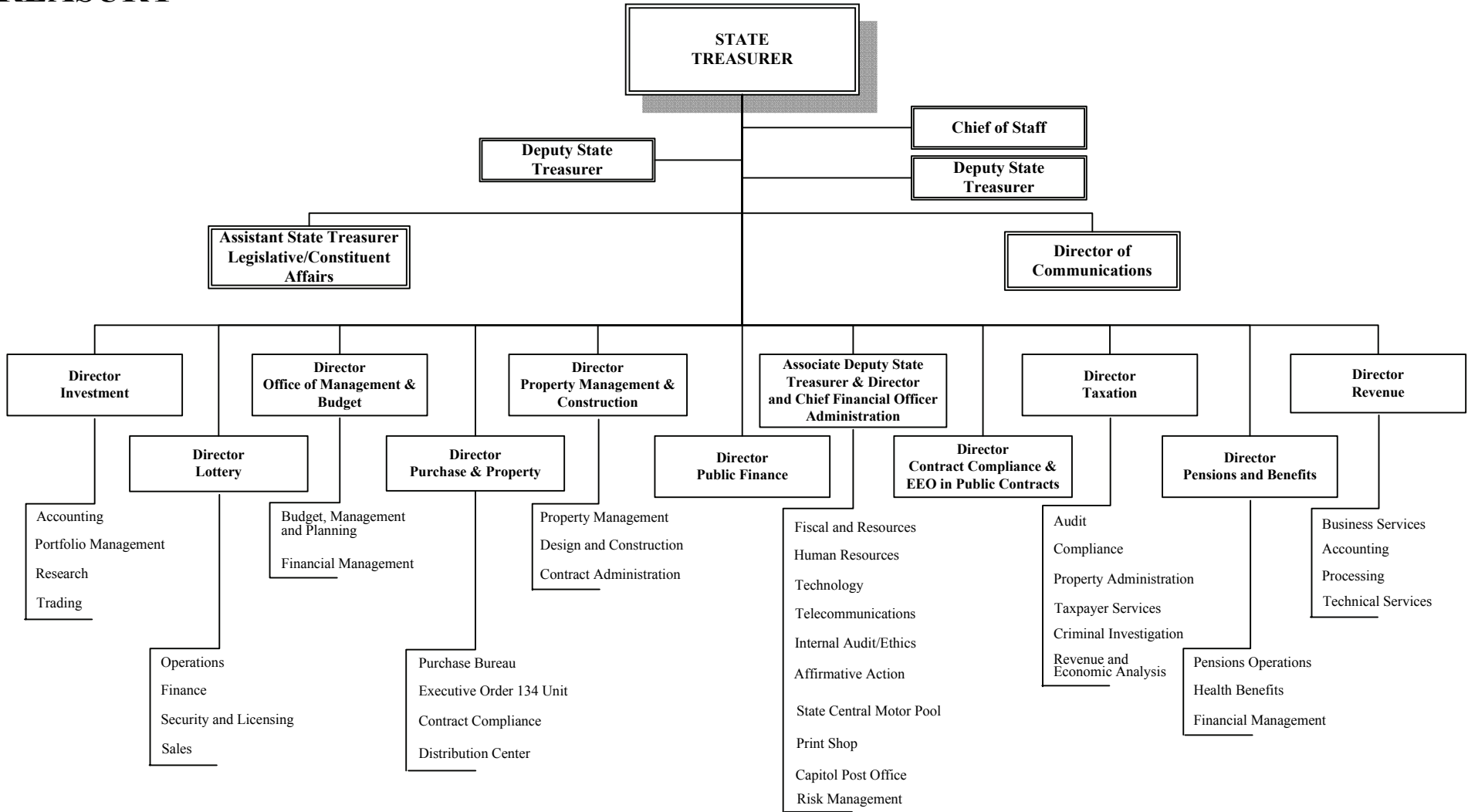
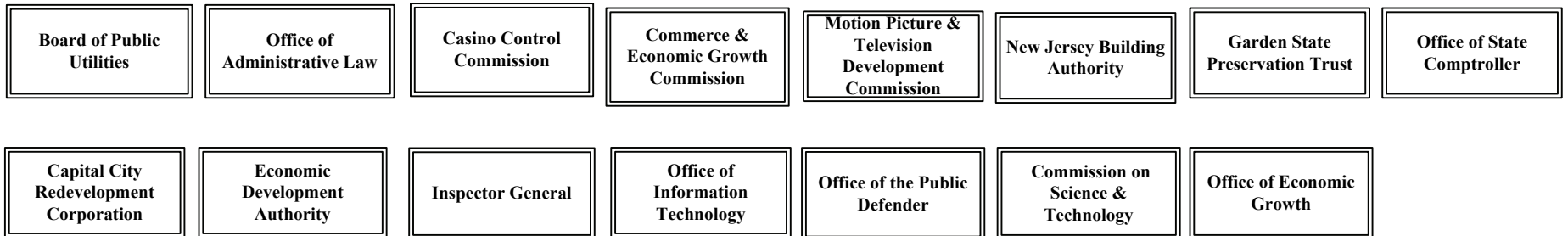


TREASURY



In-But-Not-Of Agencies



DEPARTMENT OF THE TREASURY OVERVIEW

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

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

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

Budget Highlights

The Fiscal 2008 Budget for the Department of Treasury totals \$4.132 billion, an increase of \$1.233 billion or 42.5% over the fiscal 2007 adjusted appropriation of \$2.899 billion.

The major component of this increase is \$1.194 billion for Homestead Property Tax Credits/Rebates. Other Fiscal 2008 Budget initiatives, such as the newly created Office of the State Comptroller, the restructuring of the Office of Information Technology, and aid to Higher Education programs are discussed below.

Property Tax Relief

The Fiscal 2008 Budget increases essential property tax relief programs, providing a total of \$2.5 billion in rebates to New Jersey property taxpayers.

The Fiscal 2008 Budget allocates \$2.3 billion toward direct property tax relief for homeowners through the Homestead Property Tax Credits/Rebates for Homeowners program. This is the highest level of direct property tax relief ever appropriated in a single year. The program, which will provide significant tax relief for an estimated 1.9 million New Jersey taxpayers, will increase rebate amounts for 82% of homeowners (1.5 million). The remaining 18% of homeowners (340,000), whose current rebates are higher than the new fiscal 2008 rebate formula would provide, will continue to receive a level benefit.

Funding for Homestead Property Tax Rebates for Tenants is doubled to \$251 million in fiscal 2008 to provide a rebate to nearly 800,000

tenants. The maximum rebate amount for approximately 550,000 low-income, non-senior tenants has been increased to \$350. Tenants with income in excess of \$50,000 but less than \$100,000 will receive a maximum rebate of \$80, which includes a 3.9% cost-of-living-adjustment. Rebates for senior tenants will include a 3.9% cost-of-living-adjustment as well.

The State's low- and middle-income seniors will continue to see 100% of their property tax increases paid through the Senior and Disabled Citizens' Property Tax Reimbursement (Senior Tax Freeze) program. Funding for this program increases 21% (\$26.5 million) to \$153 million in fiscal 2008. This program is expected to provide rebates to approximately 164,000 seniors in fiscal 2008, with rebates averaging \$931.

Department Accomplishments

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

The Division of Revenue continues to institute and expand programs that enhance the State's revenue accounting and collection process, especially using technology to improve and enhance service. For example, compared to fiscal 2000, when 600,000, or 15%, of individual tax returns were filed electronically, over two million, or 50%, were electronically filed in fiscal 2006.

The Division of Lottery experienced record Lottery sales in fiscal 2006 totaling \$2.4 billion. This resulted in a State contribution to education and State institutions of \$844 million, also a record high.

The Division of Property Management and Construction began implementation of a surplus furniture refurbishing and redistribution program which has resulted in a cost avoidance of over \$2 million.

The Division of Pensions and Benefits continues to use technology to expand client service offerings for both individual clients and employer clients in support of Treasury's paper free initiative.

The Division of Purchase and Property has introduced procurement process innovations, including an eCatalog system, strategic sourcing, and contract restructuring, to achieve lower costs and improve client service.

The Department continues to work with a number of State agencies to aggregate and bid electricity supply costs via the New Jersey Consolidated Energy Savings Program. This purchasing consortium has saved the State approximately \$7 million for each year of the current three-year contract.

The Department effectively managed a statewide recall program which has resulted in the recall of over 1,200 vehicles to date.

In-but-not-of agencies that have significant changes in the Fiscal 2008 Budget recommendation are described below:

Office of Information Technology

In fiscal 2008, \$41.4 million in State funding for Office of Information Technology (OIT) services has been moved from departments directly to OIT to provide flexibility and funding certainty in operating the State's core information technology infrastructure. As such, OIT continues implementation of the recommendations provided by the Commission on Government Efficiency and Reform to overhaul and modernize the State's information technology systems, including the creation of a comprehensive business plan for statewide services, the coordination of planning across all departments, and the identification of potential management efficiencies.

Office of the State Comptroller

In fiscal 2008, funding of \$9 million is recommended for the Office of the State Comptroller. Created in fiscal 2007 to eliminate fiscal mismanagement, waste, and corruption, the Office provides enhanced financial oversight of State agencies, public institutions of higher education, independent State authorities, units of local government, and boards of education.

Office of Administrative Law

In fiscal 2008, a decrease of \$208,000 in Direct State Services funding is recommended for the Office of Administrative Law (OAL). This decrease of 5.3% will be offset by dedicated funding from third party users of OAL services, such as government-regulated industries and the federal government.

Higher Education System

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

There are 14 independent institutions in New Jersey that receive funding through the Independent College and University Assistance Act and participate in other State-funded programs, including facilities bond funds, programs for special student populations, and student grant, scholarship, and loan programs. The Fiscal 2008 Budget recommends funding to the independent colleges and universities in the amount of \$20.4 million for direct operating aid, an increase of \$1 million or 4.9% over fiscal 2007.

The county college system is composed of 19 institutions that provide access to higher education for a broad range of New Jersey residents, many of whom might otherwise be denied the benefit of a college education. Total services and recommended funding for the county colleges, including operating aid, fringe benefits, and debt service

funding, is \$232 million for fiscal 2008, an increase of \$14.5 million from fiscal 2007. Of this amount, \$20 million will be funded from the Department of Labor and Workforce Development's Supplemental Workforce Fund for Basic Skills. Direct aid to the county colleges of \$163.4 million is an increase of \$7.6 million, or 4.9% over the fiscal 2007 funding level.

County colleges are eligible to participate in the Chapter 12 bond program, a \$530 million self-renewing capital funding mechanism specifically for these institutions. Counties or eligible authorities issue bonds for new construction, acquisition, expansion, or capital renewal or replacement, and the State shares the debt service equally with the counties. In fiscal 2008, debt service payments by the State are anticipated to be \$33.5 million. This is an increase of \$6.0 million over the fiscal 2007 projected debt service.

In fiscal 2008, support is continued for debt service costs of a variety of valuable higher education capital programs, including the \$550 million Higher Education Capital Improvement Program; the \$100 million Equipment Leasing Fund; the \$55 million Higher Education Technology Infrastructure Bond Fund; the \$220 million Higher Education Facilities Trust Fund; and the \$90 million Dormitory Safety Trust Fund. Debt service for these programs in fiscal 2008 is recommended at \$92.2 million, an increase of \$5.7 million over fiscal 2007.

Support for the New Jersey Stem Cell Research Institute will be maintained in fiscal 2008 at \$5.5 million. The Stem Cell Research Institute will be jointly operated by the University of Medicine and Dentistry of New Jersey and Rutgers, The State University and will be based in a new facility to be built in New Brunswick. The Institute, one of the first of its kind in the country, will be the first to form a real partnership between research universities, a medical school, and private interests.

**DEPARTMENT OF THE TREASURY
SUMMARY OF APPROPRIATIONS BY FUND
(thousands of dollars)**

Year Ending June 30, 2006					Year Ending June 30, 2008		
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	2007 Adjusted Approp.	Requested	Recommended
GENERAL FUND							
386,856	106,967	-17,796	476,027	442,100	450,470	429,015	429,015
239,797	18,686	-21,104	237,379	213,522	404,302	423,865	414,606
305,241	20,694	-84	325,851	294,340	302,734	306,538	298,169
---	7,276	3,058	10,334	507	6,916	6,500	6,500
144,651	---	---	144,651	144,650	363,121	383,608	383,608
1,076,545	153,623	-35,926	1,194,242	1,095,119	1,527,543	1,549,526	1,531,898
PROPERTY TAX RELIEF FUND							
796,488	400,053	---	1,196,541	1,194,334	1,183,788	2,404,000	2,404,000
167,020	---	---	167,020	151,756	158,134	166,291	166,291
963,508	400,053	---	1,363,561	1,346,090	1,341,922	2,570,291	2,570,291
CASINO CONTROL FUND							
28,686	812	---	29,498	28,770	29,440	29,440	29,440
28,686	812	---	29,498	28,770	29,440	29,440	29,440
2,068,739	554,488	-35,926	2,587,301	2,469,979	2,898,905	4,149,257	4,131,629
Total Appropriation, Department of the Treasury					2,898,905	4,149,257	4,131,629

TREASURY

SUMMARY OF APPROPRIATIONS BY PROGRAM (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	2007 Adjusted Approp.	Requested	Recommended	
					DIRECT STATE SERVICES - GENERAL FUND			
					Economic Planning and Development			
502	---	14	516	513	Economic Development	515	515	515
568	30	100	698	594	New Jersey Commission on Science and Technology	549	549	549
<u>1,070</u>	<u>30</u>	<u>114</u>	<u>1,214</u>	<u>1,107</u>	<i>Subtotal</i>	<u>1,064</u>	<u>1,064</u>	<u>1,064</u>
					Economic Regulation			
8,027	1,248	-300	8,975	7,281	Utility Regulation	8,287	8,287	8,287
2,024	174	44	2,242	1,943	Regulation of Cable Television	2,114	2,114	2,114
1,628	---	---	1,628	1,628	Energy Assistance Programs	1,730	1,730	1,730
3,724	84	326	4,134	3,935	Regulatory Support Services	3,595	3,595	3,595
10,920	1,353	442	12,715	11,674	Administration and Support Services	11,239	11,239	11,239
<u>26,323</u>	<u>2,859</u>	<u>512</u>	<u>29,694</u>	<u>26,461</u>	<i>Subtotal</i>	<u>26,965</u>	<u>26,965</u>	<u>26,965</u>
					Governmental Review and Oversight			
605	---	248	853	839	Employee Relations and Collective Negotiations	669	669	669
19,528	70,228	-59,321	30,435	24,818	Office of Management and Budget	14,463	14,633	14,633
---	---	---	---	---	Office of the State Comptroller	---	9,000	9,000
2,500	28	---	2,528	1,400	Office of the Inspector General	5,293	2,293	2,293
<u>22,633</u>	<u>70,256</u>	<u>-59,073</u>	<u>33,816</u>	<u>27,057</u>	<i>Subtotal</i>	<u>20,425</u>	<u>26,595</u>	<u>26,595</u>
					Financial Administration			
103,993	6,523	16,443	126,959	123,906	Taxation Services and Administration	112,735	111,411	111,411
22,400	6,823	-55	29,168	29,160	Administration of State Lottery	21,818	21,818	21,818
29,597	5,066	-181	34,482	28,080	Administration of State Revenues	30,773	24,023	24,023
8,545	11	3,629	12,185	12,137	Management of State Investments	13,387	---	---
4,703	148	---	4,851	4,798	Business Services Bureau	4,685	4,685	4,685
<u>169,238</u>	<u>18,571</u>	<u>19,836</u>	<u>207,645</u>	<u>198,081</u>	<i>Subtotal</i>	<u>183,398</u>	<u>161,937</u>	<u>161,937</u>
					General Government Services			
468	---	---	468	238	Garden State Preservation Trust	476	476	476
9,518	51	1,252	10,821	10,432	Purchasing and Inventory Management	9,723	9,723	9,723
32,062	9,432	1,730	43,224	32,708	Pensions and Benefits	---	---	---
14,638	1,039	940	16,617	15,862	Property Management and Construction - Property Management Services	14,172	14,422	14,422
1,957	494	34	2,485	2,440	Risk Management	2,647	2,647	2,647
---	---	---	---	---	Office of Information Technology	49,397	48,441	48,441
4,855	---	---	4,855	4,855	Adjudication of Administrative Appeals	4,702	4,494	4,494
---	---	---	---	---	Emergency Telecommunication Services	19,067	13,817	13,817
<u>63,498</u>	<u>11,016</u>	<u>3,956</u>	<u>78,470</u>	<u>66,535</u>	<i>Subtotal</i>	<u>100,184</u>	<u>94,020</u>	<u>94,020</u>
					Management and Administration			
1,763	1	-50	1,714	1,654	Contract Compliance and Equal Employment Opportunity in Public Contracts	1,695	1,695	1,695
6,825	1,081	6,732	14,638	14,014	Administration and Support Services	10,991	10,991	10,991
<u>8,588</u>	<u>1,082</u>	<u>6,682</u>	<u>16,352</u>	<u>15,668</u>	<i>Subtotal</i>	<u>12,686</u>	<u>12,686</u>	<u>12,686</u>

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recommended
9,147	423	-215	9,355	9,341	Protection of Citizens' Rights			
84,994	2,720	9,299	97,013	95,405	Appellate Services to Indigents	10,053	10,053	10,053
					Trial Services to Indigents and Special Programs	93,180	93,180	93,180
1,365	10	1,093	2,468	2,445	Administration and Support Services	2,515	2,515	2,515
<u>95,506</u>	<u>3,153</u>	<u>10,177</u>	<u>108,836</u>	<u>107,191</u>	<i>Subtotal</i>	<u>105,748</u>	<u>105,748</u>	<u>105,748</u>
<u>386,856</u>	<u>106,967</u>	<u>-17,796</u>	<u>476,027</u>	<u>442,100</u>	<i>Total Direct State Services - General Fund</i>	<u>450,470</u>	<u>429,015</u>	<u>429,015</u>
					DIRECT STATE SERVICES - CASINO CONTROL FUND			
					Financial Administration			
28,686	812	---	29,498	28,770	Administration of Casino Gambling	29,440	29,440	29,440
<u>28,686</u>	<u>812</u>	<u>---</u>	<u>29,498</u>	<u>28,770</u>	<i>Subtotal</i>	<u>29,440</u>	<u>29,440</u>	<u>29,440</u>
<u>28,686</u>	<u>812</u>	<u>---</u>	<u>29,498</u>	<u>28,770</u>	<i>Total Direct State Services - Casino Control Fund</i>	<u>29,440</u>	<u>29,440</u>	<u>29,440</u>
<u>415,542</u>	<u>107,779</u>	<u>-17,796</u>	<u>505,525</u>	<u>470,870</u>	TOTAL DIRECT STATE SERVICES	<u>479,910</u>	<u>458,455</u>	<u>458,455</u>
					GRANTS-IN-AID - GENERAL FUND			
					Higher Educational Services			
25,959	---	---	25,959	25,959	Support to Independent Institutions	21,878	30,902	21,672
83,379	9,500	-22,166	70,713	59,310	Miscellaneous Higher Education Programs	93,868	99,607	99,578
<u>109,338</u>	<u>9,500</u>	<u>-22,166</u>	<u>96,672</u>	<u>85,269</u>	<i>Subtotal</i>	<u>115,746</u>	<u>130,509</u>	<u>121,250</u>
					Economic Planning and Development			
19,569	1,044	2,337	22,950	22,681	Economic Development	169,441	169,241	169,241
14,650	4,774	900	20,324	14,321	New Jersey Commission on Science and Technology	16,950	21,950	21,950
<u>34,219</u>	<u>5,818</u>	<u>3,237</u>	<u>43,274</u>	<u>37,002</u>	<i>Subtotal</i>	<u>186,391</u>	<u>191,191</u>	<u>191,191</u>
					Economic Regulation			
79,840	---	---	79,840	74,651	Energy Assistance Programs	70,840	70,840	70,840
<u>79,840</u>	<u>---</u>	<u>---</u>	<u>79,840</u>	<u>74,651</u>	<i>Subtotal</i>	<u>70,840</u>	<u>70,840</u>	<u>70,840</u>
					General Government Services			
---	---	---	---	---	Emergency Telecommunication Services	14,925	14,925	14,925
<u>---</u>	<u>---</u>	<u>---</u>	<u>---</u>	<u>---</u>	<i>Subtotal</i>	<u>14,925</u>	<u>14,925</u>	<u>14,925</u>
					Management and Administration			
---	3,368	-2,175	1,193	200	Administration and Support Services	---	---	---
<u>---</u>	<u>3,368</u>	<u>-2,175</u>	<u>1,193</u>	<u>200</u>	<i>Subtotal</i>	<u>---</u>	<u>---</u>	<u>---</u>
					Protection of Citizens' Rights			
16,400	---	---	16,400	16,400	Trial Services to Indigents and Special Programs	16,400	16,400	16,400
<u>16,400</u>	<u>---</u>	<u>---</u>	<u>16,400</u>	<u>16,400</u>	<i>Subtotal</i>	<u>16,400</u>	<u>16,400</u>	<u>16,400</u>
<u>239,797</u>	<u>18,686</u>	<u>-21,104</u>	<u>237,379</u>	<u>213,522</u>	<i>Total Grants-In-Aid - General Fund</i>	<u>404,302</u>	<u>423,865</u>	<u>414,606</u>

TREASURY

Orig. & (S)Supple- mental	Year Ending June 30, 2006				2007 Adjusted Approp.	Year Ending June 30, 2008		
	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		Requested	Recom- mended	
796,488	400,053	---	1,196,541	1,194,334				
<u>796,488</u>	<u>400,053</u>	<u>---</u>	<u>1,196,541</u>	<u>1,194,334</u>				
796,488	400,053	---	1,196,541	1,194,334				
<u>1,036,285</u>	<u>418,739</u>	<u>-21,104</u>	<u>1,433,920</u>	<u>1,407,856</u>				
					GRANTS-IN-AID - PROPERTY TAX RELIEF FUND			
					State Subsidies and Financial Aid			
					Homestead Exemptions	1,183,788	2,404,000	2,404,000
					<i>Subtotal</i>	<u>1,183,788</u>	<u>2,404,000</u>	<u>2,404,000</u>
					<i>Total Grants-In-Aid - Property Tax Relief Fund</i>	1,183,788	2,404,000	2,404,000
					TOTAL GRANTS-IN-AID	1,588,090	2,827,865	2,818,606
					STATE AID - GENERAL FUND			
					Higher Educational Services			
					Aid to County Colleges	175,993	186,918	178,549
					<i>Subtotal</i>	<u>175,993</u>	<u>186,918</u>	<u>178,549</u>
					State Subsidies and Financial Aid			
					County Boards of Taxation	2,289	2,289	2,289
					Locally Provided Assistance	62,656	56,796	56,796
					Consolidated Police and Firemen's Pension Fund	61,796	60,535	60,535
					<i>Subtotal</i>	<u>126,741</u>	<u>119,620</u>	<u>119,620</u>
					<i>Total State Aid - General Fund</i>	302,734	306,538	298,169
					STATE AID - PROPERTY TAX RELIEF FUND			
					Higher Educational Services			
					Aid to County Colleges	27,500	33,464	33,464
					<i>Subtotal</i>	<u>27,500</u>	<u>33,464</u>	<u>33,464</u>
					State Subsidies and Financial Aid			
					Reimbursement of Senior/ Disabled Citizens' and Veterans' Tax Deductions	99,100	99,100	99,100
					Consolidated Police and Firemen's Pension Fund	31,534	33,727	33,727
					<i>Subtotal</i>	<u>130,634</u>	<u>132,827</u>	<u>132,827</u>
					<i>Total State Aid - Property Tax Relief Fund</i>	158,134	166,291	166,291
					TOTAL STATE AID	460,868	472,829	464,460
					CAPITAL CONSTRUCTION			
					Economic Regulation			
					Administration and Support Services	---	---	---
					<i>Subtotal</i>	<u>---</u>	<u>---</u>	<u>---</u>

Orig. & (S)Supplemental	Year Ending June 30, 2006					Year Ending June 30, 2008		
	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2007 Adjusted Approp.	Requested	Recommended
---	3,578	-42	3,536	---	General Government Services			
					Property Management and Construction -			
					Property Management Services	---	---	---
---	3,697	3,100	6,797	507	Office of Information Technology	6,916	6,500	6,500
---	7,275	3,058	10,333	507	<i>Subtotal</i>	6,916	6,500	6,500
---	7,276	3,058	10,334	507	TOTAL CAPITAL CONSTRUCTION	6,916	6,500	6,500
					DEBT SERVICE			
					Management and Administration			
144,651	---	---	144,651	144,650	Administration and Support Services	363,121	383,608	383,608
144,651	---	---	144,651	144,650	<i>Subtotal</i>	363,121	383,608	383,608
144,651	---	---	144,651	144,650	TOTAL DEBT SERVICE	363,121	383,608	383,608
2,068,739	554,488	-35,926	2,587,301	2,469,979	Total Appropriation, Department of the Treasury	2,898,905	4,149,257	4,131,629

30. EDUCATIONAL, CULTURAL, AND INTELLECTUAL DEVELOPMENT

36. HIGHER EDUCATIONAL SERVICES

PROGRAM CLASSIFICATIONS

47. **Support to Independent Institutions.** The Independent College and University Assistance Act, N.J.S.A.18A:72B-15 et seq., provides for financial assistance to 14 eligible New Jersey independent colleges and universities. This assistance, which is based on the number of New Jersey students enrolled at these institutions, helps to ensure that this valuable sector of the State's system of higher education will continue to provide educational opportunities for New Jersey citizens. Direct aid also is provided in support of specific programs at selected independent institutions.

48. **Aid to County Colleges.** The New Jersey system of community colleges was established by statute in 1962 (N.J.S.A.18A:64A-1 et seq.). The first county colleges were opened four years later in Atlantic, Cumberland, Middlesex, and Ocean counties. Today there are 19 institutions: one community college in each of 17 counties, a bi-county college serving Somerset and Hunterdon counties, and a bi-county college serving Atlantic and Cape May counties. These institutions enroll more than 200,000 full-time and part-time credit students, 100,000 non-credit students, and 50,000 employees through customized training annually, and provide access to higher education for a broad range of New Jersey residents who would otherwise be denied the advantages associated with a college education.

State aid is appropriated for county college operational costs and is distributed among the institutions by the State in consultation with the Council of County Colleges. The distribution is based on a formula that includes foundation aid, enrollment funding, and access funding. Aid in amounts not to exceed one-half of project costs may also be provided for capital projects under P.L. 1971, Chapter 12. In addition, some fringe benefit costs of certain county college employees are paid by the State.

49. **Miscellaneous Higher Education Programs.** Includes four key programs that assist New Jersey's institutions of higher

education, both public and private, in keeping pace with technological changes and responding to industry and work force needs. The Higher Education Equipment Leasing Fund (ELF) Act (P.L. 1993, c.136) established a \$100 million fund to finance the purchase of scientific, engineering, technical, computer, communications, and instructional equipment. The original ELF bonds were retired in 2000, and issuance of a second \$100 million in bonds was authorized in 2001. The State pays three-quarters of the debt service on Equipment Leasing Fund bonds, and the colleges pay the remaining share. The Higher Education Facilities Trust Fund Act (P.L. 1993, c.375) established a \$220 million fund to finance the construction, renovation or improvement of instructional, laboratory, communication, and research facilities. The State pays the entire cost of debt service on Higher Education Facilities Trust Fund bonds.

The Higher Education Technology Infrastructure Fund Act (P.L. 1997, c.238) provided \$55 million in support for critical technology needs and complements the State's other facility and equipment bond funds. The State pays the entire cost of debt service on Higher Education Technology Infrastructure Fund bonds. The \$550 million Higher Education Capital Improvement Fund (P.L. 1999, c.217) is designed to address the issues of renewal, renovation, improvement, expansion, construction, and reconstruction of facilities and technology infrastructure. The State pays two-thirds of the debt service for public institutions and one-half of the debt service for independent institutions.

The Educational Facilities Authority (EFA) issues bonds to finance projects under these four programs, with the debt service supported by annual State appropriations.

The Dormitory Safety Trust Fund (P.L. 2000, c.56) provided loans to eligible public or private secondary schools, military schools or boarding schools, and public or private institutions of higher education to install automatic fire suppression systems. Funds for the trust were provided from the issuance of \$90 million in State bonds.

TREASURY

APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recommended	
GRANTS-IN-AID									
Distribution by Fund and Program									
25,959	---	---	25,959	25,959	Support to Independent Institutions	47	21,878	30,902	21,672
83,379	9,500	-22,166	70,713	59,310	Miscellaneous Higher Education Programs	49	93,868	99,607	99,578
109,338	9,500	-22,166	96,672	85,269	Total Grants-in-Aid		115,746	130,509	121,250
Distribution by Fund and Object									
Grants:									
23,962	---	---	23,962	23,962	Aid to Independent Colleges and Universities	47	19,481	29,505	20,435
200	---	---	200	200	Clinical Legal Programs for the Poor--Seton Hall University (P.L. 1996, c.52)	47	200	200	200
130	---	---	130	130	Institute for Advanced Study -- Discrete Mathematics and Computer Science Center	47	80	80	---
130	---	---	130	130	Institute for Advanced Study -- Park City Mathematics Institute	47	80	80	---
500	---	---	500	500	Bloomfield College -- Science Laboratory	47	---	---	---
---	---	---	---	---	Bloomfield College - Academic Center	47	1,000	---	---
1,037	---	---	1,037	1,037	Research Under Contract with the Institute of Medical Research, Camden	47	1,037	1,037	1,037
3,000	---	---	3,000	3,000	Higher Education Incentive Endowment Fund	49	---	---	---
100	---	---	100	5	Garden State Savings Bonds Incentive	49	100	100	100
17,100	---	-15,515	1,585	1,584	Higher Education Capital Improvement Program -- Debt Service	49	32,146	42,695	42,695
18,599	---	-350	18,249	18,110	Equipment Leasing Fund -- Debt Service	49	18,503	13,922	13,922
21,033	---	-2,140	18,893	18,642	Higher Education Facilities Trust Fund -- Debt Service	49	20,911	20,972	20,972
6,475	---	---	6,475	6,460	Higher Education Technology Bond -- Debt Service	49	6,457	6,426	6,426
576	---	---	576	576	Marine Sciences Consortium	49	576	605	576
---	---	60	60	60	Richard Stockton College Fire Relief	49	---	---	---
8,796	---	-5,721	3,075	2,989	Dormitory Safety Trust Fund -- Debt Service	49	8,475	8,187	8,187
1,200	---	---	1,200	1,200	Statewide Systemic Initiative to Reform Mathematics and Science Education	49	1,200	1,200	1,200
5,500	9,500	1,500	16,500	5,684	New Jersey Stem Cell Research Institute	49	5,500	5,500	5,500
1,000	---	---	1,000	1,000	Stevens Institute of Technology - New Jersey Community College Strategic Partnership	49	---	---	---

TREASURY

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended	
STATE AID									
Distribution by Fund and Program									
223,579	---	-500	223,079	218,447	Aid to County Colleges	48	217,493	240,382	232,013
195,023	---	-500	194,523	193,008	<i>(From General Fund)</i>		189,993	206,918	198,549
28,556	---	---	28,556	25,439	<i>(From Property Tax Relief Fund)</i>		27,500	33,464	33,464
<u>223,579</u>	<u>---</u>	<u>-500</u>	<u>223,079</u>	<u>218,447</u>	Total State Aid		<u>217,493</u>	<u>240,382</u>	<u>232,013</u>
195,023	---	-500	194,523	193,008	<i>(From General Fund)</i>		189,993	206,918	198,549
28,556	---	---	28,556	25,439	<i>(From Property Tax Relief Fund)</i>		27,500	33,464	33,464
Less:									
(14,000)	---	---	(14,000)	(14,000)	Supplemental Workforce Fund-Basic Skills		(14,000)	(20,000)	(20,000)
<u>(14,000)</u>	<u>---</u>	<u>---</u>	<u>(14,000)</u>	<u>(14,000)</u>	Total Income Deductions		<u>(14,000)</u>	<u>(20,000)</u>	<u>(20,000)</u>
<u>209,579</u>	<u>---</u>	<u>-500</u>	<u>209,079</u>	<u>204,447</u>	Total State Appropriation		<u>203,493</u>	<u>220,382</u>	<u>212,013</u>
Distribution by Fund and Object									
State Aid:									
162,562	---	---	162,562	162,562	Operational Costs	48	155,806	171,806	163,437
28,556	---	---	28,556	25,439	Debt Service for Chapter 12 P.L.1971, c.12 (C.18A:64A-22.1) (PTRF)	48	27,500	33,464	33,464
16,152	---	---	16,152	15,489	Alternate Benefit Program - Employer Contributions (a)	48	15,626	16,508	16,508
2,159	---	---	2,159	2,159	Alternate Benefit Program - Non-contributory Insurance (a)	48	3,086	2,572	2,572
11	---	---	11	11	Teachers' Pension and Annuity Fund - Non-contributory Insurance (a)	48	18	16	16
26	---	---	26	26	Employer Contributions -- Teachers' Pension and Annuity Fund (a)	48	343	343	343
1,117	---	---	1,117	1,034	Teachers' Pension and Annuity Fund -- Post Retirement Medical	48	1,155	1,144	1,144
12,461	---	-400	12,061	11,335	Post Retirement Medical Other Than TPAF	48	13,516	14,078	14,078
450	---	-100	350	307	Employer Contributions -- FICA for County College Members of Teachers' Pension and Annuity Fund	48	350	350	350
85	---	---	85	85	Debt Service on Pension Obligation Bonds P.L. 1997, c.114 (C.34:1B-7.50 et seq.)	48	93	101	101
Less:									
<u>(14,000)</u>	<u>---</u>	<u>---</u>	<u>(14,000)</u>	<u>(14,000)</u>	Income Deductions		<u>(14,000)</u>	<u>(20,000)</u>	<u>(20,000)</u>
<u>318,917</u>	<u>9,500</u>	<u>-22,666</u>	<u>305,751</u>	<u>289,716</u>	Grand Total State Appropriation		<u>319,239</u>	<u>350,891</u>	<u>333,263</u>

Notes -- State Aid - General Fund

(a) The fiscal year 2006 data has been adjusted to report the non-contributory insurance component.

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

For the purpose of implementing the "Independent College and University Assistance Act," P.L.1979, c.132 (C.18A:72B-15 et seq.), the number of full-time equivalent students (FTE) at the eight State Colleges is 58,425 for fiscal year 2007.

Receipts in excess of the amount hereinabove for Clinical Legal Programs for the Poor-Seton Hall University (P.L.1996, c.52) are appropriated for the same purpose, subject to the approval of the Director of the Division of Budget and Accounting.

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

TREASURY

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

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

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

Language Recommendations -- State Aid - General Fund

In addition to the amount hereinabove for operational costs, there is appropriated \$20,000,000 from the Supplemental Workforce Fund for Basic Skills for the same purpose.

Notwithstanding the provisions of any law or regulation to the contrary, from the sums hereinabove appropriated for county college Operational Costs, there are allocated such sums as are required to provide the reimbursement to cover tuition costs of the National Guard members pursuant to subsection b. of section 1 of P.L.2001, c.427 (C.18A:62-24).

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

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

Language Recommendations -- State Aid - Property Tax Relief Fund

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

HIGHER EDUCATIONAL SERVICES

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

50. ECONOMIC PLANNING, DEVELOPMENT, AND SECURITY

51. ECONOMIC PLANNING AND DEVELOPMENT

OBJECTIVES

1. To promote the expansion and growth of commerce and industry in order to create employment and economic growth in New Jersey.
2. To collect, analyze, and disseminate economic data for the purpose of generating a coordinated projection of economic conditions for State government.
3. To promote sustainable economic growth and create quality jobs by retaining and expanding existing jobs and attracting new jobs to New Jersey.
4. To build a foundation of New Jersey's economic leadership in the 21st century.
5. To implement a market-driven economic development service delivery system, including the introduction of innovative programs and flexible services.
6. To highlight the importance of the tourism industry in New Jersey, improve qualitative and quantitative services to the industry and the public, improve efficiency, and meet the challenges of a competitive economy.

PROGRAM CLASSIFICATIONS

38. **Economic Development.** Executive Branch economic development entities that receive State appropriations include the New Jersey Commerce, Economic Growth and Tourism Commission, the Motion Picture and Television Development Commission, the Fort Monmouth Economic Revitalization

Planning Authority (FMERPA), and the Economic Development Authority (EDA).

The New Jersey Commerce, Economic Growth and Tourism Commission, which is in-but-not-of the Department of the Treasury, promotes business advocacy, international trade, economic development, sustainable businesses, travel and tourism, the Urban Enterprise Zone program, and the development of small, women and minority-owned businesses. The Commission also coordinates the State's economic development activities with the Office of Economic Growth, the Commission on Science and Technology, the Urban Enterprise Zone Authority, and the New Jersey Development Authority for Small Businesses, Minorities' and Women's Enterprises.

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

The FMERPA, established pursuant to P.L. 2006, c.16, is responsible for developing a revitalization plan for Fort Monmouth that will provide economic growth and prosperity to the central New Jersey region.

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

EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
PROGRAM DATA (a)				
Economic Development				
Motion Picture and Television Development				
Total film/television productions	903	944	970	995
Direct spending by companies (millions)	\$84.0	\$87.0	\$90.0	\$94.0
Travel and Tourism				
Revenue generated by tourism (billions)	\$32.4	\$36.3	\$36.3	\$36.3
Tax revenue generated by tourism (billions)	\$3.7	\$3.9	\$4.0	\$4.0
Overnight visitors (millions)	71.7	72.2	74.0	74.0
International Trade				
Total value of New Jersey exports (billions)	\$20.3	\$23.6	\$24.8	\$26.1
Jobs generated through exporting	243,600	283,716	298,146	313,774
Development for Small Businesses and Women and Minority Businesses				
Set-aside contracts awarded (millions)	\$400.0	\$200.0	\$220.0	\$250.0
Jobs created and retained	5,882	2,940	3,234	3,675
Tax revenue generated by Set-aside Program (millions)	\$22.8	\$14.0	\$15.4	\$17.5
Economic Development				
Urban Enterprise Zone Program				
Participating businesses	24,115	25,549	25,000	26,500
Total number of jobs created (annually)	16,422	20,512	17,000	15,000
Private investment generated (annual value in billions)	\$2.1	\$2.6	\$2.0	\$1.8
Zone Assistance Fund projects (annual value in millions)	\$50.0	\$69.3	\$50.0	\$45.0
Business Retention, Expansion and Attraction				
Number of new jobs in new businesses	6,890	2,948	6,000	7,000
Number of new jobs in existing businesses	6,746	4,862	6,000	7,000
Number of jobs retained	18,788	9,455	6,000	7,000
OPERATING DATA				
Economic Development				
Program Expenditures - Commerce Commission (thousands)				
Business Retention, Expansion and Attraction	\$1,547	\$2,387	\$2,853	\$2,503
Export Promotion	\$727	\$808	\$924	\$924
Travel and Tourism	\$13,696	\$13,784	\$11,828	\$11,828
Small Businesses and Women and Minority Businesses	\$897	\$1,475	\$1,408	\$1,408
Other Key Industries and Initiatives	\$532	\$990	\$428	\$428
Special Purpose Appropriations (thousands)				
Advertising and Promotion	\$12,242	\$12,079	\$10,260	\$10,260
Travel & Tourism Cooperative Marketing	\$1,769	\$1,850	\$1,850	\$1,850
NJ Israel Commission	\$121	\$130	\$130	\$130
PERSONNEL DATA (a)				
Position Data				
Filled Positions by Funding Source				
State Supported	112	109	100	105
All Other	17	17	15	23
Total Positions	129	126	115	128
Filled Positions by Program Class				
Economic Development	129	126	115	128
Total Positions	129	126	115	128

Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded. Position data do not reflect employees of the EDA.

(a) Includes program evaluation and personnel data for the New Jersey Commerce, Economic Growth and Tourism Commission.

TREASURY

APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recommended	
<u>DIRECT STATE SERVICES</u>									
Distribution by Fund and Program									
502	---	14	516	513	Economic Development	38	515	515	515
<u>502</u>	<u>---</u>	<u>14</u>	<u>516</u>	<u>513</u>	Total Direct State Services		<u>515 (a)</u>	<u>515</u>	<u>515</u>
Distribution by Fund and Object									
Special Purpose:									
502	---	14	516	513	New Jersey Motion Picture and TV Development Commission	38	515	515	515
<u>GRANTS-IN-AID</u>									
Distribution by Fund and Program									
19,569	1,044	2,337	22,950	22,681	Economic Development	38	169,441	169,241	169,241
<u>19,569</u>	<u>1,044</u>	<u>2,337</u>	<u>22,950</u>	<u>22,681</u>	Total Grants-in-Aid		<u>169,441</u>	<u>169,241</u>	<u>169,241</u>
Distribution by Fund and Object									
Grants:									
---	900	---	900	900	Stem Cell Research Grant - Economic Development Authority (EDA)	38	---	---	---
---	---	---	---	---	Fort Monmouth Economic Revitalization Planning Authority	38	---	150	150
19,569	---	---	19,569	19,444	New Jersey Commerce, Economic Growth and Tourism Commission (b)	38	17,441	17,091	17,091
---	---	2,337	2,337	2,337	Brownfields Site Reimbursement Fund	38	---	---	---
---	144	---	144	---	Business Employment Incentive Program, EDA (c)	38	<u>152,000</u>	<u>152,000</u>	<u>152,000</u>
<u>20,071</u>	<u>1,044</u>	<u>2,351</u>	<u>23,466</u>	<u>23,194</u>	Grand Total State Appropriation		<u>169,956</u>	<u>169,756</u>	<u>169,756</u>
OTHER RELATED APPROPRIATIONS									
All Other Funds									
---	2,058 R	21	2,079	2,079	Economic Development	38	<u>3,135</u>	<u>3,135</u>	<u>3,135</u>
---	<u>2,058</u>	<u>21</u>	<u>2,079</u>	<u>2,079</u>	Total All Other Funds		<u>3,135</u>	<u>3,135</u>	<u>3,135</u>
<u>20,071</u>	<u>3,102</u>	<u>2,372</u>	<u>25,545</u>	<u>25,273</u>	GRAND TOTAL ALL FUNDS		<u>173,091</u>	<u>172,891</u>	<u>172,891</u>

Notes -- Direct State Services - General Fund

(a) The fiscal year 2007 appropriation has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits Account.

Notes -- Grants-In-Aid - General Fund

(b) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

(c) Funding is provided for direct Business Employment Incentive Program (BEIP) grant payments. Funding for debt service on BEIP bonds is included in the Aid to Independent Authorities program classification in the Interdepartmental budget.

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

Of the sum hereinabove appropriated for the New Jersey Commerce, Economic Growth and Tourism Commission, \$10,260,000 shall be used for Advertising and Promotion; \$800,000 shall be used for New Jersey Small Business Development Centers; \$130,000 shall be used for the New Jersey Israel Commission; and \$1,850,000 shall be used for the Travel and Tourism Cooperative Marketing Program; except that any amount for the Cooperative Marketing Program is available for expenditure only to the extent that an amount equal to 25% of the State funds are expended from funds raised by the Commerce Commission, pursuant to subsection j. of section 9 of P.L. 1977, c.225 (C.34:1A-53), through contributions from private tourism industry concerns and non-State public entities as determined by the Director of the Division of Budget and Accounting. These accounts shall be considered special purpose

appropriations for accounting and reporting purposes. Of the amount hereinabove appropriated for the New Jersey Commerce, Economic Growth and Tourism Commission, such sums as are necessary shall be made available to the Office of Economic Growth, established pursuant to Executive Order #50 for its purposes, subject to the approval of the Director of the Division of Budget and Accounting and the Director of the Division of Budget and Accounting shall have the authority to create such new account as may be necessary to effectuate such transfer. In the event that any of the duties or responsibilities of the New Jersey Commerce, Economic Growth and Tourism Commission are transferred to any other State agencies, the Director of the Division of Budget and Accounting shall have the duty and is hereby empowered to transfer funds appropriated to the New Jersey Commerce, Economic Growth and Tourism Commission to such other agencies as shall be charged with the responsibility of administering the functions so transferred. The Director of the Division of Budget and Accounting shall have the authority to create such new accounts as may be necessary to effectuate such transfers. Information copies of such transfers shall be transmitted to the Legislative Budget and Finance Officer upon the effective date thereof.

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

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

The Chief Executive Officer and Secretary of the Commission shall report semi-annually on the expenditure of State funds and private contributions during the preceding six months for the Advertising and Promotion Program and the Travel and Tourism, Advertising and Promotion - Cooperative Marketing Program. The first semi-annual report covering the first six months of fiscal year 2008 shall be completed not later than January 31, 2008, the second semi-annual report covering the second six months of fiscal year 2008 shall be completed not later than July 31, 2008, and both reports shall be submitted to the Treasurer, the Director of the Division of Budget and Accounting, and the Joint Budget Oversight Committee. In the event that the duties or responsibilities of the New Jersey Commerce, Economic Growth and Tourism Commission related to the Advertising and Promotion Program and the Travel and Tourism, Advertising and Promotion - Cooperative Marketing Program are transferred to any other State agencies, the reporting requirements outlined above shall become the responsibility of the commissioner of that department or agency.

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

In addition to the amount appropriated hereinabove for the Business Employment Incentive Program, EDA, there is appropriated from the General Fund to the Department of the Treasury for transfer to the New Jersey Economic Development Authority such sums as may be necessary to fund the Business Employment Incentive Program, the amount of which, when combined with the amount appropriated hereinabove and with prior year disbursements, shall not exceed the total amount of revenues received as withholdings, as defined in section 2 of P.L.1996, c.26 (C.34:1B-125), during the prior calendar years from all businesses receiving grants pursuant to the "Business Employment Incentive Program Act," P.L.1996, c.26 (C.34:1B-124 et seq.), as certified by the Director of the Division of Taxation, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balance at the end of the preceding fiscal year in the Business Employment Incentive Program, EDA, account is appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amount hereinabove for the Fort Monmouth Economic Revitalization Planning Authority, there is appropriated such additional sums as are necessary to secure federal matching funds, subject to the approval of the Director of the Division of Budget and Accounting.

50. ECONOMIC PLANNING, DEVELOPMENT, AND SECURITY

51. ECONOMIC PLANNING AND DEVELOPMENT

2042. NEW JERSEY COMMISSION ON SCIENCE AND TECHNOLOGY

OBJECTIVES

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

PROGRAM CLASSIFICATIONS

39. **The New Jersey Commission on Science and Technology.** Enacted under Public Law 1985, Chapter 102, the Commission was established to encourage the development of scientific and technological programs, stimulate academic-industrial collaboration, and coordinate activities of technological centers and business facilities. The primary mission of the Commission is to accelerate economic development by applying science and technology applications to industry. The principal goals of the Commission are the creation of new jobs and the revitalization of industry by encouraging new enterprises, particularly those that are oriented toward the adoption of the most advanced scientific and technological techniques.

TREASURY

EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
PROGRAM DATA				
New Jersey Commission on Science and Technology (CST)				
New Jersey Manufacturing Extension Program				
Companies Supported	118	120	190	190
Jobs Created or Retained	1,100	1,300	1,500	1,500
CST Funding (in thousands)	\$1,600	\$1,200	\$1,200	\$1,200
Non-State Matching Funding (in thousands)	\$2,617	\$4,100	\$4,200	\$4,700
Business Incubators (Technology Incubators)				
Companies Supported (Tenant)	160	230	250	250
Companies Supported (Virtual)	---	150	150	150
Employment at Incubator Companies	900	980	1,000	1,000
CST Funding (in thousands)	\$864	\$1,554	\$2,215	\$2,215
Non-State Matching Funding (in thousands)	\$4,250	\$4,300	\$4,500	\$5,000
Small Business Innovative Research Bridge Grant Program				
Companies Assisted	6	14	14	14
CST Funding (in thousands)	\$300	\$445	\$650	\$650
Non-State Matching Funding (in thousands)	\$4,500	\$10,500	\$10,500	\$10,500
NJ Technology Fellowships				
Companies Assisted	8	22	30	30
CST Funding (in thousands)	\$440	\$1,025	\$2,105	\$2,105
Non-State Matching Funding (in thousands)	\$150	\$600	\$650	\$650
Entrepreneurial Partnering Fund				
Companies Assisted	---	4	10	10
CST Funding (in thousands)	---	\$1,313	\$3,500	\$3,500
Non-State Matching Funding (in thousands)	---	\$1,200	\$3,200	\$3,200
Research and Development (R&D)				
R&D Excellence Program (a)				
Institutions Assisted	12	---	---	---
CST Funding (in thousands)	\$2,300	---	---	---
Non-State Matching Funding (in thousands)	\$9,425	---	---	---
Industry-University Collaboration				
University Intellectual Property Program				
Institutions Assisted	4	4	5	5
CST Funding (in thousands)	\$999	\$1,850	\$2,000	\$2,000
Non-State Matching Funding (in thousands)	\$800	\$850	\$1,000	\$1,000
Centers of Excellence Program				
Companies Assisted	---	1	2	2
CST Funding (in thousands)	---	\$500	\$1,000	\$1,000
Non-State Matching Funding (in thousands)	---	\$2,400	\$3,000	\$3,000
Stem Cell Research				
Institutions Assisted	---	17	17	17
CST Funding (in thousands)	---	\$5,188	\$5,200	\$5,200
Non-State Matching Funding (in thousands)	---	\$1,000	\$1,000	\$1,000

PERSONNEL DATA

Position Data

Filled Positions by Funding Source

State Supported	5	6	5	7
Total Positions	5	6	5	7

Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

(a) Program eliminated during fiscal year 2006.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recommended	
DIRECT STATE SERVICES									
Distribution by Fund and Program									
568	30	100	698	594	New Jersey Commission on Science and Technology	39	549	549	549
<u>568</u>	<u>30</u>	<u>100</u>	<u>698</u>	<u>594</u>	Total Direct State Services		<u>549</u> (a)	<u>549</u>	<u>549</u>
Distribution by Fund and Object									
Personal Services:									
371	---	100	471	468	Salaries and Wages		444	476	476
<u>371</u>	<u>---</u>	<u>100</u>	<u>471</u>	<u>468</u>	Total Personal Services		<u>444</u>	<u>476</u>	<u>476</u>
51	---	---	51	30	Materials and Supplies		51	30	30
140	29	---	169	94	Services Other Than Personal		48	37	37
6	---	---	6	2	Maintenance and Fixed Charges		6	6	6
---	1	---	1	---	Additions, Improvements and Equipment		---	---	---
GRANTS-IN-AID									
Distribution by Fund and Program									
14,650	4,774	900	20,324	14,321	New Jersey Commission on Science and Technology	39	16,950	21,950	21,950
<u>14,650</u>	<u>4,774</u>	<u>900</u>	<u>20,324</u>	<u>14,321</u>	Total Grants-in-Aid		<u>16,950</u>	<u>21,950</u>	<u>21,950</u>
Distribution by Fund and Object									
Grants:									
14,050	4,774	800	19,624	14,221	Science and Technology Grants	39	16,350	21,350	21,350
---	---	100	100	100	Conference Cost Share	39	---	---	---
600	---	---	600	---	Manufacturing Extension Program	39	600	600	600
<u>15,218</u>	<u>4,804</u>	<u>1,000</u>	<u>21,022</u>	<u>14,915</u>	Grand Total State Appropriation		<u>17,499</u>	<u>22,499</u>	<u>22,499</u>

Notes -- Direct State Services - General Fund

(a) The fiscal year 2007 appropriation has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits Account.

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

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

An amount not to exceed 5% of the Science and Technology Grants account is available for transfer to Direct State Services for the administrative expenses of this program, as determined by the Director of the Division of Budget and Accounting.

From the amount hereinabove appropriated for Science and Technology Grants, there is allocated \$600,000 for the Manufacturing Extension Program.

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

OBJECTIVES

- To ensure that safe, adequate, and proper utility services are provided at reasonable, non-discriminatory rates to all members of the public who desire such services.
- To provide a comprehensive energy supply and demand strategy that allows for responsible and necessary economic growth and development without compromising the environment and quality of life in New Jersey.
- To ensure that New Jersey has adequate and economical natural gas supplies to meet its home heating requirements, industrial load, and an ever growing alternative power production industry.
- To assist in the development of a state-of-the-art telecommunications network that permits the timely introduction and marketing of new and advanced technology. In addition, to seek to ensure the full utilization of such network by all segments of our society, regardless of income status or physical disabilities.
- To ensure that New Jersey residents have economical and environmentally safe water supplies that are provided through strict compliance with the State's Safe Drinking Water Act by all private and public water purveyors under the Board's jurisdiction.

TREASURY

6. To provide adequate, economical and efficient cable television service, with a degree of uniform operation, and the protection of the municipality in the franchise process. In addition, the Board will seek to ensure the responsiveness of cable operators to subscribers' complaints and needs, and the availability of competitively priced alternative television program packaging.
7. To administer statewide energy assistance programs.
8. To increase energy conservation and reduce the utility costs of low-income households through the weatherization of single and multi-family dwellings.

PROGRAM CLASSIFICATIONS

54. **Utility Regulation.** The Board of Public Utilities controls, through its rate approval process, the charges paid by the public for gas, electric, water, sewer, and telephone services. A uniform system of accounts and quarterly and annual financial statements and reports are required for disclosure and to permit intelligent public participation in the process. Filings for both rate and fuel adjustment charge changes are approved only to generate sufficient revenues to cover allowable expenses and an equitable return on investment.
The Board assures the safety, adequacy, and availability of utility services by conducting hearings that result in the promulgation of rules, regulations, and orders, and their enforcement through inspections and investigations. Regular tests are conducted by engineering personnel to minimize the possibility of disruptions or discontinuance of essential services. The Division of Reliability and Security was created to ensure the safety and reliability of services as a result of the increase in concerns about terrorism.
55. **Regulation of Cable Television.** Assists local jurisdictions in preparing legislation, franchise, and consent agreements; regulates operating and competitive practices to assure reasonable uniformity, reliability, economy, and quality of

cable television services; cooperates with other states and the federal government in promoting and coordinating beneficial uses of cable television through balanced programming, including local and educational services.

56. **Energy Resource Management.** Develops and implements the State's energy policies and associated programs, including funding mechanisms to support efficiency and renewable energy projects, energy education and outreach, energy data collection and analysis, and evaluation of energy use and supply.
88. **Energy Assistance Programs.** The Lifeline Credit Program provides combined gas and electric utility credits of up to \$225 a year to New Jersey residents who are eligible for Pharmaceutical Assistance to the Aged and Disabled, Supplemental Security Income, Medicaid only, or Lifeline only. The Tenants' Assistance Rebate Program provides a cash payment of up to \$225 a year to tenants who would be eligible for the Lifeline Credit Program except for the fact that they do not pay their own utility bills. Persons receiving Supplemental Security Income (SSI) who are eligible for this program receive monthly utility supplements totaling \$225 a year included in their SSI checks.
97. **Regulatory Support Services.** Provides economic analysis of conditions affecting regulated utilities to the Board of Public Utilities and its technical divisions, and conducts audits of regulated utilities.
99. **Administration and Support Services.** The Division of Administration and Support Services exercises general policy and administrative control over program operations. The primary responsibilities of the Division are to provide human resource management, including personnel requirements, employee relations support, broad based facility support, administration of the Equal Opportunity and Affirmative Action program, training, dissemination of public information concerning Board activities, and nursing services.

EVALUATION DATA

PROGRAM DATA	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Utility Regulation				
Utilities Regulated				
Electric	5	5	5	5
Gas	4	4	4	4
Telephone and telegraph	130	138	160	160
Water and sewer	69	68	59	59
Municipal water companies	10	9	9	9
Cable TV (Basic Service)	36	36	37	37
Cases Pending June 30				
Cable TV	131	146	140	86
Electric	218	237	250	59
Gas	192	192	200	75
Telephone	597	238	200	351
Water and sewer	104	104	100	40
Audits, rates, tariff revisions, generic rulemaking, other ...	38	8	18	18
Customer Relations				
Consumer complaints (verbals)	16,909	17,567	18,445	19,752
Consumer complaints (walk-ins)	300	259	272	285
Consumer information requests	20,077	11,755	11,058	12,343
Consumer complaints (letters)	2,552	2,418	2,451	2,539
Consumer e-mails received	4,541	5,250	5,713	6,198
Total calls received as of 11/22/06	127,827	120,573	123,083	126,602

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Service Evaluation				
One-call cases for review	4,500	4,500	4,000	4,000
One-call cases handled	450	450	500	600
Meter tests conducted	300	300	350	350
Gas pipeline inspections	400	400	410	385
Regulation of Cable Television				
Cable television systems	40	40	41	41
Number of municipalities w/certification for operation ...	562	562	562	562
Cable television subscribers (thousands)	2,542	2,542	2,530	2,530
Electric Power Suppliers and Gas Suppliers				
Electric suppliers - applications	3	14	21	21
Electric suppliers - renewal applications	13	12	19	19
Electric suppliers - final licenses	3	10	19	19
Electric suppliers - renewal licenses	15	12	19	19
Gas suppliers - applications	3	9	14	14
Gas suppliers - renewal licenses	18	15	14	14
Gas suppliers - final licenses	3	5	16	16
Gas suppliers - renewal applications	22	12	14	14
Green Power Marketers - renewal licenses	---	---	4	4
Energy Agent and Private Aggregator Registration				
Energy agents - applications	2	---	7	7
Energy agents - renewal applications	5	8	6	6
Energy agents - final registration	2	---	8	8
Private aggregators - applications	3	8	7	7
Private aggregators - renewal registrations	---	---	7	7
Private aggregators - final registration	3	8	9	9
Energy Consultants - renewal registrations	---	---	2	2
Energy Consultants - final registrations	---	---	3	3
Energy Assistance Programs				
Lifeline Credit Program - Population Data				
Pharmaceutical Assistance to the Aged and Disabled ...	112,573	110,528	113,000	113,300
Supplemental Security Income	31,472	31,783	30,500	30,650
Medicaid Only	11,801	11,488	12,000	12,100
Lifeline Only	2,486	2,310	2,600	2,650
Total recipients	158,332	156,109	158,100	158,700
Tenants' Assistance Rebate Program - Population Data				
Pharmaceutical Assistance to the Aged and Disabled ...	30,887	28,886	30,500	30,000
Supplemental Security Income	118,394	119,566	119,000	119,150
Medicaid Only	7,902	6,931	7,900	8,200
Lifeline Only	462	409	450	600
Total recipients	157,645	155,792	157,850	157,950
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
Federal	7	10	8	14
All Other	295	294	292	305
Total Positions	302	304	300	319
Filled Positions by Program Class				
Utility Regulation	105	104	102	105
Regulation of Cable Television	27	25	25	28
Energy Resource Management	14	17	15	27
Regulatory Support Services	60	59	58	59
Administration and Support Services	96	99	100	100
Total Positions	302	304	300	319

Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded. All Other includes positions supported by fees or other dedicated resources previously reported as State Supported.

The Energy Assistance Programs are administered by the Department of Health and Senior Services. Funding for these programs is provided through the Board of Public Utilities' Universal Services Fund.

TREASURY

APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recommended	
<u>DIRECT STATE SERVICES</u>									
Distribution by Fund and Program									
8,027	1,248	-300	8,975	7,281	Utility Regulation	54	8,287	8,287	8,287
2,024	174	44	2,242	1,943	Regulation of Cable Television	55	2,114	2,114	2,114
1,628	---	---	1,628	1,628	Energy Assistance Programs	88	1,730	1,730	1,730
3,724	84	326	4,134	3,935	Regulatory Support Services	97	3,595	3,595	3,595
10,920	1,353	442	12,715	11,674	Administration and Support Services	99	11,239	11,239	11,239
26,323	2,859	512	29,694	26,461	Total Direct State Services		26,965^(a)	26,965	26,965
Distribution by Fund and Object									
Personal Services:									
23,026	1,509	497	25,032	23,555	Salaries and Wages		24,606	24,606	24,606
23,026	1,509	497	25,032	23,555	Total Personal Services		24,606	24,606	24,606
515	196	---	711	368	Materials and Supplies		515	515	515
914	658	360	1,932	1,754	Services Other Than Personal		914	914	914
403	151	---	554	480	Maintenance and Fixed Charges		403	403	403
Special Purpose:									
---	55	---	---	---	Administration and Support Services	99	---	---	---
436	42 ^R	-26	71	---	Energy Master Plan Development	99	---	---	---
502	---	---	502	176	Database Projects	99	---	---	---
527	248	-319	456	128	Additions, Improvements and Equipment		527	527	527
<u>GRANTS-IN-AID</u>									
Distribution by Fund and Program									
79,840	---	---	79,840	74,651	Energy Assistance Programs	88	70,840	70,840	70,840
79,840	---	---	79,840	74,651	Total Grants-in-Aid		70,840	70,840	70,840
Distribution by Fund and Object									
Grants:									
34,669	---	513	35,182	35,158	Payments for Lifeline Credits	88	34,669	34,669	34,669
36,171	---	-513	35,658	32,493	Tenants' Assistance Rebate Program	88	36,171	36,171	36,171
7,000 ^S	---	---	7,000	7,000	New Jersey Statewide Heating Assistance and Referral for Energy Services	88	---	---	---
2,000 ^S	---	---	2,000	---	New Jersey Comfort Partners	88	---	---	---
<u>CAPITAL CONSTRUCTION</u>									
Distribution by Fund and Program									
---	1	---	1	---	Administration and Support Services	99	---	---	---
---	1	---	1	---	Total Capital Construction		---	---	---
Distribution by Fund and Object									
Management and Administration									
---	1	---	1	---	Administration and Support Services	99	---	---	---
106,163	2,860	512	109,535	101,112	Grand Total State Appropriation		97,805	97,805	97,805

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recommended	
OTHER RELATED APPROPRIATIONS									
Federal Funds									
600	495	---	1,095	522	Utility Regulation	54	600	600	600
4,019									
15 ^S	381	---	4,415	1,285	Energy Resource Management	56	4,019	3,588	3,588
<u>4,634</u>	<u>876</u>	<u>---</u>	<u>5,510</u>	<u>1,807</u>	Total Federal Funds		<u>4,619</u>	<u>4,188</u>	<u>4,188</u>
All Other Funds									
	148								
---	912 ^R	---	1,060	929	Energy Resource Management	56	820	1,300	1,300
---	198 ^R	---	198	198	Energy Assistance Programs	88	---	---	---
---	3,596 ^R	---	3,596	2,940	Administration and Support Services	99	380	451	451
---	<u>4,854</u>	<u>---</u>	<u>4,854</u>	<u>4,067</u>	Total All Other Funds		<u>1,200</u>	<u>1,751</u>	<u>1,751</u>
<u>110,797</u>	<u>8,590</u>	<u>512</u>	<u>119,899</u>	<u>106,986</u>	GRAND TOTAL ALL FUNDS		<u>103,624</u>	<u>103,744</u>	<u>103,744</u>

Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program.
- (b) The appropriations for Energy Master Plan Development of \$436,000 and Database Projects of \$502,000 have been spread to applicable operating accounts.

Language Recommendations -- Direct State Services - General Fund

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

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

Receipts derived from fees are appropriated.

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

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

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

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

The amounts appropriated hereinabove, not to exceed \$1,730,000, for the Energy Assistance Program account may be transferred to the Department of Health and Senior Services, Lifeline account to fund the costs associated with administering the Lifeline Credits and Tenants' Assistance Rebates Program and shall be applied in accordance with a Memorandum of Understanding between the President of the Board of Public Utilities and the Commissioner of the Department of Health and Senior Services, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law or regulation to the contrary, the investment earnings derived from the funds deposited in the Clean Energy Fund, Universal Services Trust Fund and Retail Margin Fund shall accrue to the funds and are available to pay the costs of the various programs of the New Jersey Board of Public Utilities Clean Energy Program, Universal Services Trust Fund and Retail Margin Program.

Notwithstanding the provisions of paragraph (3) of subsection a. of section 12 of the "Electric Discount and Energy Competition Act," P.L.1999, c.23 (C.48:3-60) and any other laws to the contrary, receipts from the New Jersey Clean Energy Trust Fund are appropriated for the actual administrative salary and operating costs, not to exceed \$1,300,000, for the Office of Clean Energy as requested by the President of the Board of Public Utilities and approved by the Director of the Division of Budget and Accounting.

There is appropriated to the Universal Services Trust Fund such sums that are equal to the amount of interest earned on monies in the Universal Services Trust Fund during fiscal year 2007.

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

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

TREASURY

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

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

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

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

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

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

70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL

72. GOVERNMENTAL REVIEW AND OVERSIGHT

OBJECTIVES

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

PROGRAM CLASSIFICATIONS

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

In addition, the Office of Management and Budget plans for the most beneficial use of fiscal resources to meet the needs of

the citizens of New Jersey within the policy framework set by the Governor, including analysis of State fiscal requirements. Based on these studies, the Office of Management and Budget evaluates budget requests from State departments and formulates the annual budget submitted by the Governor to the Legislature.

On an ongoing basis, the Office of Management and Budget reviews State agency responses to proposed legislation to ensure that fiscal policy concerns are taken into account.

To ensure that programs and resources are properly coordinated among agencies serving the same clients, the Office of Management and Budget analyzes programs that cross departmental boundaries, thus avoiding unnecessary duplication of effort.

As a resource to the Capital Planning Commission, the Office of Management and Budget evaluates and prioritizes capital construction projects and the financing of capital facilities.

The Financial Reporting and Accounting section of the Office of Management and Budget provides for the receipt, processing, recording, reconciling, and reporting of all financial data of the State's various funds in accordance with existing statutes and generally accepted accounting principles. That office also reviews all financial transactions for propriety before entry into the computerized accounting system, from which official State monthly and annual fiscal reports are prepared, and assures that State employees are paid accurately and on a timely basis.

EVALUATION DATA

PROGRAM DATA	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Office of Management and Budget				
Number of checks avoided by electronic funds transfer	1,866,000	1,913,421	1,967,000	2,017,000
Percent of "Unqualified" audit opinion ratings on the consolidated financial report (for the last five years) (a)	100%	100%	100%	100%

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	189	183	177	176
Total Positions	189	183	177	176
Filled Positions by Program Class				
Employee Relations and Collective Negotiations	8	8	7	6
Office of Management and Budget	181	175	170	170
Total Positions	189	183	177	176

Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

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

**APPROPRIATIONS DATA
(thousands of dollars)**

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<u>DIRECT STATE SERVICES</u>								
Distribution by Fund and Program								
605	---	248	853	839				
19,528	70,228	-59,321	30,435	24,818	03	669	669	669
					07	14,463	14,633	14,633
20,133	70,228	-59,073	31,288	25,657		15,132 (a)	15,302	15,302
Distribution by Fund and Object								
Personal Services:								
12,695	341 ^R	666	13,702	13,578		12,523	12,456	12,456
12,695	341	666	13,702	13,578		12,523	12,456	12,456
293	---	-82	211	206		280	245	245
5,532	---	-316	5,216	5,115		1,221	1,308	1,308
124	---	-100	24	14		9	24	24
Special Purpose:								
221 ^S	69,884 ^R	-64,508	5,597	210	07	---	---	---
---	---	5,261	5,261	5,261	07	---	---	---
1,099	---	---	1,268	1,268	07	1,099	1,269	1,269
169 ^S	---	---	1,268	1,268		---	---	---
---	3	6	9	5		---	---	---
20,133	70,228	-59,073	31,288	25,657		15,132	15,302	15,302
OTHER RELATED APPROPRIATIONS								
All Other Funds								
---	56,206	---	45,728	---	07	9,042	9,042	9,042
---	22,932 ^R	-33,410	45,728	---		---	---	---
---	79,138	-33,410	45,728	---		9,042	9,042	9,042
20,133	149,366	-92,483	77,016	25,657		24,174	24,344	24,344

Notes -- Direct State Services - General Fund

(a) The fiscal year 2007 appropriation has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits Account, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

TREASURY

Language Recommendations -- Direct State Services - General Fund

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

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

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

70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL 72. GOVERNMENTAL REVIEW AND OVERSIGHT 2066. OFFICE OF THE STATE COMPTROLLER

OBJECTIVES

1. To establish a full-time program of audit and performance review designed to provide increased accountability, integrity, and oversight of the Executive Branch of State government, including all entities exercising Executive Branch authority, public institutions of higher education, independent State authorities, units of local government and boards of education.
2. To audit and monitor the process employed by these governmental entities to solicit contract proposals and issue contract awards that involve a significant expenditure of funds or are comprised of complex or unique components.

Comptroller was created to provide enhanced financial oversight of State agencies, public institutions of higher education, independent State authorities, units of local government, and boards of education. The State Comptroller will be appointed by the Governor, with the advice and consent of the Senate, for a six year term. Specifically, the State Comptroller is authorized to conduct financial audits of those aforementioned entities; to undertake performance audits and other reviews of these entities; and to monitor the procurement process for large-scale procurements by such entities. This new Office will coordinate its work with the Office of the Inspector General, the Office of the State Auditor, the Departments of Transportation, Education, Law and Public Safety, Community Affairs and Treasury, and other related entities.

PROGRAM CLASSIFICATIONS

08. **Office of the State Comptroller.** The Office of the State

EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	---	---	---	59
Total Positions	---	---	---	59
Filled Positions by Program Class				
Office of the State Comptroller	---	---	---	59
Total Positions	---	---	---	59

Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					2007		Year Ending June 30, 2008	
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	Adjusted Approp.	Requested	Recom- mended
---	---	---	---	---	<u>DIRECT STATE SERVICES</u>			
Distribution by Fund and Program								
---	---	---	---	---	08	---	9,000	9,000
---	---	---	---	---	Total Direct State Services		9,000	9,000
Distribution by Fund and Object								
Personal Services:								
---	---	---	---	---		---	4,814	4,814
---	---	---	---	---		---	1,765	1,765
---	---	---	---	---	Total Personal Services		6,579	6,579

manages the collection and processing of revenues related to Unemployment Insurance, Temporary Disability, Worker's Compensation, and Special Compensation and other employer filings. Centrally manages the collection and processing of delinquencies owed to the State by motorists, taxpayers, professional license holders, and violators of State statute and regulation. Streamlines business reporting requirements by creating a central collection point for all tax collections, including corporate business taxes.

19. **Management of State Investments.** Pursuant to N.J.S.A. 52:18A-79, activities involve investment and reinvestment of State funds, including the various State pension funds, the State Disability Benefits Fund, the General Investment Fund, and the State of New Jersey Cash Management Fund, together with the control of principal proceeds and interest receipts. Detailed reports of operations are published monthly and an annual report is presented to the Governor and Legislature. Investment functions are provided to other State agencies involving investment accounts. This program will be funded directly from investment funds in fiscal year 2008.

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

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

EVALUATION DATA

PROGRAM DATA	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Taxation Services and Administration				
Customer Services				
Telephone Inquiries	2,880,940	3,026,415	3,300,000	3,400,000
Gross Income Tax Filings through NJ TeleFile / WebFile	156,845	142,404	100,000	110,000
Total Tax Returns Filed through NJ TeleFile / WebFile	4.3%	3.5%	2.5%	2.7%
Homestead Rebate Filings By Telephone/Computer	1,857,817	1,644,762	1,750,000	1,750,000
Information and Publications				
Correspondence	140,000	130,000	120,000	125,000
Regulatory Services				
Telephone Inquiries	14,679	13,869	15,112	15,200
Correspondence	9,210	8,364	8,052	8,100
Taxpayer Accounting				
Telephone Inquiries-Individual	18,801	15,366	85,000	80,000
Telephone Inquiries-Business	17,708	8,274	20,000	20,000
Correspondence-Individual	79,803	77,943	47,000	50,000
Correspondence-Business	28,376	27,496	19,000	27,000
Enforcement				
Audits				
Average Number of Auditors	430	451	480	490
Assessment Amount	\$488,940,717	\$446,919,159	\$553,200,000	\$525,600,000
Audits Completed	113,689	106,020	107,500	109,000
Average Assessment/Auditor	\$1,137,071	\$990,952	\$1,152,500	\$1,072,653
Compliance				
Number of Collectors	268	287	295	295
Collections	\$288,284,612	\$299,516,380	\$300,000,000	\$300,000,000
Number of Closed Cases	691,135	924,062	900,000	900,000
Average Collection Per Collector	\$1,075,689	\$1,043,611	\$1,016,949	\$1,016,949
Bankruptcy Claims	3,946	3,550	2,200	2,200
Judgments	25,965	23,676	25,000	25,000
Deferred Payment Plans	6,986	3,875	4,000	4,000
Third Party Collection of Deficient Taxes	\$93,922,230	\$76,300,502	\$38,000,000	\$57,000,000
Third Party Collection of Delinquent Taxes	\$36,755,126	\$40,585,976	\$40,000,000	\$35,000,000
Criminal Investigations				
Prosecution Recommendations	125	100	125	140
Assessment Amount	\$3,962,114	\$3,199,000	\$4,200,000	\$4,600,000

TREASURY

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Billings Mailed				
Individual	228,427	241,454	250,000	265,000
Business	169,818	154,961	150,000	145,000
Refunds Reviewed				
Individual	44,384	35,924	30,000	40,000
Business	10,892	7,080	7,100	7,500
Property Administration				
Real Estate Appraisals-Inheritance Tax	487	323	400	410
Informal Assessors' Appeals	945	963	1,000	1,100
Sales Ratio Study				
Sales Evaluated	295,968	296,261	325,000	325,000
Sales Investigated, Office	134,101	142,000	155,000	155,000
Sales Investigated, Field	39,400	40,500	41,100	42,000
Unclaimed Property				
Reports Filed	8,100	8,800	9,000	9,000
Intestates/Escheated Estates	55	85	80	80
Administration of State Lottery				
Agents	6,100	6,100	6,200	6,200
Drawings	2,028	2,028	2,029	2,030
Net Sales (millions)	\$2,274	\$2,406	\$2,315	\$2,386
Cents Spent to Generate One Sales Dollar	9.1	9.2	9.0	8.8
Cents Spent to Generate One Government Dollar	25.5	26.3	25.6	24.7
Government Revenue as a Percent of Sales	35.7	35.1	35.1	35.5
Administration of State Revenues				
Documents Processed				
Gross Income Tax-Imaged	2,706,474	2,314,278	2,083,000	1,999,000
Gross Income Tax-Manual	139,809	129,424	123,000	122,000
Gross Income Tax-Archival Imaged	158,700	141,500	175,000	175,000
Corporation Business Tax-Imaged	244,900	244,700	260,000	260,000
Corporation Business Tax-Manual	38,490	72,175	40,000	40,000
Employer Wage Reports (Form WR-30)-Imaged	274,400	352,550	200,000	200,000
Employer Wage Reports (Form WR-30)-Manual	150,084	65,150	30,000	30,000
Property Tax Reimbursement Forms-Imaged	170,000	173,600	185,000	185,000
Property Tax Reimbursement Forms-Manual	3,703	1,387	1,000	1,000
Homestead Rebates-Manual	67,499	104,550	150,000	150,000
All Taxes-Remittance Processed	4,513,771	2,291,307	2,550,000	2,550,000
Gross Income Tax Payments and Extensions-Manual	26,769	18,984	20,000	20,000
Taxes Other Than Gross Income Tax-Manual	656,497	538,421	600,000	600,000
Motor Vehicle Commission Licenses and Registrations	3,040,551	2,834,357	3,300,000	3,300,000
OMB Checks-Imaged	278,879	121,508	100,000	100,000
Total Documents Processed	12,470,526	9,403,891	9,817,000	9,732,000
Alternate Filing				
Individual Electronic Filing	1,564,509	1,929,711	2,219,000	2,330,000
Combined Employer Return (Form 927)	467,086	577,394	635,000	642,000
Employer Reports of Wages Paid (Form WR-30)	505,948	632,666	664,500	664,500
Number of Payments via Electronic Fund Transfer	3,469,304	4,234,905	4,743,000	5,217,500
Client Registrations				
Registration File Updates	304,480	320,251	285,000	285,000
Telephone Inquiries	116,340	102,530	95,000	95,000
Licenses Issued (Cigarette and Motor Fuels)	16,023	14,554	13,000	13,000
Collection Activity				
Motor Vehicle Commission Surcharge Contract	\$126,609,824	\$125,963,972	\$126,000,000	\$126,000,000
Number of SOIL Setoffs	196,679	207,842	207,000	207,000
Revenue Accounting				
Checks Processed	7,353,719	6,348,925	6,300,000	6,100,000
Electronic Invoices	153,060	149,795	150,000	150,000
Bills Generated (Department of Environmental Protection)	197,771	170,980	200,000	175,000
Dishonored Checks	25,665	25,432	26,000	26,000
Cigarette Stamps Sold	325,273,750	328,604,750	326,000,000	326,000,000

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Business Support Services				
Corporations and Related Filings	117,705	137,473	140,000	140,000
Corporations Information Request	166,046	273,376	240,000	240,000
Annual Reports	426,347	520,463	350,000	350,000
Uniform Commercial Code Filings	99,376	94,755	100,000	100,000
Uniform Commercial Code Searches	71,816	86,854	75,000	75,000
Notary and Related Transactions	71,442	85,471	71,000	65,000
Trade Name/Trademark and Related Transactions	27,558	36,791	30,000	30,000
Telephone Inquiries	155,198	174,654	160,000	160,000
Management of State Investments				
Market Value of Investments as of June 30 (billions)	\$82.10	\$87.90	\$89.00	\$90.00
Cash Management Returns	2.27%	4.31%	4.50%	4.50%
Net Investment Earnings, Cash Basis (billions)	\$1.27	\$1.40	\$1.40	\$1.40
Funds Managed	184	186	186	186
Administration of Casino Gambling				
Number of Casinos in Operation	12	12	11	11
Number of Persons Employed by the Casino Industry	47,724	47,238	44,800	45,000
Casino Industry Gross Revenue (in billions)	\$4.86	\$5.16	\$5.21	\$5.26
New Casino Key Licenses Issued	173	232	206	200
New Casino Employee Licenses Issued	2,792	2,655	2,419	2,200
Renewals of Casino Key and Employee Licenses	5,636	3,112	3,934	4,995
Casino Service Employee Registrations Issued	1,768	1,820	1,704	1,800
Casino Service Industry Licenses Issued:				
New Licenses	204	207	200	205
Renewal Licenses	177	137	150	165
Slot Machine Licenses Issued	42,572	42,770	39,650	37,650
Casino Table Games in Operation	1,548	1,616	1,575	1,600
Junket Enterprise Licenses				
Junket Licenses Issued	2	3	3	3
Junket Licenses Renewed	3	2	2	2
Contract Review:				
Vendor and Junket Enterprise Registration Forms				
Processed	2,423	2,586	2,504	2,545
Notice of Intent to Conduct Business with Enterprises	366	268	317	292
Contested Case Hearings:				
Employee Applications and Renewals	504	387	447	457
Casino Service Industry Applications and Renewals	21	27	19	22
Revocations and Violation Complaints	261	224	243	230
Miscellaneous	82	131	122	138
Exclusions	2	11	2	5
Litigation	4	3	2	4
Motion for Relief from Casino Control Commission				
Orders and Other Reasons	36	26	30	34
Reapplication for Permission to Work With or Without				
Credentials	35	18	34	35
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	2,041	2,067	2,066	2,083
All Other	492	501	476	508
Total Positions	2,533	2,568	2,542	2,591
Filled Positions by Program Class				
Taxation Services and Administration	1,512	1,544	1,555	1,569
Administration of State Lottery	146	148	149	143
Administration of State Revenues	470	459	442	455
Management of State Investments	60	69	66	75
Administration of Casino Gambling	345	348	330	349
Total Positions	2,533	2,568	2,542	2,591

Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

TREASURY

APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recommended	
<u>DIRECT STATE SERVICES</u>									
Distribution by Fund and Program									
103,993	6,523	16,443	126,959	123,906	Taxation Services and Administration	15	112,735	111,411	111,411
22,400	6,823	-55	29,168	29,160	Administration of State Lottery	16	21,818	21,818	21,818
29,597	5,066	-181	34,482	28,080	Administration of State Revenues	17	30,773	24,023	24,023
8,545	11	3,629	12,185	12,137	Management of State Investments (a)	19	13,387	---	---
28,686	812	---	29,498	28,770	Administration of Casino Gambling	25	29,440	29,440	29,440
28,686	812	---	29,498	28,770	(From Casino Control Fund)		29,440	29,440	29,440
4,703	148	---	4,851	4,798	Business Services Bureau	50	4,685	4,685	4,685
197,924	19,383	19,836	237,143	226,851	Total Direct State Services		212,838	191,377	191,377
169,238	18,571	19,836	207,645	198,081	(From General Fund)		183,398 (b)	161,937	161,937
28,686	812	---	29,498	28,770	(From Casino Control Fund)		29,440	29,440	29,440
Distribution by Fund and Object									
Personal Services:									
---	---	---	---	611	Chairman and Commissioners (CCF)		641	641	641
106,138	4,904 R	1,765	112,807	111,924	Salaries and Wages		110,432	104,866	104,866
26,075	---	138	26,213	19,154	Salaries and Wages (CCF)		19,140	19,140	19,140
---	---	---	---	6,420	Employee Benefits (CCF)		6,701	6,701	6,701
132,213	4,904	1,903	139,020	138,109	Total Personal Services		136,914	131,348	131,348
106,138	4,904	1,765	112,807	111,924	(From General Fund)		110,432	104,866	104,866
26,075	---	138	26,213	26,185	(From Casino Control Fund)		26,482	26,482	26,482
5,257	---	-1,156	4,101	3,908	Materials and Supplies		4,988	4,369	4,369
142	---	-13	129	124	Materials and Supplies (CCF)		187	187	187
42,463									
8,450 S	6,671 R	18,692	76,276	75,487	Services Other Than Personal		49,836		
							8,200 S	47,418	47,418
1,043	---	-89	954	914	Services Other Than Personal (CCF)		1,139	1,139	1,139
1,633	---	1,011	2,644	2,531	Maintenance and Fixed Charges		1,533	1,725	1,725
1,213	---	264	1,477	1,476	Maintenance and Fixed Charges (CCF)		1,445	1,445	1,445
Special Purpose:									
1,175	1,621	---	2,796	280	Property Assessment Management System (PAMS)	15	---	1,900	1,900
---	---	---	---	---	New Jersey Fair and Clean Elections Fund	17	6,750 S	---	---
---	4,355	---	4,355	3	Revenue Management System	17	---	---	---
899					Wage Reporting/Temporary Disability Insurance	17	1,599	1,599	1,599
463 S	704	---	2,066	1,566	Administration of Casino Gambling (CCF)	25	40	40	40
60	---	-45	15	15	Additions, Improvements and Equipment		60	60	60
60	316	-476	2,600	2,382	Additions, Improvements and Equipment (CCF)		147	147	147
2,700 S	812	-255	710	56					
153									
197,924	19,383	19,836	237,143	226,851	Grand Total State Appropriation		212,838	191,377	191,377

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recommended	
OTHER RELATED APPROPRIATIONS									
All Other Funds									
---	9,601								
---	30,241 ^R	-25,498	14,344	6,950	15	30,785	35,785	35,785	
---	---	---	---	---	16	70	70	70	
---	28,422								
---	81,141 ^R	-28,260	81,303	13,044	17	58,225	82,925	82,925	
---	---	---	---	---					
---	---	---	---	---	19	---	8,687	8,687	
---	---	---	---	---	50	148	148	148	
---	<u>149,405</u>	<u>-53,758</u>	<u>95,647</u>	<u>19,994</u>		<u>89,228</u>	<u>127,615</u>	<u>127,615</u>	
<u>197,924</u>	<u>168,788</u>	<u>-33,922</u>	<u>332,790</u>	<u>246,845</u>		<u>302,066</u>	<u>318,992</u>	<u>318,992</u>	
GRAND TOTAL ALL FUNDS									

Notes -- Direct State Services - General Fund

- (a) Effective in fiscal 2008, the appropriation for the administrative costs of the Division of Management of State Investments is authorized as dedicated revenue in lieu of State appropriations from the General Fund. This change affects the direct state services budget for the Division, as well as anticipated revenue in Schedule 1.
- (b) The fiscal year 2007 appropriation has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits Account, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.
- (c) Receipts shown hereinabove for the Taxation Services and Administration program classification include fees associated with the surcharge on rental vehicles, which will be transferred to the Departments of Agriculture, Health and Senior Services, and Law and Public Safety in fiscal 2008 to support domestic security programs.
- (d) Receipts shown hereinabove for the Administration of State Revenues include fees for services of county clerks and registers, which will be transferred to the Department of State in fiscal 2008 to support the New Jersey Public Records Preservation program.

Language Recommendations -- Direct State Services - General Fund

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

Notwithstanding the provisions of any law or regulation to the contrary, there shall be no retroactive payment for refunds due under section 9 of P.L.1976, c.141 (C.58:10-23.11h) as amended pursuant to section 1 of P.L.1997, c.134 for the period from January 1, 1996 through June 26, 1997, appropriated from the Spill Compensation Fund.

Upon certification of the Director of the Division of Taxation, the State Treasurer shall pay, upon warrants of the Director of the Division of Budget and Accounting, such claims for refund as may be necessary under the provisions of Title 54 of the Revised Statutes, as amended and supplemented.

Notwithstanding the provisions of any law or regulation to the contrary, there are appropriated out of the receipts in the Solid Waste Services Tax Fund such sums as may be necessary for the cost of administration and collection of taxes pursuant to P.L. 1985, c. 38 (C.13:1E-136 et seq.), subject to the approval of the Director of the Division of Budget and Accounting.

Such sums as are required for the acquisition of equipment essential to the modernization of processing tax returns, are appropriated from tax collections, subject to the approval of the Joint Budget Oversight Committee and the Director of the Division of Budget and Accounting.

The amount necessary to provide administrative costs incurred by the Division of Taxation and the Division of Revenue to meet the statutory requirements of the "New Jersey Urban Enterprise Zones Act," P.L.1983, c.303 (C.52:27H-60 et seq.) is appropriated from the Enterprise Zone Assistance Fund, subject to the approval of the Director of the Division of Budget and Accounting.

Pursuant to the provisions of section 12 of P.L. 1992, c.165 (C.40:54D-12) there are appropriated such sums as may be required to compensate the Department of the Treasury for costs incurred in administering the "Tourism Improvement and Development District Act," P.L. 1992, c.165 (C.40:54D-1 et seq.).

Notwithstanding the provisions of any law or regulation to the contrary, there are available out of fees derived from the cost of collection imposed pursuant to section 8 of P.L.1987, c.76 (C.54:49-12.1) such sums as may be required for compliance and enforcement activities associated with the collection process as promulgated by the Taxpayers' Bill of Rights under P.L.1992, c.175.

In addition to the amounts hereinabove appropriated, such additional sums as may be necessary are appropriated to fund costs of the collecting and processing of debts, taxes, and other fees and charges owed to the State, including but not limited to the services of auditors and attorneys and enhanced compliance programs, subject to the approval of the Director of the Division of Budget and Accounting. The Director of the Division of Budget and Accounting shall provide the Joint Budget Oversight Committee with written reports on the detailed appropriation and expenditure of sums appropriated pursuant to this provision.

Notwithstanding the provisions of section 4 of the "Lead Hazard Control Assistance Act," P.L. 2003, c.311 (C.52:27D-437.4), such sums as are necessary are appropriated from the Lead Hazard Control Assistance Fund for the Department of the Treasury's administrative costs, subject to the approval of the Director of the Division of Budget and Accounting.

TREASURY

- The unexpended balance at the end of the preceding fiscal year in the Property Assessment Management System (PAMS) account is appropriated for the same purpose.
- There are appropriated, out of revenues derived from escheated property under the various escheat acts, such sums as may be necessary to administer such acts and such sums as may be required for refunds.
- There is hereby appropriated from the Dedicated Cigarette Tax Revenue Fund established pursuant to P.L. 2004, c.68 (C.34:1B-21.16 et seq.) such sums as are required under the contract between the Treasurer and the New Jersey Economic Development Authority entered into pursuant to C.34:1B-21.21.
- Pursuant to the provisions of section 54 of P.L. 2002, c.34 (C.App.A:9-78) deposits made to the "New Jersey Domestic Security Account" are appropriated for transfer to the Department of Health and Senior Services to support medical emergency disaster preparedness for bioterrorism, to the Department of Law and Public Safety for State Police salaries related to statewide security services and counter-terrorism programs, and to the Department of Agriculture for the Agro-Terrorism program, subject to the approval of the Director of the Division of Budget and Accounting.
- There are appropriated out of the State Lottery Fund such sums as may be necessary for costs required to implement the "State Lottery Law," P.L. 1970, c.13 (C.5:9-1 et seq.) and for payment for commissions, prizes, and expenses of developing and implementing games pursuant to section 7 of P.L. 1970, c.13 (C. 5:9-7).
- In addition to the amounts hereinabove, State Lottery Fund receipts in excess of anticipated contributions to education and State institutions, and reimbursement of administrative expenditures, are appropriated, subject to the approval of the Director of the Division of Budget and Accounting and the Joint Budget Oversight Committee.
- In addition to the amounts hereinabove, there are appropriated such additional sums as may be necessary for the cost of a State Lottery business plan study, subject to the approval of the Director of the Division of Budget and Accounting.
- Notwithstanding the provisions of any law or regulation to the contrary, there are appropriated out of receipts derived from communications fees such sums as may be necessary for telecommunications costs required in the administration of the State Lottery.
- Notwithstanding the provisions of any law or regulation to the contrary, there are appropriated out of receipts derived from the sale of advertising and/or promotional products by the State Lottery, such sums as may be necessary for advertising costs required in the administration of the State Lottery pursuant to P.L.1970, c.13 (C.5:9-1 et seq.).
- There are appropriated such sums as are necessary to fund the hospitals' share of monies collected pursuant to the hospital care payment act, P.L.2003, c.112 (C.17B:30-41 et seq.), subject to the approval of the Director of the Division of Budget and Accounting.
- The unexpended balance at the end of the preceding fiscal year in the New Jersey Fair and Clean Elections Fund account is appropriated, subject to the approval of the Director of the Division of Budget and Accounting.
- The Director of the Division of Budget and Accounting is hereby authorized to transfer or credit such sums as are necessary between the Department of Labor and the Department of the Treasury for the administration of revenue collection and processing functions related to Unemployment Insurance, Temporary Disability Insurance, Workers' Compensation, Special Compensation Programs, the Health Care Subsidy Fund, and the Workforce Development Partnership program.
- The amount hereinabove for the Wage Reporting/Temporary Disability Insurance program are payable out of the State Disability Benefits Fund, and in addition to the amounts hereinabove, there are appropriated out of the State Disability Benefits Fund such additional sums as may be required to administer revenue collection associated with the Temporary Disability Insurance program, subject to the approval of the Director of the Division of Budget and Accounting.
- Receipts in excess of those anticipated from the over-the-counter surcharges are appropriated to meet the costs of the Division of Revenue's commercial recording function, subject to the approval of the Director of the Division of Budget and Accounting.
- Notwithstanding the provisions of any law, regulation or Executive Order to the contrary, any receipts received from Nextel Corporation in accordance with a Plan Funding Agreement approved by Nextel and the 800 MHz Transition Administrator for costs of rebanding incurred by State agencies, and any local units of government that have entered into a memorandum of understanding with the Attorney General authorizing the State to receive Nextel funds on behalf of such local unit, pursuant to Federal Communications Commission-ordered reconfiguration of the 800 MHz band, are appropriated to the Department of the Treasury. Such sums shall be expended or transferred to the various departments and agencies to reimburse administrative and procurement costs in accordance with the Plan Funding Agreement and in consultation with the Attorney General, subject to the approval of the Director of the Division of Budget and Accounting.
- Pursuant to the provisions of P.L. 2003, c.117 (C.22A:4-4.2) deposits made to the "New Jersey Public Records Preservation Account" are appropriated for transfer to the Department of State for grants to counties and municipalities for the management, storage, and preservation of public records, subject to the approval of the Director of the Division of Budget and Accounting.
- Funds necessary to defray the cost of collection to implement the provisions of P.L. 1994, c.64 (C.17:29A-35 et seq.), as well as the cost of billing and collection of surcharges levied on drivers in accordance with the New Jersey Automobile Insurance Reform Act of 1982 - Merit Rating System Surcharge Program, P.L. 1983, c.65 (C.17:29A-33 et al.) as amended, are appropriated from fees in lieu of actual cost of collection receipts and from surcharges derived, subject to the approval of the Director of the Division of Budget and Accounting.
- There are appropriated, out of receipts derived from service fees billed to authorities for the handling of investment transactions, such sums as may be necessary to administer the Management of State Investments program.
- There are appropriated, out of receipts derived from the investments of State funds, such sums as may be necessary for bank service charges, custodial costs, mortgage servicing fees, and advertising bank balances under section 1 of P.L. 1956, c.174 (C.52:18-16.1).

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

Language Recommendations -- Direct State Services - Casino Control Fund

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

70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL

74. GENERAL GOVERNMENT SERVICES

OBJECTIVES

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

PROGRAM CLASSIFICATIONS

02. **Garden State Preservation Trust.** The Garden State Preservation Trust fulfills a statutory responsibility to oversee New Jersey's progress in achieving its land preservation goals, conducts related education and outreach, and reviews and recommends open space, farmland, and historic preservation projects submitted respectively by the Department of Environmental Protection's Green Acres Program, the State Agricultural Development Committee and the New Jersey Historic Trust.

04. **Public Information Services.** Executive Order No. 30, dated January 14, 1976, centralized all press and public relations services of the various departments of State government.

09. **Purchasing and Inventory Management.** Pursuant to N.J.S.A. 52:18A-3, the Division of Purchase and Property administers a centralized statewide purchasing system, including the setting of purchasing standards and specifications; makes available contracts for products and services to school districts, municipalities, and other political subdivisions through the cooperative purchasing program; contracts major lease/purchase arrangements through the Master Lease Program; maintains a centralized distribution center to permit bulk purchases for all State departments; performs testing and inspection functions; supervises the disposition of State surplus property.

12. **Property Management and Construction - Construction Management Services.** Pursuant to N.J.S.A. 52:18A, the Division supervises all architectural, engineering design and construction of new facilities, as well as the renovation and rehabilitation of existing facilities; provides technical advice and assistance to all State agencies in preliminary planning, programming, design, layout, and cost estimating; administers construction and professional service contracts associated with building programs; provides for field supervision on State construction projects; ensures that all building programs are completed in accordance with predetermined goals and objectives.

21. **Pensions and Benefits.** Pursuant to N.J.S.A. 52:18A-95 et seq., eligibility determinations are made for those who are required or optionally permitted to participate in the benefit programs. Certifications of membership, rates involving employer and employee contributions, and proper designation of beneficiaries for the several benefit schedules are provided.

Monies are accounted for in members' individual accounts and to the credit of the several systems in the general and subsidiary ledgers. A complete and proper accounting of all disbursements to eligible employers and employees and their beneficiaries is provided. Beginning in fiscal 2007, this program was directly funded from the pension and health benefits funds.

22. **Capital City Redevelopment Corporation.** Pursuant to N.J.S.A. 52:9Q-9 et seq., the Capital City Redevelopment Corporation (CCRC) was created to guide a revitalization effort in the capitol district of downtown Trenton, and to act as a central facilitator of the implementation of the Renaissance Plan.

TREASURY

- 26. Property Management and Construction - Property Management Services.** Disposal of surplus real property and purchase of all real property (exclusive of Department of Transportation's highway and public transportation requirements and the Department of Environmental Protection's "Green Acres" and water supply acquisitions) is a responsibility of the Office of Property Management. In addition, Property Management Services is charged with securing all leased office, warehouse, and other space requirements. Also, Property Management Services provides full maintenance services for 40 State-owned buildings in the Trenton area, including the State Records Storage Center, the Richard J. Hughes Justice Complex, Mary G. Roebing, William Ashby, War Memorial, and the Environmental Protection buildings; also provides renovation and alteration services valued at less than \$39,600. Carries out all related contract administration services, including the processing of change orders, pre-qualification of contractors, public advertising, awarding of bids; prepares and maintains central contract files and all other records, including plans and specifications.
- 37. Risk Management.** Operates to reduce the adverse impact of catastrophic pure loss on State operations and budgets through a combination of risk management and loss prevention techniques. Administers claims against the State and its employees under Title 59, Tort Claims Act, R.S. 34 Workers Compensation statute and various federal statutes and laws. Risk Management also administers claims on behalf of the State against others responsible for damage to the State, its

employees and property.

- 40. Office of Information Technology.** Processes information for a wide variety of department and agency programs including, but not limited to, centralized payroll, budget, revenue, general accounting, pensions, nursing home claims, food stamps, public assistance, institutional patient billings, caseload activities, unemployment compensation, disability insurance, employment and personnel services, engineering services, air monitoring, and criminal justice.
- 41. Automotive Services.** Pursuant to Executive Order No. 33, dated June 7, 1991, the State Central Motor Pool administers central fleet management and maintains and operates central facilities for the repair and storage of State-owned motor vehicles. The pool has legal ownership of the vehicles and prescribes rules for the efficient and economical operation of the fleet. Since the pool is self-supporting, rental fees based on usage are billed to the State using agencies. The revenues collected are used to purchase replacement vehicles and to cover all costs of the pool operation.
- 43. Printing Services.** The Treasury Print Shop operates as a revolving fund. The costs of labor and materials are reimbursed by various agencies including, but not limited to, the Department of the Treasury, the Office of the Chief Executive, the Legislature, and the Department of State.
- 44. Capitol Post Office.** The Capitol Post Office operates as a revolving fund, providing postal services to all State departments.
- 62. State Cafeterias.** Provides food services on a receipt basis and operates as a dedicated fund.

EVALUATION DATA

PROGRAM DATA	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Purchasing and Inventory Management				
Vendor purchases (millions)	\$1,889	\$1,889	\$1,889	\$1,873
Contracts	762	800	800	800
Pensions and Benefits				
Financial Data				
Assets, all funds (thousands)	\$74,679,016	\$78,772,559	\$82,664,289	\$86,789,085
Benefit payments (thousands)	\$9,014,686	\$9,668,196	\$10,690,257	\$11,828,628
Lump sum death benefit payments (thousands)	\$194,851	\$181,207	\$187,725	\$194,791
Member loans outstanding (thousands)	\$1,097,094	\$1,140,602	\$1,133,295	\$1,126,275
Membership, all retirement systems	547,560	554,424	562,882	571,501
Retired members and beneficiaries	218,332	225,407	232,382	239,639
Membership, other systems				
Supplemental annuity	3,956	3,933	3,823	3,716
Health benefits program members	363,435	364,447	367,523	370,631
Health benefits program covered lives	806,328	804,217	805,262	806,309
Prescription drug program members	150,780	151,066	152,546	154,041
Prescription drug program covered lives	373,066	372,042	373,418	374,800
Dental program members	134,505	141,716	149,311	157,315
Dental program covered lives	292,369	305,543	319,322	333,724
Benefit Processing Data				
New enrollments or transfers	64,182	63,579	64,000	65,000
Withdrawals	9,348	11,060	11,000	11,000
Death claims	8,131	8,172	8,400	8,400
New retirements	14,486	13,663	14,000	14,500
Pensions adjustments	7,500	12,800	13,000	13,000
Service purchase requests	15,852	16,526	17,000	17,000
Member loans	113,134	109,500	105,000	101,000

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Client Services				
Telephone inquiries	1,631,207	1,747,043	1,921,747	2,113,921
Interviews	15,026	14,894	16,383	17,693
Correspondence	27,716	41,502	45,651	49,303
Internet inquiries	614,500	790,757	869,832	956,815
Seminars	1,284	971	1,100	1,200
Property Management and Construction - Property Management Services				
Leased facilities	333	342	349	357
Area in square feet (leased facilities)	5,500,000	6,100,000	6,450,000	6,600,000
State-owned space maintained (square feet)	5,919,883	5,919,953	5,915,953	5,915,953

PERSONNEL DATA

Position Data

Filled Positions by Funding Source

State Supported	362	406	354	360
All Other	370	390	371	381
Total Positions	732	796	725	741

Filled Positions by Program Class

Garden State Preservation Trust	2	2	1	1
Purchasing and Inventory Management	123	147	117	120
Pensions and Benefits	337	356	340	347
Capital City Redevelopment Corporation	1	1	1	1
Property Management and Construction	182	189	177	174
Risk Management	57	70	60	66
Capitol Post Office	30	31	29	32
Total Positions	732	796	725	741

Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded. All Other includes positions supported by fees or other dedicated resources previously reported as State Supported.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
DIRECT STATE SERVICES								
Distribution by Fund and Program								
468	---	---	468	238	02	476	476	476
9,518	51	1,252	10,821	10,432				
					09	9,723	9,723	9,723
32,062	9,432	1,730	43,224	32,708	21	---	---	---
14,638	1,039	940	16,617	15,862				
					26	14,172	14,422	14,422
1,957	494	34	2,485	2,440	37	2,647	2,647	2,647
58,643	11,016	3,956	73,615	61,680		27,018 ^(b)	27,268	27,268
Distribution by Fund and Object								
Personal Services:								
37,812	543 ^R	2,303	40,658	40,613		20,860	21,038	21,038
37,812	543	2,303	40,658	40,613		20,860	21,038	21,038
855	---	19	874	867		406	412	412
16,564	---	1,116	17,680	11,638		3,216	2,841	2,841
	25							
2,029	627 ^R	439	3,120	2,827		1,925	2,161	2,161

TREASURY

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recommended	
DIRECT STATE SERVICES									
Special Purpose:									
468	---	---	468	238	Garden State Preservation Trust	02	476	476	476
250	---	---	250	36	Gubernatorial Transition-Governor	09	---	---	---
250	---	---	250	242	Gubernatorial Transition-Governor-Elect	09	---	---	---
100	---	---	100	31	Gubernatorial Inaugural Commission	09	---	---	---
180	---	42	222	221	State Pension System Audit	21	---	---	---
---	9,422	---	9,422	4,736	Re-Engineering of Pension and Health Benefits Computer Systems	21	---	---	---
---	379 ^R	-100	279	---	Real Property Leasing Out Program	26	---	---	---
135	20	137	292	231	Additions, Improvements and Equipment		135	340	340
CAPITAL CONSTRUCTION									
Distribution by Fund and Program									
---	3,578	-42	3,536	---	Property Management and Construction - Property Management Services	26	---	---	---
Total Capital Construction							---	---	---
Distribution by Fund and Object									
Property Management and Construction									
---	1,668	---	3,475	---	Property Management and Construction - Property Management Services	26	---	---	---
---	1,807 ^R	---	---	---	Capital Reinvestment, Renovation and Initiative Fund	26	---	---	---
---	103	-42	61	---	Grand Total State Appropriation		27,018	27,268	27,268
58,643	14,594	3,914	77,151	61,680					
OTHER RELATED APPROPRIATIONS									
All Other Funds									
---	---	---	---	---	Purchasing and Inventory Management	09	49	49	49
---	---	---	---	---	Pensions and Benefits	21	33,482	33,997	33,997
---	83 ^R	---	83	83	Capital City Redevelopment Corporation	22	200	200	200
---	1,125	37	3,898	2,652	Property Management and Construction - Property Management Services	26	3,745	3,745	3,745
---	2,736 ^R	---	---	---	Risk Management	37	500	500	500
---	128	---	185	143	State Cafeterias	62	77	77	77
---	57 ^R	---	---	---	Total All Other Funds		38,053	38,568	38,568
58,643	18,723	3,951	81,317	64,558	GRAND TOTAL ALL FUNDS		65,071	65,836	65,836

Notes -- Direct State Services - General Fund

- (a) Effective in fiscal year 2007, the appropriation for the administrative costs of the Division of Pensions and Benefits is authorized as dedicated revenue in lieu of State appropriations from the General Fund. This change affects the Direct State Services budget for the Division, as well as anticipated revenue in Schedule 1.
- (b) The fiscal year 2007 appropriation has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits Account, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

Language Recommendations -- Direct State Services - General Fund

- There are appropriated, out of receipts derived from service fees billed to political subdivisions for the operating costs of the cooperative purchasing program, such sums as may be necessary to administer and operate the Purchase Bureau program.
- Notwithstanding the provisions of any law or regulation to the contrary, there are appropriated, out of the receipts derived from third party subrogation and service fees billed to authorities for the handling of insurance procurement and risk management services, such sums as may be necessary for the administrative expenses of the Risk Management program.
- Notwithstanding the provisions of section 15 of article 6 of P.L. 1944, c.112 (C.52:27B-67), revenues in excess of the anticipation derived from the sale of surplus State vehicles are available for the replacement of Central Motor Pool temporary assignment vehicles, subject to the approval of the Director of the Division of Budget and Accounting.
- Notwithstanding the provisions of any law or regulation to the contrary, there are appropriated, out of receipts derived from service fees billed to the various State departments for the purpose of travel services, such sums as may be necessary for the administrative expenses of the State Central Motor Pool program.
- The Director of the Division of Budget and Accounting is empowered to transfer or credit to the Capitol Post Office revolving fund any appropriation made to any department for postage costs appropriated or allocated to such departments for their share of costs of the Capitol Post Office.
- The Director of the Division of Budget and Accounting is empowered to transfer or credit to the Print Shop revolving fund any appropriation made to any department for printing costs appropriated or allocated to such departments for their share of costs of the Print Shop and the Office of Printing Control.
- The unexpended balances at the end of the preceding fiscal year in the State cafeteria accounts and receipts obtained from cafeteria operations are appropriated for the improvement and extension of cafeteria services and facilities pursuant to section 2 of P.L.1951, c.312 (C.52:18A-19.6).
- The Director of the Division of Budget and Accounting is empowered to transfer or credit to the Property Management and Construction program classification, from appropriations for construction and improvements, a sufficient sum to pay for the cost of architectural work, superintendence and other expert services in connection with such work.
- From the receipts derived from the sale of real property, such sums are appropriated for the costs incurred in order to preserve and maintain the property's value and condition and for costs incurred in the selling of the real property, including appraisal, survey, advertising, maintenance, security and other costs related to the preservation and disposal, subject to the approval of the Director of the Division of Budget and Accounting.
- Notwithstanding the provisions of any law or regulation to the contrary, there are appropriated out of receipts derived from the pre-qualification service fees billed to contractors, architects, engineers, and professionals sufficient sums for expenses related to the administration of pre-qualification activities undertaken by the Division of Property Management and Construction.
- The unexpended balances at the end of the preceding fiscal year in excess of \$300,000 in the Management of the Department of Environmental Protection Properties account are appropriated for the same purpose.
- Receipts derived from the leasing of State surplus real property are appropriated for the maintenance of leased property subject to the approval of the Director of the Division of Budget and Accounting, provided that a sum not to exceed \$100,000 shall be available for the administrative expenses of the program.
- There are appropriated such additional sums as may be necessary for the purchase of expert witness services related to the State's defense against inverse condemnation claims related to the Department of Environmental Protection's Land Use Regulation program.
- Receipts from employee maintenance charges in excess of \$300,000 are appropriated for maintenance of employee housing and associated relocation costs; provided, however, that a sum not to exceed \$25,000 shall be available for management of the program, the expenditure of which shall be subject to the approval of the Director of the Division of Budget and Accounting.
- There are appropriated out of receipts derived from lease proceeds billed to the occupants of the James J. Howard Marine Science Laboratory, such sums as may be required to operate and maintain the facility and for the payment of interest and/or principal due from the issuance of bonds for this facility.
- Notwithstanding the provisions of any law or regulation to the contrary, an amount not to exceed \$476,000 is transferred from the Garden State Farmland Preservation Trust Fund, the Garden State Green Acres Preservation Trust Fund and the Garden State Historic Preservation Trust Fund to the General Fund in an allocation to be determined by the Garden State Preservation Trust and approved by the Director of the Division of Budget and Accounting and such amount is appropriated to the Garden State Preservation Trust.
- Notwithstanding the provisions of any law or regulation to the contrary, the Departments of the Treasury, Community Affairs, Environmental Protection, and Agriculture will provide such administrative services as are necessary to operate the Garden State Preservation Trust.
- Notwithstanding the provisions of any law or regulation to the contrary, administrative expenses for the various retirement systems and employee benefit programs administered by the Division of Pensions and Benefits are appropriated from the pension and health benefits funds established by law to receive employer contributions or payments or to make benefit payments under the programs, as the case may be, subject to the approval of the Director of the Division of Budget and Accounting. Administrative costs shall include bank service charges, investment services, and any other such costs as are related to the management of the pension and health benefit programs, as the Director of the Division of Budget and Accounting shall determine.
- There is appropriated from the pension and health benefits funds established by law an amount, not to exceed \$12,000,000, for the re-engineering of the pension and health benefits computer systems as referenced in the Division of Pensions and Benefits organizational study.
- The unexpended balance at the end of the preceding fiscal year in the Re-engineering of the Pension and Health Benefits Computer Systems account is appropriated for the same purpose.

TREASURY

Notwithstanding the provisions of any law or regulation to the contrary, there are appropriated from the Capital City Redevelopment Loan and Grant Fund such sums as may be required to provide for expenses, programs, and strategies which will enhance the vitality of the capitol district as a place to live, visit, work and conduct business, subject to the approval of the Director of the Division of Budget and Accounting.

70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL
74. GENERAL GOVERNMENT SERVICES
2026. OFFICE OF ADMINISTRATIVE LAW

OBJECTIVES

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

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

Development of Administrative Procedures (C.52:14B-1 et seq.), regulates and assists State agencies with regard to the preparation and filing of rules and regulations, and establishes standards for the New Jersey Register and the New Jersey Administrative Code.

PROGRAM CLASSIFICATIONS

45. **Adjudication of Administrative Appeals.** Pursuant to C.52:14F-1 et seq. and C.52:14B-10, full-time administrative law judges hold hearings and render decisions to the various agency heads for their acceptance, rejection, or modification within 45 days, or a lesser period where prescribed by law.

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

Judicial Administration creates standards and maintains filing, docketing, record keeping, and decision making systems for

EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
PROGRAM DATA				
Adjudication of Administrative Appeals				
Cases pending as of July 1	4,927	4,829	3,270	2,670
Cases filed	12,606	12,869	12,400	12,400
Cases disposed of	12,704	14,428	13,000	13,000
Cases pending as of June 30	4,829	3,270	2,670	2,070
Cases disposed of per judge	334	380	333	333
PERSONNEL DATA				
Affirmative Action Data				
Male Minority	5	6	6	6
Male Minority %	4.5	5.3	5.6	5.0
Female Minority	32	33	33	33
Female Minority %	28.6	29.2	30.6	27.3
Total Minority	37	39	39	39
Total Minority %	33.1	34.5	31.9	31.9
Position Data				
Filled Positions by Funding Source				
State Supported	102	103	100	111
All Other	10	10	8	10
Total Positions	112	113	108	121
Filled Positions by Program Class				
Adjudication of Administrative Appeals	112	113	108	121
Total Positions	112	113	108	121

Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The budget estimate for fiscal year 2008 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recommended	
DIRECT STATE SERVICES									
Distribution by Fund and Program									
4,855	5,115	-6	9,964	9,109	Adjudication of Administrative Appeals	45	9,449	9,241	9,241
4,855	---	---	4,855	4,855	(From General Fund)		4,702	4,494	4,494
---	5,115	-6	5,109	4,254	(From All Other Funds)		4,747	4,747	4,747
4,855	5,115	-6	9,964	9,109	Total Direct State Services		9,449 (a)	9,241	9,241
---	(5,115)	6	(5,109)	(4,254)	Less: All Other Funds		(4,747)	(4,747)	(4,747)
4,855	---	---	4,855	4,855	Total State Appropriation		4,702	4,494	4,494
Distribution by Fund and Object									
4,277	---	3,791	8,068	7,872	Personal Services:				
---	---	---	---	196	Salaries and Wages		8,471	8,263	8,263
					Employee Benefits		221	221	221
4,277	---	3,791	8,068	8,068	Total Personal Services		8,692	8,484	8,484
35	---	57	92	92	Materials and Supplies		95	95	95
502	---	233	735	735	Services Other Than Personal		581	581	581
35	---	15	50	50	Maintenance and Fixed Charges		75	75	75
6	---	---	6	6	Special Purpose:				
					Affirmative Action and Equal Employment Opportunity	45	6	6	6
---	407				Judicial Hearings Receipts	45	---	---	---
---	3,442 R	-3,331	518	---	Annual Licensing Fee - Office of Administrative Law Publications	45	---	---	---
---	253	-795	78	---	Royalties - Office of Administrative Law Publications	45	---	---	---
---	620 R				Additions, Improvements and Equipment		---	---	---
---	215	-134	259	---	Less: All Other Funds		(4,747)	(4,747)	(4,747)
---	178 R				Grand Total State Appropriation		4,702	4,494	4,494
---	---	158	158	158					
---	(5,115)	6	(5,109)	(4,254)					
4,855	---	---	4,855	4,855					
OTHER RELATED APPROPRIATIONS									
---	5,115	-6	5,109	4,254	Total All Other Funds		4,747	4,747	4,747
4,855	5,115	-6	9,964	9,109	GRAND TOTAL ALL FUNDS		9,449	9,241	9,241

Notes -- Direct State Services - General Fund

(a) The fiscal year 2007 appropriation has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits Account, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.

Language Recommendations -- Direct State Services - General Fund

In addition to the amount hereinabove, such sums as may be received or receivable from any department or non-State fund source for administrative hearing costs or rule-making costs by the Office of Administrative Law and the unexpended balance at the end of the preceding fiscal year of such sums are appropriated, subject to the approval of the Director of the Division of Budget and Accounting. The Director of the Division of Budget and Accounting is empowered to transfer or credit to the Office of Administrative Law any appropriation made to any department for administrative hearing costs which had been appropriated or allocated to such department for its share of such costs.

Receipts derived from annual license fees, payable to the Office of Administrative Law, and the unexpended balance at the end of the preceding fiscal year of such receipts, are appropriated.

Receipts derived from royalties, payable to the Office of Administrative Law, and the unexpended balance at the end of the preceding fiscal year of such receipts, are appropriated.

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70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL 74. GENERAL GOVERNMENT SERVICES 2034. OFFICE OF INFORMATION TECHNOLOGY

OBJECTIVES

1. Provide and maintain the information technology infrastructure of the Executive Branch of State government and all ancillary components, including those of State departments and agencies.
2. Under the direction of the Office of the State Chief Technology Officer, engage in information technology planning, coordination, budgeting, technical architecture, and management and oversight of large information technology initiatives.

PROGRAM CLASSIFICATIONS

40. **Office of Information Technology.** The Office of Information Technology (OIT) operates under the direction of the State Chief Technology Officer and the State Technology Governing Board, pursuant to Executive Order 42 (2006). The OIT processes information for a wide variety of department

and agency programs including, but not limited to, centralized payroll, budget, revenue, general accounting, pensions, nursing home claims, food stamps, public assistance, institutional patient billings, caseload activities, unemployment compensation, disability insurance, employment and personnel services, engineering services, air monitoring, and criminal justice. OIT also has operational responsibility for the State's major data centers and the Garden State Network, a statewide integrated communications network capable of carrying data and voice transmissions. OIT currently maintains three major data centers. Within these major data centers, OIT maintains two IBM mainframes and one Bull mainframe.

65. **Emergency Telecommunication Services.** The Office of Emergency Telecommunication Services supports Enhanced 911 Public Safety Answering Points throughout the State of New Jersey.

EVALUATION DATA

PROGRAM DATA	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Office of Information Technology				
Computer Resources				
Mainframe Environment				
Relative Processing Speed (Mbs per Second)	1,760	1,800	2,300	2,300
Server Environment				
UNIX Environment	244	316	375	425
Other Environments	274	336	400	450
OIT Hosted/Client Supported (Combined)	73	101	150	200
Telecommunications Infrastructure				
Data Network (Garden State Network)				
Router Infrastructure (Central Location)	60	60	50	40
Router Infrastructure (Distributed Locations)	1,835	1,850	1,700	1,500
Client Locations Supported	1,404	1,332	1,332	1,325
Data Lines	2,082	2,353	2,585	2,585
State Access to the Internet (Bandwidth in Mbs per Second)	90	311	1,244	1,244
Access for Local Government				
Drops Supported (SNA Circuits)	3,120	1,860	1,300	1,300
Drops Supported (IP Circuits)	22,764	23,880	24,110	24,110
Voice Network				
Voice Lines Supported	78,821	78,251	77,828	77,500
Voice Devices Supported	94,585	93,901	93,387	93,000
Other				
Cell Phones Supported	10,685	12,571	16,061	20,000
Production Services and User Support				
Transactions				
On-line Transactions (millions)	2,100	2,215	2,200	2,200
Checks Produced (millions)	22	23	23	23
User Support				
User Logon ID's (Mainframe only)	95,000	95,000	80,225	90,425
User Calls to the Help Desk (Network Call Center)	159,426	120,000	120,000	80,000
Applications Development and Maintenance				
Internet, Legacy and Client/Server	425	421	487	487
Under Development	57	51	64	64
Maintenance Mode	368	370	423	423
Geographic Information System				
Applications Under Development	7	10	4	4
Applications in Maintenance Mode	8	15	19	19

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Web Site				
Under Development	85	60	50	60
Maintenance Mode	75	80	70	70
OIT Supported Web Pages (thousands)	260	270	270	270
Page View (millions of hits)	342	425	450	465

Data Management Service Applications

Under Development	29	30	37	30
Maintenance Mode	10	20	29	50
Total Applications	39	50	66	80
Data Warehouse Growth-(Gigabytes)	970	2,250	3,150	4,000

Client Applications Supported

Agriculture	1	1	1	1
Banking and Insurance	14	15	16	16
Community Affairs	28	29	28	28
Corrections	6	6	6	6
Education	4	6	5	5
Environmental Protection	13	13	16	16
Health	23	23	25	25
Human Services	50	50	39	39
Labor	31	33	33	33
Law & Public Safety	35	36	37	37
Personnel	10	15	15	15
Transportation	80	82	87	87
Treasury	119	100	108	108
Other	11	12	14	14
Total	425	421	430	430

PERSONNEL DATA

Position Data

All Other	936	942	912	971
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Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

**APPROPRIATIONS DATA
(thousands of dollars)**

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Total Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended
<u>DIRECT STATE SERVICES</u>								
Distribution by Fund and Program								
---	---	---	---	---	40	109,522	111,262	111,262
---	---	---	---	---	65	19,067	13,817	13,817
---	---	---	---	---		128,589 ^(a)	125,079	125,079
Less:								
---	---	---	---	---		(60,125)	(62,821)	(62,821)
---	---	---	---	---		(60,125)	(62,821)	(62,821)
---	---	---	---	---		68,464	62,258	62,258
Distribution by Fund and Object								
Personal Services:								
---	---	---	---	---		27,260	28,160	28,160
---	---	---	---	---		27,260	28,160	28,160

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Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recommended
DIRECT STATE SERVICES								
---	---	---	---	---		414	414	414
---	---	---	---	---		13,340	15,252	15,252
---	---	---	---	---		83	83	83
Special Purpose:								
---	---	---	---	---				
---	---	---	---	---	40	60,125	62,821	62,821
---	---	---	---	---	40	6,968	3,200	3,200
---	---	---	---	---				
---	---	---	---	---	40	1,000	1,000	1,000
---	---	---	---	---				
---	---	---	---	---	65	17,567	12,567	12,567
---	---	---	---	---				
---	---	---	---	---	65	1,500	1,250	1,250
---	---	---	---	---				
---	---	---	---	---		332	332	332
<i>Less:</i>								
---	---	---	---	---		(60,125)	(62,821)	(62,821)
GRANTS-IN-AID								
Distribution by Fund and Program								
---	---	---	---	---	65	14,925	14,925	14,925
---	---	---	---	---				
---	---	---	---	---		14,925 (a)	14,925	14,925
Distribution by Fund and Object								
Grants:								
---	---	---	---	---	65	14,925	14,925	14,925
CAPITAL CONSTRUCTION								
Distribution by Fund and Program								
---	3,697	3,100	6,797	507	40	6,916	6,500	6,500
---	3,697	3,100	6,797	507		6,916 (a)	6,500	6,500
Distribution by Fund and Object								
Office of Information Technology								
---	---	---	---	---	40	---	3,000	3,000
---	---	---	---	---	40	---	2,000	2,000
---	---	---	---	---	40	---	1,500	1,500
---	3,236	1,400	4,636	284	40	6,500	---	---
---	201	---	201	---	40	---	---	---
---	3	---	3	---	40	---	---	---
---	33	---	33	---	40	---	---	---
---	2	---	2	---	40	---	---	---
---	216	1,700	1,916	223	40	416	---	---
---	6	---	6	---	40	---	---	---
---	3,697	3,100	6,797	507		90,305	83,683	83,683

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recommended
OTHER RELATED APPROPRIATIONS								
Federal Funds								
47 ^S	285	---	332	285				
					Office of Information Technology	40	900	---
47	285	---	332	285	Total Federal Funds		900	---
All Other Funds								
---	2,818	---	2,818	1,947	Office of Information Technology	40	---	---
---	2,818	---	2,818	1,947	Total All Other Funds		---	---
47	6,800	3,100	9,947	2,739	GRAND TOTAL ALL FUNDS		91,205	83,683

Notes -- Direct State Services - General Fund

(a) The fiscal 2007 appropriation has been adjusted for the reallocation of State departmental and interdepartmental appropriations supporting information technology services. The corresponding fiscal 2006 appropriations data is displayed in the departments where appropriated in the Fiscal 2006 Appropriations Act and in the Revolving Fund section.

Language Recommendations -- Direct State Services - General Fund

As a condition to the appropriations made in this act, specifically with regard to the allocation of employees performing information technology infrastructure functions and the establishment of deputy chief technology officers and related staff as authorized in pending legislation, the Office of Information Technology shall identify as soon as practicable following enactment of this act the specific Direct State Services appropriations and positions that should be transferred between various departments and the Office of Information Technology, subject to the approval of the Director of the Division of Budget and Accounting.

There are appropriated such sums for Geographic Information System (GIS) Integration as may be received from federal, county, municipal governments or agencies and nonprofit organizations for orthoimagery and parcel data mapping.

In addition to the \$62,821,000 attributable to OIT Other Resources, there are appropriated such sums as may be received or receivable from any State agency, instrumentality or public authority for Office of Information Technology services furnished thereto and attributable to a change in or the addition of an OIT service level agreement, subject to the approval of the Director of the Division of Budget and Accounting.

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

Grant awards and expenditures supported by the appropriation for Enhanced 911 Grants, including 911 operating assistance or equipment grants, shall be determined in accordance with the recommendations of an efficiency study prepared by the Rutgers University-Heldrich School as well as grant criteria to be jointly developed by the 911 Commission and the Department of Treasury, the purpose of which will be to create incentives for the regional consolidation of 911 call services and public safety answering points. Those grant criteria, the specific requirements of which will be defined by the Office of Emergency Telecommunication Services shall include a requirement that applicants provide information to the Office of Emergency Telecommunication Services on existing budget and staffing resources, including salary and non-salary line items and position titles, as well as equipment and operating performance data related to the existing public safety answering point operations, public safety dispatch and radio communications systems and services.

The unexpended balance at the end of the preceding fiscal year in the Enhanced 911 Grants account is appropriated for the same purpose, subject to the approval of the Director of the Division of Budget and Accounting.

70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL
75. STATE SUBSIDIES AND FINANCIAL AID

PROGRAM CLASSIFICATIONS

- 27. **Other Distributed Taxes.** The State is responsible for the collection of certain insurance taxes, and for distribution of a portion of these taxes to the county in which a domestic insurance company's principal office was situated on January 1. Amounts are determined by increasing the total amount of the franchise tax on domestic insurance companies received by the county in the prior calendar year by the percentage rate of change of all taxes paid by all insurance companies pursuant to C.54:18A-1 et seq. for the current and the immediately preceding tax year.
- 28. **County Boards of Taxation.** A County Board of Taxation (R.S.54:3-1) is established in each county. Each board consists of five members, except in the first-class counties of Bergen, Essex, Hudson, and Union, the second-class county

of Middlesex, and the fifth-class counties of Monmouth and Ocean, where there are seven members. The board hears appeals of taxpayers from local tax assessments, certifies tax duplicates to the collectors, determines local tax rates, prepares county abstracts of ratables, promulgates equalization tables, supervises the activities of assessors, and does related work in the enforcement of local property tax laws.

- 29. **Locally Provided Assistance.** Locally Provided Assistance includes State funds provided for the South Jersey Port Corporation Property Tax and Debt Service Reserve Funds (P.L. 1968, c.60), for county-based solid waste debt assistance, and for the Highlands Protection Fund. The South Jersey Port Corporation Property Tax Reserve Fund was established to make payments-in-lieu-of-taxes (PILOT) to compensate counties and municipalities for any loss of tax

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

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

33. Homestead Exemptions. The Homestead Rebate program was initiated in fiscal 1977. The program provides rebates based on the amount by which property taxes exceed 5% of the taxpayer's income. In fiscal 2008, the Homestead Rebate program is expanded to include homeowners with income up to \$250,000. Homeowners will receive a rebate or credit on property tax bills equivalent to 20% of their property taxes up to \$10,000. Non-senior tenants will receive a maximum rebate of \$350 and senior tenants will receive a 3.9% inflationary increase.

Pursuant to P.L. 1997, c.348, certain senior and disabled residents are eligible for a homestead property tax reimbursement, which provides compensation for increases in property taxes. Qualified residents must have paid property taxes directly, or indirectly through rent, on any homestead used as their principal residence for at least 10 consecutive years. For at least three of these years, the resident must have been the owner of the principal residence for which a property tax reimbursement is being sought.

34. Reimbursement of Senior/Disabled Citizens' and Veterans' Tax Deductions. The State provides each municipality a direct payment in reimbursement of amounts deducted from the local property tax bills of senior citizens, disabled citizens,

and veterans. Based on certifications made annually by county boards of taxation, and confirmed by the Director of the Division of Taxation, payments for the total amount due are made to municipalities on November 1 of each year. Eligible veterans and disabled and senior citizens will receive a \$250 tax deduction; both of these deductions are paid from the Property Tax Relief Fund.

35. Consolidated Police and Firemen's Pension Fund. The Consolidated Police and Firemen's Pension Fund was established in 1952 (R.S.43:16-1 et seq.) to place 212 local police and firemen pension funds on an actuarial basis. The liabilities of these local funds were shared, with two-thirds absorbed by the participating municipalities and one-third by the State. The municipalities' share of the liabilities was satisfied in January 1983. The Fund's Board of Commissioners, which is not currently active, consists of two police representatives, two fire representatives, the State Treasurer, and four persons appointed by the Governor. This is a closed pension fund with no active members and 719 retirees and beneficiaries.

42. Energy Tax Receipts. Prior to January 1998, the State was responsible for collecting the Public Utilities Franchise Tax and the Public Utilities Gross Receipts Tax. Of the funds collected, municipalities annually received a minimum distribution of \$685 million by law based on utility personal property valuations. As of January 1998, the Energy Tax Receipts Property Tax Relief Act (P.L. 1997, c.167) replaced the previous method of distributing these funds to municipalities. This legislation eliminated the gross receipts and franchise taxes levy for certain taxpayers and replaced it with a system centered on the corporation business tax, a sales and use tax, and a temporary transitional energy facility assessment tax. Energy utilities are subject to all three of the replacement taxes. Telecommunications utilities are subject only to the corporation business tax, because they have been collecting and remitting sales and use taxes since 1990. Water and sewer utilities remain subject to the franchise and gross receipts taxes. Pursuant to the new law, receipts generated from the replacement revenues are deposited in the Energy Tax Receipts Property Tax Relief Fund, a special dedicated fund established in the State Treasury. During fiscal 2008, municipalities will receive a State Aid distribution totaling \$920.2 million from this fund.

APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Total Expended	2007 Prog. Class.	2007 Adjusted Approp.	Requested	Recommended
796,488	400,053	---	1,196,541	1,194,334				
796,488	400,053	---	1,196,541	1,194,334				
796,488	400,053	---	1,196,541	1,194,334				
796,488	400,053	---	1,196,541	1,194,334				
					GRANTS-IN-AID			
					Distribution by Fund and Program			
					33	1,183,788	2,404,000	2,404,000
						1,183,788	2,404,000	2,404,000
						1,183,788	2,404,000	2,404,000
						1,183,788	2,404,000	2,404,000

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Year Ending June 30, 2006					Year Ending June 30, 2008					
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recom- mended		
GRANTS-IN-AID										
Distribution by Fund and Object										
Grants:										
566,488			974,488	974,025						
5,000 ^S	400,000	3,000								
						Homestead Property Tax Credits/Rebates for Homeowners (PTRF)	33	931,288	2,000,000	2,000,000
125,000	---	-3,000	122,000	121,262		Homestead Property Tax Rebates for Tenants (PTRF)	33	126,000	251,000	251,000
98,400						Senior and Disabled Citizens' Property Tax Freeze (PTRF)	33	118,900		
1,600 ^S	53	---	100,053	99,047				7,600 ^S	153,000	153,000
STATE AID										
Distribution by Fund and Program										
1,481	---	416	1,897	1,897		County Boards of Taxation	28	2,289	2,289	2,289
79,323	20,694	---	100,017	70,021		Locally Provided Assistance	29	62,656	56,796	56,796
109,000	---	---	109,000	98,981		Reimbursement of Senior/ Disabled Citizens' and Veterans' Tax Deductions	34	99,100	99,100	99,100
109,000	---	---	109,000	98,981		<i>(From Property Tax Relief Fund)</i>		99,100	99,100	99,100
72,878	---	---	72,878	70,750		Consolidated Police and Firemen's Pension Fund	35	93,330	94,262	94,262
43,414	---	---	43,414	43,414		<i>(From General Fund)</i>		61,796	60,535	60,535
29,464	---	---	29,464	27,336		<i>(From Property Tax Relief Fund)</i>		31,534	33,727	33,727
262,682	20,694	416	283,792	241,649		Total State Aid		257,375	252,447	252,447
124,218	20,694	416	145,328	115,332		<i>(From General Fund)</i>		126,741	119,620	119,620
138,464	---	---	138,464	126,317		<i>(From Property Tax Relief Fund)</i>		130,634	132,827	132,827
Distribution by Fund and Object										
State Aid:										
1,481	---	416	1,897	1,897		County Boards of Taxation	28	2,289	2,289	2,289
4,200						South Jersey Port Corporation Debt Service Reserve Fund	29	7,256	7,256	7,256
2,255 ^S	---	---	6,455	6,455		South Jersey Port Corporation Property Tax Reserve Fund	29	2,540	2,540	2,540
2,540	---	---	2,540	2,442		Highlands Protection Fund - Incentive Planning Aid	29	2,650	2,650	2,650
2,650	2,632	-18	5,264	---		Highlands Protection Fund - Regional Master Plan Compliance Aid	29	1,750	1,750	1,750
1,750	1,750	---	3,500	143		Highlands Protection Fund - Watershed Moratorium Offset Aid	29	2,200	2,200	2,200
2,200	---	18	2,218	2,218		Highlands Protection Fund - Highlands Property Tax Stabilization Aid	29	3,600	3,600	3,600
3,600	3,600	---	7,200	---		Highlands Protection Fund - Pinelands Property Tax Stabilization Aid	29	1,800	1,800	1,800
1,800	---	---	1,800	1,800		Solid Waste Management - County Environmental Investment Debt Service Aid	29	40,000	35,000	35,000
57,328	12,712	---	70,040	55,963		Cherry Hill Township - Library Debt Service	29	500	---	---
1,000	---	---	1,000	1,000		West Deptford Township - Diesel Fired Electric Generator	29	200	---	---
---	---	---	---	---		Logan Township - Sidewalk Improvements	29	110	---	---

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Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recommended
---	---	---	---	---	STATE AID			
23,000	---	---	23,000	22,652	29	50	---	---
86,000	---	---	86,000	76,329	34	22,700	22,700	22,700
6,397	---	---	6,397	6,397	34	76,400	76,400	76,400
8,575	---	---	8,575	7,766	35	1,784	523	523
20,889	---	---	20,889	19,570	35	9,379	10,206	10,206
23,700	---	---	23,700	23,700	35	22,155	23,521	23,521
13,317	---	---	13,317	13,317	35	39,001	39,001	39,001
1,059,170	420,747	416	1,480,333	1,435,983		21,011	21,011	21,011
						1,441,163	2,656,447	2,656,447
OTHER RELATED APPROPRIATIONS								
All Other Funds								
---	4,090 ^R	---	4,090	4,090	27	3,363	3,363	3,363
---	788,492 ^R	46,185	834,677	834,677	42	788,492	788,492	788,492
---	792,582	46,185	838,767	838,767		791,855	791,855	791,855
1,059,170	1,213,329	46,601	2,319,100	2,274,750		2,233,018	3,448,302	3,448,302

Language Recommendations -- Grants-In-Aid - Property Tax Relief Fund

From the amount hereinabove appropriated for the Homestead Property Tax Credits/Rebates for Homeowners and the Homestead Property Tax Rebates for Tenants programs, there are appropriated such sums as may be necessary for the administration of those programs, subject to the approval of the Director of the Division of Budget and Accounting.

The amount hereinabove appropriated for the Homestead Property Tax Credits/Rebates for Homeowners program shall be available to pay homestead rebates pursuant to the provisions of section 3 of P.L. 1990, c.61 (C.54:4-8.59) as amended by P.L. 2004, c.40, and by pending legislation. If the amount hereinabove appropriated for the Homestead Property Tax Credits/Rebates for Homeowners program is not sufficient, there is appropriated from the Property Tax Relief Fund such additional sums as may be required for payment of such credits/rebates, subject to the approval of the Director of the Division of Budget and Accounting.

The amount hereinabove appropriated for the Homestead Property Tax Rebates for Tenants program shall be available to pay homestead rebates pursuant to the provisions of section 4 of P.L. 1990, c.61 (C.54:4-8.60), as amended by P.L. 2004, c.40, except that notwithstanding the provisions of that law to the contrary residents who are not 65 years of age or older at the close of the tax year, or residents who are not allowed to claim a personal deduction as a blind or disabled taxpayer pursuant to subsection b. of N.J.S.A. 54A:3-1, are eligible for rebates at the following maximum amounts for tax year 2006: (a) \$350 for residents with gross income of \$20,000 or less for tax year 2006; (b) \$300 for residents with gross income in excess of \$20,000 but not in excess of \$35,000 for tax year 2006; (c) \$200 for residents with gross income in excess of \$35,000 but not in excess of \$50,000; and (d) \$80 for residents with gross income in excess of \$50,000 but not in excess of \$100,000. If the amount hereinabove appropriated for the Homestead Property Tax Rebates for Tenants program is not sufficient, there is appropriated from the Property Tax Relief Fund such additional sums as may be required for payment of such rebates, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of P.L. 1997, c.348 (C.54:4-8.67 et seq.), the amount hereinabove for the Homestead Property Tax Reimbursement (Senior and Disabled Citizens' Property Tax Freeze program), and any additional sum which may be required for this purpose, is appropriated from the Property Tax Relief Fund.

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

Language Recommendations -- State Aid - General Fund

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

The amounts hereinabove for Highlands Protection Fund appropriations are payable from the receipts of the portion of the realty transfer fee directed to be credited to the Highlands Protection Fund and the unexpended balances at the end of the preceding fiscal year in the Highlands Protection Fund accounts are appropriated, subject to the approval of the Director of the Division of Budget and Accounting. Further, the Department of Treasury may transfer funds as necessary between the Highlands Protection Fund - Incentive Planning Aid account, the Highlands Protection Fund - Regional Master Plan Compliance Aid account, and the Highlands Protection Fund - Watershed Moratorium Offset Aid account, subject to the approval of the Director of the Division of Budget and Accounting.

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

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

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

There is appropriated from the Energy Tax Receipts Property Tax Relief Fund the sum of \$788,492,000 and an amount not to exceed \$124,752,000 which is transferred from the Consolidated Municipal Property Tax Relief Aid (PTRF) account and an amount not to exceed \$6,985,000 from the Special Municipal Aid Act account to the fund and shall be allocated to municipalities in accordance with the provisions of subsection b. of section 2 of P.L. 1997, c.167 (C.52:27D-439) except that any sums transferred from the Special Municipal Aid Act account shall be allocated to a municipality in the Special Municipal Aid program. Each municipality that receives an allocation from the amount so transferred from the Consolidated Municipal Property Tax Relief Aid program shall have its allocation from the Consolidated Municipal Property Tax Relief Aid program reduced by the same amount. Of the amount herein appropriated from the Energy Tax Receipts Property Tax Relief Fund, an amount equal to \$25,000,000 shall be allocated to municipalities proportionately based on population, except that Newark and Jersey City shall each receive \$390,000 of the \$25,000,000 and Paterson shall receive \$375,000 of the \$25,000,000.

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

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

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

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

Language Recommendations -- State Aid - Property Tax Relief Fund

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

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

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

TREASURY

70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL

76. MANAGEMENT AND ADMINISTRATION

OBJECTIVES

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

PROGRAM CLASSIFICATIONS

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

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

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

EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
PROGRAM DATA				
Administration and Support Services				
Office of Treasury Technology Data				
Desktop Services				
Personal Computers Supported	1,782	2,199	2,400	2,400
Printers Supported	570	428	450	450
Help Desk Service Requests	6,128	8,150	8,300	8,300
Applications Support				
Applications Maintained	283	355	375	390
Help Desk Service Requests	590	719	700	700
Client Application Service Requests Received	250	201	200	200
Local Area Network Administration				
LAN Servers Supported	92	115	108	110
Users Supported	1,520	1,588	1,800	1,850
Help Desk Service Requests	1,855	1,941	2,000	2,000
LAN Printers Supported	275	285	290	290
Network Switches Supported	201	230	245	245
Network Hubs Supported	5	5	5	5
PERSONNEL DATA				
Affirmative Action Data				
Male Minority	300	282	315	353
Male Minority %	8.0	8.0	8.0	9.0
Female Minority	758	694	787	800
Female Minority %	20.0	18.0	20.0	20.0
Total Minority	1,058	976	1,102	1,153
Total Minority %	28.0	26.0	28.0	29.0
Position Data				
Filled Positions by Funding Source				
State Supported	279	282	266	264
All Other	13	13	13	13
Total Positions	292	295	279	277
Filled Positions by Program Class				
Contract Compliance and Equal Employment Opportunity in Public Contracts	25	26	24	22
Administration and Support Services	267	269	255	255
Total Positions	292	295	279	277

Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recommended
DIRECT STATE SERVICES								
Distribution by Fund and Program								
1,763	1	-50	1,714	1,654				
6,825	1,081	6,732	14,638	14,014	98	1,695	1,695	1,695
					99	10,991	10,991	10,991
8,588	1,082	6,682	16,352	15,668		12,686 (a)	12,686	12,686
Distribution by Fund and Object								
Personal Services:								
6,463	---	5,691	12,154	12,145				
						11,536	11,624	11,624
6,463	---	5,691	12,154	12,145		11,536	11,624	11,624
65	---	69	134	132		65	65	65
1,972	83	-440	1,615	1,435		997	909	909
65	---	84	149	147		65	65	65
Special Purpose:								
23	---	---	23	---				
					99	23	23	23
---	890 ^R	597	1,487	1,046	99	---	---	---
---	109	681	790	763				
GRANTS-IN-AID								
Distribution by Fund and Program								
---	3,368	-2,175	1,193	200				
					99	---	---	---
---	3,368	-2,175	1,193	200		---	---	---
Distribution by Fund and Object								
Grants:								
---	368	-150	218	50	99	---	---	---
---	3,000	-2,400	600	---	99	---	---	---
---	---	15	15	15	99	---	---	---
---	---	15	15	---	99	---	---	---
---	---	5	5	5	99	---	---	---
---	---	200	200	---				
					99	---	---	---
---	---	25	25	25	99	---	---	---
---	---	25	25	25	99	---	---	---
---	---	25	25	25	99	---	---	---
---	---	15	15	15	99	---	---	---
---	---	15	15	15	99	---	---	---
---	---	10	10	---	99	---	---	---
8,588	4,450	4,507	17,545	15,868		12,686	12,686	12,686

TREASURY

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recommended	
144,651	---	---	144,651	144,650	OTHER RELATED APPROPRIATIONS				
						<i>Total Debt Service</i>	363,121	383,608	383,608
						All Other Funds			
	3,190					Administration and Support Services (c)			
---	34,429 ^R	-6,050	31,569	28,369	99	36,208	36,208	36,208	
---	37,619	-6,050	31,569	28,369		36,208	36,208	36,208	
153,239	42,069	-1,543	193,765	188,887		412,015	432,502	432,502	
						GRAND TOTAL ALL FUNDS			

Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits Account, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of Treasury.
- (b) Additional sums in the amount of \$468,000 are provided in the recommended amounts for State departments that receive direct services from the Federal Liaison Office in Washington, D.C.
- (c) Receipts shown hereinabove for the Administration and Support Services program classification include revenues associated with the Drug Abuse Education Fund program that will be transferred to the Departments of Education and Human Services, as well as revenues associated with the Governor's Council on Alcoholism and Drug Abuse program that will be transferred to the Department of Human Services to support related operations and services.

Language Recommendations -- Direct State Services - General Fund

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

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

There are appropriated from revenue to be received from investment earnings of State funds, from fees in connection with the cost of debt issuance and from service fees billed to State authorities, such sums as may be required for public finance activities. The unexpended balance at the end of the preceding fiscal year from such investment earning and service fees is appropriated to the Office of Public Finance.

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

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

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

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

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

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

OBJECTIVES

1. To provide for the realization of the constitutional guarantees of counsel in criminal cases for indigent defendants (C2A:158A-1 et seq.).
2. To provide for the realization of the constitutional guarantees of counsel in Child Abuse and Neglect (N.J.S.A.9:6-8.21 et seq.) and Termination of Parental Right cases (N.J.S.A.30:4C-15 et seq.).

PROGRAM CLASSIFICATIONS

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

this assignment. The court assignment is received and, after indigency review, the case is opened, interviews are scheduled, and an investigation is initiated. The assigned attorney prepares the case and enters into the necessary negotiations, trial, and sentencing proceedings. The enactment of Megan's Law requires the Public Defender to represent indigent offenders in notification hearings. The Intensive Supervision program, operated by the Administrative Office of the Courts, is supported by Public Defender staff at probation violation hearings. The Office of Law Guardian provides representation to children who are the subject of civil child abuse and neglect complaint filed pursuant to N.J.S.A. 9:6-8.21 et seq. and in termination of parental rights proceedings filed pursuant to N.J.S.A. 30:4C-15 et seq. Also, the Office of Parental Representation provides representation to indigent parents charged with a civil child abuse and neglect complaint filed pursuant to N.J.S.A.9:6-8.21 et seq., and in termination of parental rights proceedings filed pursuant to N.J.S.A. 30:4C-15 et seq.

99. **Administration and Support Services.** Provides centralized supervision and policy planning for the Office of the Public Defender. Budgetary policy is provided to allocate resources among the priorities. Administrative support is provided in the areas of personnel, accounting, budgeting, purchasing, statistical evaluation, and a central research unit, library, and motor pool.

EVALUATION DATA

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
PROGRAM DATA				
Appellate Services to Indigents				
Cases open (July 1)	1,977	2,098	2,150	2,130
Added	1,915	1,918	1,918	1,918
Closed	1,794	1,866	1,938	1,938
Open (June 30)	2,098	2,150	2,130	2,110
Backlog (months)	13.1	13.5	13.3	13.2
Excessive Sentence Program Dispositions	737	585	615	615
Briefs filed	987	878	920	920
Dismissals	362	403	403	403
Reversals and modifications	216	302	302	302
Trial Services to Indigents and Special Programs				
Cases open (July 1)	42,793	45,359	54,660	59,660
Added	79,406	81,840	81,840	81,840
Closed	76,840	72,539	76,840	76,840
Open (June 30)	45,359	54,660	59,660	64,660
Backlog (months)	6.9	8.0	8.7	9.5
Parental Representation Unit - Title 9				
Cases open (July 1)	6,859	6,936	7,513	7,677
Added	4,625	5,538	5,538	5,538
Closed	4,548	4,961	5,374	5,693
Open (June 30)	6,936	7,513	7,677	7,522
Parental Representation Unit - Title 30				
Cases open (July 1)	1,532	1,195	1,349	1,100
Added	1,103	943	943	943
Closed	1,440	789	1,192	1,218
Open (June 30)	1,195	1,349	1,100	825

TREASURY

	Actual FY 2005	Actual FY 2006	Revised FY 2007	Budget Estimate FY 2008
Law Guardian - Title 9				
Cases open (July 1)	8,426	8,719	9,980	10,237
Added	6,339	7,360	7,360	7,360
Closed	6,046	6,099	7,103	7,607
Open (June 30)	8,719	9,980	10,237	9,990
Institutional Abuse investigations (DYFS)	157	186	186	186
Law Guardian - Title 30				
Cases open (July 1)	1,980	1,377	1,355	1,283
Added	1,333	1,181	1,181	1,181
Closed	1,936	1,203	1,253	1,578
Open (June 30)	1,377	1,355	1,283	886
Special Hearings Unit - Megan's Law				
Cases open (July 1)	318	298	475	518
Added	353	416	416	416
Closed	373	239	373	373
Open (June 30)	298	475	518	561
Intensive Supervision Program (ISP) Staff				
Cases open (July 1)	198	169	201	233
Added	1,363	1,283	1,283	1,283
Closed	1,392	1,251	1,251	1,251
Open (June 30)	169	201	233	265

PERSONNEL DATA

Affirmative Action Data

Male Minority	118	120	128	128
Male Minority %	12.2	11.6	12.4	11.3
Female Minority	318	331	345	345
Female Minority %	32.9	31.9	33.4	30.6
Total Minority	436	451	473	473
Total Minority %	45.1	43.5	45.8	41.9

Position Data

Filled Positions by Funding Source

State Supported	965	1,034	1,030	1,128
Federal	1	2	2	2
Total Positions	966	1,036	1,032	1,130

Filled Positions by Program Class

Appellate Services to Indigents	67	69	65	71
Trial Services to Indigents and Special Programs	867	934	940	1,028
Administration and Support Services	32	33	27	31
Total Positions	966	1,036	1,032	1,130

Notes:

Actual payroll counts are reported for fiscal years 2005 and 2006 as of December and revised fiscal year 2007 as of January. The Budget Estimate for fiscal year 2008 reflects the number of positions funded.

APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2006					Year Ending June 30, 2008				
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recommended	
DIRECT STATE SERVICES									
Distribution by Fund and Program									
9,147	423	-215	9,355	9,341	06	10,053	10,053	10,053	
84,994	2,720	9,299	97,013	95,405	57	93,180	93,180	93,180	
1,365	10	1,093	2,468	2,445	99	2,515	2,515	2,515	
95,506	3,153	10,177	108,836	107,191		105,748^(a)	105,748	105,748	
Total Direct State Services									

TREASURY

Year Ending June 30, 2006					Year Ending June 30, 2008			
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	Prog. Class.	2007 Adjusted Approp.	Requested	Recommended
DIRECT STATE SERVICES								
Distribution by Fund and Object								
Personal Services:								
53,509	---	1,624	55,133	55,130		60,565	60,565	60,565
---	---	---	---	3		---	---	---
<u>53,509</u>	<u>---</u>	<u>1,624</u>	<u>55,133</u>	<u>55,133</u>		<u>60,565</u>	<u>60,565</u>	<u>60,565</u>
726	36	79	841	801		726	726	726
23,393								
8,306 ^S	1,364	-239	32,824	31,696		22,564	22,564	22,564
548	35	186	769	747		548	548	548
Maintenance and Fixed Charges								
Special Purpose:								
4,722								
1,180 ^S	67	-150	5,819	5,790	57	4,936	4,936	4,936
193	7	-40	160	154	57	210	210	210
1,803	54	-60	1,797	1,777				
					57	1,996	1,996	1,996
---	2	34	36	34	57	---	---	---
---	857	4,222	5,079	4,793	57	9,081	9,081	9,081
838	718	4,478	6,034	5,965	57	4,834	4,834	4,834
---	9	43	52	31	57	---	---	---
64	---	---	64	64	99	64	64	64
224	4	---	228	206		224	224	224
Additions, Improvements and Equipment								
GRANTS-IN-AID								
Distribution by Fund and Program								
16,400	---	---	16,400	16,400	57	16,400	16,400	16,400
<u>16,400</u>	<u>---</u>	<u>---</u>	<u>16,400</u>	<u>16,400</u>		<u>16,400</u>	<u>16,400</u>	<u>16,400</u>
Distribution by Fund and Object								
Grants:								
8,400	---	---	8,400	8,400	57	8,400	8,400	8,400
<u>8,000</u>	<u>---</u>	<u>---</u>	<u>8,000</u>	<u>8,000</u>	57	<u>8,000</u>	<u>8,000</u>	<u>8,000</u>
<u>111,906</u>	<u>3,153</u>	<u>10,177</u>	<u>125,236</u>	<u>123,591</u>		<u>122,148</u>	<u>122,148</u>	<u>122,148</u>
OTHER RELATED APPROPRIATIONS								
Federal Funds								
1,228	95	308	1,631	1,441	57	1,228	1,228	1,228
<u>1,228</u>	<u>95</u>	<u>308</u>	<u>1,631</u>	<u>1,441</u>		<u>1,228</u>	<u>1,228</u>	<u>1,228</u>
<u>113,134</u>	<u>3,248</u>	<u>10,485</u>	<u>126,867</u>	<u>125,032</u>		<u>123,376</u>	<u>123,376</u>	<u>123,376</u>

Notes -- Direct State Services - General Fund

- (a) The fiscal year 2007 appropriation has been adjusted for the allocation of salary program, as well as the reallocation of State appropriations supporting information technology services to the Office of Information Technology within the Department of the Treasury.
- (b) The fiscal year 2006 appropriation reflects a one-time accrual adjustment.

TREASURY

Language Recommendations -- Direct State Services - General Fund

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

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

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

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

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

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

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

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