ Fiscal Year 2013 amounts are estimates.

² Fiscal Year 2012 has been revised.

³ Certain indicators have been revised for Fiscal Year 2011.

Source:

New Jersey Department of the Treasury, Office of Management and Budget, Fiscal Year 2014 Budget.

<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
185,709	179,303	167,752	158,721	147,925	137,947	127,038
158,117	150,356	142,339	156,707	148,745	121,568	N/A
21,454	22,125	22,680	22,908	23,008	22,932	23,006
15,929	15,656	14,770	14,320	14,009	13,297	13,297
33,095	35,597	39,343	41,499	45,733	44,338	42,377
23,996	25,285	28,716	29,348	29,292	29,007	26,902
1,436,208	1,434,581	1,433,498	1,440,767	1,448,232	1,446,815	1,441,748
\$ 17,849	\$ 17,193	\$ 17,038	\$ 16,256	\$ 15,040	\$ 14,159	\$ 13,234
\$ 9,664	\$ 9,242	\$ 9,045	\$ 8,689	\$ 8,108	\$ 7,597	\$ 7,103
\$ 6,518	\$ 7,393	\$ 7,454	\$ 7,002	\$ 6,375	\$ 6,032	\$ 5,628
\$ 1,667	\$ 558	\$ 539	\$ 565	\$ 557	\$ 530	\$ 503
105,000	108,909	111,123	111,607	110,851	110,473	113,404
75,000	75,000	75,000	76,828	74,277	68,700	67,789
98,418	96,889	99,500	103,094	112,192	116,188	112,280
\$ 133	\$ 132	\$ 130	\$ 132	\$ 131	\$ 130	\$ 129
112,660	124,327	130,051	138,084	146,142	148,280	148,349
3,555,550	4,058,033	4,432,138	4,407,641	5,489,094	5,838,243	5,477,045
25,354	29,225	28,563	28,509	29,492	28,274	27,902
897,532	1,059,114	1,107,102	1,040,008	1,419,155	1,396,133	1,334,832
3,681,516	3,794,084	3,904,700	3,899,300	3,877,600	3,836,301	3,813,549
2,693,600	2,776,000	2,856,900	2,852,800	2,837,000	2,806,700	2,790,000
171,100	171,241	171,368	171,885	168,188	172,919	174,232
15,186	15,015	18,810	23,452	17,460	16,287	13,079
34,578	33,163	42,238	44,415	43,858	45,001	41,263
809,584	810,413	807,760	833,975	805,131	802,280	565,156
10,297,294	10,175,714	11,078,091	9,528,128	9,774,684	10,202,096	10,386,777
5,484,565	5,500,932	5,501,596	5,519,976	5,629,451	5,668,712	5,741,036
5,724,040	5,701,297	5,846,217	6,362,199	6,537,486	6,781,736	7,055,501
3,139,621	3,033,389	3,002,727	2,896,889	3,006,193	3,000,324	3,171,458

**STATE OF NEW JERSEY
CAPITAL ASSET STATISTICS
FOR THE FISCAL YEAR ENDED JUNE 30**

Function	2013	2012	2011
Public safety and criminal justice			
Adult and juvenile correctional institutions	27	31	32
State police stations	38	38	43
State police officers	2,454	2,669	2,814
Motor vehicle facilities	65	65	65
Number of active armories	29	31	31
Total acreage dedicated to function	7,050	7,045	7,040
Total buildings dedicated to function	1,715	1,706	1,700
Physical and mental health			
Number of mental health facilities	4	4	5
Average daily population	1,651	1,732	1,791
Total acreage dedicated to function	629	629	629
Total buildings dedicated to function	329	328	328
Educational, cultural, and intellectual development			
Number of schools	27	28	28
Number of developmental centers	7	7	7
Average number of residents	2,315	2,434	2,587
Total acreage dedicated to function	3,383	3,390	3,390
Total buildings dedicated to function	543	543	543
Community development and environmental management			
State parks, historic sites, natural areas, marinas, other	231	231	231
Land preservation acres (easements/farmland)	82,394	78,840	76,856
Total acreage dedicated to function (includes preservation)	806,909	800,550	794,424
Total buildings dedicated to function	2,244	2,242	2,223
Economic planning, development, and security			
Number of residential centers	4	4	4
Number of group homes ¹	1,331	1,293	1,260
Total acreage dedicated to function	1,935	1,783	1,754
Total buildings dedicated to function	1,494	1,455	1,421
Transportation programs			
Lane miles, state highways ²	13,341	13,305	13,305
Bridges, state owned	2,575	2,578	2,585
Facilities	88	88	87
Total acreage dedicated to function	33,420	33,490	33,488
Total buildings dedicated to function	611	614	613
Government direction, management, and control			
Total acreage dedicated to function	4,406	4,328	4,328
Total buildings dedicated to function	347	347	347
Special government services			
Veteran homes and Residential Transitional Housing	4	3	3
Veterans in residence	916	914	911
Total acreage dedicated to function	77	77	77
Total buildings dedicated to function ³	42	41	41

Notes:

¹ Data for 2004 - 2012 has been revised.

² In 2011, DOT modified the methodology for converting outer shoulders, inner shoulders, and ramps to lane miles.

³ All building counts from 2012 through 2004 have been revised except as noted.

Source:

New Jersey Department of the Treasury, Office of Management and Budget.

<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
32	35	38	38	38	39	39
34	34	34	35	35	35	35
3,001	3,050	3,030	2,971	2,963	2,823	2,669
70	72	75	77	80	80	80
31	32	32	33	33	33	33
7,054	7,009	6,792	6,724	6,725	6,712	6,712
1,693	1,686	1,668	1,651	1,624	1,607	1,588
5	5	5	5	5	6	6
1,870	2,005	2,135	2,223	2,303	2,284	2,237
629	629	651	1,038	1,038	1,038	1,023
328	328	328	322	320	318	318
29	31	31	31	30	30	30
7	7	7	7	7	7	7
2,703	2,785	2,897	2,987	3,061	3,096	3,145
3,390	3,390	4,046	4,552	4,552	4,551	4,551
543	539	534	520	515 ³	512 ³	508 ³
231	231	231	231	231	230	230
75,781	71,199	69,339	67,062	54,455	50,896	39,026
787,861	775,521	767,174	755,431	727,959	706,240	675,552
2,218	2,202	2,195	2,192	2,160	2,141	2,120
7	6	6	6	6	5	5
1,245	1,219	1,180	1,138	1,092	1,036	954
1,747	1,737	1,712	1,679	1,676	1,627	1,593
1,402	1,374	1,330	1,281	1,221	1,151	1,064
13,518	13,508	13,493	13,485	11,178	11,120	11,107
2,585	2,577	2,578	2,579	2,581	2,364	2,366
87	87	87	89	89	89	89
33,421	33,376	33,369	33,364	33,352	33,351	31,411
585	577	562	536	529	512	500
4,311	4,315	3,849	3,044	3,044	3,044	3,044
346	343 ³	343 ³	341 ³	339 ³	335 ³	329 ³
3	3	3	3	3	3	3
913	913	914	932	875	815	786
77	77	77	76	76	76	76
41	41	41	41	36	33	33



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