

**STATE OF NEW JERSEY
STATISTICAL SECTION
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**STATE OF NEW JERSEY
NET ASSETS BY COMPONENT
FOR THE FISCAL YEAR ENDED JUNE 30
(Expressed in Millions)**

	<u>2006</u>	<u>2005*</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
<u>Governmental Activities</u>					
Invested in capital assets, net of related debt	\$ 5,952.7	\$ 6,575.3	\$ 6,167.1	\$ 4,907.4	\$ 4,781.8
Restricted	5,625.8	4,795.3	3,715.3	4,175.0	3,453.5
Unrestricted	(19,723.0)	(18,987.8)	(14,270.9)	(10,881.7)	(8,258.0)
Total	<u>\$ (8,144.5)</u>	<u>\$ (7,617.2)</u>	<u>\$ (4,388.5)</u>	<u>\$ (1,799.3)</u>	<u>\$ (22.7)</u>
<u>Business-type Activities</u>					
Restricted	\$ 1,500.6	\$ 1,682.9	\$ 1,697.7	\$ 2,219.8	\$ 2,974.6
Unrestricted	(2.8)	(1.3)	--	--	(59.7)
Total	<u>\$ 1,497.8</u>	<u>\$ 1,681.6</u>	<u>\$ 1,697.7</u>	<u>\$ 2,219.8</u>	<u>\$ 2,914.9</u>
<u>Total Primary Government</u>					
Invested in capital assets, net of related debt	\$ 5,952.7	\$ 6,575.3	\$ 6,167.1	\$ 4,907.4	\$ 4,781.8
Restricted	7,126.4	6,478.2	5,413.0	6,394.8	6,428.1
Unrestricted	(19,725.8)	(18,989.1)	(14,270.9)	(10,881.7)	(8,317.7)
Total	<u>\$ (6,646.7)</u>	<u>\$ (5,935.6)</u>	<u>\$ (2,690.8)</u>	<u>\$ 420.5</u>	<u>\$ 2,892.2</u>

Note:

Information presented is based on the accrual basis of accounting.

* Amounts have been restated.

STATE OF NEW JERSEY
CHANGES IN NET ASSETS FOR THE FISCAL YEAR ENDED JUNE 30
(Expressed in Millions)

	<u>2006</u>	<u>2005*</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
<u>Governmental Activities</u>					
Expenses					
Public safety and criminal justice	\$ 2,827.9	\$ 2,916.8	\$ 2,652.5	\$ 2,504.5	\$ 2,485.0
Physical and mental health	9,729.9	9,565.4	8,809.3	9,305.6	8,952.4
Educational, cultural, and intellectual development	14,200.5	13,609.3	12,562.2	10,686.3	10,117.8
Community development and environmental management	2,205.4	1,997.6	1,228.7	1,959.0	2,207.6
Economic planning, development, and security	4,914.9	4,123.7	3,714.1	4,046.6	3,577.1
Transportation programs	2,435.1	1,724.2	1,774.0	1,561.1	1,541.6
Government direction, management, and control	8,280.6	8,086.4	6,027.8	5,763.2	4,951.3
Special government services	239.6	291.6	264.9	236.3	227.2
Interest expense	537.0	791.6	750.4	574.7	540.8
Total Expenses	<u>45,370.9</u>	<u>43,106.6</u>	<u>37,783.9</u>	<u>36,637.3</u>	<u>34,600.8</u>
Program Revenues					
Charges for services	5,000.6	4,601.5	3,341.0	3,900.7	3,052.3
Operating grants	9,708.5	9,156.4	8,985.0	9,151.1	9,233.0
Capital grants and contributions	174.3	125.8	140.9	30.6	23.8
Total Program Revenues	<u>14,883.4</u>	<u>13,883.7</u>	<u>12,466.9</u>	<u>13,082.4</u>	<u>12,309.1</u>
Net (Expense) Revenue	<u>(30,487.5)</u>	<u>(29,222.9)</u>	<u>(25,317.0)</u>	<u>(23,554.9)</u>	<u>(22,291.7)</u>
General Revenues and Transfers					
Taxes	26,714.1	23,308.2	20,940.6	19,347.3	18,049.8
Investment earnings	183.0	84.3	59.8	61.1	42.8
Miscellaneous	1,627.3	1,569.1	1,939.1	1,647.5	2,194.6
Transfers	1,435.8	1,032.6	(211.7)	716.9	725.3
Special Item - gain on sale of tobacco rights	--	--	--	5.5	--
Total General Revenue and Transfers	<u>29,960.2</u>	<u>25,994.2</u>	<u>22,727.8</u>	<u>21,778.3</u>	<u>21,012.5</u>
Change in Net Assets	<u>(527.3)</u>	<u>(3,228.7)</u>	<u>(2,589.2)</u>	<u>(1,776.6)</u>	<u>(1,279.2)</u>
Net Assets - July 1	<u>(7,617.2)</u>	<u>(4,388.5)</u>	<u>(1,799.3)</u>	<u>(22.7)</u>	<u>1,256.5</u>
Net Assets - June 30	<u>\$ (8,144.5)</u>	<u>\$ (7,617.2)</u>	<u>\$ (4,388.5)</u>	<u>\$ (1,799.3)</u>	<u>\$ (22.7)</u>
<u>Business-type Activities</u>					
Expenses					
State Lottery Fund	\$ 1,573.3	\$ 1,476.4	\$ 1,413.2	\$ 1,339.0	\$ 1,304.7
Unemployment Compensation Fund	1,828.5	1,948.5	2,481.5	2,876.3	2,497.1
Other	1,959.0	1,860.6	1,700.7	1,367.1	1,217.5
Total Expenses	<u>5,360.8</u>	<u>5,285.5</u>	<u>5,595.4</u>	<u>5,582.4</u>	<u>5,019.3</u>
Program Revenues					
Charges for services	5,859.9	5,898.4	5,317.5	4,706.4	4,032.0
Operating grants	102.9	103.6	481.8	897.8	847.9
Total Program Revenues	<u>5,962.8</u>	<u>6,002.0</u>	<u>5,799.3</u>	<u>5,604.2</u>	<u>4,879.9</u>
Net (Expense) Revenue	<u>602.0</u>	<u>716.5</u>	<u>203.9</u>	<u>21.8</u>	<u>(139.4)</u>
General Revenues and Transfers					
Government subsidies and grants	--	--	--	--	246.8
Transfers	(785.8)	(732.6)	(726.0)	(716.9)	(725.3)
Total General Revenue and Transfers	<u>(785.8)</u>	<u>(732.6)</u>	<u>(726.0)</u>	<u>(716.9)</u>	<u>(478.5)</u>
Change in Net Assets	<u>(183.8)</u>	<u>(16.1)</u>	<u>(522.1)</u>	<u>(695.1)</u>	<u>(617.9)</u>
Net Assets - July 1	<u>1,681.6</u>	<u>1,697.7</u>	<u>2,219.8</u>	<u>2,914.9</u>	<u>3,532.8</u>
Net Assets - June 30	<u>\$ 1,497.8</u>	<u>\$ 1,681.6</u>	<u>\$ 1,697.7</u>	<u>\$ 2,219.8</u>	<u>\$ 2,914.9</u>
<u>Total Primary Government</u>					
Expenses	\$ 50,731.7	\$ 48,392.1	\$ 43,379.3	\$ 42,219.7	\$ 39,620.1
Program revenues	20,846.2	19,885.7	18,266.2	18,686.6	17,189.0
Net (Expense) Revenue	<u>(29,885.5)</u>	<u>(28,506.4)</u>	<u>(25,113.1)</u>	<u>(23,533.1)</u>	<u>(22,431.1)</u>
General revenues and other changes in net assets	29,174.4	25,261.6	22,001.8	21,061.4	20,534.0
Change in Net Assets	<u>(711.1)</u>	<u>(3,244.8)</u>	<u>(3,111.3)</u>	<u>(2,471.7)</u>	<u>(1,897.1)</u>
Net Assets - July 1	<u>(5,935.6)</u>	<u>(2,690.8)</u>	<u>420.5</u>	<u>2,892.2</u>	<u>4,789.3</u>
Net Assets - June 30	<u>\$ (6,646.7)</u>	<u>\$ (5,935.6)</u>	<u>\$ (2,690.8)</u>	<u>\$ 420.5</u>	<u>\$ 2,892.2</u>

Note:

Information presented is based on the accrual basis of accounting.

* Amounts have been restated.

**STATE OF NEW JERSEY
FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30
(Expressed in Millions)**

	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
<u>General Fund</u>					
Reserved					
Encumbrances	\$ 907.6	\$ 839.3	\$ 664.4	\$ 630.8	\$ 584.6
Surplus Revenue	559.8	288.7	282.4	--	--
Other	368.1	369.9	312.8	377.2	103.8
Unreserved	<u>2,522.7</u>	<u>1,689.5</u>	<u>1,491.6</u>	<u>1,243.8</u>	<u>1,240.3</u>
Total	<u><u>\$ 4,358.2</u></u>	<u><u>\$ 3,187.4</u></u>	<u><u>\$ 2,751.2</u></u>	<u><u>\$ 2,251.8</u></u>	<u><u>\$ 1,928.7</u></u>
<u>All Other Governmental Funds</u>					
Reserved					
Encumbrances	\$ 896.8	\$ 629.3	\$ 680.9	\$ 700.1	\$ 746.3
Other	1,605.3	1,601.6	1,632.2	1,064.1	1,571.1
Unreserved					
Special Revenue Funds	4,477.8	2,638.4	1,901.5	4,203.8	1,563.4
Capital Projects Fund	119.1	143.3	170.5	168.2	(225.6)
Total	<u><u>\$ 7,099.0</u></u>	<u><u>\$ 5,012.6</u></u>	<u><u>\$ 4,385.1</u></u>	<u><u>\$ 6,136.2</u></u>	<u><u>\$ 3,655.2</u></u>
<u>Total</u>					
Reserved					
Encumbrances	\$ 1,804.4	\$ 1,468.6	\$ 1,345.3	\$ 1,330.9	\$ 1,330.9
Surplus Revenue	559.8	288.7	282.4	--	--
Other	1,973.4	1,971.5	1,945.0	1,441.3	1,674.9
Unreserved					
General Fund	2,522.7	1,689.5	1,491.6	1,243.8	1,240.3
Special Revenue Funds	4,477.8	2,638.4	1,901.5	4,203.8	1,563.4
Capital Projects Fund	119.1	143.3	170.5	168.2	(225.6)
Total Governmental Funds	<u><u>\$ 11,457.2</u></u>	<u><u>\$ 8,200.0</u></u>	<u><u>\$ 7,136.3</u></u>	<u><u>\$ 8,388.0</u></u>	<u><u>\$ 5,583.9</u></u>

Note:

Information presented is based on the modified accrual basis of accounting.

STATE OF NEW JERSEY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
TOTAL GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30
(Expressed in Millions)

	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
REVENUES					
Taxes	\$ 25,909.3	\$ 23,395.5	\$ 21,008.9	\$ 19,491.1	\$ 18,196.3
Federal and other grants	9,122.2	8,594.9	8,495.2	7,954.5	7,658.5
Licenses and fees	959.8	930.6	811.5	979.1	875.1
Services and assessments	2,493.6	2,172.7	1,835.3	1,798.6	1,705.5
Investment earnings	321.7	149.2	96.9	103.0	101.1
Contributions	662.6	646.7	281.9	510.3	231.3
Other	3,628.9	3,508.8	3,213.8	6,560.9	3,560.6
Total Revenues	<u>43,098.1</u>	<u>39,398.4</u>	<u>35,743.5</u>	<u>37,397.5</u>	<u>32,328.4</u>
EXPENDITURES					
Public safety and criminal justice	3,155.7	2,989.7	2,733.5	2,548.0	2,546.8
Physical and mental health	9,732.6	9,603.5	8,826.6	9,315.2	8,863.6
Educational, cultural, and intellectual development	14,405.1	13,909.5	12,723.6	10,813.0	10,249.9
Community development and environmental management	2,446.6	2,341.5	2,160.1	2,050.0	2,260.5
Economic planning, development, and security	4,981.2	4,233.2	3,763.6	4,087.1	3,620.8
Transportation programs	3,106.2	2,483.8	2,551.9	2,225.7	2,252.4
Government direction, management, and control	7,134.2	7,335.6	5,505.4	5,476.9	5,199.0
Special government services	313.3	299.9	270.9	239.1	230.7
Capital Outlay	573.5	237.6	326.3	863.1	1,122.3
Debt Service:					
Principal	48.2	390.5	483.4	418.7	399.4
Interest	361.3	623.3	650.5	457.8	439.2
Total Expenditures	<u>46,257.9</u>	<u>44,448.1</u>	<u>39,995.8</u>	<u>38,494.6</u>	<u>37,184.6</u>
Excess (deficiency) of revenues over expenditures	<u>(3,159.8)</u>	<u>(5,049.7)</u>	<u>(4,252.3)</u>	<u>(1,097.1)</u>	<u>(4,856.2)</u>
OTHER FINANCING SOURCES (USES)					
Proceeds from sale of bonds	2,850.1	1,000.5	1,139.8	895.0	1,014.6
Transfers from (to) other funds	1,435.8	1,032.6	(211.7)	716.9	725.3
Other	2,131.1	4,080.3	2,072.5	2,289.3	1,122.3
Total	<u>6,417.0</u>	<u>6,113.4</u>	<u>3,000.6</u>	<u>3,901.2</u>	<u>2,862.2</u>
Change in Fund Balance	3,257.2	1,063.7	(1,251.7)	2,804.1	(1,994.0)
Fund balances - July 1	<u>8,200.0</u>	<u>7,136.3</u>	<u>8,388.0</u>	<u>5,583.9</u>	<u>7,577.9</u>
Fund balances - June 30	<u>\$ 11,457.2</u>	<u>\$ 8,200.0</u>	<u>\$ 7,136.3</u>	<u>\$ 8,388.0</u>	<u>\$ 5,583.9</u>

Debt Service as a percentage of noncapital expenditures:	0.9%	2.3%	2.9%	2.3%	2.3%
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Notes:

Debt Service as a percentage of noncapital expenditures is defined as total debt service divided by total expenditures minus capital outlay and expenditures for capitalized assets included within the functional categories. Information presented is based on the modified accrual basis of accounting.

**STATE OF NEW JERSEY
REVENUE SUMMARY FOR BUDGETED FUNDS*
FOR THE FISCAL YEAR ENDED JUNE 30
(Expressed in Millions)**

<u>Major Tax</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
Gross Income Tax	\$ 10,506.6	\$ 9,537.9	\$ 7,400.7	\$ 6,735.3
Sales and Use Tax	6,853.4	6,552.2	6,261.7	5,936.1
Corporation Business Tax	3,007.8	2,368.1	2,370.2	2,525.4
Other Major Taxes	3,544.7	3,244.0	3,028.0	2,837.3
Miscellaneous Taxes, Fees	3,324.0	4,988.5	4,472.4	4,265.2
State Lottery	844.2	812.0	795.0	765.4
Casino Taxes and Fees	570.3	540.0	532.7	413.9
Total	<u>\$ 28,651.0</u>	<u>\$ 28,042.7</u>	<u>\$ 24,860.7</u>	<u>\$ 23,478.6</u>

* Budgeted funds include the General Fund, the Property Tax Relief Fund, the Casino Revenue Fund, the Casino Control Fund, and the Gubernatorial Elections Fund.

Source:

New Jersey Department of the Treasury, Office of Management and Budget.

**STATE OF NEW JERSEY
REVENUE SUMMARY FOR BUDGETED FUNDS*
PERCENT DISTRIBUTION BY MAJOR TAX
FOR THE FISCAL YEAR ENDED JUNE 30**

<u>Major Tax</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
Gross Income Tax	36.7 %	34.0 %	29.8 %	28.7 %
Sales and Use Tax	23.9	23.4	25.2	25.3
Corporation Business Tax	10.5	8.4	9.5	10.7
Other Major Taxes	12.4	11.6	12.2	12.1
Miscellaneous Taxes, Fees	11.6	17.8	18.0	18.2
State Lottery	2.9	2.9	3.2	3.2
Casino Taxes and Fees	2.0	1.9	2.1	1.8
Total	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>

* Budgeted funds include the General Fund, the Property Tax Relief Fund, the Casino Revenue Fund, the Casino Control Fund, and the Gubernatorial Elections Fund.

Source:

New Jersey Department of the Treasury, Office of Management and Budget.

2002	2001	2000	1999	1998	1997
\$ 6,837.0	\$ 7,989.2	\$ 7,205.3	\$ 6,323.9	\$ 5,590.6	\$ 4,825.4
5,996.8	5,758.7	5,508.1	5,054.4	4,766.2	4,415.4
1,171.5	1,389.5	1,452.1	1,402.9	1,231.6	1,286.4
2,489.1	2,429.9	2,307.8	2,282.5	2,305.0	2,297.2
2,911.5	2,296.9	2,307.7	2,107.9	2,226.4	2,320.9
754.5	697.4	719.9	652.3	642.8	650.0
413.0	399.3	396.3	382.5	369.8	359.6
\$ 20,573.4	\$ 20,960.9	\$ 19,897.2	\$ 18,206.4	\$ 17,132.4	\$ 16,154.9

2002	2001	2000	1999	1998	1997
33.2 %	38.1 %	36.3 %	34.7 %	32.6 %	29.9 %
29.1	27.5	27.7	27.8	27.8	27.3
5.7	6.6	7.3	7.7	7.2	8.0
12.1	11.6	11.6	12.5	13.5	14.2
14.2	11.0	11.5	11.6	13.0	14.4
3.7	3.3	3.6	3.6	3.8	4.0
2.0	1.9	2.0	2.1	2.1	2.2
100.0 %					

**STATE OF NEW JERSEY
REAL GROSS STATE PRODUCT BY INDUSTRY
FOR THE CALENDAR YEAR ENDED DECEMBER 31
(Expressed in Billions)**

	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
Gross State Product				
<u>Goods Producing</u>				
Agriculture, forestry, fishing, and hunting	\$ 0.6	\$ 0.5	\$ 0.5	\$ 0.6
Mining	0.2	0.2	0.2	0.2
Manufacturing	37.6	38.8	39.6	38.6
Construction	13.6	13.5	13.2	13.6
Subtotal	<u>52.0</u>	<u>53.0</u>	<u>53.5</u>	<u>53.0</u>
<u>Private Service Producing</u>				
Transportation and warehousing	11.0	11.3	11.2	10.6
Information	21.8	20.6	18.7	19.1
Utilities	7.2	6.9	6.8	6.3
Wholesale trade	33.7	33.4	33.0	31.8
Retail trade	27.8	27.3	26.2	25.5
Finance and insurance	32.4	31.2	31.3	30.5
Real estate, rental, and leasing	63.7	60.9	56.4	54.5
Services*	92.5	90.0	87.2	85.1
Other services**	7.2	7.1	6.9	6.8
Subtotal	<u>297.3</u>	<u>288.7</u>	<u>277.7</u>	<u>270.2</u>
Government	36.6	36.1	35.2	34.7
Grand Total	<u>\$ 385.9</u>	<u>\$ 377.8</u>	<u>\$ 366.4</u>	<u>\$ 357.9</u>
Total Personal Income	\$ 382.0	\$ 363.9	\$ 343.4	\$ 337.0

* Services include professional and business services, educational and health services, and leisure and hospitality services.

** Other services include repair and maintenance services, personal and laundry services, and religious, grant-making and other similar organizations.

Source:

Global Insight and the New Jersey Department of the Treasury, Division of Taxation.

<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>	<u>1996</u>
\$ 0.5	\$ 0.6	\$ 0.5	\$ 0.5	\$ 0.4	\$ 0.4
0.2	0.2	0.2	0.2	0.2	0.2
40.5	41.3	39.1	36.9	37.1	35.8
13.7	12.8	12.7	12.9	12.9	12.5
<u>54.9</u>	<u>54.9</u>	<u>52.5</u>	<u>50.5</u>	<u>50.6</u>	<u>48.9</u>
10.5	11.2	11.0	10.5	10.2	9.9
18.7	17.3	16.6	15.8	15.3	14.7
6.5	6.7	6.3	6.2	6.3	6.8
32.2	29.8	29.1	28.6	25.7	23.3
24.4	22.4	21.1	20.2	19.3	18.0
29.6	27.3	24.2	22.9	21.0	19.8
53.4	50.8	50.2	49.3	48.2	48.2
84.1	83.9	83.2	81.9	79.1	76.0
6.7	6.7	6.6	6.9	6.7	6.8
<u>266.1</u>	<u>256.1</u>	<u>248.3</u>	<u>242.3</u>	<u>231.8</u>	<u>223.5</u>
34.2	33.7	33.3	33.3	34.2	34.6
<u>\$ 355.2</u>	<u>\$ 344.7</u>	<u>\$ 334.1</u>	<u>\$ 326.1</u>	<u>\$ 316.6</u>	<u>\$ 307.0</u>
\$ 333.0	\$ 323.6	\$ 294.4	\$ 282.7	\$ 263.4	\$ 248.3

**STATE OF NEW JERSEY
GROSS INCOME TAX RATES
FOR THE CALENDAR YEAR ENDED DECEMBER 31**

Top Income Tax Rate Is Applied To Taxable Income In Excess Of

<u>Year</u>	<u>Top Rate</u>	<u>Married Filing</u>			<u>Head of Household</u>	<u>Average Effective Rate*</u>
		<u>Single</u>	<u>Jointly</u>			
1997	6.37 %	\$ 75,000	\$ 150,000	\$ 150,000	2.49 %	
1998	6.37	75,000	150,000	150,000	2.57	
1999	6.37	75,000	150,000	150,000	2.67	
2000	6.37	75,000	150,000	150,000	2.84	
2001	6.37	75,000	150,000	150,000	2.61	
2002	6.37	75,000	150,000	150,000	2.56	
2003	6.37	75,000	150,000	150,000	2.59	
2004	8.97	500,000	500,000	500,000	3.02	
2005	8.97	500,000	500,000	500,000	3.07	
2006	8.97	500,000	500,000	500,000	3.19	

* Net tax divided by New Jersey Gross Income for full-time resident returns with a tax liability. Data for 2005 and 2006 are estimates based on projections.

Source:

New Jersey Department of the Treasury, Division of Taxation.

**STATE OF NEW JERSEY
GROSS INCOME TAX (GIT) FILERS AND LIABILITY BY INCOME LEVEL
2004 AS COMPARED TO 1995
(GIT Liability Expressed in Millions)**

<u>Income Level</u>	<u>2004</u>				<u>1995</u>			
	<u>Number of Filers</u>	<u>Percent of Total</u>	<u>GIT Liability</u>	<u>Percent of Total</u>	<u>Number of Filers</u>	<u>Percent of Total</u>	<u>GIT Liability</u>	<u>Percent of Total</u>
\$500,001 and higher	34,948	1.3 %	\$ 2,630.4	37.0 %	14,043	0.5 %	\$ 813.6	18.8 %
\$250,001 - \$500,000	72,803	2.8	954.1	13.4	31,649	1.2	754.3	17.4
\$100,001 - \$250,000	503,603	19.4	2,074.6	29.2	236,426	8.7	1,063.4	24.6
\$75,001 - \$100,000	308,320	11.9	519.4	7.3	232,684	8.6	448.7	10.4
\$50,001 - \$75,000	466,255	18.0	487.7	6.9	467,962	17.3	567.6	13.1
\$35,001 - \$50,000	426,126	16.4	243.8	3.4	432,932	16.0	312.3	7.2
\$20,001 - \$35,000	543,782	21.0	163.2	2.3	620,008	22.9	249.5	5.8
\$10,001 - \$20,000	239,137	9.2	37.1	0.5	515,717	19.1	101.6	2.3
\$10,000 and lower	--	--	--	--	154,590	5.7	16.0	0.4
Total	<u>2,594,974</u>	<u>100.0 %</u>	<u>\$ 7,110.3</u>	<u>100.0 %</u>	<u>2,706,011</u>	<u>100.0 %</u>	<u>\$ 4,327.0</u>	<u>100.0 %</u>

Source:

New Jersey Department of the Treasury, Division of Taxation.

**STATE OF NEW JERSEY
TAXABLE SALES BY CATEGORY*
FOR THE CALENDAR YEAR ENDED DECEMBER 31
(Expressed in Millions)**

Year	Category							Total	Sales and Use Tax Rate
	Manufacturing	Wholesale	Retail	Service	Construction	Other			
1996	\$ 217.3	\$ 185.9	\$ 2,403.6	\$ 1,167.4	\$ 89.9	\$ 38.7	\$ 4,102.8	6.0 %	
1997	237.9	214.5	2,492.9	1,243.3	93.8	44.2	4,326.6	6.0	
1998	247.8	230.1	2,650.3	1,390.8	96.0	49.1	4,664.1	6.0	
1999	256.4	244.2	2,856.8	1,419.1	103.5	53.2	4,933.2	6.0	
2000	274.1	249.3	3,064.5	1,476.4	113.7	62.1	5,240.1	6.0	
2001	297.6	255.5	3,207.8	1,557.6	123.2	80.5	5,522.2	6.0	
2002	249.2	233.6	3,256.2	1,491.6	110.6	82.4	5,423.6	6.0	
2003	239.5	234.0	3,415.8	1,506.1	116.2	90.4	5,602.0	6.0	
2004	278.6	261.5	3,564.6	1,550.7	129.1	100.2	5,884.7	6.0	
2005	315.2	270.4	3,599.8	1,599.9	136.5	94.9	6,016.7	6.0	

* Category data from 1996 through 2004 has been revised.

Source:

New Jersey Department of the Treasury, Division of Taxation.

**STATE OF NEW JERSEY
TAXABLE SALES BY CATEGORY
PERCENT DISTRIBUTION BY MAJOR CATEGORY*
FOR THE CALENDAR YEAR ENDED DECEMBER 31**

Year	Category							Total
	Manufacturing	Wholesale	Retail	Service	Construction	Other		
1996	5.3 %	4.5 %	58.6 %	28.5 %	2.2 %	0.9 %	100.0 %	
1997	5.5	5.0	57.6	28.7	2.2	1.0	100.0	
1998	5.3	4.9	56.8	29.8	2.1	1.1	100.0	
1999	5.2	4.9	57.9	28.8	2.1	1.1	100.0	
2000	5.2	4.7	58.5	28.2	2.2	1.2	100.0	
2001	5.4	4.6	58.1	28.2	2.2	1.5	100.0	
2002	4.6	4.3	60.0	27.5	2.1	1.5	100.0	
2003	4.3	4.2	61.0	26.9	2.0	1.6	100.0	
2004	4.7	4.4	60.6	26.4	2.2	1.7	100.0	
2005	5.2	4.5	59.8	26.6	2.3	1.6	100.0	

* Data from 1996 through 2004 has been revised.

Source:

New Jersey Department of the Treasury, Division of Taxation.

STATE OF NEW JERSEY
RATIO OF OUTSTANDING LONG-TERM DEBT
1997-2006
(Expressed in Thousands Except for General Long-Term Debt Ratios)

Governmental Activities	2006	2005	2004	2003
<u>Bonded Debt</u>				
General Obligation Bonds	\$ 3,132,755	\$ 3,156,375	\$ 3,301,005	\$ 3,366,605
Revenue Bonds Payable	12,975,955	7,856,005	7,229,340	6,520,530
Capital Leases	308,575	130,340	137,535	126,960
Installment Obligations	16,896,002	15,373,185	11,741,335	10,149,031
Certificates of Participation	60,559	66,148	77,392	81,662
Unamortized Premium	1,500,850	1,204,377	498,641	365,248
Tobacco Settlement Financing Corporation	3,248,580	3,280,155	3,329,406	3,345,107
Unamortized Deferral on Refunding	(604,570)	(533,008)	(223,754)	(211,909)
Unamortized Interest on Capital Appreciation Bonds	(5,673,484)	(3,211,862)	(3,311,643)	(3,435,380)
Subtotal	31,845,222	27,321,715	22,779,257	20,307,854
<u>Non-Bonded Debt</u>				
Accumulated Sick and Vacation Payable	518,561	488,913	466,126	449,934
Capital Leases	430,768	538,926	553,984	515,331
Loans Payable	1,279,358	1,279,358	1,279,358	1,279,358
Net Pension Obligation	2,953,944	1,796,799	845,563	115,033
Other	417,733	397,545	377,766	332,019
Subtotal	5,600,364	4,501,541	3,522,797	2,691,675
Grand Total	\$ 37,445,586	\$ 31,823,256	\$ 26,302,054	\$ 22,999,529
New Jersey Total Personal Income	\$ 407,400,000	\$ 382,041,000	\$ 363,852,000	\$ 343,436,000
Percentage of Personal Income	9.2%	8.3%	7.2%	6.7%
New Jersey Population	8,754	8,718	8,685	8,640
General Obligation Debt Per Capita	\$357.87	\$362.05	\$380.08	\$389.65
Total Long-Term Debt Per Capita	\$4,277.54	\$3,650.29	\$3,028.45	\$2,661.98

Note:

New Jersey Total Personal Income and Population figures for 2006 are estimates.
Data for 2001 through 2005 has been revised.

Source:

New Jersey Department of the Treasury, Office of Management and Budget.

	2002	2001	2000	1999	1998	1997
\$	3,249,855	\$ 3,555,375	\$ 3,875,025	\$ 3,734,360	\$ 3,657,350	\$ 3,521,905
	5,885,515	5,119,160	5,289,155	4,425,150	3,868,160	3,137,885
	135,150	147,565	157,000	184,370	189,660	183,571
	9,062,246	8,990,688	8,428,873	8,389,293	8,345,408	4,712,551
	100,950	138,623	147,575	115,751	103,385	128,460
	193,961	--	--	--	--	--
	--	--	--	--	--	--
	(104,984)	--	--	--	--	--
	<u>(3,290,843)</u>	<u>(3,422,621)</u>	<u>(3,587,914)</u>	<u>(3,706,206)</u>	<u>(3,817,327)</u>	<u>(224,206)</u>
	<u>15,231,850</u>	<u>14,528,790</u>	<u>14,309,714</u>	<u>13,142,718</u>	<u>12,346,636</u>	<u>11,460,166</u>
	477,003	449,045	428,155	415,219	431,142	414,210
	413,130	117,190	79,584	80,447	100,052	57,467
	1,279,358	1,279,358	1,279,358	1,279,358	1,271,679	1,137,500
	81,687	54,576	18,513	--	--	--
	<u>320,083</u>	<u>228,980</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
	<u>2,571,261</u>	<u>2,129,149</u>	<u>1,805,610</u>	<u>1,775,024</u>	<u>1,802,873</u>	<u>1,609,177</u>
\$	<u>17,803,111</u>	<u>\$ 16,657,939</u>	<u>\$ 16,115,324</u>	<u>\$ 14,917,742</u>	<u>\$ 14,149,509</u>	<u>\$ 13,069,343</u>
\$	337,010,000	\$ 332,951,000	\$ 323,554,000	\$ 294,385,000	\$ 282,721,000	\$ 263,420,000
	5.3%	5.0%	5.0%	5.1%	5.0%	5.0%
	8,576	8,505	8,414	8,143	8,096	8,054
	\$378.95	\$418.03	\$460.54	\$458.60	\$451.75	\$437.29
	\$2,075.92	\$1,958.61	\$1,915.30	\$1,831.97	\$1,747.72	\$1,622.71

**STATE OF NEW JERSEY
STATE CONSTITUTION - LEGAL DEBT LIMITATIONS**

The State Constitution provides that the Legislature shall not create a debt or liability in any fiscal year which, together with any previous debts or liabilities, shall exceed one percent of total appropriations for that fiscal year unless the same shall be authorized by a law for some single object or been submitted to the people at a general election and has been approved by a majority of voters. These Constitutional Provisions do not apply to the creation of debt for purposes of war, or to repel invasion, or to suppress insurrection, or to meet emergencies caused by disaster or act of God (Article VIII, Section 2, par. 3).

All general obligation bonded debt in New Jersey is entered into as a result of successful referenda. As the table below illustrates, the debt margin as defined by the Constitution would prohibit any other method of creation of such debt or liability.

**STATE OF NEW JERSEY
CALCULATION OF LEGAL LIMITS
(Expressed in Millions)**

Fiscal Year	Total Appropriations For Budgeted Funds	Legal Debt Limit
1997	\$ 16,256.8	\$ 162.5
1998	17,157.6	171.5
1999	18,485.6	184.8
2000	20,163.5	201.6
2001	21,842.8	218.4
2002	23,352.2	233.5
2003	23,726.4	237.2
2004	24,569.1	245.6
2005	28,644.8	286.4
2006	28,087.7	280.8

Source:

New Jersey Department of the Treasury, Office of Management and Budget.

STATE OF NEW JERSEY
LEGISLATIVELY AUTHORIZED BUT UNISSUED DEBT, 2006 AND 2005
(Expressed in Millions)

<u>Debt Program</u>	<u>Year</u>	<u>Amount Authorized</u>	<u>Unissued As Of</u>	
			<u>6/30/2006</u>	<u>6/30/2005</u>
<u>General Obligation Bonds*</u>				
Clean Waters	1976	\$ 120.0	\$ 5.0	\$ 5.0
State Land Acquisition and Development	1978	200.0	1.5	1.5
Natural Resources	1980	145.0	9.6	9.6
Energy Conservation	1980	50.0	1.6	1.6
Water Supply	1981	350.0	93.4	93.4
Hazardous Discharge	1981	100.0	43.0	43.0
New Jersey Green Acres	1983	135.0	14.5	14.5
Pinelands Infrastructure Trust	1985	30.0	8.0	8.0
Hazardous Discharge	1986	200.0	48.0	48.0
New Jersey Green Acres, Cultural Centers and Historic Preservation	1987	100.0	9.0	9.0
Open Space Preservation	1989	300.0	26.0	26.0
Public Purpose Buildings and Community - Based Facilities Construction	1989	125.0	5.0	5.0
Stormwater Management and Combined Sewer Overflow Abatement	1989	50.0	21.5	21.5
New Jersey Green Acres, Clean Water, Farmland and Historic Preservation	1992	345.0	26.8	26.8
Development Disabilities' Waiting List Reduction and Human Services Facilities Construction	1994	160.0	5.0	5.0
1995 New Jersey Green Acres, Farmland and Historic Preservation and Blue Acres	1995	340.0	25.5	25.5
Port of New Jersey Revitalization, Dredging, Environmental Cleanup, Lake Restoration, and Delaware Bay Area Economic Development	1996	300.0	199.0	199.0
Dam, Lake, Stream, Flood Control, Water Resources, and Wastewater Treatment Project	2003	200.0	200.0	200.0
Subtotal		<u>3,250.0</u>	<u>742.4</u>	<u>742.4</u>
<u>Revenue Bonds Payable</u>				
<u>Transportation Trust Fund Authority</u>				
Annual Capital Plan**	1995, 2006	15,600.0	7,108.0	658.1
<u>Garden State Preservation Trust</u>				
Open Space and Farmland Preservation Bonds***	1999, 2004	1,150.0	--	650.0
Subtotal		<u>16,750.0</u>	<u>7,108.0</u>	<u>1,308.1</u>
<u>Installment Obligations</u>				
<u>Economic Development Authority</u>				
Market Transition Facility	1994	750.0	44.7	44.7
School Facilities Construction	2000	8,600.0	3,079.1	4,504.1
Special Needs Housing	2005	200.0	148.6	--
<u>Educational Facilities Authority</u>				
Equipment Leasing Fund	1993	100.0	56.9	40.8
Capital Improvement Fund	1999	550.0	0.6	0.6
Dormitory Safety Trust Fund	2000	90.0	10.8	10.8
Subtotal		<u>10,290.0</u>	<u>3,340.7</u>	<u>4,601.0</u>
Total		<u>\$ 30,290.0</u>	<u>\$ 11,191.1</u>	<u>\$ 6,651.5</u>

Notes:

For debt issued after June 30, 2006, please refer to Note 20 - Subsequent Events of the Notes to the Financial Statements.

* An additional \$1 million in Emergency Housing Bonds (Act of 1946) remain authorized but are not to be issued.

** The New Jersey Transportation Trust Fund Authority has been legislatively reauthorized to include capital programs through Fiscal Year 2011.

*** The Garden State Preservation Trust on May 6, 2004 sold \$500 million of its Open Space and Farmland Preservation Bonds, 2005 Series A (Forward Delivery Bonds) and on September 16, 2004 sold \$150 million of its Open Space Preservation and Farmland Preservation Bonds, 2005 Series B (Forward Delivery Bonds). The Garden State Preservation Trust issued both of these bonds on December 1, 2005.

Source:

New Jersey Department of the Treasury, Office of Public Finance.

**STATE OF NEW JERSEY
DEBT SERVICE COVERAGE RATIO
(Expressed in Millions Except for Coverage Ratio)**

Market Transition Facility (MTF) Senior Lien Revenue Bonds (Series 1994A and Series 2001A)

MTF Senior Lien Revenue Bonds are repaid solely from surcharges assessed on drivers who commit certain violations. The violations for which surcharges are imposed are: (i) driving while intoxicated, (ii) receiving six or more motor vehicle points during a three year period preceding the imposition of the surcharge, (iii) driving without a license, (iv) driving without insurance, and (v) driving with a suspended license.

Fiscal Year	Net Available Revenue	Debt Service			Coverage Ratio
		Principal	Interest	Total	
1998	\$ 150.8	\$ 30.8	\$ 39.7	\$ 70.5	2.1
1999	143.4	34.4	38.1	72.5	2.0
2000	133.2	36.0	36.4	72.4	1.8
2001	126.4	37.8	34.6	72.4	1.7
2002	128.6	39.8	21.9	61.7	2.1
2003	134.3	38.2	27.5	65.7	2.0
2004	136.6	46.4	25.3	71.7	1.9
2005	130.0	49.6	22.0	71.6	1.8
2006	131.7	53.0	19.0	72.0	1.8

New Jersey Motor Vehicle Commission Bonds, Series 2003A

The bonds will be repaid solely from surcharges that are being used to pay outstanding MTF Senior Lien Revenue Bonds as well as any other future bonds, notes, or other obligations hereafter issued under the same Bond Resolution. The MTF Senior Lien Revenue Bonds have a final maturity date of July 1, 2011. The New Jersey Motor Vehicle Commission Bonds, Series 2003A consist of capital appreciation bonds. Therefore, debt service payments are made when the bonds mature. Final maturities on the New Jersey Motor Vehicle Commission Bonds occur on July 1, 2012, July 1, 2013, July 1, 2014, and July 1, 2015.

Motor Vehicle Surcharges Revenue Bonds, 2004 Series A (1)

Beginning on July 1, 2006, the Motor Vehicle Surcharges Revenue Bonds will be repaid solely from (i) unsafe driving surcharges, which are surcharges collected by the courts from drivers convicted of unsafe driving violations, (ii) surcharges that remain after funding debt service on MTF Senior Lien Revenue Bonds and New Jersey Motor Vehicle Commission Bonds, and (iii) all surcharges that are being used to amortize the MTF Senior Lien Revenue Bonds and New Jersey Motor Vehicle Commission Bonds after they have been fully retired.

Motor Vehicle Surcharge Revenue Bonds, Special Needs Housing Program, 2005 Series A

Beginning on July 1, 2006, the Motor Vehicle Surcharges Revenue Bonds will be repaid solely from (i) unsafe driving surcharges, which are surcharges collected by the courts from drivers convicted of unsafe driving violations, (ii) surcharges that remain after funding debt service on MTF Senior Lien Revenue Bonds and New Jersey Motor Vehicle Commission Bonds, and (iii) all surcharges that are being used to amortize the MTF Senior Lien Revenue Bonds and New Jersey Motor Vehicle Commission Bonds after they have been fully retired. The Special Needs Housing Program Bonds, 2005 Series A consist of capital appreciation bonds. Therefore, debt service payments are made when the bonds mature. Final maturities on the Special Needs Housing Program Bonds occur on July 1, 2016, July 1, 2017, July 1, 2018, and July 1, 2019.

Tobacco Settlement Financing Corporation, Inc.
Tobacco Settlement Asset—Backed Bonds (Series 2002 and Series 2003)

Pursuant to a Purchase and Sale Agreement between the State and the Tobacco Settlement Financing Corporation, Inc., the State has sold its future rights to receive payments under the Master Settlement Agreement entered into by participating cigarette manufacturers, 46 states and six other United States jurisdictions. The purchase price of the State's future rights, title and interest in the Tobacco Settlement Revenues has been financed by the issuance of these bonds. The Tobacco Settlement Financing Corporation, Inc. has pledged these future payments in order to secure the Tobacco Settlement Bonds. The State is not obligated to pay, and neither the full faith and credit nor the taxing power of the State is pledged to the payment of, principal or interest on the bonds.

Fiscal Year	Net Available Revenue	Debt Service			Coverage Ratio
		Principal	Interest	Total	
2006	\$ 240.5	\$ 34.5	\$ 205.7	\$ 240.2	1.0

Cigarette Tax Revenue Bonds, Series 2004 (2)

Beginning on July 1, 2006, the bonds are to be repaid from a separate nonlapsing "Dedicated Cigarette Tax Revenue Fund" that will be credited on a monthly basis an amount equal to the tax collected by the State from \$0.0325 per cigarette (i.e., \$0.65 per pack of 20 cigarettes). However, no credits of dedicated revenues may be made to the Dedicated Cigarette Tax Revenue Fund in any fiscal year until the legislatively required deposits of Cigarette Tax revenues into the State Cancer Research Fund and State Health Care Subsidy Fund have been made. Once these deposits occur, a "catch-up" mechanism temporarily credits all Cigarette Tax revenues to the Dedicated Cigarette Tax Revenue Fund until it reaches the level it otherwise would have reached if the deposits had not been made.

Notes:

- (1) Motor Vehicle Surcharges Revenue Bonds have provided for debt service payments through July 1, 2006 through the use of capitalized interest.
- (2) Cigarette Tax Revenue Bonds have provided for debt service payments through July 1, 2006 through the use of capitalized interest.

Source:

New Jersey Department of the Treasury, Office of Management and Budget.

**STATE OF NEW JERSEY
TEN LARGEST PRIVATE SECTOR EMPLOYERS
2005 AS COMPARED TO 1996**

2005 Rank	Employer	New Jersey Employees	Percentage of Total New Jersey Employment
1	Wakefern Food Corporation/Shoprite	31,279	0.7 %
2	United Parcel Service (UPS)	16,290	0.4
3	Verizon	16,200	0.4
4	Harrah's Entertainment, Inc.	15,763	0.4
5	Home Depot	13,910	0.3
6	Wal-Mart Stores, Inc.	13,120	0.3
7	Continental Airlines	11,898	0.3
8	Federated Department Stores	11,555	0.3
9	Pathmark Stores, Inc.	11,200	0.3
10	Johnson & Johnson	11,000	0.3
		152,215	3.7 %

Note:

Total New Jersey Employment for calendar year 2005 totaled 4.236 million.

Source:

"New Jersey Business," New Jersey Business & Industry Association, "34th Annual Top 100 Employers, May 2006." Data reprinted with permission from the New Jersey Business and Industry Association.

1996 Rank	Employer	New Jersey Employees	Percentage of Total New Jersey Employment
1	Wakefern Food Corp	33,644	0.9 %
2	American Telephone & Telegraph Company	31,000	0.8
3	Pathmark Stores, Incorporated	20,503	0.5
4	Lucent Technologies	17,300	0.4
5	The Prudential Insurance Company of America	15,976	0.4
6	Bell Atlantic-New Jersey Incorporated	15,199	0.4
7	United Parcel Service	13,200	0.3
8	Johnson & Johnson	13,000	0.3
9	Great Atlantic and Pacific Tea Company	12,000	0.3
10	Public Service Enterprise Group, Incorporated	11,000	0.3
		182,822	4.6 %

Note:

Total New Jersey Employment for calendar year 1996 totaled 3.926 million.

Source:

"New Jersey Business," New Jersey Business & Industry Association, "25th Annual Top 100 Employers, May 1997." Data reprinted with permission from the New Jersey Business and Industry Association.

**STATE OF NEW JERSEY
POPULATION AND EMPLOYMENT TRENDS
(Expressed in Thousands)**

<u>Year</u>	<u>Population*</u>	<u>Civilian Labor Force**</u>	<u>Resident Employment**</u>	<u>Resident Unemployment*</u>	<u>New Jersey Unemployment Rate***</u>	<u>U.S. Unemployment Rate</u>
1996	8,010	4,184	3,926	258	6.2 %	5.4 %
1997	8,054	4,257	4,031	226	5.3	4.9
1998	8,096	4,242	4,047	195	4.6	4.5
1999	8,143	4,285	4,093	192	4.5	4.2
2000	8,414	4,288	4,130	158	3.7	4.0
2001	8,505	4,303	4,118	185	4.3	4.7
2002	8,576	4,365	4,112	253	5.8	5.8
2003	8,640	4,375	4,119	256	5.8	6.0
2004	8,685	4,379	4,164	215	4.9	5.5
2005	8,718	4,430	4,236	194	4.4	5.1

* Data from 2001 through 2004 has been revised.

** Data from 2000 through 2004 has been revised.

*** Data for 2003 and 2004 has been revised.

Sources:

New Jersey Department of Labor, "New Jersey Economic Indicators."

**STATE OF NEW JERSEY
VALUATIONS OF TAXABLE REAL PROPERTY, PERSONAL, AND PER CAPITA INCOME
(Expressed in Thousands Except as Indicated)**

<u>Year</u>	<u>New Jersey Population*</u>	<u>Assessed Valuation of Property</u>	<u>True Valuation of Property</u>	<u>Personal Income (Millions)**</u>	<u>Per Capita Income***</u>
1996	8,010	\$ 429,753,224	\$ 501,577,931	\$ 248,320	\$ 30,470
1997	8,054	438,965,016	514,007,592	263,420	32,051
1998	8,096	455,710,137	539,354,740	282,721	34,115
1999	8,143	470,554,943	548,448,342	294,385	35,215
2000	8,414	493,863,234	645,145,129	323,554	38,364
2001	8,505	524,816,215	720,179,653	332,951	39,148
2002	8,576	567,908,706	820,922,044	337,010	39,296
2003	8,640	606,248,658	937,193,205	343,436	39,749
2004	8,685	666,117,074	1,080,744,002	363,852	41,893
2005	8,718	743,219,514	1,236,861,340	382,041	43,822

* Data for 2001 through 2004 has been revised.

** Data for 2002 through 2004 has been revised.

*** Data through 2004 has been revised.

Sources:

New Jersey Department of the Treasury, Annual Report of the Division of Taxation.

New Jersey Department of Labor, Office of Demographic & Economic Analysis.

**STATE OF NEW JERSEY
EXPENDITURE SUMMARY FOR BUDGETED FUNDS*
FOR THE FISCAL YEAR ENDED JUNE 30
(Expressed in Millions)**

Fiscal Year	Direct State Services	Grants-In-Aid	State Aid	Capital Construction	Debt Service	Total
1997	\$ 5,125.8	\$ 4,053.4	\$ 6,336.6	\$ 373.3	\$ 446.9	\$ 16,336.0
1998	5,343.2	4,047.2	6,847.6	497.0	478.9	17,213.9
1999	4,792.2	5,160.6	7,475.2	608.3	495.5	18,531.8
2000	4,650.2	6,211.7	7,866.4	737.4	494.2	19,959.9
2001	5,012.6	6,210.0	8,408.2	1,171.0	525.0	21,326.8
2002	5,106.4	7,264.0	8,834.8	1,012.1	451.2	22,668.5
2003	5,437.5	8,035.2	9,163.6	1,075.4	430.4	24,142.1
2004	5,650.9	7,768.2	10,079.7	1,117.0	438.1	25,053.9
2005	6,146.0	10,230.4	10,878.3	1,106.1	260.3	28,621.1
2006	6,236.2	10,017.8	11,312.7	1,103.0	169.3	28,839.0

* Budgeted funds include the General Fund, the Property Tax Relief Fund, the Casino Revenue Fund, the Casino Control Fund, and the Gubernatorial Elections Fund.

Source:

New Jersey Department of the Treasury, Office of Management and Budget.

**STATE OF NEW JERSEY
EXPENDITURE SUMMARY FOR BUDGETED FUNDS*
PERCENT DISTRIBUTION BY MAJOR EXPENDITURE CATEGORY
FOR THE FISCAL YEAR ENDED JUNE 30**

Fiscal Year	Direct State Services	Grants-In-Aid	State Aid	Capital Construction	Debt Service	Total
1997	31.4 %	24.8 %	38.8 %	2.3 %	2.7 %	100.0 %
1998	31.0	23.5	39.8	2.9	2.8	100.0
1999	25.9	27.8	40.3	3.3	2.7	100.0
2000	23.3	31.1	39.4	3.7	2.5	100.0
2001	23.5	29.1	39.4	5.5	2.5	100.0
2002	22.5	32.0	39.0	4.5	2.0	100.0
2003	22.5	33.3	38.0	4.4	1.8	100.0
2004	22.6	31.0	40.2	4.5	1.7	100.0
2005	21.5	35.7	38.0	3.9	0.9	100.0
2006	21.6	34.8	39.2	3.8	0.6	100.0

* Budgeted funds include the General Fund, the Property Tax Relief Fund, the Casino Revenue Fund, the Casino Control Fund, and the Gubernatorial Elections Fund.

Source:

New Jersey Department of the Treasury, Office of Management and Budget.

**STATE OF NEW JERSEY
EXPENDITURES FOR BUDGETED FUNDS*
FOR THE FISCAL YEAR ENDED JUNE 30, 2006
(Expressed in Millions)**

Government Branch	Direct State Service	Grants- In-Aid	State Aid	Capital Construction	Debt Service	Total
Executive Branch						
Chief Executive Office	\$ 4.9	\$ --	\$ --	\$ --	\$ --	\$ 4.9
Agriculture	11.1	2.2	10.1	--	--	23.4
Banking and Insurance	65.6	--	--	--	--	65.6
Community Affairs	56.9	87.7	964.8	--	--	1,109.4
Corrections	930.6	132.9	--	2.8	--	1,066.3
Education	75.5	17.2	9,335.0	0.2	--	9,427.9
Environmental Protection	254.2	5.2	19.7	78.3	24.7	382.1
Health and Senior Services	96.2	1,696.8	9.3	0.3	--	1,802.6
Human Services	723.6	4,242.4	460.3	7.2	--	5,433.5
Labor and Workforce Development	97.3	44.2	1.5	--	--	143.0
Law and Public Safety	723.1	21.2	13.3	6.8	--	764.4
Military and Veterans' Affairs	89.5	1.4	--	0.7	--	91.6
Personnel	28.7	--	--	--	--	28.7
State	27.8	1,269.9	18.2	0.2	--	1,316.1
Transportation	106.9	273.8	34.4	805.0	--	1,220.1
Treasury	481.4	1,407.9	446.1	0.5	144.6	2,480.5
Miscellaneous	1.4	--	--	--	--	1.4
Inter-Departmental	1,829.6	815.0	--	201.0	--	2,845.6
Subtotal	5,604.3	10,017.8	11,312.7	1,103.0	169.3	28,207.1
Legislative Branch	75.3	--	--	--	--	75.3
Judicial Branch	556.6	--	--	--	--	556.6
Grand Total	\$ 6,236.2	\$ 10,017.8	\$ 11,312.7	\$ 1,103.0	\$ 169.3	\$ 28,839.0

* Budgeted funds include the General Fund, the Property Tax Relief Fund, the Casino Revenue Fund, the Casino Control Fund, and the Gubernatorial Elections Fund.

Source:

New Jersey Department of the Treasury, Office of Management and Budget.

**STATE OF NEW JERSEY
FULL-TIME PAID EMPLOYEES**

Department/Agency	January		
	2006	2005	2004
Executive Branch			
Agriculture	266	262	254
Banking and Insurance	506	501	481
Chief Executive's Office	93	109	111
Community Affairs	1,151	1,098	1,045
Corrections	9,417	9,419	9,257
Parole Board	720	714	652
Education	962	952	971
Environmental Protection	3,437	3,437	3,296
Health and Senior Services	2,172	2,151	2,136
Human Services	21,840	20,977	20,152
Labor and Workforce Development	3,777	3,765	3,672
Public Employees Relations Commission	34	36	34
Law and Public Safety	8,106	7,772	7,405
Election Law Enforcement Commission	75	53	45
Violent Crimes Compensation Board	47	49	48
Executive Commission on Ethical Standards	13	9	8
Juvenile Justice	1,776	1,774	1,705
Military and Veterans' Affairs	1,494	1,473	1,419
Personnel	375	442	399
State	198	199	185
Commission on Higher Education	17	19	19
Public Broadcasting Authority	158	159	159
Student Assistance	198	201	210
Transportation	6,669	6,448	6,049
Treasury	3,768	3,779	3,594
Casino Control Commission	346	349	350
Commission on Science and Technology	6	5	5
Office of Administrative Law	113	112	110
Office of Information Technology	950	938	923
Public Defender	1,094	1,044	951
Board of Public Utilities/Ratepayer Advocate	346	345	336
Miscellaneous Executive Commissions	2	2	2
Total	70,126	68,593	65,983
Legislative Branch	503	512	520
Judicial Branch (Administrative Office of the Courts)	1,876	1,837	1,797
Statewide Total Without Courts	72,505	70,942	68,300
Judicial Branch	7,680	7,587	7,546
Grand Total	80,185	78,529	75,846

Note:

Full-time paid employees were tabulated as of Pay Period No. 1 for each year displayed. Certain offices within departments have been reorganized throughout various fiscal years. These offices have been displayed in a manner that meets the current State organization chart.

Source:

New Jersey Department of the Treasury, Office of Management and Budget.

2003	2002	2001	2000	1999	1998	1997
247	259	255	245	239	239	204
486	517	502	472	471	561	565
118	116	122	123	124	114	126
1,015	1,106	1,086	1,022	974	922	861
9,344	9,445	8,907	8,697	9,258	9,084	8,128
699	713	741	693	161	158	155
920	991	915	860	870	830	849
3,248	3,449	3,312	3,203	3,085	3,058	3,129
1,953	2,148	2,036	1,956	1,859	1,790	1,821
19,278	18,978	18,001	17,427	16,928	17,914	17,757
3,458	3,486	3,524	3,546	3,624	3,743	3,683
36	36	38	38	39	39	37
7,137	7,379	6,841	6,666	6,486	6,105	6,015
46	50	49	38	44	39	36
46	47	47	50	47	50	51
8	9	6	7	6	7	6
1,585	1,638	1,529	1,439	1,423	1,319	1,188
1,358	1,449	1,458	1,426	1,366	1,357	1,365
376	440	426	422	409	431	488
187	202	199	185	165	235	252
22	24	24	23	20	20	19
157	159	153	149	133	135	146
193	213	197	191	198	192	192
5,109	5,438	5,431	5,071	5,114	5,628	5,787
3,604	3,880	3,686	3,599	3,588	3,368	3,367
325	334	333	325	336	336	343
8	9	9	8	4	6	6
109	112	111	115	114	117	129
929	1,048	1,015	996	994	1,109	1,122
877	942	927	901	862	837	840
319	307	290	292	298	307	305
2	2	2	2	2	1	--
<u>63,199</u>	<u>64,926</u>	<u>62,172</u>	<u>60,187</u>	<u>59,241</u>	<u>60,051</u>	<u>58,972</u>
506	492	505	484	471	464	472
1,753	1,795	1,734	1,730	1,706	1,698	1,689
<u>65,458</u>	<u>67,213</u>	<u>64,411</u>	<u>62,401</u>	<u>61,418</u>	<u>62,213</u>	<u>61,133</u>
<u>7,365</u>	<u>7,566</u>	<u>7,432</u>	<u>7,308</u>	<u>7,176</u>	<u>7,009</u>	<u>7,195</u>
<u>72,823</u>	<u>74,779</u>	<u>71,843</u>	<u>69,709</u>	<u>68,594</u>	<u>69,222</u>	<u>68,328</u>

**STATE OF NEW JERSEY
OPERATING INDICATORS**

Department/Agency	2006*	2005	2004
Agriculture			
Farmland Preservation			
Cumulative acres permanently preserved	155,000	137,947	127,038
Corrections			
Average daily population - State Facilities	23,359	22,932	23,006
Parole Board			
Parolees under supervision	14,800	13,667	13,297
Total hearings	45,800	44,338	42,377
State hearings	29,500	29,007	26,902
Education			
Resident enrollment	1,448,232	1,446,815	1,441,748
Support per pupil	\$14,951	\$14,805	\$13,234
Local	\$7,967	\$7,509	\$7,103
State	\$6,409	\$6,032	\$5,628
Federal	\$575	\$544	\$503
Health and Senior Services			
Family Health Services			
Newborns screened-metabolic & genetic disorders	114,000	110,473	113,404
HealthStart (prenatal)	37,000	36,500	35,000
AIDS Services			
Number of clients tested and counseled	69,000	68,700	67,789
Pharmaceutical Assistance to the Aged & Disabled			
Aged: Average monthly eligibles	147,508	148,280	148,349
Aged: Annual prescriptions	5,965,224	5,838,243	5,477,045
Disabled: Average monthly eligibles	28,921	28,274	27,902
Disabled: Annual prescriptions	1,381,267	1,396,133	1,334,832
Children and Families			
Child Protective and Permanency Services			
Active caseload - children receiving services	59,200	64,300	63,300
Human Services			
Work First New Jersey			
Average monthly recipients	114,034	116,188	112,280
Average monthly grant	\$130.78	\$130.43	\$129.06
Labor and Workforce Development			
Unemployment Insurance			
Covered workers	3,881,200	3,838,800	3,813,549
State Disability Insurance Plan			
Covered workers	2,837,800	2,804,700	2,790,000
Claims received	172,919	172,919	174,232
Law and Public Safety			
State Police Operations			
Criminal investigations	16,750	16,287	13,079
Accident investigations	45,500	45,001	41,263
General investigations	805,000	802,280	565,156
Transportation			
Motor Vehicle Services			
Registrations and title documents issued	10,238,176	10,202,096	10,386,777
Total licensed drivers	5,668,712	5,668,712	5,741,036
Total registered vehicles	6,756,176	6,781,736	7,055,501
Total NJ inspections/reinspections	3,254,970	3,000,324	3,171,458

* Fiscal Year 2006 amounts are estimates.

Source:

New Jersey Department of the Treasury, Office of Management and Budget.

2003	2002	2001	2000	1999	1998	1997
110,476	94,806	80,381	66,375	53,478	47,301	37,198
22,867	22,561	23,109	24,946	25,005	22,213	20,535
13,234	12,867	12,266	13,834	16,406	18,645	19,100
39,910	42,060	47,265	35,300	35,617	38,692	38,726
25,481	27,734	37,564	25,002	23,650	26,399	25,941
1,424,773	1,395,131	1,357,160	1,327,643	1,298,927	1,278,220	1,216,556
\$12,505	\$11,834	\$11,909	\$10,833	\$10,962	\$10,445	\$10,385
\$6,702	\$6,375	\$6,424	\$6,013	\$6,161	\$6,071	\$6,217
\$5,344	\$5,044	\$5,138	\$4,594	\$4,571	\$4,165	\$3,976
\$459	\$415	\$347	\$226	\$230	\$209	\$192
113,032	112,666	111,795	110,815	111,578	110,562	112,904
31,000	30,103	31,000	32,000	31,000	30,200	37,255
67,067	61,969	62,577	57,260	66,192	65,847	68,744
147,841	150,280	140,023	137,305	141,382	142,810	147,448
5,304,535	4,995,313	4,603,956	4,415,742	4,580,777	4,318,574	3,802,082
27,247	26,933	24,728	23,400	22,747	22,256	22,169
1,258,811	1,193,426	1,080,119	1,031,940	982,670	908,044	805,839
51,026	51,040	50,630	49,961	51,862	49,700	50,648
107,143	112,773	123,236	146,090	178,114	231,273	277,934
\$128.12	\$128.82	\$126.19	\$123.41	\$125.69	\$128.56	\$129.27
3,778,630	3,801,600	3,883,400	3,772,368	3,668,800	3,590,743	3,502,300
2,764,500	2,781,200	2,804,900	2,760,200	2,662,600	2,636,800	2,576,600
170,958	164,627	167,405	166,393	162,603	163,397	162,799
12,552	11,954	11,385	13,833	15,394	20,246	21,070
39,724	37,833	33,368	32,714	29,948	27,171	27,049
573,098	582,204	640,337	627,782	611,657	623,493	649,452
10,558,682	10,320,282	10,156,100	10,232,544	10,346,894	9,951,672	10,117,080
5,706,951	5,713,520	5,737,000	5,736,996	5,682,425	5,711,263	5,681,164
7,302,521	7,043,077	6,924,006	6,774,155	6,393,435	6,057,035	6,249,705
3,243,086	3,545,739	3,272,085	3,521,091	4,571,056	6,105,284	6,031,238

**STATE OF NEW JERSEY
CAPITAL ASSET STATISTICS
FOR THE FISCAL YEAR ENDED JUNE 30**

Function	2006	2005	2004	2003	2002
Public safety and criminal justice					
Adult and juvenile correctional institutions	38	39	39	39	39
State police stations	35	35	35	35	38
State police officers	2,963	2,823	2,669	2,664	2,769
Motor vehicle facilities	80	80	80	80	80
Number of active armories	33	33	33	33	33
Total land acres dedicated to function*	6,670	6,656	6,656	6,656	6,656
Total buildings dedicated to function*	1,418	1,405	1,393	1,374	1,348
Physical and mental health					
Number of mental health facilities	5	6	6	6	6
Average daily population*	2,303	2,284	2,237	2,240	2,211
Total land acres dedicated to function*	860	855	841	841	841
Total buildings dedicated to function*	321	319	319	318	314
Educational, cultural, and intellectual development					
Number of schools*	30	30	30	30	31
Number of developmental centers	7	7	7	7	7
Average number of residents	3,061	3,096	3,145	3,233	3,365
Total acreage dedicated to function*	4,749	4,749	4,749	4,749	4,723
Total buildings dedicated to function*	528	525	523	522	518
Community development and environmental management					
State parks, historic sites, natural areas, marinas, other	150	146	146	146	146
Land preservation acres (easements/farmland)	67,196	53,900	50,578	37,247	32,667
Total acreage dedicated to function (includes preservation)*	706,097	685,450	661,610	653,214	640,321
Total buildings dedicated to function*	1,953	1,939	1,928	1,910	1,895
Economic planning, development, and security					
Number of residential centers	3	3	3	3	3
Number of group homes*	842	842	842	842	842
Total acreage dedicated to function*	843	843	843	843	843
Total buildings dedicated to function*	912	897	891	886	882
Transportation programs					
Lane miles, state highways	11,178	11,120	11,107	11,073	11,061
Bridges, state highways	2,581	2,364	2,366	2,349	2,367
Facilities*	89	89	89	89	89
Total acreage dedicated to function*	52,572	52,571	50,629	48,879	48,833
Total buildings dedicated to function*	450	441	430	429	420
Government direction, management, and control					
Total acreage dedicated to function*	3,083	3,083	3,083	3,080	3,078
Total buildings dedicated to function*	339	332	327	327	326
Special government services					
Veteran homes	3	3	3	3	3
Veterans in residence	875	815	786	767	815
Total acreage dedicated to function	54	54	54	54	54
Total buildings dedicated to function*	30	27	27	27	27

Notes:

* Data for 2002 through 2005 has been revised.

** GASB No. 34 was implemented for the Fiscal Year ended June 30, 2002. Therefore, prior information is unavailable.

Source:

New Jersey Department of the Treasury, Office of Management and Budget.

NEW JERSEY HISTORICAL FACTS AND FIGURES

The State was one of the original thirteen colonies and was the third state to ratify the United States Constitution in 1787. The original State Constitution was adopted on July 2, 1776 and was subsequently superseded by the State Constitution of 1844. A new State Constitution was prepared by a constitutional convention in 1947 and was ratified by voters of the State in the general election held on November 4, 1947.

The State Constitution establishes a bicameral legislature, which meets in annual sessions in Trenton, the State capital. Members of the State Senate are elected to terms of four years, except for the election following a decennial census, in which case the term is for two years. The members of the General Assembly are elected to two-year terms. The Governor is elected to a term of four years.

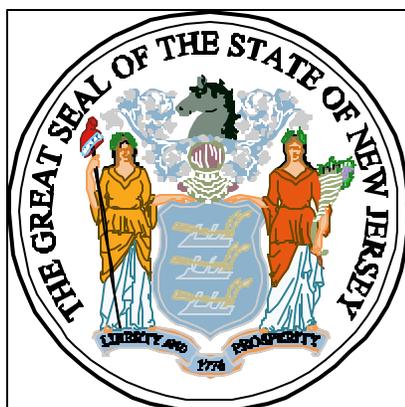
The State ranks fifth smallest in size, with an area of 7,418.8 square miles. The estimated population as of July 1, 2005 was 8,718,000 making New Jersey the ninth largest state in population, and the most populated of all the states, with an average of 1,175 people per square mile.

As of June 30, 2006 there were 16 departments of the Executive Branch of State Government. Effective July 1, 2006 a new department, Children and Families, was created to bring the total number of executive branch departments to 17. The maximum number of executive branch departments permitted by the State Constitution is 20.

The higher education system in New Jersey includes 26 private colleges, 19 community colleges, as well as 12 State institutions.

The State Seal

Pierre Eugene du Simitiere designed the State Seal and presented it in May 1777 to the Legislature. The three plows in the shield honor the state's agriculture tradition. During the Revolutionary War, New Jersey's economic power, as well as its military significance, was based on the fact that it was the breadbasket of the Mid-Atlantic region. Continental and British soldiers in the state were engaged in skirmishes aimed at securing exclusive access to New Jersey's farm stores and livestock herds as a source of army provisions. The helmet on the State Seal above the shield faces forward, an attitude denoting sovereignty and thus particularly fitting for one of the first governments created under the notion that the state itself is the sovereign. The helmet is also a symbol for the importance of human intelligence and honor to the affairs of state. The crest above the helmet is a horse's head. New Jersey was and still is a major center for horse breeding. The equestrian head also symbolizes the attributes of strength, speed, and utility in war or commerce. The supporting female figures are Liberty and Ceres. Liberty, on the viewer's left, carries a staff with the same kind of "Liberty cap" worn as a symbol of rebellion by patriots throughout the colonies. Ceres, the Roman goddess of grain, holds a cornucopia filled with harvested produce representing the extraordinary fertile soils and natural abundance of the state's fields, forests, and waters. Below them is a scroll bearing the motto "Liberty and Prosperity," and the year of statehood, 1776.



The State Flag

The official colors of New Jersey for use on the state flag and for other purposes were established by statute as buff and Jersey blue.



Other Legislative Designations

The State Fruit is the blueberry. The State Flower is the violet. The Eastern Goldfinch is the State Bird. The State Animal is the horse, while the State Fish is the brook trout. The knobbed whelk, commonly known as the conch is the State Shell. The red oak is the Official State Tree, while the dogwood is the State Memorial Tree. Inspired by a group of schoolchildren and not even classified as a bug, the honeybee was designated as the State Bug. The State Folk Dance is the square dance. The State Dinosaur is the Hadrosaurus Foulki, a 25-foot-long, duck-billed creature that was unearthed in a Haddonfield, New Jersey marl pit in October 1858, by William Parke Foulke.

The State Tall Ship is the A.J. Meerwald, a Delaware Bay oyster schooner launched in 1928. The ship is constructed of oak planks laid over oak frames, is 115 feet long has a beam of 22 feet, 3 inches, and weighs 57 tons. In 1942, the tall ship was commandeered by the Maritime Commission under the War Powers Act for use by the Coast Guard as a fireboat. Five years later, it was returned to its owners and used as an oyster dredge, under power, without sails, until the industry vanished in 1957. The A.J. Meerwald was used as a clam dredge from 1959 until 1989, when it was turned over to The Delaware Bay Schooner Project. Today, the A.J. Meerwald serves as a floating classroom, promoting ecological and historical awareness of the bay and the waters of New Jersey.