



## Appendices



**STATE AID FOR LOCAL SCHOOL DISTRICTS  
CONSOLIDATED SUMMARY  
GENERAL FUND AND PROPERTY TAX RELIEF FUND**

(thousands)

----- Recommended Fiscal Year 2027 -----

	<b>Expended Fiscal 2025</b>	<b>Adjusted Appropriation Fiscal 2026</b>	<b>Requested Fiscal 2027</b>	<b>General Fund</b>	<b>Property Tax Relief Fund</b>	<b>Total</b>
<b>Formula Aid Programs:</b>						
Equalization Aid.....	\$ 9,141,527	\$ 9,166,655	\$ 9,518,170	\$ 3,617,367	\$ 5,900,803	\$ 9,518,170
Educational Adequacy Aid.....	82,397	82,397	82,397	---	82,397	82,397
Security Aid.....	365,209	424,153	424,009	---	424,009	424,009
Adjustment Aid.....	249,420	---	---	---	---	---
Preschool Education Aid.....	1,230,270	1,266,545	1,384,575	---	1,384,575	1,384,575
School Choice.....	63,729	73,779	73,262	---	73,262	73,262
Special Education Categorical Aid.....	1,364,684	1,767,470	1,783,065	---	1,783,065	1,783,065
Transportation Aid.....	412,298	549,431	559,554	---	559,554	559,554
Vocational Expansion Stabilization Aid.....	14,166	14,082	13,585	---	13,585	13,585
Military Impact Aid.....	9,409	10,633	10,131	---	10,131	10,131
<b>Less:</b>						
Growth Savings - Payment Changes.....	(104,191)	(42,058)	(49,016)	---	(49,016)	(49,016)
Assessment of EDA Debt Service.....	(26,529)	(26,529)	(26,529)	---	(26,529)	(26,529)
<b>Subtotal, Formula Aid Programs.....</b>	<b>\$ 12,802,389</b>	<b>\$ 13,286,558</b>	<b>\$ 13,773,203</b>	<b>\$ 3,617,367</b>	<b>\$ 10,155,836</b>	<b>\$ 13,773,203</b>
<b>School Facilities Projects:</b>						
School Building Aid.....	\$ 13,925	\$ 12,582	\$ 10,225	\$ ---	\$ 10,225	\$ 10,225
School Construction Debt Service Aid.....	165,041	163,401	193,498	---	193,498	193,498
School Construction and Renovation Fund.....	919,962	862,431	589,318	---	589,318	589,318
<b>Subtotal, School Facilities Projects.....</b>	<b>\$ 1,098,928</b>	<b>\$ 1,038,414</b>	<b>\$ 793,041</b>	<b>\$ ---</b>	<b>\$ 793,041</b>	<b>\$ 793,041</b>
<b>TOTAL FORMULA AID.....</b>	<b>\$ 13,901,317</b>	<b>\$ 14,324,972</b>	<b>\$ 14,566,244</b>	<b>\$ 3,617,367</b>	<b>\$ 10,948,877</b>	<b>\$ 14,566,244</b>
<b>Other Aid to Education:</b>						
Nonpublic School Aid.....	\$ 157,884	\$ 148,279	\$ 148,279	\$ 148,279	\$ ---	\$ 148,279
Charter School Aid.....	24,196	22,935	10,732	---	10,732	10,732
Payment for Children with Unknown District of Residence.....	39,277	45,200	45,200	---	45,200	45,200
Extraordinary Special Education Costs Aid.....	419,975	420,000	420,000	---	420,000	420,000
General Vocational Aid.....	4,276	4,860	4,860	4,860	---	4,860
Other Aid.....	122,939	117,442	10,700	---	10,700	10,700
<b>Subtotal, Other Aid to Education.....</b>	<b>\$ 768,547</b>	<b>\$ 758,716</b>	<b>\$ 639,771</b>	<b>\$ 153,139</b>	<b>\$ 486,632</b>	<b>\$ 639,771</b>
<b>Subtotal, Department of Education.....</b>	<b>\$ 14,669,864</b>	<b>\$ 15,083,688</b>	<b>\$ 15,206,015</b>	<b>\$ 3,770,506</b>	<b>\$ 11,435,509</b>	<b>\$ 15,206,015</b>
<b>Direct State Payments for Education:</b>						
Teachers' Pension and Annuity Fund.....	\$ 3,382,053	\$ 3,404,301	\$ 3,306,886	\$ ---	\$ 3,306,886	\$ 3,306,886
Teachers' Pension and Annuity Fund - Post Retirement Medical.....	1,232,533	1,299,978	1,422,903	---	1,422,903	1,422,903
Teachers' Pension and Annuity Fund - Non-Contributory Insurance.....	53,807	53,380	58,292	---	58,292	58,292
Debt Service on Pension Obligation Bonds.....	268,776	268,800	268,800	---	268,800	268,800
Post Retirement Medical Other Than TPAF.....	295,346	311,507	340,963	---	340,963	340,963
Teachers' Social Security Assistance.....	937,333	968,171	999,153	---	999,153	999,153
<b>Subtotal, Direct State Payments for Education.....</b>	<b>\$ 6,169,848</b>	<b>\$ 6,306,137</b>	<b>\$ 6,396,997</b>	<b>\$ ---</b>	<b>\$ 6,396,997</b>	<b>\$ 6,396,997</b>
<b>TOTAL.....</b>	<b>\$ 20,839,712</b>	<b>\$ 21,389,825</b>	<b>\$ 21,603,012</b>	<b>\$ 3,770,506</b>	<b>\$ 17,832,506</b>	<b>\$ 21,603,012</b>

PROPERTY TAX RELIEF

(millions)

	FY 2026 Adjusted Approp.	FY 2027 Budget	Change	
			\$	%
<b>School Aid</b>	\$ 16,564.9	\$ 17,882.5	1,317.6	8.0
<b>Municipal Aid</b>				
Consolidated Municipal Property Tax Relief Aid (CMPTRA) / Energy Tax Receipts.....	\$ 1,454.9	\$ 1,454.9	---	---
Transitional Aid to Localities .....	126.9	228.1	101.2	79.7
Local Recreational Improvement Grants.....	10.0	5.0	(5.0)	(50.0)
Shared Services and School District Consolidation Study and Implementation Grants.....	2.0	3.0	1.0	50.0
<b>Subtotal, Municipal Aid .....</b>	<b>\$ 1,593.8</b>	<b>\$ 1,691.0</b>	<b>97.2</b>	<b>6.1</b>
<b>Other Local Aid</b>				
Employee Benefits on behalf of Local Governments .....	\$ 329.9	\$ 335.4	5.5	1.7
County College Aid.....	239.5	246.7	7.2	3.0
Transportation Trust Fund - Local Project Aid.....	200.0	200.0	---	---
Aid to County Psychiatric Hospitals.....	156.2	141.2	(15.0)	(9.6)
Supplemental Nutrition Assistance Program Administration - State.....	28.3	89.3	61.0	215.5
Transportation Assistance for Senior Citizens and Disabled Residents.....	46.1	56.9	10.8	23.4
County Administration Funding.....	37.5	37.5	---	---
School Lunch Aid - State Aid Grants.....	38.8	30.8	(8.0)	(20.6)
General Assistance Administration.....	26.6	26.6	---	---
Social Services for Homeless.....	16.2	16.2	---	---
Municipal Rehabilitation and Economic Recovery.....	14.2	14.2	---	---
Other Local Aid Programs < \$10 Million.....	97.7	38.3	(59.4)	(60.8)
<b>Subtotal, Other Local Aid.....</b>	<b>\$ 1,231.0</b>	<b>\$ 1,233.1</b>	<b>2.1</b>	<b>0.2</b>
<b>Property Taxpayer Relief Programs <sup>(a)</sup></b>				
ANCHOR Property Tax Relief Program.....	\$ 2,394.6	\$ 2,295.8	(98.8)	(4.1)
Stay NJ Property Tax Credit Program.....	590.5	651.6	61.1	10.3
Senior and Disabled Citizens' Property Tax Freeze.....	329.9	350.3	20.4	6.2
Veterans' Property Tax Deductions.....	29.2	28.5	(0.7)	(2.4)
Senior and Disabled Citizens' Property Tax Deductions.....	5.5	5.6	0.1	1.8
<b>Subtotal, Property Taxpayer Relief Programs.....</b>	<b>\$ 3,349.7</b>	<b>\$ 3,331.8</b>	<b>(17.9)</b>	<b>(0.5)</b>
<b>GRAND TOTAL, PROPERTY TAX RELIEF <sup>(b)</sup>.....</b>	<b>\$ 22,739.4</b>	<b>\$ 24,138.4</b>	<b>1,399.0</b>	<b>6.2</b>

Notes:

(a) FY 2026 reflects the amount needed for each program, including any anticipated lapse or supplemental need. The Stay NJ program in FY 2026 includes \$320 million in "lockbox" resources from prior years, and in FY 2027 includes prior-year balances projected to carry forward to support total costs in the budget year. Overall, FY 2027 program changes include the expiration of the additional \$250 ANCHOR benefit for senior homeowners and a reduced income limit and maximum benefit under the Stay NJ program. All other Property Taxpayer Relief Programs continue in FY 2027 unaltered.

(b) FY 2026 and FY 2027 exclude \$882.4 million and \$891.8 million, respectively, in pension contributions funded from the Lottery Enterprise Contribution Act and reflect appropriations funded by the Property Tax Relief Fund. General Fund and Cannabis Regulatory, Enforcement Assistance, and Marketplace Modernization Fund appropriations supporting School Aid or Municipal Aid are excluded from this chart.

## CASINO REVENUE FUND

The Casino Revenue Fund (CRF) was established in 1976 with the provision that State revenues derived from casino gambling would be applied solely for the purpose of “providing funding for reductions in property taxes, rental, telephone, gas, electric, and municipal utilities charges of eligible senior citizens and disabled residents of the State in accordance with such formulae as the Legislature shall by law provide.” The Fund’s authorized use was expanded in 1981 to include additional or expanded health services or benefits and transportation services or benefits to eligible senior and disabled residents.

Total CRF resources of \$1.003 billion, including \$106,000 from the Casino Simulcasting Fund, are projected for fiscal 2027. This total also includes revenues from internet gaming and sports betting, which were launched in 2013 and 2018, respectively. In fiscal 2026, the internet gaming and online sports wagering tax rates increased from 15 percent and 13 percent, respectively, to 19.75 percent.

The summary and projection table on the following page displays CRF revenues and the programs receiving Fund appropriations over the past several years. Some CRF

appropriations have been shifted to the General Fund and Property Tax Relief Fund during that time (see the “General Fund/Property Tax Relief Fund Support” section of the table).

### BUDGET INITIATIVES AND ONGOING PROGRAMS

The following programs are currently receiving significant funding through the Casino Revenue Fund:

- Developmental Disabilities Residential Care  
— \$974.5 million
- Community Based Senior Programs  
— \$15.8 million
- Pharmaceutical Assistance to the Aged and Disabled (PAAD)  
— \$5.1 million
- Disability Services Personal Assistance  
— \$3.7 million
- Sheltered Workshop Transportation  
— \$2.2 million

**CASINO REVENUE FUND SUMMARY AND PROJECTION**

(thousands)

	<u>Fiscal 2025</u>	<u>Revised 2026</u>	<u>Budget 2027</u>
Opening Surplus .....	\$ -	\$ 103,181	\$ -
Revenues .....	657,724	924,197	992,341
Lapses and Adjustments <sup>(a)</sup> .....	16,699	(37,468)	10,781
<b>TOTAL RESOURCES</b> .....	<b><u>\$ 674,423</u></b>	<b><u>\$ 989,910</u></b>	<b><u>\$ 1,003,122</u></b>
<b>MEDICAL ASSISTANCE</b>			
Community Based Senior Programs .....	\$ 15,834	\$ 15,834	\$ 15,834
Hearing Aid Assistance .....	320	320	320
Human Services Administration .....	871	871	871
Pharmaceutical Assistance to the Aged and Disabled .....	5,089	5,089	5,089
Personal Assistance .....	3,734	3,734	3,734
Statewide Birth Defects Registry .....	516	516	516
<b>TRANSPORTATION ASSISTANCE</b>			
Sheltered Workshop Transportation .....	2,196	2,196	2,196
<b>HOUSING PROGRAMS</b>			
Developmental Disabilities .....	542,590	961,258	974,470
<b>OTHER PROGRAMS</b>			
Home Health Aide Certification .....	92	92	92
<b>TOTAL APPROPRIATIONS</b> .....	<b><u>\$ 571,242</u></b>	<b><u>\$ 989,910</u></b>	<b><u>\$ 1,003,122</u></b>
<b>ENDING SURPLUS</b> .....	<b><u>\$ 103,181</u></b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>
<b>GENERAL FUND/PROPERTY TAX RELIEF FUND SUPPORT</b>			
Developmental Disabilities .....	\$ 710,955	\$ 354,371	\$ 456,819
Managed Long Term Services and Supports .....	1,589,580	1,722,395	2,039,748
Pharmaceutical Assistance to the Aged and Disabled .....	74,253	46,438	13,869
Personal Care/Community Programs .....	50,258	49,764	50,414
Senior and Disabled Citizens' Property Tax Freeze .....	213,000	312,696	350,264
SOBRA for Aged, Blind and Disabled .....	295,993	330,448	328,377
Transportation Assistance for Senior Citizens and Disabled Residents .....	42,521	46,081	56,914
<b>TOTAL SUPPORT</b> .....	<b><u>\$ 2,976,560</u></b>	<b><u>\$ 2,862,193</u></b>	<b><u>\$ 3,296,405</u></b>

**Notes:**

(a) Lapses and Adjustments include Interest Earnings, Casino Simulcasting Funds, and shifts in General Fund support.

**9-1-1 SYSTEM AND EMERGENCY RESPONSE FEE**

(thousands)

In accordance with the enabling legislation (P.L.2004, c.48), the estimated revenue from the mobile telecommunications service and telephone exchange service fee will be deposited into the 9-1-1 System and Emergency Response Trust Fund account and not less than 10% shall be applied to offset the purposes authorized by 47 C.F.R. 9.23 or any other federal law authorizing the use of 9-1-1 fees or charges and the balance is applied to offset a portion of the cost of the other related programs listed below:

	<b>FY 2025</b>	<b>FY 2026</b>	<b>FY 2027</b>
	<b>Actual</b>	<b>Revised</b>	<b>Budget</b>
<b>Revenues:</b>			
Anticipated and Appropriated	<b>\$ 135,733</b>	<b>\$ 134,252</b>	<b>\$ 132,775</b>
<b>Expenditures:</b>			
Dedicated 9-1-1 Subaccount			
Emergency Management Communications - Manville	100	-	-
County of Camden - Metro Police Technology Upgrades	1,000	-	-
Township of Freehold - Police Department Public Safety Support	-	50	-
Borough of Tinton Falls - Police Department	-	50	-
Borough of East Rutherford - Police Overtime	-	100	-
Township of Willingboro - Emergency Medical Equipment	-	122	-
South Branch Emergency Service Equipment Acquisition	-	200	-
Borough of Belmar - Emergency Medical Services	-	250	-
County of Salem - EMS Vehicles (P.L.2025, c.404)	-	300	-
County of Gloucester - Emergency Management Communications Center Enhancements and Vehicle Acquisition (P.L.2025, c.404)	-	1,700	-
Subtotal, Department of Community Affairs	1,100	2,772	-
Salem County - Acquisition of EMS Vehicles	-	350	-
Office of Emergency Telecommunications Services (OETS)	920	1,240	1,240
Public Safety Answering Point Upgrades and Consolidation	10,000	5,000	5,000
Statewide 9-1-1 Emergency Telecommunication Systems	21,822	14,122	14,122
Subtotal, Department of the Treasury	32,742	20,712	20,362
<b>Subtotal Dedicated 9-1-1 Subaccount Expenses</b>	<b>33,842</b>	<b>23,484</b>	<b>20,362</b>
<b>Dedicated 9-1-1 Subaccount Expenses as % of Total Revenue</b>	<b>24.93%</b>	<b>17.49%</b>	<b>15.34%</b>
Other State Statutory-Related Expenditures			
Emergency Operations Center and Hamilton TechPlex Maintenance	3,446	3,473	3,473
Office of Homeland Security and Preparedness	17,678	21,166	21,916
Rural Section Policing	87,002	94,075	94,075
Urban Search and Rescue	1,000	1,000	1,000
Division of State Police - Remaining Operating Budget	405,456	414,701	416,294
Subtotal, Department of Law and Public Safety	514,582	534,415	536,758
Military Services - National Guard Support Services	5,024	5,652	6,652
Subtotal, Other Statutory-Related Expenses	519,606	540,067	543,410
<b>Total Expenditures</b>	<b>\$ 553,448</b>	<b>\$ 563,551</b>	<b>\$ 563,772</b>

NEW JERSEY TRANSPORTATION CAPITAL PLAN

(thousands)

The New Jersey Transportation Capital Plan funds the development and preservation of the State's transportation infrastructure through the Transportation Trust Fund Authority (P.L.1984, c.73 as amended), federal transportation system appropriations and third-party sources. The Transportation Trust Fund Authority funds State highway and bridge projects and public transportation projects outlined in the Department of Transportation's annual capital plan. Funds appropriated to the Authority are composed of toll road authority contributions, motor fuels taxes, petroleum products gross receipts taxes, sales and use taxes, and the additional zero-emission vehicle registration fee. The Authority issues bonds to supplement State appropriations.

	FY 2025 Expended	FY 2026 Adjusted Approp.	Year Ending June 30, 2027	
			Requested	Recommended
<i>Total, State Transportation Funds</i> .....	\$ 2,198,373	\$ 2,000,000	\$ 2,060,000	\$ 2,060,000
<i>Total, Federal Highway &amp; Public Transportation Trust Funds</i> .....	2,297,845	3,232,882	2,491,992	2,491,992
<i>Third-Party Funds - NJ DOT (a)</i> .....	13,841	19,939	31,910	31,910
<i>Third-Party Funds - NJ Transit (a)</i> .....	70,111	77,721	84,504	84,504
<b>SUBTOTAL</b> .....	<b>\$ 4,580,170</b>	<b>\$ 5,330,542</b>	<b>\$ 4,668,406</b>	<b>\$ 4,668,406</b> <sup>(b)</sup>
<i>Port Authority of New York &amp; New Jersey (PANYNJ)</i> .....	---	---	4,000	4,000
<b>TOTAL TRANSPORTATION CAPITAL PLAN</b> .....	<b>\$ 4,580,170</b>	<b>\$ 5,330,542</b>	<b>\$ 4,672,406</b>	<b>\$ 4,672,406</b> <sup>(b)</sup>

STATE TRANSPORTATION FUNDS - DISTRIBUTION

By Project Type

State Highway Projects - NJ DOT .....	\$ 1,066,285	\$ 833,000	\$ 848,000	\$ 848,000
Local Aid Highway Projects.....	365,088	400,000	430,000	430,000
Public Transportation Projects - NJ Transit.....	767,000	767,000	782,000	782,000
<b>Total, State Transportation Funds</b> .....	<b>\$ 2,198,373</b>	<b>\$ 2,000,000</b>	<b>\$ 2,060,000</b>	<b>\$ 2,060,000</b>

NJ DOT & NJ Transit Project List by Transportation Asset Category

Airport Assets.....	5,621	4,375	4,375	4,375
Bridge Assets.....	447,007	389,182	413,019	413,019
Capital Program Delivery.....	365,182	277,893	295,080	295,080
Congestion Relief.....	190,544	174,908	207,312	207,312
Local System Support.....	414,396	405,413	435,463	435,463
Mass Transit Assets.....	357,387	385,010	380,965	380,965
Multimodal Programs.....	43,783	71,000	46,022	46,022
Road Assets.....	182,668	109,542	130,878	130,878
Safety Management.....	32,959	18,688	21,700	21,700
Transportation Support Facilities.....	158,826	163,990	125,186	125,186
<b>Total, State Transportation Funds</b> .....	<b>\$ 2,198,373</b>	<b>\$ 2,000,000</b>	<b>\$ 2,060,000</b>	<b>\$ 2,060,000</b>

FEDERAL HIGHWAY, PUBLIC TRANSPORTATION AND THIRD-PARTY FUNDS - DISTRIBUTION

By Project Type

State Highway Projects - NJ DOT.....	\$ 1,469,939	\$ 2,409,719	\$ 1,661,757	\$ 1,661,757
Public Transportation Projects - NJ Transit.....	911,858	920,823	950,649	950,649
<b>Total, Federal Highway, Public Transportation &amp; Third-Party Funds</b> .....	<b>\$ 2,381,797</b>	<b>\$ 3,330,542</b>	<b>\$ 2,612,406</b>	<b>\$ 2,612,406</b>

NJ DOT & NJ Transit Project List by Transportation Asset Category

Bridge Assets.....	467,342	1,252,537	582,602	582,602
Capital Program Delivery.....	48,430	80,389	81,656	81,656
Congestion Relief.....	477,955	655,641	660,332	660,332
Local System Support.....	198,328	400,017	424,710	424,710
Mass Transit Assets.....	561,904	483,359	463,910	463,910
Multimodal Programs.....	48,111	45,176	12,727	12,727
Road Assets.....	472,373	279,389	290,405	290,405
Safety Management.....	107,353	134,034	96,064	96,064
<b>Total, Federal Highway, Public Transportation &amp; Third-Party Funds</b> .....	<b>\$ 2,381,797</b>	<b>\$ 3,330,542</b>	<b>\$ 2,612,406</b>	<b>\$ 2,612,406</b>

Notes:

- (a) Third-party funds represent funding provided from other sources, including but not limited to, bi-state and autonomous authorities, private entities, and local governments.
- (b) The specific projects represented by these amounts will be outlined in the draft fiscal 2027 Transportation Capital Program, to be issued in April 2026, and finalized in the fiscal 2027 Transportation Capital Program when the fiscal 2027 Appropriations Act is enacted.

**STATE OF NEW JERSEY**  
**STATEMENT OF GENERAL LONG-TERM DEBT**  
**June 30, 2025**  
(thousands)

	ACT OF	AUTHORIZED	UNISSUED	RETIRED <sup>(a)</sup>	OUTSTANDING
Clean Waters Bonds.....	1976	\$ 120,000	\$ 3,400	\$ 116,600	\$ -
Natural Resources Bonds.....	1980	145,000	9,600	135,400	-
Energy Conservation Bonds.....	1980	50,000	1,600	48,400	-
Water Supply Bonds.....	1981	350,000	49,150	278,305	22,545
Hazardous Discharge Bonds.....	1981	100,000	43,000	57,000	-
New Jersey Green Acres Bonds.....	1983	135,000	14,500	120,500	-
Pinelands Infrastructure Trust Bonds.....	1985	30,000	1,750	24,060	4,190
Hazardous Discharge Bonds.....	1986	200,000	23,000	162,650	14,350
Green Acres, Cultural Centers and Historic Preservation Bonds.....	1987	100,000	1,000	99,000	-
New Jersey Open Space Preservation Bonds.....	1989	300,000	17,000	281,010	1,990
Public Purpose Buildings and Community-Based Facilities Construction Bonds.....	1989	125,000	5,000	120,000	-
Stormwater Management and Combined Sewer Overflow Abatement Bonds.....	1989	50,000	2,500	40,825	6,675
New Jersey Green Acres, Clean Water, Farmland and Historic Preservation Bonds.....	1992	345,000	12,880	332,120	-
Green Acres, Farmland and Historic Preservation and Blue Acres Bonds.....	1995	340,000	18,000	322,000	-
Port of New Jersey Revitalization, Dredging, Environmental Cleanup, Lake Restoration and Delaware Bay Area Economic Development Bonds.....	1996	300,000	62,300	227,200	10,500
Dam, Lake, Stream, Flood Control, Water Resources, and Wastewater Treatment Project Bonds.....	2003	200,000	38,750	161,250	-
Green Acres, Farmland, Blue Acres, and Historic Preservation Bonds.....	2007	200,000	13,500	183,010	3,490
Green Acres, Water Supply and Floodplain Protection, and Farmland and Historic Preservation Bonds.....	2009	400,000	51,300	291,540	57,160
Building Our Future Bonds.....	2012	750,000	-	700,095	49,905
New Jersey Library Construction Bond Act.....	2017	125,000	-	8,100	116,900
Securing Our Children's Future Bond Act.....	2018	500,000	-	95,260	404,740
COVID-19 General Obligation Emergency Bonds.....	2020	9,900,000	-	925,730	2,746,630
<b>Total Long-Term Debt.....</b>		<b>\$ 14,765,000</b>	<b>\$ 368,230</b>	<b>\$ 4,730,055</b>	<b>\$ 3,439,075</b>

**Notes:**

(a) The amounts shown under the "Retired" column include bonds for which provision for payment has been made through the issuance of refunding bonds.

Excludes bonds that have no amounts unissued or outstanding.

**STATE APPROPRIATIONS LIMITATION ACT  
(CAP Law)**

The State Appropriations Limitation Act (P.L.1990, c.94), commonly called the CAP Law, limits the growth of appropriations in the Direct State Services section of the budget, which encompasses the operations of State government. Exempt from the limitation are Grants-In-Aid; State Aid to counties, municipalities, local school districts and other instrumentalities; federal funds appropriations; Capital Construction; Debt Service; and monies deposited in and expended from the Property Tax Relief Fund, the Casino Control Fund, the Casino Revenue Fund and the Gubernatorial Elections Fund.

The State may exceed the maximum appropriations if a bill making an appropriation is agreed to by a two-thirds vote of all members of each legislative body.

Under the formula in the law, the maximum appropriation for fiscal year 2027 is computed by multiplying the base year appropriation (fiscal 2026) subject to the percentage limitation by the average three-year growth rate in per capita personal income calculated on a fiscal basis. The fiscal 2027 CAP is calculated using 4.08%.

The calculation results in a maximum increase of \$373 million over the fiscal 2026 Adjusted Appropriation, or a maximum appropriation of \$9.508 billion for Direct State Services for fiscal 2027. The Governor’s recommendation for fiscal 2027, for items under the CAP, is \$9.186 billion, or \$322 million under the CAP limit. Data used to compute the appropriation limit are presented in the accompanying tables.

**STATE INCOME  
(in millions)**

Fiscal 2022	\$714,026
Fiscal 2023	\$735,156
Fiscal 2024	\$782,659
Fiscal 2025	\$824,493

Source: United States Department of Commerce, Bureau of Economic Analysis

**STATE POPULATION**

Fiscal 2022	9,268,431
Fiscal 2023	9,268,521
Fiscal 2024	9,308,789
Fiscal 2025	9,535,098

Source: United States Department of Commerce, Bureau of Economic Analysis

**STATE PER CAPITA PERSONAL INCOME**

	<b>Personal Income</b>	<b>Percentage Change</b>
Fiscal 2022	77,038	3.02%
Fiscal 2023	79,318	2.96%
Fiscal 2024	84,077	6.00%
Fiscal 2025	86,469	2.84%
Three-Year Average		4.08%

Source: United States Department of Commerce, Bureau of Economic Analysis

**COMPUTATION OF FISCAL 2027 CAP  
SUBJECT TO EXPENDITURE LIMITATION LAW PERCENTAGE**

(thousands)

<b>Adjusted Appropriations for Fiscal 2026 .....</b>	<b>\$ 59,748,787</b>
Less Statutory Exemptions:	
Grants-In-Aid .....	(15,999,561)
State Aid .....	(5,539,630)
Capital Construction .....	(1,850,978)
Debt Service .....	(529,134)
Property Tax Relief Fund .....	(22,450,064)
Casino Control Fund.....	(79,929)
Casino Revenue Fund.....	(989,910)
Gubernatorial Elections Fund.....	(25,480)
Less: Defined Benefit Pension Contributions.....	(2,227,056)
Less: Funding In Accordance with Court Settlements .....	(627,120)
Less: Federal Funds Support of Employee Benefits.....	(294,282)
<b>Fiscal 2026 Base Subject to Percentage Limitation .....</b>	<b>\$ 9,135,643</b>
Per Capita Personal Income Growth Rate .....	4.08%
Maximum Increase in Appropriation for Fiscal 2027.....	\$ 372,734
Maximum Appropriation for Fiscal 2027.....	9,508,377
Fiscal 2027 Recommendation.....	12,445,034
Less: Defined Benefit Pension Contributions.....	(2,328,599)
Less: Funding In Accordance with Court Settlements .....	(633,269)
Less: Federal Funds Support of Employee Benefits.....	(297,259)
<b>Amount of Fiscal 2027 Appropriation Subject to the CAP Limitation.....</b>	<b>\$ 9,185,907</b>
<b>Amount Over/(Under) the CAP Limitation .....</b>	<b>\$ (322,470)</b>

## DEBT SERVICE SCHEDULE

(thousands)

The schedule below lists all debt service payments to be made from State appropriations in fiscal year 2027, including general obligation debt as well as other debt subject to appropriation.

<b>Department of Education</b>	
School Construction and Renovation Fund.....	\$ 782,816
Pension Obligation Bonds.....	268,800
<b>Department of Environmental Protection</b>	
General Obligation Bonds.....	10,091
<b>Department of Health</b>	
Hospital Asset Transformation Program.....	14,984
<b>Department of Human Services</b>	
Mental Health Bonds - Human Services Facilities.....	96
<b>Higher Educational Services</b>	
County College Debt Service (P.L.1971, c.12).....	40,823
Higher Education Capital Improvement Program.....	40,463
Higher Education Facilities Trust.....	33,039
Pension Obligation Bonds.....	11,795
Equipment Leasing Fund.....	11,679
Technology Infrastructure Fund.....	7,529
<b>Department of Transportation</b>	
Transportation Trust Fund.....	1,604,433
Motor Vehicle Commission Surcharge.....	16,215
<b>Department of the Treasury</b>	
General Obligation Bonds.....	519,099
Pension Obligation Bonds.....	26,512
South Jersey Port Corporation Subordinated Debt Service Reserve Fund.....	19,531
South Jersey Port Corporation Debt Service Reserve Fund.....	16,197
<b>Interdepartmental</b>	
Pension Obligation Bonds.....	199,887
Capital Leases.....	116,368
Open Space Preservation.....	98,027
Economic Development Authority.....	48,408
Line of Credit (all agencies).....	26,469
EDA State Lease Revenue Bonds (Wind Port Project).....	21,029
Greystone Psychiatric Hospital.....	20,785
Municipal Rehabilitation and Economic Recovery.....	14,206
Liberty Science Center.....	8,122
Energy Efficiency Project Bonds.....	3,939
Biomedical Research Bonds.....	3,480
Interest on Interfund Borrowing.....	100
<b>Total Debt Service Appropriation.....</b>	<b>\$ 3,984,922</b>

## HEALTH CARE SUBSIDY FUND

(thousands)

	Actual FY 2024	Actual FY 2025	Budget FY 2026	Budget FY 2027
<b>FUND BALANCE JULY 1</b> .....	\$ 17,097	\$ 23,973	\$ 23,467	\$ 2,000
<b>REVENUES</b>				
<b>Provider Taxes</b>				
HMO Premiums Assessment.....	813,225	887,572	1,180,720	1,393,260
.53% Hospital Assessment.....	164,746	173,788	188,900	206,900
Ambulatory Care Facility Assessment.....	68,741	75,001	86,821	86,821
Cosmetic Medical Procedures Tax (a).....	-	5	-	-
<b>Other Revenue Sources</b>				
Cigarette Tax.....	396,500	391,829	386,576	352,094
Alcohol Excise Tax.....	22,000	22,000	22,000	22,000
Investment Earnings.....	34,756	30,352	14,000	14,000
<b>TOTAL REVENUES</b> .....	<b>\$ 1,499,968</b>	<b>\$ 1,580,547</b>	<b>\$ 1,879,017</b>	<b>\$ 2,075,075</b>
<b>TOTAL RESOURCES</b> .....	<b>\$ 1,517,065</b>	<b>\$ 1,604,520</b>	<b>\$ 1,902,485</b>	<b>\$ 2,077,075</b>
<b>EXPENDITURES</b>				
Charity Care.....	342,000	137,222	69,192	83,877
Children's Health Insurance Program (CHIP).....	236,988	301,292	371,014	418,436
Federally Qualified Health Centers.....	32,000	31,985	44,000	32,000
Hospital Mental Health Offset Payments.....	11,735	11,884	12,327	12,327
Quality Improvement Program - New Jersey.....	20,655	20,655	20,655	20,655
NJ FamilyCare.....	889,871	1,100,000	1,423,564	1,536,047
<b>TOTAL EXPENDITURES</b> .....	<b>\$ 1,533,249</b>	<b>\$ 1,603,038</b>	<b>\$ 1,940,752</b>	<b>\$ 2,103,342</b>
<i>General Fund Support</i> .....	<i>(40,157)</i>	<i>(21,986)</i>	<i>(40,267)</i>	<i>(28,267)</i>
<b>NET EXPENDITURES</b> .....	<b>\$ 1,493,092</b>	<b>\$ 1,581,052</b>	<b>\$ 1,900,485</b>	<b>\$ 2,075,075</b>
<b>Projected Surplus/Deficit</b> .....	<b>\$ 23,973</b>	<b>\$ 23,467</b>	<b>\$ 2,000</b>	<b>\$ 2,000</b>
<b>Federal Funds Appropriated for Programs Above</b>				
Children's Health Insurance Program (CHIP).....	570,398	694,955	843,754	970,527
Hospital Mental Health Offset Payments.....	12,214	11,884	12,327	12,327
Quality Improvement Program - New Jersey.....	126,700	126,700	126,700	126,700

**Notes:**

(a) The tax on cosmetic surgery procedures was eliminated in FY15, but revenues from prior fiscal years continue to be collected irregularly.

## WORKFORCE

The Fiscal Year 2027 budget supports a workforce level consistent with the Administration's priorities, recently enacted legislation and other requirements.

The funded level for Banking and Insurance ensures sufficient staff for oversight and enforcement.

The funded level for Children and Families supports the ongoing effort to strengthen communities and protect New Jersey's children.

The non-State funded level for Community Affairs reflects the positions needed to support the enforcement of safe housing and construction codes, while ensuring access to affordable housing and other resources for the state's low- and moderate-income population.

Corrections, the Parole Board and the Youth Justice Commission reflect funded levels needed to address the recruitment and retention of staff for the continued safe and secure operations of the State's correctional facilities and parole system.

Environmental Protection's funded level reflects the Administration's prioritization of safe and clean drinking water, as well as resource management and enforcement efforts. New positions, as a direct result of Executive Order No. 5, will expedite permitting and streamline reviews for projects in critical areas such as energy generation and grid support.

The funded level for Health reflects the continued commitment to the State's public health needs, including providing increased psychiatric hospital staff to support vulnerable residents.

The Human Services' funded level reflects the continued support for services provided to residents with developmental disabilities.

The Labor and Workforce Development's funded level includes support for benefit systems' modernization and the Unemployment Insurance call center.

Law and Public Safety's funded level reflects the graduation of the 168<sup>th</sup> State Trooper class and initiatives that continue to enhance public safety and protect New Jersey citizens.

The funded level for Transportation, supported mostly by non-State resources, provides for the safety and maintenance of New Jersey's roads and bridges as well as the implementation of the Department's capital program.

The Motor Vehicle Commission reflects a level of funded positions to continue to provide quality service to meet the needs of New Jerseyans.

Treasury's funded level reflects the management of property tax relief programs including Stay NJ, ANCHOR, and Senior Freeze, the implementation of the ASPIRE Program, and tax oversight, collection and compliance within the Division of Taxation. The funded level also reflects additional staff within the Division of Pensions and Benefits for enhanced oversight and contract compliance of the State Health Benefits Program.

The Office of the Public Defender reflects a State funded level to comply with the Pashman/Belsole court staffing formula, which reflects the necessary number of attorneys, investigators, and support staff per judge for efficient case load management.

The Department of Veterans Affairs State funded level includes direct care staff within the State's memorial homes to meet the resident-to-staff ratio pursuant to P.L.2020, c.112.

STATE FUNDED WORKFORCE

	FY 2025 Actual	FY 2026 1/09/26	FY 2027 Funded Positions
AGRICULTURE.....	113	121	132
BANKING AND INSURANCE.....	---	---	---
CHIEF EXECUTIVE OFFICE.....	127	127	127
CHILDREN AND FAMILIES.....	4,510	4,582	4,815
COMMUNITY AFFAIRS.....	101	111	158
CORRECTIONS (Balance).....	5,649	5,687	5,908
- Parole Board.....	649	667	672
EDUCATION.....	392	398	451
ENVIRONMENTAL PROTECTION.....	1,107	1,132	1,244
- CBT Dedication.....	---	---	---
HEALTH (Balance).....	524	542	564
- Mental Health and Hospitals.....	3,963	4,050	4,518
HUMAN SERVICES (Total).....	3,402	3,338	3,628
- Management and Budget.....	322	325	368
- Medical Assistance.....	166	178	193
- Disability Services.....	15	14	18
- Family Development.....	193	191	218
- Commission for the Blind and Visually Impaired .....	180	175	198
- Deaf and Hard of Hearing .....	6	10	11
- Developmental Disabilities .....	2,155	2,073	2,237
- Mental Health and Addiction Services .....	133	137	144
- Division of Aging.....	232	235	241
LABOR AND WORKFORCE DEVELOPMENT (Balance).....	197	201	260
- Public Employee Relations Commission .....	28	30	36
- Civil Service Commission.....	255	261	269
LAW AND PUBLIC SAFETY (Balance).....	5,163	5,310	5,291
- Office of Homeland Security and Preparedness .....	116	114	124
- Election Law Enforcement Commission .....	61	57	60
- State Ethics Commission.....	11	13	13
- Youth Justice Commission.....	833	865	925
MILITARY AFFAIRS.....	44	45	60
MISCELLANEOUS COMMISSIONS.....	1	1	1
STATE (Balance).....	159	168	193
- Secretary of Higher Education.....	32	36	41
- Student Assistance.....	---	---	---
TRANSPORTATION.....	1,541	1,658	1,721
- Motor Vehicle Commission.....	---	---	---
TREASURY (Balance).....	2,344	2,478	2,684
- Office of State Comptroller.....	84	81	94
- Casino Control Commission.....	---	---	---
- Office of Administrative Law.....	110	112	131
- Office of Information Technology.....	---	---	---
- Public Defender.....	1,240	1,272	1,307
- Board of Public Utilities .....	---	---	---
VETERANS AFFAIRS.....	1,269	1,235	1,408
<b>SUBTOTAL, EXECUTIVE BRANCH.....</b>	<b>34,025</b>	<b>34,692</b>	<b>36,835</b>
LEGISLATURE.....	444	468	468
- SCI .....	44	37	47
JUDICIARY .....	7,363	7,575	7,575
<b>GRAND TOTAL.....</b>	<b>41,876</b>	<b>42,772</b>	<b>44,925</b>

NON-STATE FUNDED WORKFORCE

	FY 2025 Actual	FY 2026 1/09/26	FY 2027 Funded Positions
AGRICULTURE.....	126	131	145
BANKING AND INSURANCE.....	434	431	568
CHIEF EXECUTIVE OFFICE.....	---	---	---
CHILDREN AND FAMILIES.....	1,892	1,878	1,934
COMMUNITY AFFAIRS.....	898	885	1,225
CORRECTIONS (Balance).....	141	139	134
- Parole Board.....	---	---	---
EDUCATION.....	269	274	310
ENVIRONMENTAL PROTECTION.....	1,649	1,690	1,838
HEALTH (Balance).....	1,064	988	1,061
- Mental Health and Hospitals.....	16	15	19
HUMAN SERVICES (Total).....	2,618	2,550	2,831
- Management and Budget.....	257	252	272
- Medical Assistance.....	280	272	328
- Disability Services.....	12	10	11
- Family Development.....	185	170	185
- Commission for the Blind and Visually Impaired .....	116	109	116
- Deaf and Hard of Hearing.....	---	---	---
- Developmental Disabilities.....	1,593	1,566	1,684
- Mental Health and Addiction Services.....	64	64	83
- Division of Aging.....	111	107	152
LABOR AND WORKFORCE DEVELOPMENT (Balance).....	2,528	2,585	2,875
- Public Employee Relations Commission.....	---	---	---
- Civil Service Commission.....	---	---	---
LAW AND PUBLIC SAFETY (Balance).....	2,107	2,132	2,398
- Office of Homeland Security and Preparedness .....	15	15	20
- Election Law Enforcement Commission.....	---	---	---
- State Ethics Commission.....	---	---	---
- Youth Justice Commission.....	94	110	128
MILITARY AFFAIRS.....	213	198	215
MISCELLANEOUS COMMISSIONS.....	---	---	---
STATE (Balance).....	7	6	8
- Secretary of Higher Education.....	3	3	4
- Student Assistance.....	155	150	200
TRANSPORTATION.....	1,658	1,705	1,797
- Motor Vehicle Commission.....	2,505	2,463	2,567
TREASURY (Balance).....	920	1,035	1,278
- Office of State Comptroller.....	47	44	47
- Casino Control Commission.....	36	35	38
- Office of Administrative Law.....	9	11	11
- Office of Information Technology.....	583	575	607
- Public Defender.....	---	---	---
- Board of Public Utilities .....	248	239	257
VETERANS AFFAIRS.....	5	5	5
<b>SUBTOTAL, EXECUTIVE BRANCH.....</b>	<b>20,240</b>	<b>20,292</b>	<b>22,520</b>
LEGISLATURE.....	---	---	---
- SCI.....	---	---	---
JUDICIARY .....	1,259	1,258	1,384
<b>GRAND TOTAL.....</b>	<b>21,499</b>	<b>21,550</b>	<b>23,904</b>

**A supplementary display of Other Governmental Funds and Proprietary Funds can be found online at the following address:**

<https://www.nj.gov/treasury/omb/publications/27budget/pdf/Other-Governmental-Funds-and-Proprietary-Funds.pdf>