

## DEPARTMENT OF THE TREASURY

## OVERVIEW

The Department of the Treasury is a complex and multifaceted Department. The mission of the Department encompasses: (1) *Revenue Collection and Generation* which consists of collecting 13 major taxes that are projected to generate State revenue of \$11.9 billion in Fiscal Year 1996 and operating instant and on-line lottery games that are projected to generate \$630 million for aid to education and institutions; (2) *Asset Management* which includes advising the Governor on budgeting State revenues and preparing the State budget; accounting for and distributing revenue to all State departments and monitoring expenditures; preparing the State's financial statements; investing and managing 125 funds with a market value of approximately \$50 billion including the Pension fund and the cash management portfolio; maintaining and preserving the State owned buildings and grounds in the capital complex and other State complexes; developing, implementing and monitoring the integrated State Development and Redevelopment Plan; providing liability, property and health insurance coverage to protect the State's human and physical resources; and buying and selling the State's real property holdings; (3) *Statewide Support Services* which mandates operating, maintaining, designing, and developing computer and telecommunications systems for all State departments; providing pension and health benefit services for over 565,000 public employees (active and retired); purchasing approximately \$1.1 billion worth of goods and services for all State departments, overseeing 5,500 term contracts used by municipalities and school districts; supervising the design, construction, renovation and restoration of State facilities; negotiating and administering 425 leased facilities covering 6.9 million square feet of office and storage space statewide; procuring, maintaining and managing the vehicles in the State motor fleet; purchasing, storing and delivering over \$40 million of food and supplies to State departments, institutions and correctional facilities; handling all mail, both interoffice and U.S. postal service that is being sent or received by State departments and overseeing the printing and graphics services operations of State agencies.

The Department's fiscal year 1996 Direct State Services budget is recommended at \$200.2 million, a reduction of \$8.5 million or 4.1% below the fiscal year 1995 adjusted appropriation of \$208.7 million.

In the General Services Administration, Physical Plant Operation and Maintenance was merged with the Office of Property Management. Coupled with the contracting of janitorial services, the consolidation resulted in a net budget reduction of \$951,000 from the fiscal year 1995 adjusted appropriation of both organizations. By combining these two organizations, the maintenance and the management of leased and owned property would now be consolidated within one organization resulting in more efficient utilization of human and physical resources. The fiscal year 1996 recommendation includes direct state funding for the Travel Services Bureau and the Capital City Redevelopment Corporation, both of which had previously been funded from dedicated revenues. Capital District Marketing represents the State's continued commitment to the capital city of Trenton. Other reductions to the Department were made to divisions' salary and wages line items. Attrition and a continuation of the voluntary furlough program are anticipated to offset these reductions.

The Department of Treasury's budget is a significant source of state aid to New Jersey municipalities. About \$770 million in State Aid is recommended this fiscal year. Included in this total are \$685 million from dedicated taxes, and \$17 million from other revenues, all in the form of direct payments of aid to support municipal programs. In addition, this budget provides \$57.1 million to fully fund local property tax deductions for senior and disabled homeowners and veterans.

This budget also includes \$319 million for continuation of the Homestead Rebate Program in its present abridged form. Senior citizens and disabled persons are eligible for rebates up to \$500, subject to income restrictions. Other households within a more stringent income limit are eligible for a \$90 homeowners' rebate or a \$30 tenants' rebate.

The Casino Control Commission is responsible for the regulation of the operations of the 12 casino hotel complexes in Atlantic City. This includes the licensing of all employees and ancillary companies conducting business with the casino industry. The fiscal year 1996 continuation budget recommendation will provide funding for these activities.

The Board of Public Utilities (BPU) regulates the rates for such essential services as natural gas, electricity, water, sewer, and telecommunications including cable television. The \$19.7 million allocated to the BPU in fiscal year 1995, which is derived entirely from assessments levied against various utilities conducting business within the State, will enable the board to effectively confront such issues as consumer protection, fiber optic communications as well as changes in the energy industry such as the proliferation of co-generation plants and the restructuring of utility rates to encourage energy conservation and competitive pricing to industry as a lure for economic stimulation.

The Office of Student Assistance is charged with administering student assistance programs. These include Tuition Aid Grants (TAG) with funding of \$114.6 million plus up to \$17.5 million in prior year balances. This recommendation will provide approximately 50,000 awards to lower and middle income students to help cover tuition costs at public and independent colleges. The Higher Education Facilities Trust at \$18.8 million and the Equipment Leasing Fund at \$19.3 million, will fund debt service for capital and technological needs at the higher education institutions. The Independent College and University Assistance Act will provide \$20.2 million in aid to the State's independent institutions according to a formula that is linked to the changes in the amount of the State's subsidy of the state college system. The majority of State Aid for county colleges at \$128.6 million directly supports the operational costs of the community colleges.

# TREASURY

## SUMMARY OF APPROPRIATIONS BY PROGRAM (thousands of dollars)

| Year Ending June 30, 1994       |                        |                                    |                    |          | Year Ending<br>June 30, 1996                  |           |                  |
|---------------------------------|------------------------|------------------------------------|--------------------|----------|-----------------------------------------------|-----------|------------------|
| Orig. &<br>(S)Supple-<br>mental | Reapp. &<br>(R)Recpts. | Transfers &<br>(E)Emer-<br>gencies | Total<br>Available | Expended | 1995<br>Adjusted<br>Approp.                   | Requested | Recom-<br>mended |
| 2,744                           | 25                     | -227                               | 2,542              | 2,493    | <b>Higher Educational Services</b>            |           |                  |
|                                 |                        |                                    |                    |          | Student Assistance Programs                   |           |                  |
|                                 |                        |                                    |                    |          | 2,457                                         | 2,338     | 2,338            |
| 2,744                           | 25                     | -227                               | 2,542              | 2,493    | <i>Subtotal</i>                               |           |                  |
|                                 |                        |                                    |                    |          | 2,457                                         | 2,338     | 2,338            |
|                                 |                        |                                    |                    |          | <b>Economic Regulation</b>                    |           |                  |
| 4,530                           | 228                    | —                                  | 4,758              | 4,131    | Ratepayer Advocacy                            |           |                  |
|                                 |                        |                                    |                    |          | 3,517                                         | 3,517     | 3,517            |
| 5,330                           | 694                    | 123                                | 6,147              | 5,432    | Utility Regulation                            |           |                  |
|                                 |                        |                                    |                    |          | 5,818                                         | 5,818     | 5,818            |
| 1,269                           | 315                    | 33                                 | 1,617              | 1,288    | Regulation of Cable Television                |           |                  |
|                                 |                        |                                    |                    |          | 1,397                                         | 1,397     | 1,397            |
| 2,814                           | 286                    | 51                                 | 3,151              | 2,911    | Regulatory Support Services                   |           |                  |
|                                 |                        |                                    |                    |          | 3,100                                         | 3,100     | 3,100            |
| 5,514                           | 1,144                  | -873                               | 5,785              | 4,913    | Management and Administrative<br>Services     |           |                  |
|                                 |                        |                                    |                    |          | 5,880                                         | 5,880     | 5,880            |
| 19,457                          | 2,667                  | -666                               | 21,458             | 18,675   | <i>Subtotal</i>                               |           |                  |
|                                 |                        |                                    |                    |          | 19,712                                        | 19,712    | 19,712           |
|                                 |                        |                                    |                    |          | <b>Governmental Review and Oversight</b>      |           |                  |
| 714                             | 5                      | 244                                | 963                | 955      | Office of State Planning                      |           |                  |
|                                 |                        |                                    |                    |          | 1,394                                         | 1,255     | 1,255            |
| 7,365                           | 2                      | 314                                | 7,681              | 7,656    | Budget, Management and Planning               |           |                  |
|                                 |                        |                                    |                    |          | 7,741                                         | 6,851     | 6,851            |
| 9,478                           | 5,699                  | 773                                | 15,950             | 15,209   | Accounting and Financial Reporting            |           |                  |
|                                 |                        |                                    |                    |          | 11,295                                        | 10,215    | 10,215           |
| 17,557                          | 5,706                  | 1,331                              | 24,594             | 23,820   | <i>Subtotal</i>                               |           |                  |
|                                 |                        |                                    |                    |          | 20,430                                        | 18,321    | 18,321           |
|                                 |                        |                                    |                    |          | <b>Financial Administration</b>               |           |                  |
| 83,475                          | 64                     | -2,092                             | 81,447             | 81,076   | Tax Collection Services and<br>Administration |           |                  |
|                                 |                        |                                    |                    |          | 83,884                                        | 81,045    | 81,045           |
| 18,438                          | 390                    | -422                               | 18,406             | 18,394   | Administration of State Lottery               |           |                  |
|                                 |                        |                                    |                    |          | 20,930                                        | 19,730    | 19,730           |
| 4,062                           | 41                     | -48                                | 4,055              | 4,030    | Management of State Investments               |           |                  |
|                                 |                        |                                    |                    |          | 4,097                                         | 4,097     | 4,097            |
| 105,975                         | 495                    | -2,562                             | 103,908            | 103,500  | <i>Subtotal</i>                               |           |                  |
|                                 |                        |                                    |                    |          | 108,911                                       | 104,872   | 104,872          |
|                                 |                        |                                    |                    |          | <b>General Government Services</b>            |           |                  |
| 5,390                           | 143                    | 1,123                              | 6,656              | 6,348    | Purchasing and Inventory Management           |           |                  |
|                                 |                        |                                    |                    |          | 5,403                                         | 5,069     | 5,069            |
| 23,248                          | —                      | 125                                | 23,373             | 23,131   | Pensions and Benefits                         |           |                  |
|                                 |                        |                                    |                    |          | 25,227                                        | 24,922    | 24,922           |
| —                               | 406                    | —                                  | 406                | 344      | Capital City Redevelopment<br>Corporation     |           |                  |
|                                 |                        |                                    |                    |          | 401                                           | 441       | 441              |
| 13,540                          | 301                    | -36                                | 13,805             | 13,683   | Property Management Services                  |           |                  |
|                                 |                        |                                    |                    |          | 12,893                                        | 11,942    | 11,942           |
| 1,934                           | 140                    | -113                               | 1,961              | 1,844    | Risk Management                               |           |                  |
|                                 |                        |                                    |                    |          | 2,037                                         | 1,834     | 1,834            |
| —                               | 175                    | —                                  | 175                | 103      | Travel Services                               |           |                  |
|                                 |                        |                                    |                    |          | 141                                           | 151       | 151              |
| 44,112                          | 1,165                  | 1,099                              | 46,376             | 45,453   | <i>Subtotal</i>                               |           |                  |
|                                 |                        |                                    |                    |          | 46,102                                        | 44,359    | 44,359           |
|                                 |                        |                                    |                    |          | <b>Management and Administration</b>          |           |                  |
| 912                             | 1                      | -15                                | 898                | 885      | Public Contracts Affirmative Action<br>Office |           |                  |
|                                 |                        |                                    |                    |          | 998                                           | 998       | 998              |
| 3,875                           | 50                     | 1,543                              | 5,468              | 5,299    | Management and Administrative<br>Services     |           |                  |
|                                 |                        |                                    |                    |          | 10,079                                        | 9,622     | 9,622            |
| 4,787                           | 51                     | 1,528                              | 6,366              | 6,184    | <i>Subtotal</i>                               |           |                  |
|                                 |                        |                                    |                    |          | 11,077                                        | 10,620    | 10,620           |
| 194,632                         | 10,109                 | 503                                | 205,244            | 200,125  | <b>Total Appropriation</b>                    |           |                  |
|                                 |                        |                                    |                    |          | 208,689                                       | 200,222   | 200,222          |

## 30. EDUCATIONAL, CULTURAL AND INTELLECTUAL DEVELOPMENT

## 36. HIGHER EDUCATIONAL SERVICES

## OBJECTIVES

1. Assist in ensuring that access to an affordable college education is maintained for all eligible New Jersey students.
2. Provide efficient delivery of Tuition Aid Grants and Scholarship Program awards to qualifying New Jersey students.
3. Guarantee federal student loans for New Jersey students attending both institutions in-state and out-of-state as well as to non-resident students attending school in New Jersey.
4. Provide supplementary student loan assistance to New Jersey resident students and their families through the New Jersey Loans to Assist State Students (NJCLASS) Program.
5. Provide policy leadership in the area of student financial aid.
6. Act as information clearinghouse for state and federal program and regulatory issues.
7. Maintain federal and state program fiscal records.

## PROGRAM CLASSIFICATIONS

46. **Student Assistance Programs.** The Office of Student Assistance (OSA) was created 'in but not of' the Department of the Treasury by the Higher Education Restructuring Act of 1994 (P.L. 1994, c.48) and charged with administering the student assistance programs established under the Student Assistance Board and the Higher Education Assistance Authority as well as other student assistance programs as determined by law. The Governor appoints the Executive Director of the OSA who acts as the appointing authority and is responsible for the operations of all student assistance programs. The Executive Director also regularly consults with the Commission on Higher Education concerning student assistance matters.

"Student Assistance Programs" includes all student financial assistance programs for eligible residents of the State that are administered under the Executive Director, Office of Student Assistance, and the administrative costs of these financial aid programs. Administrative funds cover all program operations, including computing, printing, mailing, research, and personnel costs.

Tuition Aid Grants (TAG) are awarded under the New Jersey Higher Education Tuition Aid Act, NJS18A:71-41, to all eligible New Jersey residents attending public and independent colleges and universities in New Jersey. Awards for fiscal year 1996 are estimated to range from \$600 to full tuition in the public sector or \$5,560 in the independent sector. Award size decreases as family ability to pay increases. Ability to pay is determined by a national need analysis system adjusted to meet New Jersey needs, maintained and administered based on responses to the Free Application for Federal Student Aid (FAFSA). The TAG program is the broad-based State student assistance program which provides for coordination with federal aid programs. As such, a TAG grant may be held in conjunction with a federal award, an Educational Opportunity Fund (EOF) grant, or State scholarship award.

Part-time TAG awards are available to students with special needs through the Part-time TAG for EOF students.

State scholarships are awarded under the Garden State Scholarship Act of 1977, NJS18A:71-26.1, to academically meritorious students by participating New Jersey institutions of higher education under State guidelines. Awards under the Garden State Scholarship, Edward J. Bloustein Distinguished Scholars and Urban Scholars programs range up to \$1,000 per year. No awards are available for use outside of New Jersey. Awards are renewable annually, based on continued good academic standing and financial need.

Public Tuition Benefits Program (NJS18A:71-72) provides for the State to pay the tuition of the surviving spouse or child of a fireman, policeman, or first aid rescue squad worker killed in the line of duty. Benefits received under this program are equal to the cost of tuition at public institutions, or equal to the highest level of tuition charged at public institutions for recipients in attendance at independent institutions.

Minority Academic Careers Program (NJS18A:72F-1 and NJS18A:72M-1) promotes increased numbers of minority faculty at New Jersey institutions by providing up to \$40,000 in loan redemptions for eligible participants who complete their terminal degree and teach at a New Jersey college or university. The undergraduate component of the program seeks to encourage minority students to pursue an academic career path. Faculty advisors are assigned to participating students and the students are eligible for a \$2,000 stipend during their senior year of undergraduate study.

Schools of Professional Nursing (NJS18A:64F-3 et seq.) provides aid to schools of professional nursing up to the limit of \$600 per New Jersey student. Four-year baccalaureate, associate degree and certificate programs approved by the New Jersey Board of Nursing are eligible for State support.

Veterinary Medicine Education Program (NJS18A:63A-1 et seq.) The Office of Student Assistance is authorized to enter into contracts with out-of-state schools for the admission of New Jersey students since the State does not have any veterinary medicine programs.

Within OSA, the Higher Education Assistance Authority (NJHEAA), NJS18A:72-1 et seq., administers State loan programs and federally regulated programs providing for the guarantee or insuring of loans made by banks, savings and loan associations, credit unions, or other qualified lenders to qualified persons for the purpose of assisting them to meet the cost of post-secondary education. Various loans are available through the Federal Family Education Loan Program. Loan amounts available for eligible students vary depending upon financial need, grade level, program length, and aggregate borrowing limits. Federal interest subsidies are available to certain eligible students. Parent borrowers with no adverse credit history may borrow up to the cost of education minus aid, with no limit to the aggregate amount borrowed. In addition, the NJHEAA also offers consolidated loans which combine the outstanding loan payments from certain previously disbursed federal guaranteed loans.

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A legislatively mandated reserve requirement (NJS18A:72-17) necessitates that the reserve fund shall not be less than either the amount required to acquire defaulted loans during the current fiscal year, or the encumbered reserves required to be maintained on all approved loans outstanding that were approved prior to the effective date of the act, whichever is greater. Federal mandates also require that guarantee agencies maintain minimum reserve levels as part of the agency's guaranty agreement. Additionally, federal regulations restrict the use of any reserve funds to purposes directly associated with the administration of the federal student loan programs as defined within those regulations.

The New Jersey College Loans to Assist State Students (NJCLASS) loan program (NJS18A:72-34-42 et seq.) is a program of the NJHEAA established to supplement aid available for New Jersey undergraduate and graduate students. The program is funded from the proceeds of tax exempt bonds issued by the NJHEAA. Under the NJCLASS loan program, the NJHEAA makes student loans to eligible borrowers from the proceeds of the bonds. The NJHEAA reviews all applications to determine the applicants ability to repay the loan and acts as the servicer of student loans after disbursement. The interest rate paid by borrowers is fixed and will vary with each bond issue in relation to bond market conditions. There is no restriction on family income. The amount borrowed may not exceed a student's estimated cost of attendance minus all other financial assistance received by the student for the academic period for which the loan is intended.

47. **Support to Independent Institutions** The Independent College and University Assistance Act (NJS18A:72B-15 et seq.) provides financial assistance to New Jersey's independent institutions and assures that these valuable segments of the State's system of higher education will continue to provide educational opportunities for New Jersey citizens. The salient feature of this Act is that it will adjust appropriations to independent institutions in proportion to changes in the State subsidy for the State colleges.

48. **Aid to County Colleges** (NJS18A:64A-1 et seq.) The New Jersey system of county community colleges was established by statute in 1962, and the first county colleges were opened four years later in Atlantic, Cumberland, Middlesex, and Ocean counties. Today there are 19 institutions offering community college services: one county community college in each of 18 counties, and a bi-county college serving Somerset and Hunterdon counties. They enroll more than 136,000 full-time and part-time students a year and provide access to higher education for a broad range of people who would otherwise be denied the advantages associated with a college education.

State aid is provided to the county colleges for operational costs and is based upon the colleges' educational and general expenditures (E&G) two years prior to the budget year. Appropriated amounts are distributed to the county colleges by the State in consultation with the Council of County Colleges according to a formula that includes categorical support and differential funding based on program costs. Aid in amounts not to exceed one-half the costs may also be provided for capital projects.

## EVALUATION DATA

| PROGRAM DATA                                | Actual<br>FY 1993 | Actual<br>FY 1994 | Revised<br>FY 1995 | Budget<br>Estimate<br>FY 1996 |
|---------------------------------------------|-------------------|-------------------|--------------------|-------------------------------|
| <b>Student Assistance Programs</b>          |                   |                   |                    |                               |
| Schools of professional nursing aided ..... | 23                | 22                | 22                 | 22                            |
| Student enrollment .....                    | 2,267             | 2,236             | 2,284              | 2,284                         |
| <b>Veterinary Medical Education Program</b> |                   |                   |                    |                               |
| Student enrollment .....                    | 96                | 92                | 90                 | 86                            |
| Schools with contracts .....                | 4                 | 4                 | 4                  | 4                             |
| <b>Optometric Education Program</b>         |                   |                   |                    |                               |
| Student enrollment .....                    | 20                | 4                 | —                  | —                             |
| Schools with contracts .....                | 2                 | 1                 | —                  | —                             |
| Graduate fellowships (a) .....              | 16                | —                 | —                  | —                             |
| Graduate fellowships (Value) .....          | \$108,000         | —                 | —                  | —                             |
| Garden State Scholarships (a) .....         | 4,485             | 4,264             | 4,181              | 4,880                         |
| Garden State Scholarships (Value) .....     | \$2,202,177       | \$2,054,763       | \$2,062,933        | \$2,440,000                   |
| <b>Edward J. Bloustein Distinguished</b>    |                   |                   |                    |                               |
| Scholars (a) .....                          | 3,869             | 3,943             | 3,959              | 4,070                         |
| <b>Edward J. Bloustein Distinguished</b>    |                   |                   |                    |                               |
| Scholars (Value) .....                      | \$3,795,602       | \$3,829,426       | \$3,920,500        | \$4,070,000                   |
| Public tuition benefits (a) .....           | 19                | 16                | 40                 | 40                            |
| Public tuition benefits (Value) .....       | \$32,030          | \$32,591          | \$65,000           | \$65,000                      |
| Urban Scholars (a) .....                    | 1,761             | 1,996             | 2,212              | 2,370                         |
| Urban Scholars (Value) .....                | \$1,680,325       | \$1,886,270       | \$2,172,200        | \$2,370,000                   |
| <b>Part-time tuition aid grants for</b>     |                   |                   |                    |                               |
| <b>Educational Opportunity Fund</b>         |                   |                   |                    |                               |
| Students .....                              | 350               | 350               | 350                | 350                           |
| <b>Part-time tuition aid grants for</b>     |                   |                   |                    |                               |
| <b>Educational Opportunity Fund</b>         |                   |                   |                    |                               |
| Students (Value) .....                      | \$400,000         | \$400,000         | \$415,000          | \$400,000                     |
| Tuition aid grants (b) .....                | 50,275            | 48,839            | 49,680             | 50,508                        |

|                                                                | Actual<br>FY 1993 | Actual<br>FY 1994 | Revised<br>FY 1995 | Budget<br>Estimate<br>FY 1996 |
|----------------------------------------------------------------|-------------------|-------------------|--------------------|-------------------------------|
| Tuition aid grants (Value) .....                               | \$99,776,116      | \$108,985,783     | \$119,700,000      | \$133,330,000                 |
| County Colleges .....                                          | 14,853            | 14,702            | 15,000             | 14,499                        |
| County Colleges (Value) .....                                  | \$15,497,175      | \$17,151,305      | \$19,000,000       | \$20,535,000                  |
| State Colleges .....                                           | 13,801            | 13,086            | 13,240             | 13,599                        |
| State Colleges (Value) .....                                   | \$22,033,993      | \$22,994,045      | \$25,100,000       | \$27,858,000                  |
| Rutgers/NJIT/UMDNJ .....                                       | 11,587            | 11,030            | 11,040             | 11,330                        |
| Rutgers/NJIT/UMDNJ (Value) .....                               | \$28,331,185      | \$30,640,639      | \$32,800,000       | \$36,011,000                  |
| Independent colleges .....                                     | 10,034            | 10,021            | 10,400             | 11,080                        |
| Independent colleges (Value) .....                             | \$33,913,763      | \$38,199,794      | \$42,800,000       | \$48,926,000                  |
| Total awards- All programs (c) .....                           | 60,775            | 59,408            | 60,422             | 62,218                        |
| Total awards- All programs (Value) .....                       | \$107,994,250     | \$117,188,833     | \$128,335,633      | \$142,675,000                 |
| Guaranteed Student Loan Program                                |                   |                   |                    |                               |
| Loans outstanding—June 30 .....                                | 803,032           | 791,299           | 804,448            | 809,867                       |
| Loans outstanding—June 30 (Value) .....                        | \$2,188,959,839   | \$2,200,476,425   | \$2,236,364,314    | \$2,267,628,763               |
| Parent Loans for Undergraduate<br>Students                     |                   |                   |                    |                               |
| Loans Outstanding—June 30 .....                                | 54,324            | 63,727            | 57,229             | 51,394                        |
| Loans Outstanding—June 30 (Value) .....                        | \$244,397,362     | \$303,274,781     | \$272,353,921      | \$244,585,646                 |
| New Jersey College Loans to Assist State<br>Students (NJCLASS) |                   |                   |                    |                               |
| Loans Outstanding—June 30 .....                                | 8,948             | 11,191            | 13,330             | 15,480                        |
| Loans Outstanding—June 30 (Value) .....                        | \$40,569,203      | \$52,425,331      | \$63,025,331       | \$73,525,331                  |

**PERSONNEL DATA**

**Affirmative Action Data**

|                         |   |   |      |      |
|-------------------------|---|---|------|------|
| Male Minority .....     | — | — | 13   | 13   |
| Male Minority % .....   | — | — | 23.0 | 23.0 |
| Female Minority .....   | — | — | 29   | 29   |
| Female Minority % ..... | — | — | 20.0 | 20.0 |
| Total Minority .....    | — | — | 42   | 42   |
| Total Minority % .....  | — | — | 21.0 | 21.0 |

**Position Data**

**Filled Positions by Funding Source**

|                       |     |     |     |     |
|-----------------------|-----|-----|-----|-----|
| State Supported ..... | 42  | 34  | 31  | 31  |
| Federal .....         | 139 | 145 | 154 | 171 |
| All Other .....       | 6   | 15  | 12  | 12  |
| Total Positions ..... | 187 | 194 | 197 | 214 |

**Filled Positions by Program Class**

|                                   |     |     |     |     |
|-----------------------------------|-----|-----|-----|-----|
| Student Assistance Programs ..... | 187 | 194 | 197 | 214 |
| Total Positions .....             | 187 | 194 | 197 | 214 |

Notes: Student Assistance Programs expenditure and award recipients data for fiscal year 1993 and fiscal year 1994 represent actual counts as of November 1994. Further payments and adjustments are anticipated as institutional payments and reconciliation reports are processed. Expenditure estimates for fiscal year 1995 are based upon appropriation levels and current enrollment information as of November 1994.

Actual fiscal years 1993 and 1994 and Revised fiscal year 1995 position data reflect actual payroll counts. The Budget Estimate for fiscal year 1996 reflects the number of positions funded.

(a) Programs funded partially or totally through a transfer of funds.

(b) Includes funds received under the federal State Student Incentive Grant (SSIG) Program.

(c) Totals include all programs; students may be counted more than once if they are receiving aid from more than one program.

**APPROPRIATIONS DATA**  
(thousands of dollars)

| Year Ending June 30, 1994       |                        |                                    |                    |          | Year Ending<br>June 30, 1996   |                             |                      |                  |
|---------------------------------|------------------------|------------------------------------|--------------------|----------|--------------------------------|-----------------------------|----------------------|------------------|
| Orig. &<br>(S)Supple-<br>mental | Reapp. &<br>(R)Recpts. | Transfers &<br>(E)Emer-<br>gencies | Total<br>Available | Expended | Prog.<br>Class.                | 1995<br>Adjusted<br>Approp. | Requested            | Recom-<br>mended |
| 2,744                           | 25                     | -227                               | 2,542              | 2,493    | <b>Distribution by Program</b> |                             |                      |                  |
| 2,744                           | 25                     | -227                               | 2,542              | 2,493    | Student Assistance Programs    | 46                          | 2,457                | 2,338            |
|                                 |                        |                                    |                    |          | <b>Total Appropriation</b>     |                             | 2,457 <sup>(a)</sup> | 2,338            |
|                                 |                        |                                    |                    |          |                                |                             |                      | 2,338            |

# TREASURY

| Year Ending June 30, 1994           |                      |                             |                 |              | Year Ending June 30, 1996                                   |                       |              |              |
|-------------------------------------|----------------------|-----------------------------|-----------------|--------------|-------------------------------------------------------------|-----------------------|--------------|--------------|
| Orig. & (S) Supplemental            | Reapp. & (R) Recpts. | Transfers & (E) Emergencies | Total Available | Expended     | Prog. Class.                                                | 1995 Adjusted Approp. | Requested    | Recommended  |
| <b>Distribution by Object</b>       |                      |                             |                 |              |                                                             |                       |              |              |
| <b>Personal Services:</b>           |                      |                             |                 |              |                                                             |                       |              |              |
| <u>1,380</u>                        | <u>—</u>             | <u>56</u>                   | <u>1,436</u>    | <u>1,435</u> |                                                             | <u>1,486</u>          | <u>1,367</u> | <u>1,367</u> |
| 1,380                               | —                    | 56                          | 1,436           | 1,435        |                                                             | 1,486                 | 1,367        | 1,367        |
| 116                                 | —                    | -67                         | 49              | 42           | Salaries and Wages                                          | 45                    | 45           | 45           |
| 808                                 | —                    | -311                        | 497             | 497          | Total Personal Services                                     | 796                   | 796          | 796          |
| 15                                  | —                    | 11                          | 26              | 26           | Materials and Supplies                                      | 26                    | 26           | 26           |
| —                                   | —                    | 87                          | 87              | 87           | Services Other Than Personal                                |                       |              |              |
| 400                                 | —                    | —                           | 400             | 400          | Maintenance and Fixed Charges                               |                       |              |              |
| 400                                 | —                    | 87                          | 487             | 487          | Special Purpose:                                            |                       |              |              |
| 25                                  | 25                   | -3                          | 47              | 6            | Servicing of Governor's Teachers Scholarship Loans          | 46                    | 83           | 83           |
|                                     |                      |                             |                 |              | New Jersey College Loans to Assist State Students (NJCLASS) | 46                    | —            | —            |
|                                     |                      |                             |                 |              | Total Special Purpose                                       | 83                    | 83           | 83           |
|                                     |                      |                             |                 |              | Additions, Improvements and Equipment                       | 21                    | 21           | 21           |
| <b>OTHER RELATED APPROPRIATIONS</b> |                      |                             |                 |              |                                                             |                       |              |              |
| 184,778                             | 8,811                | -26,641                     | 166,948         | 144,735      | Total Grants-in-Aid                                         | 160,690               | 202,492      | 187,923      |
| 114,144                             | —                    | 8,931                       | 123,075         | 120,316      | Total State Aid                                             | 123,200               | 139,923      | 128,609      |
| 5,050                               | —                    | —                           | 5,050           | —            | Total Capital Construction                                  | —                     | —            | —            |
| 306,716                             | 8,836                | -17,937                     | 297,615         | 267,544      | Total General Fund                                          | 286,347               | 344,753      | 318,870      |
| <b>Federal Funds</b>                |                      |                             |                 |              |                                                             |                       |              |              |
| 19,487                              | —                    | —                           | 19,499          | 13,018       | Student Assistance Programs                                 | 46                    | 14,469       | 14,581       |
| 12 <sup>S</sup>                     | —                    | —                           | 19,499          | 13,018       | Total Federal Funds                                         | 14,469                | 14,581       | 14,581       |
| 19,499                              | —                    | —                           | 19,499          | 13,018       |                                                             |                       |              |              |
| <b>All Other Funds</b>              |                      |                             |                 |              |                                                             |                       |              |              |
| —                                   | 3,463                | 458                         | 5,165           | 1,107        | Student Assistance Programs                                 | 46                    | 3,685        | 2,368        |
| —                                   | 1,244 <sup>R</sup>   | 1,000                       | 1,000           | 1,000        | Health Policy and Research                                  | 52                    | 1,000        | 1,000        |
| —                                   | 4,707                | 1,458                       | 6,165           | 2,107        | Total All Other Funds                                       | 4,685                 | 3,368        | 3,368        |
| 326,215                             | 13,543               | -16,479                     | 323,279         | 282,669      | GRAND TOTAL                                                 | 305,501               | 362,702      | 336,819      |

Notes: (a) The fiscal year 1995 appropriation has been adjusted for the allocation of the salary program, and has been reduced to reflect the transfer of funds to the Salary and Other Benefit accounts.

It is recommended that of the amount hereinabove 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 first be charged to the State Lottery Fund.

## 50. ECONOMIC PLANNING, DEVELOPMENT AND SECURITY

### 52. ECONOMIC REGULATION

#### OBJECTIVES

- To ensure that 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 available 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, 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.

6. To provide adequate, economical and efficient cable television service, with a degree of uniform operation, and the protection of the municipality in the franchise process. In addition, the Board will seek to ensure the responsiveness of cable operators to subscriber's complaints and needs, and the availability of competitively priced alternative television program packaging.

**PROGRAM CLASSIFICATIONS**

53. **Division of the Ratepayer Advocate.** Pursuant to N.J.S.A. 52:27E-50 et seq., the responsibilities of the Division of the Ratepayer Advocate are to represent the interests of New Jersey ratepayers before regulatory and legal tribunals and decision making bodies, establishing rates and State policies for the delivery of essential regulated services including gas, electric, telephone, water and sewer and cable television. The division is also responsible for the oversight and accounting of revenues received as statutory assessments from regulated utilities and the oversight of its expenditures.

54. **Utility Regulation.** The Board of Regulatory Commissioners controls, through its rate approval process, the charges paid by the public for gas, electric, water, sewer, telephone, telegraph, and pipeline 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 which 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.

55. **Regulation of Cable Television.** Assists local jurisdictions in preparing legislation, franchise agreements and consents; 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.

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

**EVALUATION DATA**

|                                       | Actual<br>FY 1993 | Actual<br>FY 1994 | Revised<br>FY 1995 | Budget<br>Estimate<br>FY 1996 |
|---------------------------------------|-------------------|-------------------|--------------------|-------------------------------|
| <b>PROGRAM DATA</b>                   |                   |                   |                    |                               |
| <b>Utility Regulation</b>             |                   |                   |                    |                               |
| Utilities Regulated                   |                   |                   |                    |                               |
| Electric .....                        | 5                 | 5                 | 5                  | 5                             |
| Gas .....                             | 5                 | 5                 | 5                  | 5                             |
| Telephone and telegraph .....         | 20                | 20                | 26                 | 26                            |
| Water and sewer .....                 | 95                | 88                | 86                 | 86                            |
| Municipal water companies .....       | 171               | 171               | 171                | 171                           |
| Cases Pending June 30                 |                   |                   |                    |                               |
| Cable TV .....                        | 135               | 110               | 313                | 313                           |
| Electric .....                        | 104               | 87                | 99                 | 99                            |
| Gas .....                             | 69                | 43                | 55                 | 55                            |
| Telephone .....                       | 53                | 65                | 81                 | 81                            |
| Water and sewer .....                 | 100               | 86                | 76                 | 76                            |
| <b>Regulation of Cable Television</b> |                   |                   |                    |                               |
| Cable television systems .....        | 48                | 49                | 49                 | 49                            |
| Cable television subscribers .....    | 2,074,650         | 2,157,636         | 2,157,636          | 2,157,636                     |

# TREASURY

|                                              | Actual<br>FY 1993 | Actual<br>FY 1994 | Revised<br>FY 1995 | Budget<br>Estimate<br>FY 1996 |
|----------------------------------------------|-------------------|-------------------|--------------------|-------------------------------|
| <b>PERSONNEL DATA</b>                        |                   |                   |                    |                               |
| <b>Position Data</b>                         |                   |                   |                    |                               |
| Filled Positions by Funding Source           |                   |                   |                    |                               |
| State Supported .....                        | 244               | 255               | 282                | 291                           |
| Federal .....                                | 19                | 20                | 18                 | 18                            |
| All Other .....                              | —                 | —                 | 4                  | 4                             |
| Total Positions .....                        | 263               | 275               | 304                | 313                           |
| Filled Positions by Program Class            |                   |                   |                    |                               |
| Ratepayer Advocate .....                     | 30                | 27                | 21                 | 29                            |
| Utility Regulation .....                     | 99                | 102               | 103                | 103                           |
| Regulation of Cable Television .....         | 22                | 30                | 31                 | 31                            |
| Energy Resource Management .....             | 19                | 20                | 22                 | 22                            |
| Regulatory Services .....                    | 56                | 62                | 64                 | 61                            |
| Management and Administrative Services ..... | 37                | 34                | 63                 | 67                            |
| Total Positions .....                        | 263               | 275               | 304                | 313                           |

Notes: Actual fiscal years 1993 and 1994 and Revised fiscal year 1995 position data reflect actual payroll counts. The Budget Estimate for fiscal year 1996 reflects the number of positions funded.

## APPROPRIATIONS DATA (thousands of dollars)

| Year Ending June 30, 1994       |                        |                                    |                    |               | Year Ending<br>June 30, 1996 |                             |               |                  |  |
|---------------------------------|------------------------|------------------------------------|--------------------|---------------|------------------------------|-----------------------------|---------------|------------------|--|
| Orig. &<br>(S)Supple-<br>mental | Reapp. &<br>(R)Recpts. | Transfers &<br>(E)Emer-<br>gencies | Total<br>Available | Expended      | Prog.<br>Class.              | 1995<br>Adjusted<br>Approp. | Requested     | Recom-<br>mended |  |
| <b>Distribution by Program</b>  |                        |                                    |                    |               |                              |                             |               |                  |  |
| 4,530                           | 228                    | —                                  | 4,758              | 4,131         | 53                           | 3,517                       | 3,517         | 3,517            |  |
| 5,330                           | 694                    | 123                                | 6,147              | 5,432         | 54                           | 5,818                       | 5,818         | 5,818            |  |
| 1,269                           | 315                    | 33                                 | 1,617              | 1,288         | 55                           | 1,397                       | 1,397         | 1,397            |  |
| 2,814                           | 286                    | 51                                 | 3,151              | 2,911         | 97                           | 3,100                       | 3,100         | 3,100            |  |
| <u>5,514</u>                    | <u>1,144</u>           | <u>-873</u>                        | <u>5,785</u>       | <u>4,913</u>  | 99                           | <u>5,880</u>                | <u>5,880</u>  | <u>5,880</u>     |  |
| <b>19,457</b>                   | <b>2,667</b>           | <b>-666</b>                        | <b>21,458</b>      | <b>18,675</b> |                              | <b>19,712<sup>(a)</sup></b> | <b>19,712</b> | <b>19,712</b>    |  |
| <b>Distribution by Object</b>   |                        |                                    |                    |               |                              |                             |               |                  |  |
| Personal Services:              |                        |                                    |                    |               |                              |                             |               |                  |  |
|                                 | 1,405                  |                                    |                    |               |                              |                             |               |                  |  |
| <u>13,732</u>                   | <u>301<sup>R</sup></u> | <u>-558</u>                        | <u>14,880</u>      | <u>14,776</u> |                              | <u>16,225</u>               | <u>16,257</u> | <u>16,257</u>    |  |
| 13,732                          | 1,706                  | -558                               | 14,880             | 14,776        |                              | 16,225 <sup>(b)</sup>       | 16,257        | 16,257           |  |
|                                 | 154                    |                                    |                    |               |                              |                             |               |                  |  |
| 333                             | 5 <sup>R</sup>         | -215                               | 277                | 122           |                              | 430                         | 400           | 400              |  |
| 612                             | 152                    | 102                                | 866                | 2,577         |                              | 2,048                       | 2,257         | 2,257            |  |
| 79                              | 36                     | 52                                 | 167                | 524           |                              | 462                         | 454           | 454              |  |
| Special Purpose:                |                        |                                    |                    |               |                              |                             |               |                  |  |
| 4,530                           | 228                    | —                                  | 4,758              | —             | 53                           | —                           | —             | —                |  |
| —                               | 5                      | —                                  | 5                  | —             | 54                           | —                           | —             | —                |  |
| —                               | 11                     | —                                  | 11                 | —             | 55                           | —                           | —             | —                |  |
| —                               | 19                     | —                                  | 19                 | —             | 99                           | —                           | —             | —                |  |
| <u>—</u>                        | <u>—</u>               | <u>—</u>                           | <u>—</u>           | <u>368</u>    |                              | <u>300</u>                  | <u>100</u>    | <u>100</u>       |  |
| 4,530                           | 263                    | —                                  | 4,793              | 368           |                              | 300                         | 100           | 100              |  |
| 171                             | 351                    | -47                                | 475                | 308           |                              | 247                         | 244           | 244              |  |



| Year Ending June 30, 1994           |                        |                             |                 |               | Year Ending June 30, 1996    |                       |               |               |               |
|-------------------------------------|------------------------|-----------------------------|-----------------|---------------|------------------------------|-----------------------|---------------|---------------|---------------|
| Orig. & (S) Supplemental            | Reapp. & (R) Recpts.   | Transfers & (E) Emergencies | Total Available | Expended      | Prog. Class.                 | 1995 Adjusted Approp. | Requested     | Recommended   |               |
| <b>OTHER RELATED APPROPRIATIONS</b> |                        |                             |                 |               |                              |                       |               |               |               |
| <b>Federal Funds</b>                |                        |                             |                 |               |                              |                       |               |               |               |
| 250                                 | 141                    | —                           | 391             | 3             | Utility Regulation           | 54                    | 300           | 600           | 600           |
| <u>1,565</u>                        | <u>9,586</u>           | <u>-411</u>                 | <u>10,740</u>   | <u>4,313</u>  | Energy Resource Management   | 56                    | <u>1,415</u>  | <u>1,425</u>  | <u>1,425</u>  |
| <u>1,815</u>                        | <u>9,727</u>           | <u>-411</u>                 | <u>11,131</u>   | <u>4,316</u>  | <b>Total Federal Funds</b>   |                       | <u>1,715</u>  | <u>2,025</u>  | <u>2,025</u>  |
| <b>All Other Funds</b>              |                        |                             |                 |               |                              |                       |               |               |               |
|                                     | 166                    |                             |                 |               | Energy Resource Management   | 56                    | <u>348</u>    | <u>1,000</u>  | <u>1,000</u>  |
| <u>3,700</u>                        | <u>241<sup>R</sup></u> | <u>411</u>                  | <u>4,518</u>    | <u>284</u>    | <b>Total All Other Funds</b> |                       | <u>348</u>    | <u>1,000</u>  | <u>1,000</u>  |
| <u>3,700</u>                        | <u>407</u>             | <u>411</u>                  | <u>4,518</u>    | <u>284</u>    | <b>GRAND TOTAL</b>           |                       | <u>21,775</u> | <u>22,737</u> | <u>22,737</u> |
| <u>24,972</u>                       | <u>12,801</u>          | <u>-666</u>                 | <u>37,107</u>   | <u>23,275</u> |                              |                       |               |               |               |

Notes: (a) The fiscal year 1995 appropriation has been adjusted for the allocation of salary program and has been reduced to reflect the transfer of funds to the Salary and Other Benefits accounts.

**LANGUAGE PROVISIONS**

It is recommended that in addition to the sum hereinabove, such other sums, as the Director of the Division of Budget and Accounting shall determine, be considered as appropriated on behalf of the Board of Public Utilities under P.L.1968, c.173 (C48:2-59 et seq.) and P.L.1972, c.186 (C48:5A-32 et seq.), or other applicable statutes with respect to assessment of public utilities or the cable television industry.

It is further recommended that the unexpended balance as of June 30, 1995 in these accounts be appropriated.

It is further recommended that receipts derived from fees, fines and penalties be appropriated and the unexpended balance as of June 30, 1995 of such receipts be appropriated.

It is further recommended that fees received from the "Electric Facility Need Assessment Act", P.L.1983, c.115(C48:7-16 et seq.) be appropriated.

It is further recommended that receipts of the Division of the Ratepayer Advocate are appropriated for the Division of the Ratepayer Advocate to defray the cost of this activity.

It is further recommended that there be appropriated from interest earned by the Petroleum Overcharge Reimbursement Fund such sums for costs attributable to the administration of the fund, 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. Prepare a State Development and Redevelopment Plan, issue annual status reports and publish current estimates and forecasts of population, employment, housing and land needs.
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**

02. **Office of State Planning (NJSA 52:18A-201).** Assists and supports the State Planning Commission to ensure that its responsibilities and duties are fulfilled and to facilitate a cooperative planning process with maximum involvement and participation of State, county, and local governments, as well as public and private sector interest, to enhance the development of the State and to formulate sound, consistent and integrated State, county, and local plans.

**05. Budget, Management and Planning (NJSA 52:27B-12).**

Coordinates the annual agency-based planning process, identifies and projects trends impacting on the demand for services, provides information and planning support for the process of allocating available financial and human resources, and evaluates strategic and long-term issues arising from the ability to provide services.

Plans for the most beneficial use of fiscal resources to meet the needs of the citizens of New Jersey within the policy framework set by the Governor in the immediate budget year. Provides continuous studies of State fiscal requirements. Based on these studies and on official requests for appropriations by State departments, determines the necessity and advisability of budget requests and formulates the annual budget submitted by the Governor to the Legislature. Develops and reviews State agency responses on proposed federal legislation and regulations to ensure that the broad State interest and fiscal policy is taken into account.

# TREASURY

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

The Information Technology Group performs oversight and coordination functions relative to information processing technology.

**07. Accounting and Financial Reporting (NJSA 52:27B-33).**

Provides for the receipt, processing, recording and reporting of all financial data of the State's various funds, in accordance

with existing statutes and generally accepted accounting principles. All financial transactions and requests for payment are reviewed for propriety before entry into the computerized accounting system, from which official State monthly and annual fiscal reports are prepared. Bank accounts are reconciled with the accounting system. Also includes the Payroll unit, which is responsible for assuring that State employees are paid accurately and on a timely basis. An internal audit unit is engaged in developing procedures, revising accounting systems, and enhancing accounting controls and monitoring financial activities of various State agencies.

## EVALUATION DATA

|                                           | Actual<br>FY 1993 | Actual<br>FY 1994 | Revised<br>FY 1995 | Budget<br>Estimate<br>FY 1996 |
|-------------------------------------------|-------------------|-------------------|--------------------|-------------------------------|
| <b>PROGRAM DATA</b>                       |                   |                   |                    |                               |
| <b>Accounting and Financial Reporting</b> |                   |                   |                    |                               |
| Checks issued .....                       | 9,800,000         | 9,000,000         | 9,500,000          | 12,600,000 <sup>(a)</sup>     |
| Revenue items processed .....             | 186,222           | 175,000           | 200,000            | 200,000                       |
| <b>PERSONNEL DATA</b>                     |                   |                   |                    |                               |
| <b>Position Data</b>                      |                   |                   |                    |                               |
| Filled Positions by Funding Source        |                   |                   |                    |                               |
| State Supported .....                     | 284               | 281               | 272                | 266                           |
| Total Positions .....                     | 284               | 281               | 272                | 266                           |
| Filled Positions by Program Class         |                   |                   |                    |                               |
| Office of State Planning .....            | 19                | 19                | 20                 | 22                            |
| Budget, Management and Planning .....     | 102               | 101               | 94                 | 94                            |
| Accounting and Financial Reporting .....  | 163               | 161               | 158                | 150                           |
| Total Positions .....                     | 284               | 281               | 272                | 266                           |

Notes: Actual fiscal years 1993 and 1994 and Revised fiscal year 1995 position data reflect actual payroll counts. The Budget Estimate for fiscal year 1996 reflects the number of positions funded.

(a) Increase reflects additional volume associated with County Court Unification.

## APPROPRIATIONS DATA (thousands of dollars)

| Year Ending June 30, 1994      |                        |                                 |                 |               | Year Ending June 30, 1996 |                       |               |                  |
|--------------------------------|------------------------|---------------------------------|-----------------|---------------|---------------------------|-----------------------|---------------|------------------|
| Orig. & (S)Supple-<br>mental   | Reapp. & (R)Recpts.    | Transfers & (E)Emer-<br>gencies | Total Available | Expended      | Prog. Class.              | 1995 Adjusted Approp. | Requested     | Recom-<br>mended |
| <b>Distribution by Program</b> |                        |                                 |                 |               |                           |                       |               |                  |
| 714                            | 5                      | 244                             | 963             | 955           | 02                        | 1,394                 | 1,255         | 1,255            |
| 7,365                          | 2                      | 314                             | 7,681           | 7,656         | 05                        | 7,741                 | 6,851         | 6,851            |
| <u>9,478</u>                   | <u>5,699</u>           | <u>773</u>                      | <u>15,950</u>   | <u>15,209</u> | 07                        | <u>11,295</u>         | <u>10,215</u> | <u>10,215</u>    |
| 17,557                         | 5,706                  | 1,331                           | 24,594          | 23,820        |                           | 20,430 <sup>(a)</sup> | 18,321        | 18,321           |
| <b>Distribution by Object</b>  |                        |                                 |                 |               |                           |                       |               |                  |
| <b>Personal Services:</b>      |                        |                                 |                 |               |                           |                       |               |                  |
| <u>11,758</u>                  | <u>290<sup>R</sup></u> | <u>276</u>                      | <u>12,324</u>   | <u>12,281</u> |                           | <u>13,144</u>         | <u>12,474</u> | <u>12,474</u>    |
| 11,758                         | 290                    | 276                             | 12,324          | 12,281        |                           | 13,144                | 12,474        | 12,474           |
| 292                            | —                      | 54                              | 346             | 337           |                           | 454                   | 342           | 342              |
| 4,676                          | 136                    | 6,080                           | 10,892          | 10,187        |                           | 6,080                 | 5,187         | 5,187            |
| 50                             | —                      | 60                              | 110             | 94            |                           | 97                    | 99            | 99               |
| <b>Special Purpose:</b>        |                        |                                 |                 |               |                           |                       |               |                  |
| —                              | —                      | 25                              | 25              | 25            | 02                        | —                     | —             | —                |
| —                              | 5,265 <sup>R</sup>     | -5,264                          | 1               | —             | 07                        | —                     | —             | —                |

| Year Ending June 30, 1994 |                      |                             |                 |          | Year Ending June 30, 1996 |                       |           |             |
|---------------------------|----------------------|-----------------------------|-----------------|----------|---------------------------|-----------------------|-----------|-------------|
| Orig. & (S) Supplemental  | Reapp. & (R) Recpts. | Transfers & (E) Emergencies | Total Available | Expended | Prog. Class.              | 1995 Adjusted Approp. | Requested | Recommended |
| 42                        |                      |                             |                 |          |                           | 45                    |           |             |
| 394 <sup>S</sup>          | —                    | —                           | 436             | 436      | 07                        | 411 <sup>S</sup>      | 45        | 45          |
| 29                        | —                    | —                           | 29              | 29       | 07                        | 29                    | 29        | 29          |
| 465                       | 5,265                | -5,239                      | 491             | 490      |                           | 485                   | 74        | 74          |
| 316                       | 15                   | 100                         | 431             | 431      |                           | 170                   | 145       | 145         |

OTHER RELATED APPROPRIATIONS

|        |        |        |        |        | All Other Funds                    |    |        |        |
|--------|--------|--------|--------|--------|------------------------------------|----|--------|--------|
| —      | 40,144 | -6,831 | 33,313 | —      | Accounting and Financial Reporting | 07 | —      | —      |
| —      | 40,144 | -6,831 | 33,313 | —      | Total All Other Funds              |    | —      | —      |
| 17,557 | 45,850 | -5,500 | 57,907 | 23,820 | GRAND TOTAL                        |    | 20,430 | 18,321 |

Notes: (a) The fiscal year 1995 appropriation has been adjusted for the allocation of salary program and has been reduced to reflect the transfer of funds to the Salary and Other Benefits accounts.

LANGUAGE PROVISIONS

It is recommended that the Office of State Planning be authorized to collect reasonable fees for the distribution of its publications, and that receipts derived from such fees be appropriated for the Office of State Planning.

It is further recommended that such sums as may be necessary for administrative expenses incurred in processing Federal benefit payments be appropriated from such sums as may be received or receivable for this purpose.

It is further recommended that, in addition to the amounts hereinabove, there be appropriated such additional sums as may be necessary for an independent audit of the State's general fixed asset account group, and the single audit.

It is further recommended that there be 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 (C52:18-16.1).

It is further recommended that there be appropriated out of revenues derived from the collection of fees charged for the issuance of dishonored checks, such sums as are necessary to defray administrative processing costs associated with such checks.

70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL

73. FINANCIAL ADMINISTRATION

OBJECTIVES

- To administer the tax laws of the State so that all properly due taxes are collected.
- To maximize revenues from the State lottery and minimize illegal organized gambling.
- To invest and reinvest funds of the various State agencies and pension funds as effectively as possible.
- To insure that legalized gambling in New Jersey maintains the highest standard of integrity and serves as an effective method for rebuilding and developing existing facilities in Atlantic City, in order to provide a meaningful and permanent contribution to the resort, convention, and tourist industry of New Jersey.

PROGRAM CLASSIFICATIONS

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

# TREASURY

## 19. Management of State Investments (NJSA 52:18A-79).

Activities involve investment and reinvestment of State funds, including the various State pension funds, the State Disability Benefits Fund, the General Investment Fund, and the State of New Jersey Cash Management Fund, together with the control of principal proceeds and interest receipts. Detailed reports of operations are published monthly and an annual report is presented to the Governor and Legislature. Investment functions are provided to other State agencies involving investment accounts.

## 25. Administration of Casino Gambling (NJSA 5:12-1).

The Casino Control Commission is responsible for the collection of all license fees and taxes imposed by the Act. It promulgates regulations and carries on a continuous study of existing and developing methods to control the casino gaming and casino source 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.

### EVALUATION DATA

|                                                   | Actual<br>FY 1993 | Actual<br>FY 1994 | Revised<br>FY 1995 | Budget<br>Estimate<br>FY 1996 |
|---------------------------------------------------|-------------------|-------------------|--------------------|-------------------------------|
| <b>PROGRAM DATA</b>                               |                   |                   |                    |                               |
| <b>Tax Collection Services and Administration</b> |                   |                   |                    |                               |
| Taxpayer Information Services                     |                   |                   |                    |                               |
| Telephone inquiries .....                         | 2,895,264         | 2,979,660         | 3,600,000          | 3,850,000                     |
| Correspondence .....                              | 46,501            | 50,475            | 60,000             | 60,000                        |
| Tax Services (High Level Technical Requests)      |                   |                   |                    |                               |
| Telephone inquiries .....                         | 15,843            | 14,684            | 14,500             | 14,500                        |
| Correspondence .....                              | 12,618            | 10,771            | 12,800             | 12,800                        |
| <b>Enforcement</b>                                |                   |                   |                    |                               |
| <b>Audits</b>                                     |                   |                   |                    |                               |
| Average Number of Auditors .....                  | 317               | 322               | 330                | 340                           |
| Assessment Amount .....                           | 306,135,685       | 334,352,577       | 335,000,000        | 340,000,000                   |
| Audits completed .....                            | 47,900            | 56,850            | 59,000             | 60,000                        |
| Average Assessment/Auditor (a) .....              | 950,000           | 1,025,000         | 1,015,000          | 1,000,000                     |
| <b>Compliance</b>                                 |                   |                   |                    |                               |
| Number of Collectors .....                        | 232               | 229               | 230                | 230                           |
| Collections .....                                 | 149,105,389       | 156,396,178       | 173,000,000        | 179,000,000                   |
| Number of Closed Cases .....                      | 172,869           | 233,609           | 235,000            | 235,000                       |
| Average Collection Per Collector (b) .....        | 642,696           | 682,953           | 752,174            | 778,261                       |
| Bankruptcy Claims .....                           | 793               | 1,311             | 1,700              | 1,700                         |
| Judgments .....                                   | 7,753             | 5,066             | 7,500              | 9,000                         |
| Deferred Payment Plans .....                      | 1,546             | 3,973             | 6,000              | 7,500                         |
| <b>Criminal Investigations</b>                    |                   |                   |                    |                               |
| Prosecution Recommendations .....                 | 69                | 68                | 70                 | 73                            |
| Assessment Amount .....                           | 5,735,200         | 3,745,899         | 5,000,000          | 5,500,000                     |
| <b>Processing and Accounting Activity</b>         |                   |                   |                    |                               |
| <b>Returns Processed</b>                          |                   |                   |                    |                               |
| Individual .....                                  | 5,559,818         | 5,568,199         | 5,650,000          | 5,735,000                     |
| Homestead rebates .....                           | 1,497,166         | 1,500,000         | 1,500,000          | 1,500,000                     |
| Business .....                                    | 4,038,357         | 4,100,263         | 4,100,000          | 4,100,000                     |
| Checks processed .....                            | 5,669,331         | 5,294,703         | 5,250,000          | 5,200,000                     |
| Soil Setoffs .....                                | 363,656           | 369,791           | 375,000            | 380,000                       |
| Licenses Processed .....                          | 37,057            | 27,420            | 34,000             | 28,000                        |
| Business Taxpayers Registered .....               | 39,236            | 41,131            | 43,000             | 45,000                        |
| <b>Taxpayer Registration</b>                      |                   |                   |                    |                               |
| Registration File Updates .....                   | 51,295            | 53,107            | 55,000             | 57,000                        |
| Correspondence Processed .....                    | 101,542           | 86,482            | 84,000             | 84,000                        |
| <b>Billings Mailed</b>                            |                   |                   |                    |                               |
| Individual .....                                  | 406,242           | 218,401           | 220,000            | 222,000                       |
| Business .....                                    | 275,103           | 162,659           | 165,000            | 165,000                       |
| <b>Refunds Reviewed</b>                           |                   |                   |                    |                               |
| Individual .....                                  | 44,826            | 76,304            | 77,000             | 77,000                        |
| Business .....                                    | 1,768             | 2,489             | 3,000              | 3,000                         |
| <b>Property Administration</b>                    |                   |                   |                    |                               |
| Real Estate Appraisals .....                      | 2,113             | 1,637             | 1,200              | 1,200                         |
| Municipal Audit .....                             | 173               | 84                | 150                | 200                           |

|                                                         | Actual<br>FY 1993 | Actual<br>FY 1994 | Revised<br>FY 1995 | Budget<br>Estimate<br>FY 1996 |
|---------------------------------------------------------|-------------------|-------------------|--------------------|-------------------------------|
| <b>Sales Ratio Study</b>                                |                   |                   |                    |                               |
| Sales Prescreened .....                                 | 119,414           | 142,206           | 144,000            | 148,000                       |
| Sales Investigated .....                                | 17,934            | 18,632            | 20,000             | 22,000                        |
| Intestates/Escheated Estates .....                      | 175               | 270               | 285                | 320                           |
| <b>Administration of State Lottery</b>                  |                   |                   |                    |                               |
| Agents .....                                            | 5,150             | 5,200             | 5,300              | 6,000                         |
| Drawings .....                                          | 885               | 900               | 924                | 950                           |
| Net Sales (millions) .....                              | \$1,364           | \$1,431           | \$1,459            | \$1,460                       |
| <b>Management of State Investments</b>                  |                   |                   |                    |                               |
| Transactions .....                                      | 39,282            | 44,544            | 46,000             | 47,000                        |
| Market value of investments as of 6/30 (millions) ..... | \$44,900          | \$43,800          | \$47,000           | \$50,000                      |
| Cash Management Returns .....                           | 4%                | 3%                | 5%                 | 5%                            |
| Net investment earnings, cash basis (millions) .....    | \$2,005           | \$1,082           | \$2,000            | \$2,000                       |
| Funds managed .....                                     | 121               | 126               | 125                | 125                           |
| <b>PERSONNEL DATA</b>                                   |                   |                   |                    |                               |
| <b>Position Data</b>                                    |                   |                   |                    |                               |
| <b>Filled Positions by Funding Source</b>               |                   |                   |                    |                               |
| State Supported .....                                   | 1,545             | 1,562             | 1,531              | 1,546                         |
| All Other .....                                         | 29                | 32                | 33                 | 33                            |
| Total Positions .....                                   | 1,574             | 1,594             | 1,564              | 1,579                         |
| <b>Filled Positions by Program Class</b>                |                   |                   |                    |                               |
| Tax Collection Services and Administration .....        | 1,346             | 1,389             | 1,357              | 1,372                         |
| Administration of State Lottery .....                   | 168               | 146               | 148                | 147                           |
| Management of State Investments .....                   | 60                | 59                | 59                 | 60                            |
| Total Positions .....                                   | 1,574             | 1,594             | 1,564              | 1,579                         |

Notes: Actual fiscal years 1993 and 1994 and Revised fiscal year 1995 position data reflect actual payroll counts. The Budget Estimate for fiscal year 1996 reflects the number of positions funded.

(a) Calculated based on the average number of auditors throughout the entire year.

(b) This calculation reflects impact of Telecollections (Lower Liability Collections). Outside vendor collections not included in this internal productivity measure.

**APPROPRIATIONS DATA**  
(thousands of dollars)

| Year Ending June 30, 1994      |                       |                            |                 |                | Year Ending June 30, 1996                  |                       |                              |                |                |
|--------------------------------|-----------------------|----------------------------|-----------------|----------------|--------------------------------------------|-----------------------|------------------------------|----------------|----------------|
| Orig. & (S)Supplemental        | Reapp. & (R)Repts.    | Transfers & (E)Emergencies | Total Available | Expended       | Prog. Class.                               | 1995 Adjusted Approp. | Requested                    | Recommended    |                |
| <b>Distribution by Program</b> |                       |                            |                 |                |                                            |                       |                              |                |                |
| 83,475                         | 64                    | -2,092                     | 81,447          | 81,076         | Tax Collection Services and Administration | 15                    | 83,884                       | 81,045         | 81,045         |
| 18,438                         | 390                   | -422                       | 18,406          | 18,394         | Administration of State Lottery            | 16                    | 20,930                       | 19,730         | 19,730         |
| <u>4,062</u>                   | <u>41</u>             | <u>-48</u>                 | <u>4,055</u>    | <u>4,030</u>   | Management of State Investments            | 19                    | <u>4,097</u>                 | <u>4,097</u>   | <u>4,097</u>   |
| <b>105,975</b>                 | <b>495</b>            | <b>-2,562</b>              | <b>103,908</b>  | <b>103,500</b> | <b>Total Appropriation</b>                 |                       | <b>108,911<sup>(a)</sup></b> | <b>104,872</b> | <b>104,872</b> |
| <b>Distribution by Object</b>  |                       |                            |                 |                |                                            |                       |                              |                |                |
| <b>Personal Services:</b>      |                       |                            |                 |                |                                            |                       |                              |                |                |
| 63,808                         |                       |                            |                 |                | Salaries and Wages                         |                       | <u>63,548</u>                | <u>64,240</u>  | <u>64,240</u>  |
| <u>232<sup>S</sup></u>         | <u>40<sup>R</sup></u> | <u>-2,120</u>              | <u>61,960</u>   | <u>61,906</u>  | <b>Total Personal Services</b>             |                       | <u>63,548</u>                | <u>64,240</u>  | <u>64,240</u>  |
| 64,040                         | 40                    | -2,120                     | 61,960          | 61,906         |                                            |                       |                              |                |                |
| 3,368                          |                       |                            |                 |                | Materials and Supplies                     |                       | 3,360                        | 2,953          | 2,953          |
| <u>20<sup>S</sup></u>          | <u>4</u>              | <u>-549</u>                | <u>2,843</u>    | <u>2,729</u>   |                                            |                       |                              |                |                |
| 35,000                         |                       |                            |                 |                | Services Other Than Personal               |                       | 31,962                       |                |                |
| <u>902<sup>S</sup></u>         | <u>87</u>             | <u>83</u>                  | <u>36,072</u>   | <u>35,941</u>  |                                            |                       | <u>7,755<sup>S</sup></u>     | <u>36,020</u>  | <u>36,020</u>  |
| 2,046                          |                       |                            |                 |                | Maintenance and Fixed Charges              |                       | 1,960                        | 1,659          | 1,659          |
| <u>1<sup>S</sup></u>           | <u>—</u>              | <u>-224</u>                | <u>1,823</u>    | <u>1,799</u>   |                                            |                       |                              |                |                |

# TREASURY

| Year Ending June 30, 1994           |                      |                             |                 |               | Year Ending June 30, 1996                         |                       |               |               |               |
|-------------------------------------|----------------------|-----------------------------|-----------------|---------------|---------------------------------------------------|-----------------------|---------------|---------------|---------------|
| Orig. & (S) Supplemental            | Reapp. & (R) Recpts. | Transfers & (E) Emergencies | Total Available | Expended      | Prog. Class.                                      | 1995 Adjusted Approp. | Requested     | Recommended   |               |
| —                                   | 289 <sup>R</sup>     | -289                        | —               | —             | Special Purpose:                                  |                       |               |               |               |
| —                                   | 289                  | -289                        | —               | —             | Communication Fees - Lottery                      | 16                    | —             | —             |               |
|                                     |                      |                             |                 |               | Total Special Purpose                             |                       | —             | —             |               |
|                                     |                      |                             |                 |               |                                                   |                       | 226           |               |               |
| 598                                 | 75                   | 537                         | 1,210           | 1,125         | Additions, Improvements and Equipment             | 100 <sup>S</sup>      | —             | —             |               |
| <b>OTHER RELATED APPROPRIATIONS</b> |                      |                             |                 |               |                                                   |                       |               |               |               |
| <u>23,075</u>                       | <u>70</u>            | <u>—</u>                    | <u>23,145</u>   | <u>23,145</u> | Total Casino Control Fund - Direct State Services |                       | <u>23,075</u> | <u>23,075</u> | <u>23,075</u> |
| 129,050                             | 565                  | -2,562                      | 127,053         | 126,645       | TOTAL STATE APPROPRIATIONS                        |                       | 131,986       | 127,947       | 127,947       |
| <b>All Other Funds</b>              |                      |                             |                 |               |                                                   |                       |               |               |               |
| —                                   | 1,692 <sup>R</sup>   | —                           | 1,692           | 1,667         | Tax Collection Services and Administration        | 15                    | 2,493         | 2,684         | 2,684         |
| —                                   | 1,692                | —                           | 1,692           | 1,667         | Total All Other Funds                             |                       | 2,493         | 2,684         | 2,684         |
| 129,050                             | 2,257                | -2,562                      | 128,745         | 128,312       | GRAND TOTAL                                       |                       | 134,479       | 130,631       | 130,631       |

Notes: (a) The fiscal year 1995 appropriation has been adjusted for the allocation of salary program and has been reduced to reflect the transfer of funds to the Salary and Other Benefits account.

## LANGUAGE PROVISIONS

It is recommended that upon certification of the Director of the Division of Taxation, the State Treasurer 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.

It is further recommended that, so much of the receipts derived from the sale of confiscated equipment, materials and supplies under the "Cigarette Tax Act," P.L. 1948, c.65 (C54:40A-1), as may be necessary for confiscation, storage, disposal and other related expenses thereof, be appropriated.

It is further recommended that notwithstanding any other law to the contrary, there be appropriated out of receipts in the Solid Waste Services Tax Fund and the Resource Recovery Investment Fund sums as may be necessary for the cost of administration and collection of the 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.

It is further recommended that 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.

It is further recommended that there be 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.

It is further recommended that there be appropriated from the investment earnings of general obligation bond proceeds, such sums as may be necessary for the payment of debt service administrative costs.

It is further recommended that there be 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(C5:9-1 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(C5:9-7).

It is further recommended that in addition to the amounts hereinabove, State Lottery Fund Receipts in excess of anticipated contributions to Education and State Institutions, and reimbursements of administrative expenditures, be appropriated, subject to the approval of the Director of the Division of Budget and Accounting and the Joint Budget Oversight Committee.

It is further recommended that, notwithstanding the provisions of any other law to the contrary, there be 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.

It is further recommended that, to the extent that sums appropriated to pay for the Lottery Network Payment Agreement are insufficient there are appropriated out of the State Lottery Fund such additional sums as may be required to pay debt service on the Agreement, subject to the approval of the Director of the Division of Budget and Accounting.

It is further recommended that, notwithstanding the provisions of any law to the contrary, there be appropriated out of receipts derived from the sale of advertising 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(C5:9-1 et seq.).

It is further recommended that there be 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 above investment activity.

It is further recommended that, notwithstanding the provisions of any law to the contrary, the expenses of administration for the various retirement 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 shall be appropriated such sums as may be necessary for administrative costs, which shall include bank service charges, investment services, and any other such costs as are related to the management of the pension and health benefit programs, as the Director of the Division of Budget and Accounting shall determine. In addition, revenue resulting from such charges to the various pensions and health benefit funds, payable on a schedule to be determined by the Director of the Division of Budget and Accounting, shall be credited to the General Fund as anticipated revenue.

It is further recommended that there be 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 (C52:18-16.1).

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

**OBJECTIVES**

1. To centralize all press and public relations services.
2. To provide a means for State, local and county governments and school districts to effect economy by purchasing against State contracts through cooperative purchasing.
3. To provide maintenance and operation services for the preservation and protection of the buildings in the Capitol Complex.
4. To provide for centralized management of the rental and lease of real property, disposal of surplus State real property and purchase of real property, and effective management of employee housing.
5. To plan, program, design and supervise the construction of buildings and facilities for the various State agencies.
6. To administer all employee benefit programs at minimum cost.
7. To operate a central motor pool fleet at the lowest possible cost and provide State agencies with safe operating vehicles.
8. To provide printing services to agencies of the Department of the Treasury.
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 State-owned surplus personal property.
12. To provide a mail processing/delivery system at minimum cost.

**PROGRAM CLASSIFICATIONS**

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 (NJSA 52:18A-3).** GSA/Division of Purchase and Property pursuant to the provisions of title 52 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; Distribution and Support Services 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, and contracts major lease/purchase arrangements through the Master Lease Program.
12. **Construction Management Services (NJSA 52:18A).** Accomplishes all architectural and engineering design and construction supervision of new facilities, as well as the renovation and rehabilitation of existing facilities; provides technical advice and assistance to all State agencies in preliminary planning, programming, design, layout and cost estimating; administers construction and professional service contracts associated with building programs; provides for field supervision on State construction projects; insures that all building programs are completed, in accordance with the predetermined goals and objectives of the State agencies within established budgets; carries out all related contract administration services, including the processing of change orders, the inspection of construction for code compliance, pre-qualification of contractors, public advertising, awarding of bids, processing of invoices and payments to contractors; prepares and maintains central contract files and all other records, including plans and specifications.

# TREASURY

21. **Pensions and Benefits (NJSA 52:18A-95).** Eligibility determinations are made for those who are required or optionally permitted to participate in the benefit programs. Certification of membership, of rates involving employer and employee contributions and the proper designation of beneficiaries for the several benefit schedules are provided.

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

22. **Capital City Redevelopment Corporation (NJSA 52:9Q).** The Capital City Redevelopment Corporation (CCRC) was created to guide a revitalization effort in the Capital district of downtown Trenton. The CCRC acts as a central facilitator of the implementation of the Renaissance Plan.

26. **Property Management Services.** Disposal of surplus real property and purchase of all real property (exclusive of Department of Transportation highway and public transportation requirements and Department of Environmental Protection "Green Acres" and water supply acquisitions) is a responsibility of the Office of Property Management. In addition Property Management Services is charged with meeting and securing all leased office, warehouse and other State space requirements. Also Property Management Services provides, in the Trenton area, full maintenance services for thirty-four State-owned buildings, including the State Records Storage Center, the Richard J. Hughes Justice Complex, Mary G. Roebing, William Ashby, War Memorial, and the Environmental Protection buildings; plus renovation and alteration services under \$32,500.

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. It 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 Telecommunications and Information Systems (OTIS).** Pursuant to Executive Order No.84, dated October 17, 1984, the Office of Telecommunications and Information Systems was established within the Department of the Treasury to effect the consolidation and coordination of the information processing activities of the Executive Branch.

The Office of Telecommunications and Information Systems has operational responsibility for the State's major data centers and developing the Garden State Network, a statewide integrated communications network capable of carrying data and voice transmissions. The Hub houses this telecommunications network, as well as providing data processing disaster recovery.

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 using State agencies. The revenues collected are then used to purchase replacement vehicles and also cover all costs of the pool operation.

43. **Printing Services (NJSA 52:27B-6).** The Treasury Print Shop operates as a revolving fund, with costs of labor and materials reimbursed by various agencies including the Department of the Treasury, the Office of the Chief Executive, the Legislature, Department of Law and Public Safety and Department of Banking.

44. **Capitol Post Office (NJSA 52:27B-6).** The Capitol Post Office also operates as a revolving fund providing postal services to all State departments.

62. **State Cafeterias.** Provides food services on a receipt basis as dedicated funds.

63. **Travel Services.** Provides all State agencies and departments with the most timely and cost effective travel arrangements consistent with the State Travel Regulations.

## EVALUATION DATA

| PROGRAM DATA                                   | Actual<br>FY 1993 | Actual<br>FY 1994 | Revised<br>FY 1995 | Budget<br>Estimate<br>FY 1996 |
|------------------------------------------------|-------------------|-------------------|--------------------|-------------------------------|
| <b>Purchasing and Inventory Management</b>     |                   |                   |                    |                               |
| Vendor purchases .....                         | \$1,016,000,000   | \$793,000,000     | \$1,050,000,000    | \$1,150,000,000               |
| Term Contracts .....                           | 4,900             | 4,642             | 5,200              | 5,500                         |
| <b>Pensions and Benefits</b>                   |                   |                   |                    |                               |
| <b>Membership, All Funds</b>                   |                   |                   |                    |                               |
| Beginning Balance, All Funds (thousands) ..... | 393,720           | 398,440           | 401,025            | 405,036                       |
| Added .....                                    | 35,316            | 27,867            | 27,937             | 28,007                        |
| Removed .....                                  | 30,596            | 25,282            | 23,926             | 23,956                        |
| Ending balance .....                           | 398,440           | 401,025           | 405,036            | 409,087                       |
| <b>Beneficiaries, All Funds</b>                |                   |                   |                    |                               |
| Beginning Balance, All Funds (thousands) ..... | 134,417           | 140,395           | 149,670            | 154,160                       |
| Added .....                                    | 13,006            | 13,598            | 10,000             | 10,200                        |
| Removed .....                                  | 7,028             | 4,323             | 5,510              | 5,575                         |
| Ending balance .....                           | 140,395           | 149,670           | 154,160            | 158,785                       |
| Total Members .....                            | 538,835           | 550,695           | 559,196            | 567,872                       |



# TREASURY

|                                                   | Actual<br>FY 1993 | Actual<br>FY 1994 | Revised<br>FY 1995 | Budget<br>Estimate<br>FY 1996 |
|---------------------------------------------------|-------------------|-------------------|--------------------|-------------------------------|
| <b>Loans</b>                                      |                   |                   |                    |                               |
| Number .....                                      | 124,718           | 129,299           | 135,154            | 141,273                       |
| Loans Receivable (thousands) .....                | \$548,434         | \$602,071         | \$661,606          | \$727,029                     |
| Assets, all funds (thousands) .....               | \$29,531,299      | \$31,512,510      | \$33,713,921       | \$36,069,119                  |
| Benefit payments (thousands) .....                | \$2,861,021       | \$3,063,064       | \$3,331,674        | \$3,623,840                   |
| Lump sum death benefit payments (thousands) ..... | \$78,192          | \$81,393          | \$84,725           | \$88,193                      |
| <b>Membership, Other Systems</b>                  |                   |                   |                    |                               |
| Supplemental annuity .....                        | 4,459             | 4,329             | 4,233              | 4,139                         |
| Health benefits .....                             | 309,020           | 311,721           | 309,356            | 307,009                       |
| Drug plan .....                                   | 93,141            | 103,431           | 110,645            | 109,804                       |
| Dental plan .....                                 | 74,295            | 77,801            | 85,155             | 86,200                        |
| <b>Property Management Services</b>               |                   |                   |                    |                               |
| Leased facilities .....                           | 501               | 469               | 459                | 425                           |
| Area in square feet .....                         | 8,200,000         | 7,300,000         | 7,100,000          | 6,900,000                     |
| State-owned space maintained (square feet) .....  | 4,627,000         | 4,961,792         | 4,800,000          | 4,800,000                     |
| <b>PERSONNEL DATA</b>                             |                   |                   |                    |                               |
| <b>Position Data</b>                              |                   |                   |                    |                               |
| <b>Filled Positions by Funding Source</b>         |                   |                   |                    |                               |
| State Supported .....                             | 863               | 867               | 769                | 724                           |
| All Other .....                                   | 2                 | 1                 | 3                  | 3                             |
| Total positions .....                             | 865               | 868               | 772                | 727                           |
| <b>Filled Positions by Program Class</b>          |                   |                   |                    |                               |
| Purchasing and Inventory Management .....         | 117               | 126               | 113                | 111                           |
| Travel Services .....                             | 5                 | 3                 | 2                  | 3                             |
| Pensions and Benefits .....                       | 361               | 388               | 343                | 377                           |
| Capital City Redevelopment Corporation .....      | 4                 | 4                 | 4                  | 4                             |
| Property Management (a) .....                     | 314               | 293               | 259                | 183                           |
| Risk Management .....                             | 64                | 55                | 51                 | 49                            |
| Total Positions .....                             | 865               | 868               | 772                | 727                           |

Notes: Actual fiscal years 1993 and 1994 and revised fiscal year 1995 position data reflect actual payroll counts. The Budget Estimate for fiscal year 1996 reflects the number of positions funded.

(a) Beginning in fiscal year 1996, Physical Plant Operation and Maintenance was consolidated into Property Management.

## APPROPRIATIONS DATA (thousands of dollars)

| Year Ending June 30, 1994       |                        |                                    |                    |               | Year Ending<br>June 30, 1996   |                             |               |                  |  |
|---------------------------------|------------------------|------------------------------------|--------------------|---------------|--------------------------------|-----------------------------|---------------|------------------|--|
| Orig. &<br>(S)Supple-<br>mental | Reapp. &<br>(R)Recpts. | Transfers &<br>(E)Emer-<br>gencies | Total<br>Available | Expended      | Prog.<br>Class.                | 1995<br>Adjusted<br>Approp. | Requested     | Recom-<br>mended |  |
| 5,390                           | 143                    | 1,123                              | 6,656              | 6,348         | <b>Distribution by Program</b> |                             |               |                  |  |
|                                 |                        |                                    |                    |               | 09                             | 5,403                       | 5,069         | 5,069            |  |
| 23,248                          | —                      | 125                                | 23,373             | 23,131        | 21                             | 25,227                      | 24,922        | 24,922           |  |
| —                               | 406                    | —                                  | 406                | 344           | 22                             | 401                         | 441           | 441              |  |
| 13,540                          | 301                    | -36                                | 13,805             | 13,683        | 26                             | 12,893                      | 11,942        | 11,942           |  |
| 1,934                           | 140                    | -113                               | 1,961              | 1,844         | 37                             | 2,037                       | 1,834         | 1,834            |  |
| —                               | 175                    | —                                  | 175                | 103           | 63                             | 141                         | 151           | 151              |  |
| <b>44,112</b>                   | <b>1,165</b>           | <b>1,099</b>                       | <b>46,376</b>      | <b>45,453</b> | <b>Total Appropriation</b>     | <b>46,102<sup>(b)</sup></b> | <b>44,359</b> | <b>44,359</b>    |  |

# TREASURY

| Year Ending June 30, 1994 |                        |                            |                 |               | Year Ending June 30, 1996     |                          |               |               |
|---------------------------|------------------------|----------------------------|-----------------|---------------|-------------------------------|--------------------------|---------------|---------------|
| Orig. & (S)Supplemental   | Reapp. & (R)Recpts.    | Transfers & (E)Emergencies | Total Available | Expended      | Prog. Class.                  | 1995 Adjusted Approp.    | Requested     | Recommended   |
|                           |                        |                            |                 |               | <b>Distribution by Object</b> |                          |               |               |
|                           |                        |                            |                 |               | Personal Services:            |                          |               |               |
| 28,454                    |                        |                            |                 |               |                               | 27,961                   |               |               |
| <u>345<sup>S</sup></u>    | <u>139<sup>R</sup></u> | <u>395</u>                 | <u>29,333</u>   | <u>29,455</u> |                               | <u>1,174<sup>S</sup></u> | <u>27,984</u> | <u>27,984</u> |
| 28,799                    | 139                    | 395                        | 29,333          | 29,455        |                               | 29,135                   | 27,984        | 27,984        |
| 1,063                     |                        |                            |                 |               |                               | 1,270                    |               |               |
| 160 <sup>S</sup>          | —                      | 41                         | 1,264           | 1,250         |                               | 837 <sup>S</sup>         | 1,821         | 1,821         |
| 10,330                    |                        |                            |                 |               |                               | 10,574                   |               |               |
| 85 <sup>S</sup>           | —                      | 155                        | 10,570          | 10,639        |                               | 70 <sup>S</sup>          | 11,449        | 11,449        |
| 1,872                     | 202 <sup>R</sup>       | 92                         | 2,166           | 2,137         |                               | 1,885                    | 2,389         | 2,389         |
|                           |                        |                            |                 |               | Special Purpose:              |                          |               |               |
| 50                        | —                      | 300                        | 350             | 170           |                               |                          |               |               |
|                           |                        |                            |                 |               | 09                            | —                        | —             | —             |
| 200                       | —                      | —                          | 200             | 166           |                               |                          |               |               |
|                           |                        |                            |                 |               | 09                            | —                        | —             | —             |
| —                         | —                      | 75                         | 75              | 10            |                               |                          |               |               |
|                           |                        |                            |                 |               | 09                            | —                        | —             | —             |
| 128                       | —                      | -8                         | 120             | 120           |                               | 128                      | 128           | 128           |
| 320 <sup>S</sup>          | —                      | —                          | 320             | 201           |                               |                          |               |               |
|                           |                        |                            |                 |               | 21                            | —                        | —             | —             |
| —                         | 5                      | —                          | —               | —             |                               |                          |               |               |
|                           | 401 <sup>R</sup>       | —                          | 406             | —             |                               |                          |               |               |
| —                         | —                      | —                          | —               | —             |                               |                          | 75            | 75            |
| —                         | 83 <sup>R</sup>        | -60                        | 23              | —             |                               |                          | —             | —             |
|                           |                        |                            |                 |               | 26                            | —                        | —             | —             |
| 323                       | —                      | 52                         | 375             | 375           |                               | 375                      | 375           | 375           |
| —                         | 135 <sup>R</sup>       | -100                       | 35              | —             |                               |                          | —             | —             |
|                           |                        |                            |                 |               | 37                            | —                        | —             | —             |
| —                         | 4                      | —                          | —               | —             |                               |                          |               |               |
|                           | 171 <sup>R</sup>       | —                          | 175             | —             |                               |                          |               |               |
| 1,021                     | 799                    | 259                        | 2,079           | 1,042         |                               | 503                      | 578           | 578           |
| 762                       |                        |                            |                 |               |                               | 523                      |               |               |
| 20 <sup>S</sup>           | 25                     | 157                        | 964             | 930           |                               | 1,305 <sup>S</sup>       | 138           | 138           |

## OTHER RELATED APPROPRIATIONS

|               |                  |          |               |              |                                   |               |               |            |
|---------------|------------------|----------|---------------|--------------|-----------------------------------|---------------|---------------|------------|
| <u>27,398</u> | <u>12,504</u>    | <u>—</u> | <u>39,902</u> | <u>9,922</u> | <i>Total Capital Construction</i> | <u>25,875</u> | <u>18,001</u> | <u>—</u>   |
| 71,510        | 13,669           | 1,099    | 86,278        | 55,375       | <i>Total General Fund</i>         | 71,977        | 62,360        | 44,359     |
|               |                  |          |               |              | <b>All Other Funds</b>            |               |               |            |
| —             | 1,928            |          |               |              |                                   |               |               |            |
|               | 833 <sup>R</sup> | 38       | 2,799         | 1,168        | Property Management Services      | 26            | 390           | 170        |
|               | 397              |          |               |              |                                   |               |               |            |
| —             | 82 <sup>R</sup>  | —        | 479           | 130          | State Cafeterias                  | 62            | —             | —          |
| —             | 3,240            | 38       | 3,278         | 1,298        | <i>Total All Other Funds</i>      | <u>390</u>    | <u>170</u>    | <u>170</u> |
| 71,510        | 16,909           | 1,137    | 89,556        | 56,673       | <b>GRAND TOTAL</b>                | 72,367        | 62,530        | 44,529     |

- Notes: (a) Prior to fiscal year 1996, the program was funded by an off-budget appropriation. Beginning in fiscal year 1996 the program will be supported through a Direct State Services appropriation. Prior year appropriation history has been converted to reflect this shift in funding.
- (b) The fiscal year 1995 appropriation has been adjusted for the allocation of salary program and has been reduced to reflect the transfer of funds to the Salary and Other Benefits accounts.

## LANGUAGE PROVISIONS

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

- It is further recommended that there be 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 above purchasing activity.
- It is further recommended that notwithstanding the provision of any other law to the contrary, there be appropriated from receipts derived from vendor registration fees sufficient sums for services and expenses related to the development, letting and administration of commodity or service contracts.
- It is further recommended that there be appropriated, out of receipts derived from service fees billed to Authorities for the handling of insurance procurement and risk management services, such sums as may be necessary to administer the above insurance and risk management activities.
- It is further recommended that notwithstanding the provisions of any other law to the contrary, there be appropriated, out of receipts derived from third party subrogation, such sums as may be necessary for administrative expenses of this program.
- It is further recommended that, notwithstanding the provisions of P.L. 1944, c.112 (C.52:27B-67), there be appropriated out of revenues derived from the sale of surplus state vehicles sufficient sums for the replacement of Central Motor Pool temporary assignment vehicles, subject to the approval of the Director of the Division of Budget and Accounting.
- It is further recommended that the Director of the Division of Budget and Accounting be empowered to transfer or credit to the Capitol Post Office revolving fund from 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.
- It is further recommended that the Director of the Division of Budget and Accounting be empowered to transfer or credit to the Print Shop revolving fund from 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.
- It is further recommended that the unexpended balance in the State Purchase Fund as of June 30, 1995, and the reimbursements thereto, be appropriated for the purpose of making payments for purchases under R.S. 52:25-1 et seq., and for the expenses of handling, storing and transporting purchases so made and for administration of the Distribution Center.
- It is further recommended that there be appropriated out of the revenues received from the sale of surplus property sufficient sums for the administrative costs of the Distribution Center-Surplus Property Unit.
- It is further recommended that there be transferred from the savings in property rental accounts derived from warehouse space consolidation and elimination, such sums as may be required to implement and administer the warehouse space utilization program in the Office of Property Management Services, subject to the approval of the Director of the Division of Budget and Accounting.
- It is further recommended that the savings in the utility accounts derived from energy consumption reduction initiatives be transferred and that the revenue received from utility companies for such initiatives be appropriated to implement and administer the Energy Conservation Initiatives Program in the Office of Property Management Services, subject to the approval of the Director of the Division of Budget and Accounting.
- It is further recommended that from the receipts derived from the sale of real property, such sums be appropriated for the costs incurred in the selling of the real property, such as appraisal, surveys, advertising, and other costs related to the disposal, subject to the approval of the Director of the Division of Budget and Accounting.
- It is further recommended that the unexpended balances in the Management of the DEP Properties account as of June 30, 1995 be appropriated for the same purpose.
- It is further recommended that subject to the approval of the Director of the Division of Budget and Accounting, receipts derived from the leasing of State surplus real property be appropriated for the maintenance of leased property, provided that a sum not to exceed \$100,000 shall be available for the administrative expenses of the program.
- It is further recommended that receipts from employee maintenance charges in excess of \$1,100,000 be appropriated for maintenance of employee housing and associated relocation costs; provided, however that a sum not to exceed \$170,000 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.
- It is further recommended that there be appropriated out of revenues derived from the rental and operation of the War Memorial, such sums as may be necessary to operate and maintain this facility.
- It is further recommended that there be 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.
- It is further recommended that the unexpended balances in the State Cafeteria accounts as of June 30, 1995, and receipts obtained from cafeteria operations, be 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).
- It is further recommended that the Director of the Division of Budget and Accounting be empowered to transfer or credit to the Construction Management Services 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.

It is further recommended that notwithstanding any law to the contrary, there be appropriated out of receipts derived from 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 Building and Construction.

It is further recommended that, in addition to the amounts hereinabove, there be appropriated such additional sums as may be necessary for independent audits of the State's Pension System, provided that such appropriations shall be reimbursed to the General Fund from the resources available to the various pension funds.

It is further recommended that, notwithstanding the provisions of any law to the contrary, the expenses of administration for the various retirement 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 shall be appropriated such sums as may be necessary for administrative costs, which shall include bank service charges, investment services, and any other such costs as are related to the management of the pension and health benefit programs, as the Director of the Division of Budget and Accounting shall determine. In addition, revenue resulting from such charges to the various pensions and health benefit funds, payable on a schedule to be determined by the Director of the Division of Budget and Accounting, shall be credited to the General Fund as anticipated revenue.

It is further recommended that the unexpended balance as of June 30, 1995 in the Pensions and Health Benefits Commission account be appropriated for the same purpose.

It is further recommended that there be appropriated sufficient sums as may be required for the expenses of the Pensions and Health Benefits Commission, provided that such appropriation shall be reimbursed to the General Fund from the resources available to the various pensions and health benefits funds.

It is further recommended that, notwithstanding the provisions of any law to the contrary, there be appropriated from the Capital City Redevelopment Loan and Grant Fund such sums as may be required to provide for programs and strategies which will enhance the vitality of the 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

75. STATE SUBSIDIES AND FINANCIAL AID

PROGRAM CLASSIFICATIONS

27. **Other Distributed Taxes.** Net proceeds from taxes on premiums for fire insurance policies written by insurance companies of other states and countries are distributed to the New Jersey Firemen's Home and the New Jersey Firemen's Association (R.S.54:17-4).

Corporation Business taxes on incorporated financial businesses are dedicated for the purpose of making payments to local taxing districts in which the financial institutions maintain places of business (C.54:10A-38). These payments are to be integrated into the Consolidated Municipal Property Tax Relief Aid program, funded under the Department of Community Affairs, in fiscal year 1996.

The State is responsible for the collection of the Public Utilities Franchise Tax and the Public Utilities Gross Receipts Tax. These funds are distributed to municipalities on the basis of utility personal property valuations. A portion of the taxes, not allocable due to per capita and limits on initial distributions, is placed in the Municipal Purposes Tax Assistance Fund (R.S.54:30A-24, and R.S.54:30A-49).

The State provides aid to municipalities to replace telecommunications franchise taxes no longer collected and distributed due to tax code changes (P.L. 1989, c. 2). This aid is to be integrated into the Consolidated Municipal Property Tax Relief Aid program, funded under the Department of Community Affairs, in fiscal year 1996.

The State is responsible for the collection of certain insurance taxes, and for distribution of a portion of these taxes to the municipality or 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 local government 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. Payments to municipalities are to be integrated into the Consolidated Municipal Property Tax Relief Aid program, funded under the Department of Community Affairs, in fiscal year 1996.

28. **County Boards of Taxation.** A County Board of Taxation (R.S.54:3-1) is established in each county. Each board consists of three members, except in the first-class counties of Bergen, Essex and Hudson and the fifth-class counties of Monmouth and Ocean, where there are five 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 Services.** Payments for local services to State property, in lieu of municipal property taxes on State property, are provided pursuant to statutory formula (C.54:4-2.2a et seq.) and also as specified by annual appropriations laws. These payments are to be integrated into the Consolidated Municipal Property Tax Relief Aid program, funded under the Department of Community Affairs, in fiscal year 1996.

State aid to densely populated municipalities (P.L. 1990, c. 85; C.52:27D-384 et seq.), which is paid from the Property Tax Relief Tax Fund, is provided to a group of municipalities with high population densities, located in the state's most densely populated counties.

30. **Railroad Property Taxes.** The Railroad Property Tax law was amended in 1966 when the State imposed tax of \$4.75 per \$100 of true value was substituted for the former local tax on Class II railroad property. Replacement tax revenue is determined and paid to each municipality in which Class II railroad property owned by the New Jersey Transit Corporation is located, by applying the 1966 general real property tax rate to the assessed value for that year, plus an amount equal to the difference between the railroad tax revenue for the year 1965 and the year 1966, for each year subsequent to 1967. The increase is reduced 10% until such time as the difference is eliminated. This program is to be integrated into the Consolidated Municipal Property Tax Relief Aid program, funded under the Department of Community Affairs, in fiscal year 1996.
31. **Business Personal Property Tax Replacement.** For the period from October 1, 1967, until December 31, 1976, the revenues of four State taxes — Unincorporated Business Tax, Retail Gross Receipts Tax, Business Personal Property Tax and a portion of the Corporation Business Tax on net income — were distributed to municipalities which formerly derived revenues from the repealed local tax on personal property used in business. Effective January 1, 1977, this law was changed following the repeal of the Unincorporated Business Tax and the Retail Gross Receipts Tax. The present statute (C.54:11D-1) provides that the Legislature shall appropriate annually not less than the amount certified by the Director of the Division of Taxation on October 15, 1976, for payment to the municipalities of the State in accordance with the formula in the act. These payments are to be integrated into the Consolidated Municipal Property Tax Relief Aid program, funded under the Department of Community Affairs, in fiscal year 1996.
33. **Homestead Exemptions.** The Homestead Property Tax Rebate Act of 1990 (P.L. 1990, c. 61) entitles certain New Jersey homeowners and tenants to annual rebates of property taxes on their principal residence. Under modifications first effective in fiscal year 1993, senior citizen, blind and disabled homeowners and tenants with incomes up to \$70,000 receive rebates in the amount by which their property taxes, or rents constituting property taxes, exceed 5 percent of their income, up to a maximum \$500. Qualified homeowners in this income range receive a minimum rebate of \$150, while qualified tenants in this income range receive a minimum rebate of \$65. Qualified homeowners with incomes between \$70,000 and \$100,000 receive rebates of \$100, and qualified tenants in this income range receive rebates of \$35. Homeowners and tenants who are neither senior citizens, nor blind nor disabled, are eligible for rebates only if their income does not exceed \$40,000. In these circumstances, homeowners' rebates are \$90 and tenants' rebates are \$30. These payments are made by the State directly to homeowners and tenants, upon annual application, by the end of October. Homestead rebates are paid from the Property Tax Relief Fund.
34. **Reimbursement of Senior/Disabled Citizens' and Veterans' Tax Exemptions.** 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. Veterans receive a \$50 tax deduction, paid from the Property Tax Relief Fund, while disabled and senior citizens receive a \$250 deduction, paid partly from the Property Tax Relief Fund and partly from the Casino Revenue Fund.
35. **Consolidated Police and Firemen's Pension Fund.** The Consolidated Police and Firemen's Pension Fund was established (R.S.43:16-1 et seq.) to place 213 police and firemen's pension funds on an actuarial basis. The liabilities of these local funds are now being shared, two-thirds by the participating municipalities and one-third by the State. The commission administering this fund consists of two police representatives, two fire representatives, the State Treasurer and four persons appointed by the Governor.
36. **Municipal Purposes Tax Assistance Program.** A portion of the Public Utilities Franchise Tax and Public Utilities Gross Receipts Tax collected by the State is placed in a Municipal Purposes Tax Assistance Fund. These revenues are paid to qualifying and participating municipalities based upon formulas which reflect tax rates and per capita equalized valuation. This program is to be integrated into the Consolidated Municipal Property Tax Relief Aid program, funded under the Department of Community Affairs, in fiscal year 1996.

APPROPRIATIONS DATA  
(thousands of dollars)

| Year Ending June 30, 1994 |                     |                            |                 |          | Year Ending June 30, 1996                      |                       |           |             |
|---------------------------|---------------------|----------------------------|-----------------|----------|------------------------------------------------|-----------------------|-----------|-------------|
| Orig. & (S)Supplemental   | Reapp. & (R)Recpts. | Transfers & (E)Emergencies | Total Available | Expended | Prog. Class.                                   | 1995 Adjusted Approp. | Requested | Recommended |
| 264,926                   | —                   | -149                       | 264,777         | 264,726  |                                                | 175,501               | 10,198    | 10,198      |
| 264,926                   | —                   | -149                       | 264,777         | 264,726  | Total State Aid                                | 175,501               | 10,198    | 10,198      |
| 330,050                   | 87                  | —                          | 330,137         | 329,730  | Total General Fund                             | 318,900               | 318,900   | 318,900     |
|                           |                     |                            |                 |          | Total Property Tax Relief Fund - Grants-in-Aid |                       |           |             |

OTHER RELATED APPROPRIATIONS



|                                                  | Actual<br>FY 1993 | Actual<br>FY 1994 | Revised<br>FY 1995 | Budget<br>Estimate<br>FY 1996 |
|--------------------------------------------------|-------------------|-------------------|--------------------|-------------------------------|
| Filled Positions by Program Class                |                   |                   |                    |                               |
| Public Contracts Affirmative Action Office ..... | 21                | 20                | 18                 | 22                            |
| Management and Administrative Services .....     | 105               | 106               | 109                | 105                           |
| Federal Liaison Activities .....                 | 7                 | 8                 | 8                  | 8                             |
| Total Positions .....                            | 133               | 134               | 135                | 135                           |

Notes: Actual fiscal years 1993 and 1994 and Revised fiscal year 1995 position data reflect actual payroll counts. The Budget Estimate for fiscal year 1996 reflects the number of positions funded.

**APPROPRIATIONS DATA**  
(thousands of dollars)

| Year Ending June 30, 1994       |                        |                                    |                    |              | Year Ending<br>June 30, 1996 |                             |           |                  |
|---------------------------------|------------------------|------------------------------------|--------------------|--------------|------------------------------|-----------------------------|-----------|------------------|
| Orig. &<br>(S)Supple-<br>mental | Reapp. &<br>(R)Recpts. | Transfers &<br>(E)Emer-<br>gencies | Total<br>Available | Expended     | Prog.<br>Class.              | 1995<br>Adjusted<br>Approp. | Requested | Recom-<br>mended |
| <b>Distribution by Program</b>  |                        |                                    |                    |              |                              |                             |           |                  |
| 912                             | 1                      | -15                                | 898                | 885          |                              |                             |           |                  |
|                                 |                        |                                    |                    |              | 98                           | 998                         | 998       | 998              |
| <u>3,875</u>                    | <u>50</u>              | <u>1,543</u>                       | <u>5,468</u>       | <u>5,299</u> |                              |                             |           |                  |
|                                 |                        |                                    |                    |              | 99                           | 10,079                      | 9,622     | 9,622            |
| 4,787                           | 51                     | 1,528                              | 6,366              | 6,184        |                              | 11,077 <sup>(a)</sup>       | 10,620    | 10,620           |
| <b>Distribution by Object</b>   |                        |                                    |                    |              |                              |                             |           |                  |
| <b>Personal Services:</b>       |                        |                                    |                    |              |                              |                             |           |                  |
| 4,008                           | —                      | 892                                | 4,900              | 4,847        |                              | 4,944                       | 4,487     | 4,487            |
| 4,008                           | —                      | 892                                | 4,900              | 4,847        |                              | 4,944                       | 4,487     | 4,487            |
| 27                              | —                      | 50                                 | 77                 | 76           |                              | 27                          | 27        | 27               |
| 506                             | —                      | 304                                | 810                | 803          |                              | 525                         | 511       | 511              |
| 58                              | —                      | 25                                 | 83                 | 82           |                              | 58                          | 58        | 58               |
| <b>Special Purpose:</b>         |                        |                                    |                    |              |                              |                             |           |                  |
| 50                              | 50                     | —                                  | 100                | —            | 99                           | —                           | —         | —                |
| 138                             | —                      | —                                  | 138                | 118          | 99                           | 23                          | 23        | 23               |
| —                               | —                      | 250                                | 250                | 250          | 99                           | —                           | —         | —                |
| —                               | —                      | —                                  | —                  | —            | 99                           | 5,500                       | 5,500     | 5,500            |
| 188                             | 50                     | 250                                | 488                | 368          |                              | 5,523                       | 5,523     | 5,523            |
| —                               | 1                      | 7                                  | 8                  | 8            |                              | —                           | 14        | 14               |

**OTHER RELATED APPROPRIATIONS**

|                        |                     |           |                |                |                                           |               |                |                |
|------------------------|---------------------|-----------|----------------|----------------|-------------------------------------------|---------------|----------------|----------------|
| <u>115,391</u>         | —                   | <u>-1</u> | <u>115,390</u> | <u>115,389</u> | <i>Total Debt Service</i>                 | <u>99,106</u> | <u>347,548</u> | <u>347,548</u> |
| 120,178                | 51                  | 1,527     | 121,756        | 121,573        | <i>Total General Fund</i>                 | 110,183       | 358,168        | 358,168        |
| <b>All Other Funds</b> |                     |           |                |                |                                           |               |                |                |
| —                      | 3,255               | —         | —              | —              | Management and<br>Administrative Services | 99            | 10,000         | 10,000         |
| —                      | 24,032 <sup>R</sup> | -2,200    | 25,087         | 23,579         | <i>Total All Other Funds</i>              | —             | 10,000         | 10,000         |
| 120,178                | 27,287              | -2,200    | 146,843        | 145,152        | <b>GRAND TOTAL</b>                        | 120,183       | 368,168        | 368,168        |

Notes: (a) The fiscal year 1995 appropriation has been adjusted for the allocation of salary program and has been reduced to reflect the transfer of funds to the Salary and Other Benefits accounts.  
(b) Additional sums in the amount of \$445,000 are provided in the recommended amounts for State departments which receive direct services from the Federal Liaison Office in Washington, D.C.

LANGUAGE PROVISIONS

It is further recommended that the balance as of June 30, 1995 in the State Revenue Forecasting and Advisory Commission is appropriated for the same purpose.

It is further recommended that the unexpended balances in the Productivity and Efficiency Program be appropriated for the same purpose.

It is further recommended that there be appropriated from investment earnings of State funds, a sum, not to exceed \$640,000, for public finance activities.

It is further recommended that such sums as may be necessary for payment of expenses incurred by issuing officials appointed under the several bond acts of the State be appropriated for the purposes and from the sources defined in said acts.

It is further recommended that an amount equivalent to the amount due to be paid in Fiscal Year 1996 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 (C34:1B-7.12) for the purposes of P.L. 1992, c.16 (C34:1B-7.10 et seq.).

It is further recommended that notwithstanding the provisions of any law to the contrary, there be appropriated from the Drug Enforcement 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.

It is recommended that fees collected on behalf of the Public Contracts Affirmative Action program and the unexpended balance as of June 30, 1995 of such fees, be appropriated for program costs, subject to allotment by the Director of the Division of Budget and Accounting.

|         |        |     |         |         |                                                            |         |         |         |
|---------|--------|-----|---------|---------|------------------------------------------------------------|---------|---------|---------|
| 194,632 | 10,109 | 503 | 205,244 | 200,125 | <b>Total Appropriation, Department of<br/>the Treasury</b> | 208,689 | 200,222 | 200,222 |
|---------|--------|-----|---------|---------|------------------------------------------------------------|---------|---------|---------|