

DEPARTMENT OF THE TREASURY**OVERVIEW**

The Department of the Treasury, whose fiscal 2000 Direct State Services budget is recommended at \$319.4 million, is a complex and multifaceted Department. The mission of the Department primarily encompasses: (1) Revenue Collection and Generation, which consists of collecting taxes and operating instant and on-line lottery games that are projected to generate \$670 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, preparing the State's financial statements, investing and managing 160 funds with a market value of approximately \$86 billion, maintaining and preserving State owned facilities, and buying and selling the State's real property holdings; (3) Statewide Support Services, provides pension and health benefit services for over 585,000 public employees (active and retired); purchases approximately \$1 billion worth of goods and services for all State departments; oversees 4,350 term contracts used by municipalities and school districts; supervises the design, construction, and restoration of State facilities; negotiates and administers 344 leased facilities; maintains and manages the State motor fleet vehicles; purchases, stores, and delivers over \$56 million of food and supplies to State departments, institutions and correctional facilities; and oversees the printing and mail services operations of all State agencies.

Organizationally within the Department of the Treasury, but autonomous in their operations, are the Board of Public Utilities, the Casino Control Commission, the Office of Student Assistance, the Division of the Ratepayer Advocate, the New Jersey Commerce and Economic Growth Commission, the Commission on Science and Technology, the Office of Administrative Law, the Office of the Public Defender, the State Legal Services Office, and the Office of Information Technology.

This budget recommends the consolidation of the Division of Commercial Recording into the Department's Division of Revenue. This action will continue the State's effort to provide a one-stop arrangement for much of the commercial business industry's interaction with State government. This initiative will streamline businesses' reporting requirements by creating a central point for collecting corporate taxes and contributions for Unemployment Insurance, Temporary Disability, and Workers' Compensation, and for obtaining Commercial Recording services such as annual reports and trade names.

The Department of Treasury's budget is a significant source of State Aid to New Jersey municipalities. In fiscal 2000, \$782 million in State Aid is recommended. The Energy Tax Receipts Property Tax Relief Act replaced the method of distributing certain funds awarded to the municipalities from the State's taxation of regulated gas and electric utilities, water and sewer utilities, and certain telecommunications companies. The new system of taxation replaces the old system of franchise and gross receipts paid by the utilities, and will provide \$750 million to municipalities in fiscal 2000. In addition, this Budget provides \$51.2 million to fully fund local property tax deductions for senior and disabled homeowners and veterans.

The fiscal 2000 Budget includes two new property tax relief programs totaling \$223.7 million. The Direct Property Tax Relief Grants program, which is funded at \$200 million, will provide a direct rebate of surplus State tax revenues to property owners. The Senior and Disabled Citizens Property Tax Freeze, which is funded at \$23.7 million, will provide a property tax reimbursement to certain qualified senior and disabled homeowners.

This Budget also includes \$324.6 million for continuation of the Homestead Rebate Program. 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 homeowner's rebate or a \$30 tenant's rebate.

The Casino Control Commission is responsible for the regulation of the operations of the 12 existing casino hotel complexes in Atlantic City. This oversight includes the licensing of all casino operators, employees and ancillary companies conducting business with the casino industry. The fiscal 2000 Budget Recommendation will provide \$22.9 million in funding from the Casino Control Fund for these activities and for overseeing the collection of all license fees and taxes. The Casino Control Fund is supported by licensing fees.

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 \$17.1 million allocated to the BPU in fiscal 2000, which is derived entirely from assessments levied on various utilities conducting business within the state, will enable the board to effectively confront and manage such issues as consumer protection, energy tax reform, deregulation of energy and telecommunications services, and the restructuring of utility rates to encourage energy conservation and competitive pricing in the industry as a lure for economic stimulation.

The Division of the Ratepayer Advocate (RPA) represents, protects, and advances the interest of all consumers of regulated utility services: gas, electric, water, wastewater, telecommunications and cable TV, including residential, small business, commercial and industrial ratepayers in an effort to protect and promote the economic growth of the state and all ratepayers. The \$4.2 million allocated to the RPA in fiscal 2000, which is derived entirely from assessments levied separately from the BPU on various utilities conducting business within the state, will enable the RPA to continue to play a broad and comprehensive independent role in the protection of utility consumers and the development of state energy telecommunications and water policy in all matters affecting consumers before the BPU.

The Office of Student Assistance administers student financial aid programs, including Tuition Aid Grants (TAG). With funding of \$149.5 million plus an estimated \$0.7 million in federal State Student Incentive Grant funding, TAG will provide approximately 50,057 awards to lower and middle income students at New Jersey's public and independent colleges. The fiscal 2000 Budget also continues to fund the NJBEST college savings program to help New Jersey families save for the cost of higher education.

TREASURY

The Higher Education Facilities Trust Fund, at \$21 million, the Equipment Leasing Fund, at \$19.3 million, and the Higher Education Technology Infrastructure Fund, at \$6.4 million, will fund debt service for the colleges' capital and technological needs. This Budget also provides \$21.8 million in direct aid to the state's 14 independent institutions and \$174.3 million in aid to the state's 19 community colleges. A new initiative for fiscal 2000 will be a \$550 million Capital Improvement Program (CIP) for the State's senior colleges and universities, which will provide resources for infrastructure support.

The Office of the Public Defender's fiscal 2000 recommended budget of \$66 million will provide for trial and appellate services to indigents, as well as representation for individuals who are involuntarily committed to mental hospitals. The Law Guardian Unit, which is statutorily responsible for representing the interests of all children involved in child abuse and neglect cases, has been expanded in an effort to respond to the anticipated increase in foster care cases associated with the implementation of the Adoption and Safe Families Act. Funding for this initiative is being provided by the Division of Youth and Family Services.

The Department of Commerce and Economic Development ceased to exist as of August 31, 1998. Thereafter, the New Jersey Commerce and Economic Growth Commission was established. The enabling legislation that created the Commission was patterned after similar models in other states that have improved their business recruitment and retention capabilities by streamlining bureaucratic practices, and providing greater operational flexibility. The New Jersey Commerce and Economic Growth Commission is funded at a level of \$15.6 million, an increase of \$800,000 compared to the current year. This increase includes \$1 million in additional funding for an augmented Economic Development Television Campaign. The Commission is responsible for the following programs: Travel and Tourism; International Trade; Development for Small Businesses and Women and Minority Businesses; and various economic development programs including the Urban Enterprise Zone program, business retention, attraction and expansion, the Office of Sustainability, and the Office of Maritime Resources. The new Commission functions as a single voice for the economic development activities of the State by coordinating the economic development efforts of its organizational units as well as other State agencies and authorities, such as the Motion Picture and Television Development Commission and the Commission on Science and Technology.

The Commission on Science and Technology is an in, but not of, agency within the Department of the Treasury. The Commission is funded at \$19.5, the same level as in the fiscal year 1999 budget. In fiscal 1999, the Technology Transfer Program increased by \$4.4 million, an eightfold increase that enabled the Commission to undergo major expansion.

The Office of Information Technology (OIT), which is in, but not of, the Department of the Treasury, was created through Executive Order 87. The fiscal 2000 operating Budget of \$86.8 million will allow OIT to focus on its core mission of using technology to make government services more efficient, affordable, accessible, and responsive.

The Office of Administrative Law (OAL), which is responsible for the adjudication of administrative appeals, is in, but not of, the Department of Treasury. This Budget provides \$3.3 million, including \$192,000 to change the current Administrative Law Judge system into a tiered system. OAL also regulates the promulgation of rules and regulations initiated by State agencies.

SUMMARY OF APPROPRIATIONS BY FUND (thousands of dollars)

Year Ending June 30, 1998					Year Ending June 30, 2000			
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended		1999 Adjusted Approp.	Requested	Recommended
281,127	39,606	12,342	333,075	319,564	Direct State Services	341,839	319,409	319,409
239,775	6,125	160	246,060	224,709	Grants-In-Aid	258,925	289,162	282,504
178,241	---	---	178,241	167,556	State Aid	190,875	206,716	206,716
5,402	12,872	358	18,632	6,282	Capital Construction	7,521	15,448	12,396
401,007	---	---	401,007	396,201	Debt Services	396,502	426,075	426,075
1,105,552	58,603	12,860	1,177,015	1,114,312	Total General Fund	1,195,662	1,256,810	1,247,100
367,433	---	---	367,433	364,026	Total Property Tax Relief Fund	361,015	582,315	582,315
22,510	347	---	22,857	22,443	Total Casino Control Fund	22,510	22,915	22,915
17,180	---	---	17,180	17,180	Total Casino Revenue Fund	17,180	17,180	17,180
1,512,675	58,950	12,860	1,584,485	1,517,961	GRAND TOTAL	1,596,367	1,879,220	1,869,510

SUMMARY OF APPROPRIATIONS BY PROGRAM
(thousands of dollars)

Year Ending June 30, 1998					Year Ending June 30, 2000			
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	1999 Adjusted Approp.	Requested	Recommended	
DIRECT STATE SERVICES - GENERAL FUND								
Higher Educational Services								
2,512	---	26	2,538	2,537	Student Assistance Programs	2,555	2,555	2,555
Economic Planning and Development								
824	---	-10	814	814	Economic Research	824	824	824
12,244	1	3,255	15,500	15,222	Economic Development	25,549	26,324	26,324
426	2	50	478	445	New Jersey Commission on Science and Technology	496	496	496
13,494	3	3,295	16,792	16,481	<i>Subtotal</i>	26,869	27,644	27,644
Economic Regulation								
3,658	1,015	---	4,673	4,591	Ratepayer Advocacy	3,935	4,163	4,163
5,821	1,634	-264	7,191	5,601	Utility Regulation	5,941	5,941	5,941
1,426	207	54	1,687	1,562	Regulation of Cable Television	1,534	1,534	1,534
3,143	56	331	3,530	3,349	Regulatory Support Services	3,393	3,393	3,393
5,837	1,258	273	7,368	6,410	Administration and Support Services	6,183	6,183	6,183
19,885	4,170	394	24,449	21,513	<i>Subtotal</i>	20,986	21,214	21,214
Governmental Review and Oversight								
508	---	50	558	558	Employee Relations and Collective Negotiations	569	569	569
12,800	19,953	-2,178	30,575	29,929	Office of Management and Budget	13,378	18,669	18,669
13,308	19,953	-2,128	31,133	30,487	<i>Subtotal</i>	13,947	19,238	19,238
Financial Administration								
81,071	128	-3,145	78,054	77,463	Taxation Services and Administration	80,927	77,926	77,926
15,831	677	137	16,645	16,259	Administration of State Lottery	13,194	12,829	12,829
21,321	---	8,198	29,519	29,436	Administration of State Revenues	30,021	22,363	22,363
5,570	77	-13	5,634	5,406	Management of State Investments	5,364	5,364	5,364
2,315	7,046	---	9,361	4,514	Commercial Recording	5,854	4,636	4,636
126,108	7,928	5,177	139,213	133,078	<i>Subtotal</i>	135,360	123,118	123,118
General Government Services								
4,314	148	1,348	5,810	5,806	Purchasing and Inventory Management	20,530	11,223	11,223
---	---	---	---	---	Property Management and Construction - Construction Management Services	4,700	---	---
24,812	1,671	133	26,616	26,395	Pensions and Benefits	28,113	25,422	25,422
8,019	896	588	9,503	8,907	Property Management and Construction - Property Management Services	8,989	8,989	8,989
1,604	474	-5	2,073	2,016	Risk Management	1,721	1,722	1,722
2,881	1	117	2,999	2,683	Adjudication of Administrative Appeals	3,103	3,295	3,295
41,630	3,190	2,181	47,001	45,807	<i>Subtotal</i>	67,156	50,651	50,651
Management and Administration								
1,723	282	1	2,006	1,643	Local Budget Government Review	1,973	1,973	1,973
912	6	97	1,015	1,007	Public Contracts Affirmative Action Office	1,041	1,041	1,041
3,769	831	1,624	6,224	6,117	Administration and Support Services	5,926	5,946	5,946
6,404	1,119	1,722	9,245	8,767	<i>Subtotal</i>	8,940	8,960	8,960

TREASURY

Year Ending June 30, 1998					Year Ending June 30, 2000			
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended		1999 Adjusted Approp.	Requested	Recommended
6,030	46	57	6,133	6,061	Protection of Citizens' Rights			
47,616	3,080	1,195	51,891	50,355	Appellate Services to Indigents	6,525	6,525	6,525
					Trial Services to Indigents and Special Programs	54,733	54,736	54,736
2,048	11	35	2,094	2,020	Mental Health Screening Services	2,224	2,224	2,224
124	98	52	274	249	Dispute Settlement	315	315	315
1,968	8	336	2,312	2,209	Administration and Support Services	2,229	2,229	2,229
<u>57,786</u>	<u>3,243</u>	<u>1,675</u>	<u>62,704</u>	<u>60,894</u>	<i>Subtotal</i>	<u>66,026</u>	<u>66,029</u>	<u>66,029</u>
281,127	39,606	12,342	333,075	319,564	Subtotal Direct State Services - General Fund	341,839	319,409	319,409
					CASINO CONTROL FUND			
					Financial Administration			
22,510	347	---	22,857	22,443	Administration of Casino Gambling	22,510	22,915	22,915
<u>22,510</u>	<u>347</u>	<u>---</u>	<u>22,857</u>	<u>22,443</u>	Subtotal Casino Control Fund	<u>22,510</u>	<u>22,915</u>	<u>22,915</u>
303,637	39,953	12,342	355,932	342,007	TOTAL DIRECT STATE SERVICES	364,349	342,324	342,324
					GRANTS-IN-AID - GENERAL FUND			
					Higher Educational Services			
147,475	6,093	---	153,568	142,108	Student Assistance Programs	151,695	159,510	159,510
22,170	---	---	22,170	22,170	Support to Independent Institutions	23,332	30,565	23,907
44,246	---	---	44,246	34,621	Miscellaneous Higher Education Programs	53,823	69,012	69,012
<u>213,891</u>	<u>6,093</u>	<u>---</u>	<u>219,984</u>	<u>198,899</u>	<i>Subtotal</i>	<u>228,850</u>	<u>259,087</u>	<u>252,429</u>
700	---	200	900	900	Economic Planning and Development	550	550	550
14,684	32	-40	14,676	14,410	Economic Development	19,025	19,025	19,025
					New Jersey Commission on Science and Technology			
<u>15,384</u>	<u>32</u>	<u>160</u>	<u>15,576</u>	<u>15,310</u>	<i>Subtotal</i>	<u>19,575</u>	<u>19,575</u>	<u>19,575</u>
10,500	---	---	10,500	10,500	Protection of Citizens' Rights			
					Trial Services to Indigents and Special Programs	10,500	10,500	10,500
<u>239,775</u>	<u>6,125</u>	<u>160</u>	<u>246,060</u>	<u>224,709</u>	Subtotal Grants-In-Aid - General Fund	<u>258,925</u>	<u>289,162</u>	<u>282,504</u>
					GRANTS-IN-AID - PROPERTY TAX RELIEF FUND			
					State Subsidies and Financial Aid			
325,000	---	---	325,000	322,590	Homestead Rebates	324,600	348,300	348,300
---	---	---	---	---	Direct School Tax Relief	---	200,000	200,000
<u>325,000</u>	<u>---</u>	<u>---</u>	<u>325,000</u>	<u>322,590</u>	<i>Subtotal</i>	<u>324,600</u>	<u>548,300</u>	<u>548,300</u>
325,000	---	---	325,000	322,590	Subtotal Grants-In-Aid - Property Tax Relief Fund	324,600	548,300	548,300
<u>564,775</u>	<u>6,125</u>	<u>160</u>	<u>571,060</u>	<u>547,299</u>	TOTAL GRANTS	<u>583,525</u>	<u>837,462</u>	<u>830,804</u>

TREASURY

Year Ending June 30, 1998					Year Ending June 30, 2000			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		1999 Adjusted Approp.	Requested	Recom- mended
STATE AID - GENERAL FUND								
Higher Educational Services								
140,062	---	---	140,062	136,290	Aid to County Colleges	159,799	174,324	174,324
State Subsidies and Financial Aid								
4,267	---	---	4,267	4,267	Other Distributed Taxes	---	---	---
1,049	---	---	1,049	1,011	County Boards of Taxation	1,049	1,049	1,049
20,778	---	---	20,778	13,903	Locally Provided Services	20,775	20,000	20,000
12,085	---	---	12,085	12,085	Consolidated Police and Firemen's Pension Fund	9,252	11,343	11,343
38,179	---	---	38,179	31,266	<i>Subtotal</i>	31,076	32,392	32,392
178,241	---	---	178,241	167,556	Subtotal State Aid - General Fund	190,875	206,716	206,716
STATE AID - PROPERTY TAX RELIEF FUND								
State Subsidies and Financial Aid								
42,433	---	---	42,433	41,436	Reimbursement of Senior/Disabled Citizens and Veterans' Tax Exemptions	36,415	34,015	34,015
42,433	---	---	42,433	41,436	Subtotal State Aid - Property Tax Relief Fund	36,415	34,015	34,015
STATE AID - CASINO REVENUE FUND								
State Subsidies and Financial Aid								
17,180	---	---	17,180	17,180	Reimbursement of Senior/Disabled Citizens and Veterans' Tax Exemptions	17,180	17,180	17,180
17,180	---	---	17,180	17,180	Subtotal State Aid - Casino Revenue Fund	17,180	17,180	17,180
237,854	---	---	237,854	226,172	TOTAL STATE AID	244,470	257,911	257,911
1,106,266	46,078	12,502	1,164,846	1,115,478	TOTAL APPROPRIATIONS DSS, GRANTS AND STATE AID	1,192,344	1,437,697	1,431,039

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 in-state and out-of-state institutions as well as for non-resident students attending school in New Jersey.
4. Provide supplementary student loan assistance to New Jersey resident students and their families as well as to non-resident students attending New Jersey institutions through the New Jersey College 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 operation of all student assistance programs. The Executive Director also regularly consults with the Commission on Higher Education concerning student assistance matters.

"Student Assistance Programs" include 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.

In fiscal 1998, New Jersey developed a new college savings program, the New Jersey Better Educational Savings Trust (NJBEST), to help families finance the cost of higher education. Interest earned on NJBEST college savings is exempt from New Jersey tax, and federal tax on these earnings will be deferred until funds are withdrawn from the program. In addition, a student who saves a minimum amount through NJBEST for at least four years and who attends college in New Jersey will have a \$500 scholarship added to his or her NJBEST account by the State.

Tuition Aid Grants (TAG) are awarded under the New Jersey Higher Education Tuition Aid Act, N.J.S.18A:71-41 et seq., to all eligible New Jersey residents attending public and independent colleges and universities in New Jersey. Award amounts vary depending on the institution attended, and award sizes decrease 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 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 program. In fiscal 1999, this program was expanded to include all county colleges that currently participate in the EOF program and one additional four-year institution.

State scholarships are awarded under the Garden State Scholarship Act of 1977, N.J.S.18A:71-26.1 et seq., to academically meritorious students at participating New Jersey institutions of higher education. Awards under the Coordinated Garden State Scholarship Programs, which include 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.

The Public Tuition Benefits Program (N.J.S.18A:71-77 et seq.) pays college tuition for the surviving spouse or child of a fire fighter, police officer, first aid rescue squad member, or other law enforcement, civil defense or disaster control 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 attending independent institutions.

The Minority Academic Careers Program (N.J.S.18A:72F-1 et seq. and N.J.S.18A:72M-1 et seq.) 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.

The Veterinary Medicine Education Program (N.J.S.18A:63A-1 et seq.) provides opportunities for New Jersey residents to enroll in veterinary programs at out-of-state institutions because New Jersey does not have its own school of veterinary medicine. The Office of Student Assistance is authorized to enter into contracts with out-of-state schools for the admission of New Jersey students.

Within OSA, the Higher Education Assistance Authority (N.J.S.18A: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 to assist them in meeting the cost of postsecondary 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.

A legislatively mandated reserve requirement (N.J.S.18A: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 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 (N.J.S.18A:72-34 et seq.) is a program of the NJHEAA established to supplement aid available for New Jersey undergraduate and graduate students and/or out-of-state students attending a New Jersey institution. 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 services loans after disbursement. The interest rate paid by borrowers is set 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 (N.J.S.18A:72B-15 et seq.) provides financial assistance to fourteen eligible New Jersey independent colleges and universities based on the number of New Jersey students enrolled at these institutions. This funding helps to ensure that this valuable sector of the State's system of higher education will continue to provide educational opportunities for New Jersey citizens.
- 48. **Aid to County Colleges.** (N.J.S.18A:64A-1 et seq.) The New Jersey system of 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: one community college in each of 17 counties, a bi-county college serving Somerset and Hunterdon counties, and a bi-county college serving Atlantic and Cape May counties. They enroll more than 122,000 full-time and part-time credit students and 200,000 non-credit students annually, providing access to higher education for a broad range of New Jersey residents who would otherwise be denied the advantages associated with a college education.

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

- 49. **Miscellaneous Higher Education Programs.** Includes three key programs that assist New Jersey's institutions of higher education, both public and private, in keeping pace with technological changes and responding to industry and work force needs. The \$55 million Higher Education Technology Bond fund provides support for critical technology needs and complements the State's other facility and equipment bond funds. The Equipment Leasing Fund Act (P.L. 1993, c. 136) established a \$100 million fund to finance the purchase of scientific, engineering, technical, computer, communications, and instructional equipment. The State pays three-quarters of the debt service on Equipment Leasing Fund bonds, and the colleges pay the remaining share. The Higher Education Facilities Trust Fund Act (P.L. 1993, c. 375) established a \$220 million fund to finance the construction, renovation or improvement of instructional, laboratory, communication, and research facilities. The State pays the entire cost of debt service on Higher Education Facilities Trust Fund bonds.

EVALUATION DATA

	Actual FY 1997	Actual FY 1998	Revised FY 1999	Budget Estimate FY 2000
PROGRAM DATA				
Student Assistance Programs				
Veterinary Medical Education Program				
Student enrollment	82	86	89	104
Schools with contracts	8	8	8	8
Coordinated Garden State Scholarship Programs				
Total Coordinated Scholarships (a)	10,507	9,282	8,115	7,661
Total Coordinated Scholarships (Value)	\$8,550,347	\$7,951,604	\$7,385,500	\$7,562,000
Garden State Scholarships (a)	3,923	2,655	1,461	199
Garden State Scholarships (Value)	\$1,961,546	\$1,327,382	\$730,500	\$100,000
Edward J. Bloustein Distinguished Scholars (a)	4,119	4,334	4,549	5,202
Edward J. Bloustein Distinguished Scholars (Value)	\$4,121,835	\$4,332,159	\$4,550,000	\$5,202,000
Urban Scholars (a)	2,465	2,293	2,105	2,260
Urban Scholars (Value)	\$2,466,966	\$2,292,063	\$2,105,000	\$2,260,000
Miss New Jersey Scholarships (a)	---	---	1	2
Miss New Jersey Scholarships (Value)	---	---	\$4,562	\$20,000
Public tuition benefits (a)	12	12	19	27
Public tuition benefits (Value)	\$30,562	\$35,401	\$45,000	\$65,000
Part-time tuition aid grants for Educational				
Opportunity Fund Students (a)	580	549	750	750
Part-time tuition aid grants for Educational				
Opportunity Fund Students (Value)	\$419,078	\$442,930	\$637,826	\$665,000
Tuition aid grants (b)	51,489	49,729	49,307	49,307
Tuition aid grants (Value)	\$132,102,441	\$133,224,858	\$140,191,000	\$150,746,000

TREASURY

	Actual FY 1997	Actual FY 1998	Revised FY 1999	Budget Estimate FY 2000
County Colleges	15,199	13,921	13,519	13,519
County Colleges (Value)	\$21,383,165	\$20,272,799	\$20,637,000	\$20,637,000
State Colleges	13,818	13,345	13,458	13,458
State Colleges (Value)	\$27,145,185	\$26,929,266	\$28,824,000	\$34,244,000
Rutgers/NJIT/UMDNJ	11,947	11,621	11,293	11,293
Rutgers/NJIT/UMDNJ (Value)	\$37,166,771	\$37,251,745	\$38,155,000	\$40,416,000
Independent colleges	10,525	10,843	11,037	11,037
Independent colleges (Value)	\$46,407,320	\$48,771,048	\$52,575,000	\$55,449,000
Total awards- All programs (c)	62,690	59,483	58,192	57,747
Total awards- All programs (Value)	\$141,224,842	\$141,085,000	\$148,263,888	\$159,058,000
NJBEST Program- Participants	---	---	800	1,600
NJBEST Program- Funds Invested as of June 30	---	---	\$1,000,000	\$1,500,000
Guaranteed Student Loan Program				
Loans outstanding--June 30	772,664	767,192	742,545	726,339
Loans outstanding--June 30 (Value)	\$2,148,005,778	\$2,132,793,904	\$2,064,275,717	\$2,019,223,530
Parent Loans for Undergraduate Students				
Loans Outstanding--June 30	60,978	62,214	61,708	61,731
Loans Outstanding--June 30 (Value)	\$290,195,172	\$296,076,995	\$293,670,085	\$293,775,915
Consolidated Loans				
Loans Outstanding--June 30	23,672	23,956	25,764	27,585
Loans Outstanding--June 30 (Value)	\$269,600,798	\$272,837,922	\$293,428,634	\$314,161,138
New Jersey College Loans to Assist State Students (NJCLASS)				
Loans Outstanding--June 30	15,111	18,049	23,896	29,593
Loans Outstanding--June 30 (Value)	\$79,188,344	\$102,463,277	\$135,657,927	\$168,000,000

PERSONNEL DATA

Affirmative Action Data

Male Minority	12	13	11	13
Male Minority %	21.0	25.0	21.0	25.0
Female Minority	30	37	42	47
Female Minority %	21.0	26.0	29.0	31.0
Total Minority	42	50	53	60
Total Minority %	21.0	26.0	27.0	30.0

Position Data

Filled Positions by Funding Source

State Supported	31	27	30	30
Federal	152	157	159	177
All Other	10	10	7	15
Total Positions	193	194	196	222

Filled Positions by Program Class

Student Assistance Programs	193	194	196	222
Total Positions	193	194	196	222

Notes:

Student Assistance Programs expenditure and award recipients data for fiscal year 1997 and fiscal year 1998 represent actual counts as of November 1998. Further payments and adjustments are anticipated as institutional payments and reconciliation reports are processed. Expenditure estimates for fiscal year 1999 are based upon appropriation levels and current enrollment information as of November 1998.

Actual payroll counts are reported for fiscal years 1997 and 1998 as of December and revised fiscal year 1999 as of September. The Budget Estimate for fiscal year 2000 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, 1998					Year Ending June 30, 2000				
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	Prog. Class.	1999 Adjusted Approp.	Requested	Recommended	
Distribution by Program									
149,987	6,093	26	156,106	144,645					
22,170	---	---	22,170	22,170	46	154,250	162,065	162,065	
140,062	---	---	140,062	136,290	47	23,332	30,565	23,907	
44,246	---	---	44,246	34,621	48	159,799	174,324	174,324	
356,465	6,093	26	362,584	337,726	49	<u>53,823</u>	<u>69,012</u>	<u>69,012</u>	
						391,204	435,966	429,308	
Distribution by Fund and Object									
Direct State Services - General Fund									
Personal Services:									
1,196	---	132	1,328	1,327					
1,196	---	132	1,328	1,327		1,282	1,282	1,282	
51	---	-7	44	44		43	43	43	
812	---	-101	711	711		781	781	781	
22	---	-5	17	17		22	22	22	
Special Purpose:									
75	---	---	75	75	46	71	71	71	
350	---	---	350	350	46	350	350	350	
425	---	---	425	425		421	421	421	
6	---	7	13	13		6	6	6	
2,512	---	26	2,538	2,537	Total Direct State Services - General Fund				
						2,555	2,555	2,555	
Grants-In-Aid - General Fund									
1,337	181	-160	1,358	1,194	46	1,337	1,337	1,337	
137,661	5,086	---	142,747	131,838	46	141,661	149,456	149,456	
65	7	-12	60	36	46	65	65	65	
7,562	101	338	8,001	7,996	46	7,562	7,562	7,562	
400	259	-166	493	442	46	620	620	620	
---	---	---	---	---	46	---	20	20	
---	207	---	207	171	46	---	---	---	
---	13	---	13	13	46	---	---	---	
450	239	---	689	418	46	450	450	450	
20,245	---	---	20,245	20,245	47	21,245	28,903	22,245	
200	---	---	200	200	47	200	200	200	
65	---	---	65	65	47	65	65	65	
100	---	---	100	100	47	100	100	100	
65	---	---	65	65	47	65	65	65	

TREASURY

Year Ending June 30, 1998					Year Ending June 30, 2000				
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended		Prog. Class.	1999 Adjusted Approp.	Requested	Recommended
65	---	---	65	65	Alfred E. Driscoll Chair in Pharmaceutical/Chemical Studies at F.D.U.	47	65	65	65
75	---	---	75	75	Laurie Chair in Women's Studies at Douglass College	47	75	75	75
65	---	---	65	65	Will and Ariel Durant Chair in the Humanities at St. Peters College	47	65	65	65
65	---	---	65	65	Small Business and Entrepreneurship Chair at Rutgers University	47	65	65	65
100	---	---	100	100	Raoul Wallenberg Visiting Professorship in Human Rights-Rutgers University	47	100	100	100
75	---	---	75	75	Millicent Fenwick Research Professorship in Education at Monmouth University	47	75	75	75
1,050	---	---	1,050	1,050	Research Under Contract with the Institute of Medical Research, Camden	47	787	787	787
---	---	---	---	---	Acceleration in Computer Science for Minority Students - Monmouth University	47	5	---	---
---	---	---	---	---	Institute of Law and Mental Health of Seton Hall University	47	95	---	---
---	---	---	---	---	Health Law and Policy Institute of Seton Hall University	47	150	---	---
---	---	---	---	---	Renovations to Sister Joseph Residence Hall, Caldwell College	47	50	---	---
---	---	---	---	---	Renovation of McQuade Hall for the School of Diplomacy at Seton Hall University	47	125 ^S	---	---
---	---	---	---	---	Garden State Savings Bonds Incentive	49	---	400	400
---	---	---	---	---	Higher Education Capital Improvement Program - Debt Service	49	---	12,379	12,379
19,296	---	---	19,296	19,295	Equipment Leasing Fund - Debt Service	49	19,290	19,267	19,267
21,019	---	---	21,019	12,718	Higher Education Facilities Trust Fund - Debt Service	49	21,015	21,017	21,017
820	---	---	820	---	Higher Education Technology Bond - Debt Service	49	7,002	6,373	6,373
376	---	---	376	376	Marine Sciences Consortium	49	376	376	376
100	---	---	100	100	Georgian Court College High Technology Center	49	---	---	---
150	---	---	150	150	Institutional Alliance/Seton Hall University and Sussex County Community College	49	---	---	---
---	---	---	---	---	Chair in Educational Leadership, Rowan University	49	100	---	---
40	---	---	40	40	Ocean County Community College -- Camp Viking	49	40	---	---
70	---	---	70	70	Children's Learning Center -- Brookdale Community College	49	---	---	---
250	---	---	250	250	Salem County Community College -- Glass Blowing Laboratory	49	---	---	---
150	---	---	150	150	Health Law and Policy Institute of Seton Hall University	49	---	---	---

TREASURY

Year Ending June 30, 1998					Year Ending June 30, 2000					
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	Prog. Class.	1999 Adjusted Approp.	Requested	Recommended		
175	---	---	175	175	New Jersey Coastal Monitoring Network	49	---	---		
1,800	---	---	1,800	1,297	Outstanding Scholar Recruitment Program	49	6,000	9,200		
213,891	6,093	---	219,984	198,899	Total Grants-In-Aid - General Fund			228,850	259,087	252,429
State Aid - General Fund										
108,186	---	---	108,186	108,186	Operational Costs	48	120,186	132,186	132,186	
15,376	---	---	15,376	12,059	Debt Service N.J.S.18A:64A-22	48	21,376	23,070	23,070	
15,016	---	-425	14,591	14,260	Employer Contributions-Alternate Benefit Program	48	15,910	15,981	15,981	
143	---	---	143	108	Employer Contributions-Teachers' Pension and Annuity Fund	48	391	327	327	
801	---	425	1,226	1,216	Additional Health Benefits	48	1,417	2,240	2,240	
500	---	---	500	421	Employer Contributions-FICA for County College Members of TPAF	48	450	450	450	
40	---	---	40	40	Debt Service on Pension Obligation Bonds	48	69	70	70	
140,062	---	---	140,062	136,290	Total State Aid - General Fund			159,799	174,324	174,324

OTHER RELATED APPROPRIATIONS

Federal Funds										
14,502	---	---	14,502	14,813	Student Assistance Programs	46	14,813	15,808	15,808	
3,280 ^S	1,755	---	19,537	17,759						
17,782	1,755	---	19,537	17,759	Total Federal Funds			14,828	15,808	15,808
All Other Funds										
---	4,232	---	4,232	2,293	Student Assistance Programs	46	2,679	3,086	3,086	
---	2,347 ^R	169	6,748	2,293						
---	6,579	169	6,748	2,293	Total All Other Funds			2,679	3,086	3,086
374,247	14,427	195	388,869	357,778	GRAND TOTAL			408,711	454,860	448,202

Notes

- (a) The fiscal year 1999 appropriation has been adjusted for the allocation of salary program and has been reduced to reflect the transfer of funds to the Salary Increases and Other Benefits account.
- (b) Includes Garden State Scholarship, Edward J. Bloustein Distinguished Scholars, and Urban Scholars programs.

Language Recommendations -- Direct State Services - General Fund

At any time prior to the issuance and sale of bonds or other obligations by the New Jersey Higher Education Assistance Authority, the State Treasurer is authorized to transfer from any available moneys in any fund of the Treasury of the State to the credit of any fund of the Authority such sums as the State Treasurer deems necessary. Any sums so transferred shall be returned to the same fund of the Treasury of the State by the State Treasurer from the proceeds of the sale of the first issue of Authority bonds or other Authority obligations.

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

For the purpose of implementing the "Independent College and University Assistance Act," P.L. 1979, c.132 (C.18A:72B-15 et seq.), the number of full-time equivalent students (FTE) at the eight State Colleges is 47,246 for fiscal year 1999.

Receipts in excess of the amount hereinabove for Clinical Legal Programs for the Poor--Seton Hall are appropriated for the same purpose, subject to the approval of the Director of the Division of Budget and Accounting.

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

TREASURY

The sums provided hereinabove and the unexpended balances as of June 30, 1999, in Student Assistance Programs shall be appropriated and available for payment of liabilities applicable to prior fiscal years.

Amounts from the unexpended balance as of June 30, 1999, including refunds recognized after July 31, 1998, in the Tuition Aid Grants account are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law to the contrary, the Student Assistance Board shall provide to all qualified applicants increases to maximum award values that fund, at a minimum, an equal percentage of tuition up to the maximum allowable under the Tuition Aid Grant statute. All other award increases at each institution shall not exceed the percentage increase provided for the maximum award at that institution. All awards provided must be fundable within the amount hereinabove provided for Tuition Aid Grants plus funding from the Part-time Tuition Aid Grants-EOF Students program and available federal State Student Incentive Grant funds. Reappropriated balances shall be held as a contingency for unanticipated increases in the number of applicants qualifying for Student Assistance Programs awards or to fund shifts in the distribution of awards that result in an increase in total program costs.

From the sums provided hereinabove for Student Assistance Programs, such amounts as may be necessary to fund merit scholarship awards shall be available for transfer to the Coordinated Garden State Scholarship Programs and to the Miss New Jersey Educational Scholarship Program (C.18A:71-102 et seq.), subject to the approval of the Director of the Division of Budget and Accounting.

Language Recommendations -- State Aid - General Fund

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

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

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

HIGHER EDUCATIONAL SERVICES

Language Recommendations -- Direct State Services - General Fund

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

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 in the Governor's Budget first shall be charged to the State Lottery Fund.

50. ECONOMIC PLANNING, DEVELOPMENT AND SECURITY

51. ECONOMIC PLANNING AND DEVELOPMENT

OBJECTIVES

1. To promote the expansion and growth of commerce and industry in order to create employment and economic growth in New Jersey.
2. To collect, analyze, and disseminate economic data for the purpose of generating a coordinated projection of economic conditions for State government.

PROGRAM CLASSIFICATIONS

13. **Economic Research.** The Office of Revenue and Economic Analysis collects and synthesizes revenue and economic data. The autonomous Council of Economic Advisors prepares economic analyses and forecasts for the executive and legislative branches.
38. **Economic Development.** Economic development entities that operate outside the New Jersey Commerce and Economic Growth

Commission include the Motion Picture and Television Development Commission, the New Jersey Redevelopment Authority, and the Economic Development Authority (EDA).

Services provided by the Motion Picture and Television Development Commission include facilitating cooperation from all governmental agencies and private sector groups for applications, locations, production and auxiliary facilities in the production of motion picture and television projects.

The Redevelopment Authority issues loans, loan guarantees, and grants to assist in the revitalization of the State's urban areas.

EDA provides long-term, low-interest financing to private companies for constructing, acquiring, enlarging, and equipping industrial plants and certain other business facilities.

EVALUATION DATA

	Actual FY 1997	Actual FY 1998	Revised FY 1999	Budget Estimate FY 2000
PROGRAM DATA				
Economic Development				
Motion Picture and Television Development				
Total film/television productions	555	570	585	585
Direct spending by companies (millions)	\$50.00	\$53.00	\$58.00	\$58.00
Economic Development Authority				
Projects closed	275	260	260	260
Total generated capital investment (millions)	\$1,361.00	\$875.00	\$875.00	\$875.00
Value of Authority Assistance(millions)	\$793.70	\$575.00	\$575.00	\$575.00
Construction employment	9,055	7,500	7,500	7,500
Permanent employment	3,855	3,900	3,900	3,900

PERSONNEL DATA

Position Data

Filled Positions by Funding Source				
State Supported	7	7	16	16
Total Positions	7	7	16	16
Filled Positions by Program Class				
Economic Research	3	3	12 ^(a)	12
Motion Picture	4	4	4	4
Total Positions	7	7	16	16

Notes:

Actual payroll counts are reported for fiscal years 1997 and 1998 as of December and revised fiscal year 1999 as of September. The Budget Estimate for fiscal year 2000 reflects the number of positions funded.

(a) Reflects the consolidation of economic research functions between the Departments of Treasury, Commerce, and Labor.

APPROPRIATIONS DATA

(thousands of dollars)

Year Ending June 30, 1998					Year Ending June 30, 2000			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	1999 Adjusted Approp.	Requested	Recom- mended
Distribution by Program								
824	---	-10	814	814	Economic Research	13	824	824
273	---	---	273	273	Economic Development	38	11,286	11,286
1,097	---	-10	1,087	1,087	Total Appropriation		12,110^(a)	12,110
Distribution by Fund and Object								
Direct State Services - General Fund								
Personal Services:								
994	---	4	998	998	Salaries and Wages		941	941
994	---	4	998	998	Total Personal Services		941	941
25	---	-17	8	8	Materials and Supplies		35	35
26	---	-3	23	23	Services Other Than Personal		76	76
4	---	2	6	6	Maintenance and Fixed Charges		7	7
Special Purpose:								
45	---	-10	35	35	Council of Economic Advisors	13	45	45
---	---	---	---	---	Business Employment Incentive Program	38	11,000 ^S	11,000
45	---	-10	35	35	Total Special Purpose		11,045	11,045
3	---	14	17	17	Additions, Improvements and Equipment		6	6
1,097	---	-10	1,087	1,087	Total Direct State Services - General Fund		12,110	12,110

Notes

(a) The fiscal year 1999 appropriation has been adjusted for the allocation of salary program, and has been reduced to reflect the transfer of funds to the Salary Increases and Other Benefits account; and has been adjusted to reflect a proposed supplemental appropriation.

TREASURY

Language Recommendations -- Direct State Services - General Fund

The unexpended balance as of June 30, 1999 for the Council of Economic Advisors is appropriated.

Of the amounts hereinabove for Economic Research, \$31,000 are payable out of the State Disability Benefits Fund, and in addition to the amounts hereinabove there are appropriated out of the State Disability Benefits Fund such additional sums as may be required to administer Economic Research, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amount hereinabove, there is appropriated to the Department of the Treasury on behalf of the New Jersey Economic Development Authority from the General Fund such sums as may be necessary to fund the Business Employment Incentive Program, the amount of which shall not exceed the total amount of revenues received as withholdings, as defined in section 2 of P.L.1996,c.26 (C.34:1b-125), from all businesses receiving grants pursuant to the "Business Employment Incentive Program Act," P.L. 1996, c.26 (C.34:1B-124 et seq.), as certified by the Director of the Division of Taxation. The authority shall provide the Joint Budget Oversight Committee, on or before November 1, 1999, with a report of the grants funded in the prior fiscal year including, but not limited to, a summary of each grant agreement and the amount of each grant funded in that year.

50. ECONOMIC PLANNING, DEVELOPMENT AND SECURITY

51. ECONOMIC PLANNING AND DEVELOPMENT

2041. NEW JERSEY COMMERCE AND ECONOMIC GROWTH COMMISSION

OBJECTIVES

1. To function as a single voice for the economic development activities of the State by coordinating the economic development efforts of all State agencies and authorities.
2. To obtain private sector input regarding economic development initiatives through its membership on the Commission's Board.
3. To promote sustainable economic growth and create quality jobs by retaining and expanding existing jobs and attracting new jobs to the State.
4. To build a foundation of New Jersey's economic leadership in the 21st century.
5. To implement a market-driven economic development service delivery system, including the introduction of innovative programs and flexible services.

PROGRAM CLASSIFICATIONS

38. **The New Jersey Commerce and Economic Growth Commission.** The Department of Commerce and Economic Development ceased to exist as of August 31, 1998. Thereafter, the New Jersey Commerce and Economic Growth Commission was established. The Commission has a public/private board consisting of 13 members. The Board is chaired by the Governor. There are eleven voting members on the Board of Directors which consists of six

ex-officio members, and five public members. In addition to the Governor, the ex-officio members are: the Chief Executive Officer/Secretary of the Commission; the Commissioners of Environmental Protection, Labor, Transportation; and the Chair of the Commission on Higher Education. The legislation which created the Commission also authorizes the Chief Executive Officer/Secretary of the Commission to appoint the executive directors of the New Jersey Economic Development Authority, the Commission on Science and Technology, and the Motion Picture and Television Development Commission. The enabling legislation also transfers the Public Broadcasting Authority to the Department of State.

The Commission, which is in, but not of, the Department of the Treasury, will coordinate the State's economic development activities among the Commission's organizational units, the Commission on Science and Technology, the Urban Enterprise Zone Authority (UEZ), the New Jersey Development Authority for Small Businesses, Minorities' and Women's Enterprises, and the Motion Picture and Television Development Commission.

The New Jersey Commerce and Economic Growth Commission will continue the functions of business advocacy, international trade, account management, economic development, maritime resources, sustainable businesses, travel and tourism, the UEZ program, and the development of small, women and minority-owned businesses.

EVALUATION DATA

	Actual FY 1997	Actual FY 1998	Revised FY 1999	Budget Estimate FY 2000
PROGRAM DATA				
Travel and Tourism				
Revenue generated by tourism (millions)	\$206.00	\$311.00	\$322.00	\$334.00
Tax revenue generated by tourism (billions)	\$26.00	\$37.00	\$39.00	\$40.00
Overnight & day visitors (millions)	2.0	3.2	3.7	4.2
International Trade				
Total value of New Jersey exports (billions)	\$127.00	\$339.60	\$173.50	\$190.90
Jobs generated through exporting	1,736	4,806	2,429	2,672
Development for Small Businesses and Women and Minority Businesses				
Set-Aside Contracts awarded (millions)	\$774.00	\$740.00	\$850.00	\$850.00
Jobs created and retained	19,291	18,426	21,165	21,165
Tax revenue generated by Set-Aside Program (millions)	\$29.20	\$44.40	\$51.00	\$51.00

	Actual FY 1997	Actual FY 1998	Revised FY 1999	Budget Estimate FY 2000
Economic Development				
Urban Enterprise Zone Program				
Participating businesses	6,028	6,459	7,059	7,659
Total number of jobs created (annually)	5,723	5,960	6,260	6,560
Private investment generated (annual value in millions)	\$745	\$1,057	\$1,126	\$1,195
Zone Assistance Fund projects (annual value in millions)	\$68.87	\$71.72	\$71.14	\$77.10
Business Retention, Attraction and Expansion				
Number of New Jobs In New Businesses	2,929	3,370	5,285	5,810
Number of New Jobs In Existing Businesses	2,991	3,440	5,300	5,830
Number of Jobs Retained	7,616	8,760	15,900	17,490
OPERATING DATA				
Program Expenditures (thousands)				
Business Retention, Expansion & Attraction	\$2,531	\$3,081	\$3,630	\$3,701
Export Promotion	\$895	\$923	\$1,101	\$947
Travel and Tourism	\$5,824	\$7,222	\$7,331	\$7,352
Business Marketing Campaign	---	---	---	\$1,000
Small Businesses and Women and Minority Businesses	\$1,123	\$1,110	\$1,102	\$1,123
Other Key Industries and Initiatives	\$251	\$2,613	\$1,099	\$915
Special Purpose Appropriations (thousands)				
Office of Sustainability	---	\$1,996	\$600	\$550
Office of Maritime Resources	\$229	\$245	\$350	\$350
Advertising and Promotion	\$2,717	\$4,292	\$4,450	\$4,450
Travel & Tourism Cooperative Marketing	\$1,908	\$1,850	\$1,850	\$1,850
NJ Community Development Bank	\$1,000	\$1,000	\$1,000	\$1,000
Agricultural Exports Initiative	---	---	\$150	\$150
NJ Israel Commission	\$121	\$126	\$130	\$130
PERSONNEL DATA				
Affirmative Action Data				
Male Minority	12	13	15	16
Male Minority %	12.0%	11.2%	12.8%	13.7%
Female Minority	18	16	16	17
Female Minority %	18.0%	13.8%	13.7%	14.5%
Total Minority	30	29	31	33
Total Minority %	30.0%	25.0%	26.5%	27.0%
Position Data				
State Supported	76	83	96	97
All Other	13	15	16	16
Total Positions	89	98	112	113
Filled Positions by Program Class				
Export Promotion	10	9	10	10
Travel and Tourism	11	12	12	12
Development for Small Businesses and Women and Minority Businesses	12	10	11	11
Business Retention, Expansion and Attraction	41	55	67	68
Other Key Industries and Initiatives	15	12	12	12
Total Positions	89	98	112	113
Notes:				
Actual payroll counts are reported for fiscal years 1997 and 1998 as of December and revised fiscal year 1999 as of September. The Budget Estimate for fiscal year 2000 reflects the number of positions funded.				

TREASURY

APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 1998					Year Ending June 30, 2000				
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	Prog. Class.	1999 Adjusted Approp.	Requested	Recommended	
<u>12,671</u>	<u>1</u>	<u>3,455</u>	<u>16,127</u>	<u>15,849</u>	Distribution by Program				
12,671	1	3,455	16,127	15,849	Economic Development	38	<u>14,813</u>	<u>15,588</u>	<u>15,588</u>
					Total Appropriation		14,813^(a)	15,588	15,588
					Distribution by Fund and Object				
					Direct State Services - General Fund				
					Special Purpose:				
<u>11,971</u>	<u>1</u>	<u>3,255</u>	<u>15,227</u>	<u>14,949</u>	New Jersey Commerce and Economic Growth Commission	38	<u>14,263</u>	<u>15,038</u>	<u>15,038</u>
<u>11,971</u>	<u>1</u>	<u>3,255</u>	<u>15,227</u>	<u>14,949</u>	<i>Total Special Purpose</i>		<u>14,263</u>	<u>15,038</u>	<u>15,038</u>
11,971	1	3,255	15,227	14,949	Total Direct State Services - General Fund		14,263	15,038	15,038
					Grants-In-Aid - General Fund				
---	---	200	200	200	Velodrome Cycling Series-Somerville	38	---	---	---
50	---	---	50	50	Trenton Convention and Visitors' Bureau	38	---	---	---
<u>650</u>	<u>---</u>	<u>---</u>	<u>650</u>	<u>650</u>	Prosperity New Jersey, Inc	38	<u>550</u>	<u>550</u>	<u>550</u>
700	---	200	900	900	Total Grants-In-Aid - General Fund		550	550	550

OTHER RELATED APPROPRIATIONS

					All Other Funds				
	4								
---	270 ^R	---	274	274	Urban Programs	08	450	450	450
---	52	---	52	---	Travel and Tourism	14	---	---	---
	36								
---	114 ^R	---	150	55	International Trade	18	30	30	30
	796								
---	243 ^R	---	1,039	172	Development for Small Businesses and Women and Minority Businesses	20	250	250	250
	235								
---	13,813 ^R	---	14,048	4,813	Economic Development	38	<u>22,992</u>	<u>22,045</u>	<u>22,045</u>
---	15,563	---	15,563	5,314	Total All Other Funds		23,722	22,775	22,775
12,671	15,564	3,455	31,690	21,163	GRAND TOTAL		38,535	38,363	38,363

Notes

(a) The fiscal year 1999 appropriation has been adjusted for the allocation of salary program and has been reduced to reflect the transfer of funds to the Salary Increases and Other Benefits account. Fiscal 1998 and fiscal 1999 appropriations data reflect appropriations for programs of the former Department of Commerce and Economic Development which were absorbed by the New Jersey Commerce and Economic Growth Commission on September 1, 1998.

Language Recommendations -- Direct State Services - General Fund

Of the sum hereinabove appropriated for the New Jersey Commerce and Economic Growth Commission, there is no less than \$550,000 for the Office of Sustainability; \$4,450,000 for Advertising and Promotion; \$3,015,000 for Accounts Management; \$1,850,000 for the Travel and Tourism Cooperative Marketing Program; \$1,000,000 for the Business Marketing Campaign coordinated with Prosperity New Jersey; \$1,000,000 for the Community Development Bank; \$25,000 for the Business Information-Call Management Center; \$350,000 for the Office of Maritime Resources; \$130,000 for the New Jersey Israel Commission; \$150,000 for the Promotion of Agricultural Exports; and \$75,000 for the Business Resource Center, except that the amount for the Cooperative Marketing Program is available for expenditure only to the extent that an amount equal to 25% of the State funds are expended from funds raised by the Commerce Commission, pursuant to subsection j. of section 9 of P.L. 1977, c.225 (C.34:1A-53), through contributions from private tourism industry concerns and non-State public entities as determined by the Director of the Division of Budget and Accounting. These accounts shall be considered special purpose appropriations for accounting and reporting purposes.

Subject to the approval of the Director of the Division of Budget and Accounting, of the sums hereinabove appropriated, or otherwise made available, for the Office of Sustainability, the Chief Executive Officer and Secretary is authorized to contract with the New Jersey Economic Development Authority which shall finance loans to sustainable businesses.

Subject to the approval of the Director of the Division of Budget and Accounting, there is appropriated to the New Jersey Commerce and Economic Growth Commission, from the General Fund such sums as may be necessary, as certified by the Commissioner and the Director of the Division of Taxation, to fund business relocation grants made under the "Business Relocation Assistance Grant Act," the amount of which shall not exceed the new income tax revenues as defined in section 2 of P.L.1996, c.25 (C.34:1B-113). In addition to the report required pursuant to section 10 of P.L.1996, c.25 (C.34:1B-121), the Chief Executive Officer and Secretary of the Commission shall provide the Joint Budget Oversight Committee, on or before November 1, 1999, with a report of the grants funded in the prior fiscal year including, but not limited to, a summary of each grant agreement and the amount of each grant funded in that year.

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

The amount necessary to provide employer rebate awards as a result of the "New Jersey Urban Enterprise Zone Act," P.L.1983, c.303 (C.52:27H-60 et seq.), are appropriated from the Enterprise Zone Assistance Fund subject to the approval of the Director of the Division of Budget and Accounting.

Of the amount allocated by the Commission for the Advertising and Promotion account, the Commission shall expend such amounts as the Chief Executive Officer and Secretary determines will encourage the optimum effective continuing operation of each of the Tourist Welcome Centers, including but not limited to, the transfer of the operation of the centers to private, non-profit entities, whether under lease arrangements or such other agreements as the director may determine.

Fifty percent of the receipts collected from the use of the Travel and Tourism logo and slogan and the sale of related tourism promotional items are appropriated for the purpose of administering Travel and Tourism's portion of the Advertising and Promotion program, subject to the approval of the Director of the Division of Budget and Accounting.

The Chief Executive Officer and Secretary of the Commission shall report semi-annually on the expenditure of State funds and private contributions during the preceding six months for the Advertising and Promotion Program and the Travel and Tourism, Advertising and Promotion - Cooperative Marketing Program. The first semi-annual report covering the first six months of fiscal year 2000 shall be completed not later than January 31, 2000, the second semi-annual report covering the second six months of fiscal year 2000 shall be completed not later than July 31, 2000 and both reports shall be submitted to the Governor and the Joint Budget Oversight Committee.

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

The unexpended balance as of June 30, 1999 in the Prosperity New Jersey, Inc. account is appropriated.

50. ECONOMIC PLANNING, DEVELOPMENT AND SECURITY

51. ECONOMIC PLANNING AND DEVELOPMENT

2042. NEW JERSEY COMMISSION ON SCIENCE AND TECHNOLOGY

OBJECTIVES

PROGRAM CLASSIFICATIONS

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

24. **The New Jersey Commission on Science and Technology**, enacted under Public Law 1985, Chapter 102, was established to encourage the development of scientific and technological programs, stimulate academic-industrial collaboration, and coordinate activities of technological centers and business facilities. The primary mission of the Commission is to create an environment which leads to accelerated economic development, with emphasis on applications of science and technology to industry. The principal goals of Commission activity are the creation of new jobs and the revitalization of industry, in an environment which encourages new enterprises, particularly those which are oriented toward the adoption of the most advanced scientific and technological techniques.

EVALUATION DATA

	Actual FY 1997	Actual FY 1998	Revised FY 1999	Budget Estimate FY 2000
PROGRAM DATA				
New Jersey Commission on Science and Technology				
Business Assistance				
Technology Transfer Program				
Companies Assisted	6	7	25	25
Company Matching (\$000s)	\$1,660	\$468	\$11,288	\$12,000

Year Ending June 30, 1998					Year Ending June 30, 2000				
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	Prog. Class.	1999 Adjusted Approp.	Requested	Recom- mended	
Grants-In-Aid - General Fund									
11,958	1	---	11,959	11,838	Research and Development Programs	39	11,958	11,958	11,958
2,095	---	-19	2,076	1,962	Business Assistance	39	2,095	2,095	2,095
631	31	-21	641	610	Technology Transfer Program	39	4,972	4,972	4,972
14,684	32	-40	14,676	14,410	Total Grants-In-Aid - General Fund		19,025	19,025	19,025

OTHER RELATED APPROPRIATIONS

					Federal Funds				
---	353	---	353	353	New Jersey Commission on Science and Technology	39	---	---	---
---	353	---	353	353	Total Federal Funds		---	---	---
15,110	387	10	15,507	15,208	GRAND TOTAL		19,521	19,521	19,521

Notes

- (a) The fiscal year 1999 appropriation has been adjusted for the allocation of salary program and has been reduced to reflect the transfer of funds to the Salary Increases and Other Benefits account.
- (b) Fiscal year 1999 salary appropriation includes \$59,000 reallocated from the Commission's Grants-In-Aid appropriation.

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

The unexpended balance as of June 30, 1999 in the Science and Technology grants accounts is appropriated.

50. ECONOMIC PLANNING, DEVELOPMENT AND SECURITY

52. ECONOMIC REGULATION

OBJECTIVES

1. To ensure that utility services are provided at reasonable, non-discriminatory rates to all members of the public who desire such services.
2. 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.
3. 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.
4. 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.
5. 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. **Ratepayer Advocacy.** 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 Public Utilities 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. A new Division of Service Evaluation was created in 1996 to ensure the safety and reliability of services as a result of the increase in the competition within the marketplace.

TREASURY

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.
56. **Energy Resource Management.** Develops and Implements State's energy policies and associated programs, including funding mechanisms to support energy conservation projects, energy education and outreach, energy data collection and analysis and evaluation of energy use and supply.
97. **Regulatory Support Services.** Provides economic analysis of

conditions affecting regulated utilities to the Board of Public Utilities and its technical divisions and conducts audits of regulated utilities.

99. **Administration and Support Services.** The Board of Public Utilities 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 FY 1997	Actual FY 1998	Revised FY 1999	Budget Estimate FY 2000
PROGRAM DATA				
Utility Regulation				
Utilities Regulated				
Electric	5	5	5	5
Gas	5	5	4	4
Telephone and telegraph	26	23	23	23
Water and sewer	86	90	90	90
Municipal water companies	171	171	171	171
Cases Pending June 30				
Cable TV	297	305	282	282
Electric	88	116	119	119
Gas	55	83	146	146
Telephone	125	155	243	243
Water and sewer	76	79	75	75
Customer Relations				
Consumer Complaints (phone calls)	14,060	14,017	16,791	16,791
Consumer Complaints (walk-ins)	450	442	408	408
Consumer Information Requests	14,127	14,137	19,301	19,301
Service Evaluation				
One-Call Cases Handled	4,000	4,100	4,000	4,000
Meter Tests Conducted	193	132	187	187
Gas Pipeline Inspections	669	583	550	550
Informal Service Investigations	423	149	115	115
Regulation of Cable Television				
Cable television systems	49	45	40	40
Cable television subscribers (thousands)	2,237	2,237	2,336	2,336

PERSONNEL DATA

Position Data

Filled Positions by Funding Source

State Supported	287	289	283	301
Federal	18	18	17	23
Total Positions	305	307	300	324

Filled Positions by Program Class

Ratepayer Advocacy	31	34	34	35
Utility Regulation	94	97	97	103
Regulation of Cable Television	30	29	27	28
Energy Resource Management	18	18	17	23
Regulatory Support Services	61	62	57	65
Administration and Support Services	71	67	68	70
Total Positions	305	307	300	324

Notes:

Actual payroll counts are reported for fiscal years 1997 and 1998 as of December and revised fiscal year 1999 as of September. The Budget Estimate for fiscal year 2000 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 1998					Year Ending June 30, 2000				
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	Prog. Class.	1999 Adjusted Approp.	Requested	Recommended	
Distribution by Program									
3,658	1,015	---	4,673	4,591		3,935	4,163	4,163	
5,821	1,634	-264	7,191	5,601	53	5,941	5,941	5,941	
1,426	207	54	1,687	1,562	54				
					55	1,534	1,534	1,534	
3,143	56	331	3,530	3,349	97	3,393	3,393	3,393	
<u>5,837</u>	<u>1,258</u>	<u>273</u>	<u>7,368</u>	<u>6,410</u>	99	<u>6,183</u>	<u>6,183</u>	<u>6,183</u>	
19,885	4,170	394	24,449	21,513		20,986^(a)	21,214	21,214	
Distribution by Fund and Object									
Direct State Services - General Fund									
Personal Services:									
	1,539								
<u>16,462</u>	<u>731^R</u>	<u>880</u>	<u>19,612</u>	<u>17,604</u>		<u>17,581</u>	<u>17,581</u>	<u>17,581</u>	
16,462	2,270	880	19,612	17,604		17,581	17,581	17,581	
353	305	-197	461	210		355	355	355	
						2,107			
2,240	394	731	3,365	2,980		174 ^S	2,396	2,396	
535	107	-114	528	479		476	590	590	
Special Purpose:									
40	818	-838	20	20	53	21	20	20	
---	3 ^R	---	3	---					
---	43 ^R	---	43	---	55	---	---	---	
					99	---	---	---	
40	864	-838	66	20		21	20	20	
255	230	-68	417	220		272	272	272	
19,885	4,170	394	24,449	21,513		20,986	21,214	21,214	

OTHER RELATED APPROPRIATIONS

Federal Funds									
600	434	---	1,034	524		600	600	600	
1,725					54				
<u>115^S</u>	<u>-29</u>	<u>---</u>	<u>1,811</u>	<u>997</u>	56	<u>2,225</u>	<u>1,725</u>	<u>1,725</u>	
2,440	405	---	2,845	1,521		2,825	2,325	2,325	
All Other Funds									
---	116	---	116	6	56	---	---	---	
---	116	---	116	6		---	---	---	
22,325	4,691	394	27,410	23,040		23,811	23,539	23,539	

Notes

(a) The fiscal year 1999 appropriation has been adjusted for the allocation of salary program and has been reduced to reflect the transfer of funds to the Employee Benefits and Salary Increases and Other Benefits accounts.

Language Recommendations -- Direct State Services - General Fund

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

Receipts derived from fees are appropriated.

TREASURY

Receipts derived from fines and penalties in excess of \$300,000 are appropriated for regulatory enforcement activities, subject to the approval of the Director of the Division of Budget and Accounting.

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

The unexpended balances as of June 30, 1999 are appropriated.

Receipts of the Division of Ratepayer Advocate in excess of those anticipated are appropriated for the Division of Ratepayer Advocate to defray the costs of this activity under section 16 of P.L. 1994, c.58 (C.52:27E-63).

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

There is appropriated from the Petroleum Overcharge Reimbursement Fund the sum of \$4,775,000 for the following energy conservation projects: \$1,675,000 to state agencies for the conversion of vehicles to alternative fuel vehicles; \$1,000,000 to local government agencies for the cost of converting fleet vehicles to alternative fuel vehicles; \$1,100,000 for the cost of building infrastructure to service alternative fuel vehicles; and \$1,000,000 for the cost of implementing a consumer education/awareness campaign associated with electric energy restructuring.

70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL

72. GOVERNMENTAL REVIEW AND OVERSIGHT

OBJECTIVES

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

PROGRAM CLASSIFICATIONS

03. **Employee Relations and Collective Negotiations (Executive Order No. 4, 1970).** Staff assistance is provided to the Governor and her decisions are implemented concerning employee relations. Through the Governor's Employee Relations Policy Council, assistance in the development of overall policy and execution of policies is provided. Negotiations with unions and other representatives of State employees are conducted. Agencies are assisted and advised concerning employee relations activities.

07. **Office of Management and Budget (NJSA 52:27B-12,-33).** Coordinates the annual agency-based planning process, identifies and projects trends affecting 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.

Performs statewide studies to ensure that agencies serving the same clients coordinate programs and resources, thus avoiding unnecessary funding of duplication of effort. Analyzes programs and activities that cross departmental boundaries which may not be at the core of government responsibilities or need, and therefore may be appropriate for elimination or revision for cost reduction.

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.

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

PROGRAM DATA	Actual FY 1997	Actual FY 1998	Revised FY 1999	Budget Estimate FY 2000
Office of Management and Budget				
Checks issued	13,600,000	13,900,000	14,200,000	15,700,000
Revenue items processed	209,000	207,000	207,000	207,000
Number of Checks Avoided by Electronic Funds Transfer	1,115,000	1,198,000	1,280,000	1,362,000
Unqualified Opinions on the Consolidated Financial Reports (Last Five Years)	5	5	5	5

TREASURY

	Actual FY 1997	Actual FY 1998	Revised FY 1999	Budget Estimate FY 2000
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	243	227	225	234
Total Positions	243	227	225	234
Filled Positions by Program Class				
Employee Relations and Collective Negotiations	6	8	7	8
Office of Management and Budget	237	219	218	226
Total Positions	243	227	225	234

Notes:

Actual payroll counts are reported for fiscal years 1997 and 1998 as of December and revised fiscal year 1999 as of September. The Budget Estimate for fiscal year 2000 reflects the number of positions funded.

APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 1998					Year Ending June 30, 2000			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	1999 Adjusted Approp.	Requested	Recom- mended
508	---	50	558	558	Distribution by Program			
12,800	19,953	-2,178	30,575	29,929	03	569	569	569
13,308	19,953	-2,128	31,133	30,487	07	13,378	18,669	18,669
					Total Appropriation			
					13,947^(a) 19,238 19,238			
					Distribution by Fund and Object			
					Direct State Services - General Fund			
					Personal Services:			
11,699	214 ^R	280	12,193	12,139		12,306	12,306	12,306
11,699	214	280	12,193	12,139		12,306	12,306	12,306
190	---	73	263	263		279	279	279
782	---	6,386	7,168	7,168		811	6,102	6,102
97	---	-33	64	63		62	62	62
					Special Purpose:			
---	17,652 ^R	-17,652	---	---	07	---	---	---
---	---	8,167	8,167	7,888	07	---	---	---
45	---	-3	413	371		401	457	457
371 ^S	---	-3	413	371	07	56 ^S	---	---
29	---	3	32	32		32	32	32
50 ^S	---	---	50	50	07	---	---	---
495	17,652	-9,485	8,662	8,341		489	489	489
45	2,087	651	2,783	2,513		---	---	---
13,308	19,953	-2,128	31,133	30,487	Total Direct State Services - General Fund			
					13,947 19,238 19,238			

OTHER RELATED APPROPRIATIONS

---	19,333	-10,724	8,609	---	All Other Funds			
					Office of Management and Budget			
					07	5,453	5,500	5,500
---	19,333	-10,724	8,609	---	Total All Other Funds			
13,308	39,286	-12,852	39,742	30,487	GRAND TOTAL			
					19,400 24,738 24,738			

TREASURY

Notes

- (a) The fiscal year 1999 appropriation has been adjusted for the allocation of salary program and has been reduced to reflect the transfer of funds to the Salary Increases and Other Benefits account.
-

Language Recommendations -- Direct State Services - General Fund

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

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

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

There are 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

1. To administer the tax laws of the State so that all properly due taxes are collected.
2. To manage unclaimed property in the State as effectively as possible.
3. To enhance revenue collection through integrated receipts processing and aggressive management of public accounts receivable.
4. To maximize revenues from the State lottery and minimize illegal organized gambling.
5. To invest and reinvest funds of the various State agencies and pension funds as effectively as possible.
6. 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.
7. To provide for the recording, filing, processing and control of documents required or permitted to be filed under various statutes.

PROGRAM CLASSIFICATIONS

15. **Taxation Services and Administration (NJSA 54:1-2).** Services include general administration, 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.
16. **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.
17. **Administration of Revenues (Executive Reorganization Plan 001-97).** Oversees and coordinates collection and processing of

revenues arising from state taxation, motor vehicle licensing and regulation and environmental protection laws and regulations. Centrally manages the collection and processing of revenues related to Unemployment Insurance, Temporary Disability, Worker's Compensation and Special Compensation and other employer filings. Centrally manages the collection and processing of delinquencies owed to the State by motorists, taxpayers, professional license holders and violators of state statute and regulation. Continue streamlining business reporting requirements by creating a central collection point for all tax collections, including corporate business taxes.

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.
50. **Commercial Recording (NJSA 52:16A-36 et seq.).** The Commercial Recording Bureau provides essential services to the public and legal communities. These include filing and processing information permitted and/or required under Title 14A Corporations General; Title 15A, Associations Not for Profit, and Title 16, Corporations and Associations Not for Profit; and the issuing of regulations, in addition to a number of other similar functions. Through its Expedited Services, information is provided via telephone or accelerated responses, both of which are supported by additional charges to the consumer.

EVALUATION DATA

	Actual FY 1997	Actual FY 1998	Revised FY 1999	Budget Estimate FY 2000
PROGRAM DATA				
Taxation Services and Administration				
Taxpayer Information Services				
Telephone inquiries	1,418,583	1,588,849	1,900,000	2,000,000
Correspondence	39,015	31,222	48,000	50,000
Tax Services (High Level Technical Requests)				
Telephone inquiries	12,794	13,142	13,800	14,000
Correspondence	8,851	8,479	8,900	9,000
Taxpayer Accounting				
Telephone Inquiries-Individual	---	15,195	15,500	16,000
Telephone Inquiries-Business	---	19,390	25,000	25,000
Correspondence-Individual	---	69,603	70,000	70,000
Correspondence-Business	---	65,717	70,000	70,000
Enforcement				
Audits				
Average Number of Auditors	361	395	406	427
Assessment Amount	\$293,718,797	\$264,615,792	\$286,650,000	\$302,300,000
Audits completed	104,519	124,863	126,470	128,620
Average Assessment/Auditor	\$813,626	\$669,913	\$706,034	\$707,963
Compliance				
Number of Collectors	242	256	260	260
Collections	\$82,111,411	\$106,621,672	\$108,287,660	\$109,000,000
Number of Closed Cases	992,165	501,128	508,957	509,000
Average Collection Per Collector	\$339,303	\$416,491	\$416,491	\$419,230
Bankruptcy Claims	1,026	2,354	2,500	2,500
Judgments	6,007	15,189	13,000	13,000
Deferred Payment Plans	1,196	1,670	1,754	1,841
Criminal Investigations				
Prosecution Recommendations	115	120	122	122
Assessment Amount	\$1,469,186	\$2,917,867	\$2,976,224	\$2,976,224
Billings Mailed				
Individual	266,524	295,365	240,000	220,000
Business	225,838	253,483	282,000	310,000
Refunds Reviewed				
Individual	51,271	49,224	51,000	51,500
Business	3,300	2,663	5,600	6,000
Property Administration				
Real Estate Appraisals-Inheritance tax	502	491	500	515
Municipal Audit	3	105	85	90
Sales Ratio Study				
Sales Prescreened	222,503	226,971	230,000	235,000
Sales Investigated	21,505	8,005	8,500	9,000
Intestates/Escheated Estates	134	118	130	140
Unclaimed Property				
Reports Filed	---	6,900	7,600	8,000
Administration of State Lottery				
Agents	5,130	6,000	6,000	6,000
Drawings	950	1,000	1,000	1,104
Net Sales (millions)	\$1,558	\$1,630	\$1,662	\$1,725
Cents Spent to Generate One Sales Dollar	8.3/1	8.4/1	8.1/1	8.2/1
Cents Spent to Generate One Government Dollar	19.8/1	21.4/1	20.3/1	21.4/1
Government Revenue as a Percent of Sales	41.8%	39.4%	40.0%	40.0%
Administration of State Revenues				
Documents Processed				
Gross Income Tax-Imaged	2,446,450	2,975,836	3,000,000	2,825,000
Gross Income Tax-Manual	1,556,626	557,551	500,000	400,000
Other Taxes-Remittance Process	3,284,271	3,663,745	3,800,000	4,000,000
Other Taxes-Manual	1,407,544	915,936	800,000	600,000
DMV License Registrations	---	3,589,242 ^(a)	3,600,000	3,600,000

TREASURY

	Actual FY 1997	Actual FY 1998	Revised FY 1999	Budget Estimate FY 2000
Electronic Returns Filed				
Gross Income Tax (Personal Computer and Telefile)	109,279	206,179	300,000	345,000
Combined Employer Return	---	---	100,000 ^(b)	125,000 ^(b)
Employer Reports of Wages Paid	---	---	125,000 ^(c)	150,000 ^(c)
Number of Payments via Electronic Fund Transfer	393,952	1,053,270	1,500,000	1,750,000
Client Registrations				
Registration File Updates	50,000	300,000 ^(d)	340,000	342,000
Telephone Inquiries	35,000	35,000	35,000	35,000
Collection Activity				
DMV surcharge Contract	132,100,000	151,200,000	140,800,000	140,800,000
Telecollection of Delinquent Taxes Contracts	27,400,000	41,200,000	50,000,000	50,000,000
Number of SOIL setoffs	200,000	200,000	200,000	200,000
Revenue Accounting				
Checks Processed	5,200,000	8,500,000 ^(e)	8,600,000	8,700,000
Electronic Invoices	98,000	98,000	98,000	98,000
Bills Generated (Dept. of Environmental Protection)	108,000	108,000	125,000	108,000
Licenses Issued (Cigarette & Motor Fuels)	23,000	23,000	23,000	23,000
Dishonored Checks	38,000	40,000	41,000	41,000
Cigarette Stamps Sold	615,000,000	675,000,000	650,000,000	650,000,000
Commercial Recording				
Corporations and Related Filings	85,000	86,000	86,000	90,000
Corporations Information Requests	171,000	154,000	154,000	170,000
Annual Reports	226,000	231,000	231,000	231,000
Uniform Commercial Code Filings	106,000	193,000	193,000	193,000
Uniform Commercial Code Searches	77,000	122,000	122,000	122,000
Notary and Related Transactions	89,000	73,000	73,000	73,000
Management of State Investments				
Market value of investments as of 6/30 (millions)	\$64,693	\$76,243	\$80,000	\$86,000
Cash Management Returns	5.47%	5.80%	5.50%	5.50%
Net investment earnings, cash basis (millions)	\$3,015	\$3,516	\$3,500	\$3,500
Administration of Casino Gambling				
Number of casinos in operation	13	12	12	12
Number of persons employed by the casino Industry	47,600	49,740	51,000	51,000
Casino industry gross revenue (in billions)	\$3.79	\$3.85	\$4.00	\$4.12
New casino key licenses issued	175	261	228	250
New casino employee licenses issued	3,685	3,911	3,930	4,150
Renewals of casino key and employee licenses	9,313	5,621	2,608	7,445
Hotel employee registrations issued	1,510	1,480	1,382	1,500
Casino service industry licenses issued:				
New licenses	213	210	226	218
Renewal licenses	215	274	157	166
Slot machine licenses issued	32,584	33,524	35,075	35,690
Casino table games in operation	1,421	1,417	1,478	1,478
Junket Enterprise Licenses				
Junket Licenses Issued	15	18	14	16
Junket Licenses Renewed	10	11	18	11
Contract Review:				
Vendor & Junket Enterprise Registration Forms				
Processed	2,569	3,186	3,345	3,512
Notice of Intent to Conduct Business with Enterprises	1,353	943	990	1,040
Contested Case Hearings:				
Employee Applications and Renewals	425	607	506	506
Casino Service Industry Applications and Renewals	22	29	36	36
Revocations and Violation Complaints	201	253	250	250
Miscellaneous	2	4	2	2
Exclusions	2	1	2	2
Litigation	1	5	2	2
Motion for relief from ccc orders & other reasons	40	21	10	10
Reapplication for permission to work with/without				
credentials	60	41	30	30

	Actual FY 1997	Actual FY 1998	Revised FY 1999	Budget Estimate FY 2000
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	1,636	1,847	1,836	1,873
All Other	373	375	380	402
Total Positions	2,009	2,222	2,216	2,275
Filled Positions by Program Class				
Taxation Services and Administration	1,450	1,248	1,243	1,267
Administration of State Lottery	147	145	150	152
Administration of State Revenues	---	428	416	432
Management of State Investments	70	66	65	70
Administration of Casino Gambling	342	335	342	354
Total Positions	2,009	2,222	2,216	2,275

Notes:

Actual payroll counts are reported for fiscal years 1997 and 1998 as of December and revised fiscal year 1999 as of September. The Budget Estimate for fiscal year 2000 reflects the number of positions funded.

- (a) Prior to the statewide consolidation of revenue administration functions, DMV processed registrations.
- (b) With the statewide consolidation of revenue administration functions, certain business and employer tax filing data is now submitted on one rather than multiple forms.
- (c) Prior to the statewide consolidation of revenue administration functions, the Department of Labor compiled this data.
- (d) With the statewide consolidation of revenue administration functions, the business registration databases of the Department of Labor, the Division of Taxation, and the Division of Commercial Recording have been merged into one, resulting in an extraordinary one-time increase.
- (e) Prior to the statewide consolidation of revenue administration functions, this amount reflected the number of tax related checks processed. Beginning in fiscal 1998, this amount also included checks for other forms of state Revenue, notably DMV fees.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 1998					Year Ending June 30, 2000				
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	Prog. Class.	1999 Adjusted Approp.	Requested	Recommended	
Distribution by Program									
81,071	128	-3,145	78,054	77,463					
					15	80,927	77,926	77,926	
15,831	677	137	16,645	16,259					
					16	13,194	12,829	12,829	
21,321	---	8,198	29,519	29,436					
					17	30,021	22,363	22,363	
5,570	77	-13	5,634	5,406					
					19	5,364	5,364	5,364	
22,510	347	---	22,857	22,443					
					25	22,510	22,915	22,915	
<u>2,315</u>	<u>7,046</u>	<u>---</u>	<u>9,361</u>	<u>4,514</u>	50	<u>5,854</u>	<u>4,636</u>	<u>4,636</u>	
148,618	8,275	5,177	162,070	155,521		157,870^(a)	146,033	146,033	
Distribution by Fund and Object									
Direct State Services - General Fund									
Personal Services:									
70,638	2,010					79,346			
<u>2,460^S</u>	<u>2,189^R</u>	<u>4,680</u>	<u>81,977</u>	<u>78,471</u>		<u>552^S</u>	<u>79,898</u>	<u>79,898</u>	
73,098	4,199	4,680	81,977	78,471		79,898	79,898	79,898	
2,358						5,394			
2,626 ^S	105 ^R	-147	4,942	4,511		207 ^S	5,601	5,601	
19,110						27,452			
25,333 ^S	3,121 ^R	-2,065	45,499	44,074		16,585 ^S	31,708	31,708	
1,384	15 ^R	163	1,562	1,560		1,618	1,618	1,618	
Special Purpose:									
---	7	---	7	---	15	---	---	---	
Tax Amnesty Program									

TREASURY

Year Ending June 30, 1998					Year Ending June 30, 2000				
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	Prog. Class.	1999 Adjusted Approp.	Requested	Recommended	
---	---	302	302	220					
---	---	---	---	---	Special Education Medicaid Initiative - Implementation	17	---	---	
1,524	---	---	1,524	1,524	Revenue Management System	17	---	2,500	
1,524	7	302	1,833	1,744	Wage Reporting/Temporary Disability Insurance	17	1,524	1,524	
40	154				<i>Total Special Purpose</i>		1,524	4,024	
635 ^S	327 ^R	2,244	3,400	2,718	Additions, Improvements and Equipment		587		
							2,095 ^S	269	
126,108	7,928	5,177	139,213	133,078	Total Direct State Services - General Fund		135,360	123,118	
								123,118	
Casino Control Fund									
Personal Services:									
---	---	---	---	365	Chairman and Commissioners		455	455	455
19,832	---	-992	18,840	15,129	Salaries and Wages		15,617	15,672	15,672
---	---	---	---	3,346	Employee Benefits		3,760	3,669	3,669
19,832	---	-992	18,840	18,840	<i>Total Personal Services</i>		19,832	19,796	19,796
245	---	5	250	250	Materials and Supplies		289	289	289
953	---	982	1,935	1,878	Services Other Than Personal		837	1,276	1,276
1,320	---	-109	1,211	1,208	Maintenance and Fixed Charges		1,244	1,254	1,254
Special Purpose:									
105	---	-38	67	67	Administration of Casino Gambling	25	105	105	105
105	---	-38	67	67	<i>Total Special Purpose</i>		105	105	105
55	347	152	554	200	Additions, Improvements and Equipment		203	195	195
22,510	347	---	22,857	22,443	Total Casino Control Fund		22,510	22,915	22,915

OTHER RELATED APPROPRIATIONS

All Other Funds									
---	8	---	3,409	3,409	Taxation Services and Administration	15	3,146	3,484	3,484
---	3,408 ^R	-7	---	---	Administration of State Lottery	16	720	720	720
---	18	---	11,450	11,445	Administration of State Revenues	17	11,894	12,294	12,294
---	11,432 ^R	---	---	---	Total All Other Funds		15,760	16,498	16,498
148,618	23,141	5,170	176,929	170,375	GRAND TOTAL		173,630	162,531	162,531

Notes

(a) The fiscal year 1999 appropriation has been adjusted for the allocation of salary program and has been reduced to reflect the transfer of funds to the Salary Increases and Other Benefits account.

Language Recommendations -- Direct State Services - General Fund

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(C.54:40A-1 et seq.), as may be necessary for confiscation, storage, disposal and other related expenses thereof, are appropriated.

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

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

In addition to the amounts appropriated hereinabove, there is appropriated an amount not to exceed \$722,000 for costs related to the development and implementation of a property tax assessment system, subject to the approval of the Director of the Division of Budget and Accounting.

Such sums as may be necessary for the administration of the homestead property tax reimbursement established pursuant to P.L.1997, c.348(C.54:4-8.67 et seq.) are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

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

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

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

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

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

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

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

There are appropriated, out of revenues derived from escheated property under the various escheat acts, such sums as may be necessary to administer such acts and such sums as may be required for refunds.

The Director of the Division of Budget and Accounting is hereby authorized to transfer or credit such sums as are necessary between the Department of Labor and the Department of the Treasury for the administration of revenue collection and processing functions related to the Unemployment Insurance, Temporary Disability Insurance, Workers Compensation, Special Compensation Programs, the Health Care Subsidy Fund, and Workforce Development Partnership program.

The amounts hereinabove for the Wage Reporting/Temporary Disability Insurance program are payable out of the State Disability Benefits Fund, and in addition to the amounts hereinabove, there are appropriated out of the State Disability Benefits Fund such addition as may be required to administer the Temporary Disability Insurance program, subject to the approval of the Director of the Division of Budget and Accounting.

Receipts in excess of those anticipated from the over-the-counter surcharges are appropriated to meet the costs of the Bureau of Commercial Recording, subject to the approval of the Director of the Division of Budget and Accounting.

Funds necessary to defray the cost of collection to implement the provisions of P.L. 1994, c.64 (C.17:29A-35 et seq.), as well as the cost of billing and collection of surcharges levied on drivers in accordance with the New Jersey Automobile Insurance Reform Act of 1982 - Merit Rating System Surcharge Program, P.L. 1983, c.65 (C.17.29A-33 et al.) as amended, are appropriated from fees in lieu of actual cost of collection receipts and from surcharges derived, subject to the approval of the Director of the Division of Budget and Accounting.

There are appropriated out of the State Lottery Fund such sums as may be necessary for costs required to implement the "State Lottery Law," P.L. 1970, c.13 (C.5:9-1 et seq.) and for payment for commissions, prizes and expenses of developing and implementing games pursuant to section 7 of P.L. 1970, c.13 (C. 5:9-7).

In addition to the amounts hereinabove, State Lottery Fund receipts in excess of anticipated contributions to education and State institutions, and reimbursement of administrative expenditures, are appropriated, subject to the approval of the Director of the Division of Budget and Accounting and the Joint Budget Oversight Committee.

Notwithstanding the provisions of any other law to the contrary, there are appropriated out of receipts derived from communications fees such sums as may be necessary for telecommunications costs required in the administration of the State Lottery.

Notwithstanding the provisions of any other law to the contrary, there are appropriated out of receipts derived from the sale of advertising and/or promotional products by the State Lottery, such sums as may be necessary for advertising costs required in the administration of the State Lottery pursuant to P.L.1970, c.13 (C5:9-1 et seq.).

There are appropriated, out of receipts derived from service fees billed to authorities for the handling of investment transactions, such sums as may be necessary to administer the above investment activity.

TREASURY

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

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

Language Recommendations -- Casino Control Fund

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

70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL

74. GENERAL GOVERNMENT SERVICES

OBJECTIVES

1. To centralize all press and public relations services.
2. To provide a 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 State agencies.
9. To provide food service in the State House Complex cafeterias and other State owned facilities in the Trenton area.
10. To provide risk management, loss prevention and claims services, and management of the fire and casualty insurance program to all State agencies.
11. To warehouse commodities by purchasing in large volume shipments, making goods available on request at the lowest possible prices, and to coordinate on a State-wide 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).** Division of Purchase and Property, pursuant to the provisions of the law, administers a centralized statewide purchasing system, including the setting of purchasing standards and specifications; makes available contracts for products and services to school districts, municipalities, and other political subdivisions through the cooperative purchasing program; contracts major lease/purchase

arrangements through the Master Lease Program; maintains a centralized distribution center to permit bulk purchases for all State departments; performs testing and inspection functions; supervises the disposition of State surplus property.

12. **Property Management and Construction - Construction Management Services (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, 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.
21. **Pensions and Benefits (NJSA 52:18A-95 et seq.).** 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-9 et seq.).** The Capital City Redevelopment Corporation (CCRC) was created to guide a revitalization effort in the Capital district of downtown Trenton, and to act as a central facilitator of the implementation of the Renaissance Plan.
26. **Property Management and Construction - 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 34 State-owned buildings, including the State Records Storage Center, the Richard J. Hughes Justice Complex, Mary G. Roebling, William Ashby, War Memorial, and the Environmental Protection buildings; also provides renovation and alteration services under \$39,600.

37. **Risk Management.** Operates to reduce the adverse impact of catastrophic pure loss on State operations and budgets through a combination of risk management and loss prevention techniques. Administers claims against the State and its employees under Title 59, Tort Claims Act, R.S. 34 Workers Compensation statute and various Federal statutes and laws. Risk Management also administers claims on behalf of the State against others responsible for damage to the State, its employees and property.

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.** 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.** The Capital 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.

EVALUATION DATA

	Actual FY 1997	Actual FY 1998	Revised FY 1999	Budget Estimate FY 2000
PROGRAM DATA				
Purchasing and Inventory Management				
Vendor purchases (millions)	\$958.50	\$999.50	\$1,015.00	\$1,030.00
Term Contracts	4,429	4,442	4,400	4,350
Pensions and Benefits				
Membership, All Funds				
Beginning Balance, All Funds	400,164	401,023	403,798	405,817
Added	26,859	25,830	25,959	26,089
Removed	26,000	23,055	23,940	24,060
Ending balance	401,023	403,798	405,817	407,846
Beneficiaries, All Funds				
Beginning Balance, All Funds	156,029	161,262	167,309	172,328
Added	11,054	11,066	11,287	11,513
Removed	5,821	5,019	6,268	6,343
Ending balance	161,262	167,309	172,328	177,498
Total Members	562,285	575,220	582,218	585,344
Loans				
Number	135,132	136,276	140,058	143,945
Loans Receivable (millions)	\$825.50	\$899.40	\$985.40	\$1,079.60
Assets, all funds (millions)	\$60,084.10	\$70,721.50	\$68,207.70	\$72,442.20
Benefit payments (millions)	\$3,453.00	\$4,006.40	\$4,388.90	\$4,808.00
Lump sum death benefit payments (millions)	\$96.00	\$95.50	\$101.70	\$108.30
Membership, Other Systems				
Supplemental annuity	4,118	4,315	4,289	4,263
Health benefits	258,127	266,309	272,116	272,116
Drug plan	107,550	111,405	111,678	111,678
Dental plan	80,955	87,089	87,591	87,591
Property Management and Construction - Property Management Services				
Leased facilities	393	369	355	344
Area in square feet	6,300,000	6,000,000	5,825,000	5,800,000
State-owned space maintained (square feet)	4,900,000	5,180,877	6,785,622	6,941,622

PERSONNEL DATA

Position Data

Filled Positions by Funding Source

State Supported	716	649	661	671
All Other	3	2	1	1
Total positions	719	651	662	672

TREASURY

	Actual FY 1997	Actual FY 1998	Revised FY 1999	Budget Estimate FY 2000
Filled Positions by Program Class				
Purchasing and Inventory Management	120	99	104	106
Travel Services	3	---	---	---
Pensions and Benefits	375	337	334	342
Capital City Redevelopment Corporation	3	2	1	1
Property Management	167	166	165	163
Risk Management	51	47	58	60
Total Positions	719	651	662	672

Notes:

Actual payroll counts are reported for fiscal years 1997 and 1998 as of December and revised fiscal year 1999 as of September. The Budget Estimate for fiscal year 2000 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 1998					Year Ending June 30, 2000				
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	Prog. Class.	1999 Adjusted Approp.	Requested	Recommended	
Distribution by Program									
4,314	148	1,348	5,810	5,806					
---	---	---	---	---	09	20,530	11,223	11,223	
---	---	---	---	---	12	4,700	---	---	
24,812	1,671	133	26,616	26,395	21	28,113	25,422	25,422	
8,019	896	588	9,503	8,907	26	8,989	8,989	8,989	
<u>1,604</u>	<u>474</u>	<u>-5</u>	<u>2,073</u>	<u>2,016</u>	37	<u>1,721</u>	<u>1,722</u>	<u>1,722</u>	
38,749	3,189	2,064	44,002	43,124		64,053^(a)	47,356	47,356	
Distribution by Fund and Object									
Direct State Services - General Fund									
Personal Services:									
26,164						26,942			
<u>320^S</u>	<u>131^R</u>	<u>1,045</u>	<u>27,660</u>	<u>27,610</u>		<u>92^S</u>	<u>27,034</u>	<u>27,034</u>	
26,484	131	1,045	27,660	27,610		27,034	27,034	27,034	
1,164	---	-352	812	806		763	763	763	
9,019						11,686			
<u>1,250^S</u>	<u>1,111</u>	<u>1,873</u>	<u>13,253</u>	<u>13,250</u>		<u>1,113^S</u>	<u>12,587</u>	<u>12,587</u>	
695	495 ^R	-204	1,204	740		1,474	1,474	1,474	
---	---	65	65	62					
---	---	---	---	---	09	---	---	---	
---	---	---	---	---	09	15,000	5,111	5,111	
---	---	---	---	---	12	4,700 ^S	---	---	
128	---	-8	120	120	21	128	128	128	
---	181 ^R	-60	121	---	26	---	---	---	
---	---	---	---	---	26	250	250	250	
<u>---</u>	<u>438^R</u>	<u>-408</u>	<u>30</u>	<u>---</u>	37	<u>---</u>	<u>---</u>	<u>---</u>	
128	619	-411	336	182		20,078	5,489	5,489	

TREASURY

Year Ending June 30, 1998					Year Ending June 30, 2000			
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	Prog. Class.	1999 Adjusted Approp.	Requested	Recommended
9	615	113	737	536	Additions, Improvements and Equipment	9 1,896 ^S	9	9
38,749	3,189	2,064	44,002	43,124	Total Direct State Services - General Fund	64,053	47,356	47,356

OTHER RELATED APPROPRIATIONS

<u>5,402</u>	<u>12,872</u>	<u>358</u>	<u>18,632</u>	<u>6,282</u>	Total Capital Construction	<u>7,521</u>	<u>15,448</u>	<u>12,396</u>
44,151	16,061	2,422	62,634	49,406	TOTAL STATE APPROPRIATIONS	71,574	62,804	59,752
All Other Funds								
---	62 352 ^R	-1	413	358	Capital City Redevelopment Corporation	22	420	328 328
---	917 1,901 ^R	30	2,848	2,604	Property Management and Construction - Property Management Services	26	2,529	2,301 2,301
---	152 74 ^R	---	226	3	State Cafeterias	62	---	---
<u>---</u>	<u>3,458</u>	<u>29</u>	<u>3,487</u>	<u>2,965</u>	Total All Other Funds	<u>2,949</u>	<u>2,629</u>	<u>2,629</u>
44,151	19,519	2,451	66,121	52,371	GRAND TOTAL	74,523	65,433	62,381

Notes

(a) The fiscal year 1999 appropriation has been adjusted for the allocation of salary program and has been reduced to reflect the transfer of funds to the Salary Increases and Other Benefits account.

Language Recommendations -- Direct State Services - General Fund

The Director of the Division of Budget and Accounting is empowered to transfer or credit to any central data processing center 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.

There are appropriated, out of receipts derived from service fees billed to political subdivisions for the operating costs of the cooperative purchasing program, such sums as may be necessary to administer and operate the above purchasing activity.

Notwithstanding the provision of any other law to the contrary, there are 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.

There are 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.

Notwithstanding the provisions of any other law to the contrary, there are appropriated, out of the receipts derived from third party subrogation, such sums as may be necessary for the administrative expenses of this program.

Notwithstanding the provisions of section 15 of article 6 of P.L. 1944, c.112 (C.52:27B-67), revenues in excess of the anticipation derived from the sale of surplus state vehicles are available for the replacement of Central Motor Pool temporary assignment vehicles, subject to the approval of the Director of the Division of Budget and Accounting.

Proceeds derived from commissions are credited to defray administrative costs incurred as a result of the management of the travel contract.

The Director of the Division of Budget and Accounting is empowered to transfer or credit to the Capitol Post Office revolving fund any appropriation made to any department for postage costs appropriated or allocated to such departments for their share of costs of the Capitol Post Office.

The Director of the Division of Budget and Accounting is empowered to transfer or credit to the Print Shop revolving fund any appropriation made to any department for printing costs appropriated or allocated to such departments for their share of costs of the Print Shop and the Office of Printing Control.

The unexpended balance in the State Purchase Fund as of June 30, 1999, and the reimbursements thereto, are 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.

There are appropriated out of revenues received from the sale of surplus property, sufficient sums for the administrative costs of the Distribution Center-Surplus Property Unit.

TREASURY

There are available 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 Division of Property Management and Construction, subject to the approval of the Director of the Division of Budget and Accounting.

From the receipts derived from the sale of real property, such sums are appropriated for the costs incurred in the selling of the real property, including appraisal, survey, advertising, and other costs related to the disposal, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amounts hereinabove, there are appropriated by way of estimated receipts, an amount not to exceed \$500,000, to provide building modifications and tenant services which fall outside the scope of basic building maintenance in State owned facilities under the auspices of the Division of Property Management and Construction, subject to the approval of the Director of the Division of Budget and Accounting.

Of the amount hereinabove for Property Management and Construction - Property Management Services, \$60,000 shall be transferred to the State Capitol Joint Management Commission to pay for security services at the State Archives.

The unexpended balances in excess of \$200,000 in the Management of the DEP Properties account as of June 30, 1999 are appropriated for the same purpose.

Receipts derived from the leasing of State surplus real property are appropriated for the maintenance of leased property subject to the approval of the Director of the Division of Budget and Accounting, provided that a sum not to exceed \$100,000 shall be available for the administrative expenses of the program.

The amount hereinabove for the Land Use Regulation Specialists Fees account is to be expended solely for the purchase of expert witness services related to the State's defense against inverse condemnation claims of the Land Use Regulation program.

Receipts from employee maintenance charges in excess of \$300,000 are appropriated for maintenance of employee housing and associated relocation costs; provided, however, that a sum not to exceed \$25,000 shall be available for management of the program, the expenditure of which shall be subject to the approval of the Director of the Division of Budget and Accounting.

There are appropriated out of receipts derived from lease proceeds billed to the occupants of the James J. Howard Marine Science Laboratory, such sums as may be required to operate and maintain the facility and for the payment of interest and/or principal due from the issuance of bonds for this facility.

The unexpended balances in the State cafeteria accounts as of June 30, 1999, and receipts obtained from cafeteria operations, are appropriated for the improvement and extension of cafeteria services and facilities pursuant to section 2 of P.L.1951, c.312 (C.52:18A-19.6).

The Director of the Division of Budget and Accounting is empowered to transfer or credit to the Property Management and Construction program classification, from appropriations for construction and improvements, a sufficient sum to pay for the cost of architectural work, superintendence and other expert services in connection with such work.

Notwithstanding any law to the contrary, there are appropriated out of receipts derived from the pre-qualification service fees billed to contractors, architects, engineers, and professionals sufficient sums for expenses related to the administration of pre-qualification activities undertaken by the Division of Property Management and Construction.

In addition to the amounts hereinabove, there are appropriated such additional sums as may be necessary for independent audits of the State's pension systems, provided that such appropriations shall be reimbursed to the General Fund from the resources available to the various pension funds.

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

There are 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.

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

70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL

74. GENERAL GOVERNMENT SERVICES

2026. OFFICE OF ADMINISTRATIVE LAW

OBJECTIVES

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

Judicial Administration creates standards and maintains filing, docketing, record keeping, and decision making systems for more than 11,000 administrative cases; develops and administers a program for the continuing training and education of judicial corps.

Development of Administrative Procedures (C52:14B-1 et seq.)--Regulates and assists state agencies with regard to the preparation and filing of rules and regulations, and establishes standards for the New Jersey Register, and the New Jersey Administrative Code.

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

PROGRAM CLASSIFICATIONS

03. **Adjudication of Administrative Appeals (C52:14F-1 et seq. and C52:14B-10).** Full-time administrative law judges hold hearings and render decisions to the various agency heads for their acceptance, rejection, or modification within 45 days, or a lesser period where prescribed by law.

EVALUATION DATA

	Actual FY 1997	Actual FY 1998	Revised FY 1999	Budget Estimate FY 2000
PROGRAM DATA				
Adjudication of Administrative Appeals				
Cases pending as of July 1	4,922	4,983	5,609	6,951
Cases filed	11,660	11,505	12,342	11,600
Cases disposed of	11,599	10,879	11,000	11,600
Cases pending as of June 30	4,983	5,609	6,951	6,951
Cases disposed of per judge	305	286	290	290
PERSONNEL DATA				
Affirmative Action Data				
Male Minority	4	3	4	4
Male Minority %	3.2	2.4	3.2	3.2
Female Minority	32	31	31	31
Female Minority %	25.6	25.6	25.6	25.6
Total Minority	36	34	35	35
Total Minority %	28.8	28.0	28.8	28.8
Position Data				
Filled Positions by Funding Source				
State Supported	119	104	104	114
All Other	11	11	10	13
Total Positions	130	115	114	127
Filled Positions by Program Class				
Adjudication of Administrative Appeals	130	115	114	127
Total Positions	130	115	114	127

Notes:

Notes: Actual fiscal years 1997 and 1998 and Revised fiscal year 1999 position data reflect actual payroll counts. The Budget Estimate for fiscal year 2000 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 1998					Year Ending June 30, 2000				
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	Prog. Class.	1999 Adjusted Approp.	Requested	Recommended	
2,881	4,184	118	7,183	6,704	Distribution by Program				
					Adjudication of Administrative Appeals	45	7,188	7,380	7,380
					Total State and Federal Appropriation		7,188^(a)	7,380	7,380

TREASURY

Year Ending June 30, 1998					Year Ending June 30, 2000				
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	Prog. Class.	1999 Adjusted Approp.	Requested	Recommended	
(---)	(4,183)	(1)	(4,184)	(4,021)					
(---)	(4,183)	(1)	(4,184)	(4,021)					
2,881	1	117	2,999	2,683					
					LESS:				
					All Other Funds				
					Adjudication of Administrative Appeals	45	(4,085)	(4,085)	
					Total All Other Funds		(4,085) ^(a)	(4,085)	
					Total Appropriation		3,103^(a)	3,295	
					Distribution by Fund and Object				
					Direct State Services - General Fund				
					Personal Services:				
1,846					Salaries and Wages		6,175	6,367	
229 ^S	---	4,136	6,211	5,818	Employee Benefits		172	172	
---	---	---	---	156	Total Personal Services		6,347	6,539	
2,075	---	4,136	6,211	5,974	Materials and Supplies		190	190	
140	---	-55	85	84	Services Other Than Personal		489	489	
504	---	138	642	564	Maintenance and Fixed Charges		130	130	
130	---	-67	63	62	Special Purpose:				
6	---	---	6	6	Affirmative Action and Equal Employment Opportunity	45	6	6	
	10				Judicial Hearings Receipts	45	---	---	
---	3,074 ^R	-3,082	2	---	Annual Licensing Fee--Office of Administrative Law Publications	45	---	---	
---	24	-752	136	---	Royalty--Office of Administrative Law Publications	45	---	---	
---	864 ^R				Other Special Purpose		---	---	
---	35	-187	24	---	Total Special Purpose		6	6	
---	176 ^R				Additions, Improvements and Equipment		26	26	
---	---	7	7	7					
6	4,183	-4,014	175	13					
26	1	-20	7	7					
(---)	(4,183)	(1)	(4,184)	(4,021)	LESS:				
					All Other Funds		(4,085)	(4,085)	
2,881	4,184	118	7,183	6,704	Total Direct State Services - General Fund		7,188	7,380	

OTHER RELATED APPROPRIATIONS

					All Other Funds			
---	69	---	---	---	Adjudication of Administrative Appeals	45	4,085	4,085
---	4,114 ^R	1	4,184	4,021	Total All Other Funds		4,085	4,085
2,881	4,184	118	7,183	6,704	GRAND TOTAL		7,188	7,380

Notes

(a) The fiscal year 1999 appropriation has been adjusted for the allocation of salary program and has been reduced to reflect the transfer of funds to the Salary Increases and Other Benefits account.

Language Recommendations -- Direct State Services - General Fund

Notwithstanding any law to the contrary, the salary of the Director of the Office of Administrative Law shall be established by the Commissioner of Personnel in the "State Compensation Plan."

In addition to the amount hereinabove, such sums as may be received or receivable from any department or non-State fund source for administrative hearing costs by the Office of Administrative Law and the unexpended balance as of June 30, 1999 of such sums are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

The Director of the Division of Budget and Accounting is empowered to transfer or credit to the Office of Administrative Law any appropriation made to any department for administrative hearing costs which had been appropriated or allocated to such department for its share of such costs.

Receipts derived from the annual license fee, payable to the Office of Administrative Law, and the unexpended balance as of June 30, 1999 of such receipts are appropriated.

Receipts derived from the royalty, payable to the Office of Administrative Law, and the unexpended balance as of June 30, 1999 of such receipts are appropriated.

70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL

75. STATE SUBSIDIES AND FINANCIAL AID

PROGRAM CLASSIFICATIONS

27. **Other Distributed Taxes.** Prior to passage of P.L. 1997, c. 41, net proceeds from taxes on premiums for fire insurance policies written by insurance companies of other states and countries were collected by the State and distributed to the New Jersey Firemen's Home and the New Jersey Firemen's Association (R.S.54:17-4). The collection of fire insurance premiums is now the appropriate responsibility of the New Jersey Firemen's Association.

Prior to January 1998 the State was responsible for the collection of the Public Utilities Franchise Tax and the Public Utilities Gross Receipts Tax. These funds were distributed to municipalities on the basis of utility personal property valuations. A minimum distribution of \$685 million was required by law. Legislation which restructures the components and collection of utility taxes has eliminated the levying of gross receipts and franchise taxes for certain taxpayers. The current method of providing municipalities with utility tax revenue is discussed in the Energy Tax Receipts Property Tax Relief Fund program classification.

The State is responsible for the collection of certain insurance taxes, and for distribution of a portion of these taxes to the county in which a domestic insurance company's principal office was situated on January 1. Amounts are determined by increasing the total amount of the franchise tax on domestic insurance companies received by the county in the prior calendar year by the percentage rate of change of all taxes paid by all insurance companies pursuant to C.54:18A-1 et seq. for the current and the immediately preceding tax year.

28. **County Boards of Taxation.** A County Board of Taxation (R.S.54:3-1) is established in each county. Each board consists of three members, except in the first-class counties of Bergen, Essex and Hudson, the second-class county of Middlesex, 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 in certain cases as specified by annual appropriations laws. Payments on new State Building Authority projects and new State prisons, which began in Fiscal 1997, were integrated into the Consolidated Municipal Property Tax Relief Aid program, funded under the Department of Community Affairs, in fiscal year 1998.
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.

Pursuant to P.L. 1997 c.348, certain senior and disabled residents will be eligible for a homestead property tax reimbursement, beginning in calendar year 1999. The reimbursement will be calculated based on the difference between the amount of the property tax due and paid in any year on any principal homestead and the amount of the property tax due and paid in the base year. The base year is assumed to be tax year 1997 or the tax year in which a claimant subsequently becomes eligible. Claimants must be those age 65 or over or disabled residents with incomes below \$17,918, if single, or \$21,970, if married. In addition to the above criteria, qualified residents must have paid property taxes directly, or indirectly through rent, on any homestead used as their principal residence for at least 10 consecutive years. For at least three of these years the resident must have been the owner of the principal residence for which a property tax reimbursement is being sought.

34. **Reimbursement of Senior/Disabled Citizens' and Veterans' Tax 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.
42. **Energy Tax Receipts Property Tax Relief Fund.** The Energy Tax Receipts Property Tax Relief Act (P.L. 1997, C.167) replaced the method of distributing certain funds awarded to municipalities from the State's taxation of regulated gas and electric utilities, as well as water and sewer utilities and certain telecommunications

TREASURY

companies. Municipalities are now guaranteed to receive an annual State Aid distribution of \$750 million, an amount which will grow by \$5 million annually until FY2002 when the appropriation will level off at \$755 million.

The new system of taxation replaces the old system of franchise and gross receipts taxes paid by these utilities prior to January 1, 1998. The new structure is centered on the corporation business tax, a sales and use tax and a temporary transitional energy facility assessment tax. Energy utilities are subject to all three of the replacement taxes. Telecommunications utilities are subject only to the corporation business tax because they have been collecting and remitting sales and use taxes since 1990. Water and sewer utilities will remain subject to the franchise and gross receipts taxes.

Pursuant to the new law, receipts generated from the replacement revenues are deposited in the Energy Tax Receipts Property Tax Relief Fund, a special dedicated fund, established in the State Treasury.

84. **Direct School Tax Relief.** Subject to enabling legislation, there will be created within the Property Tax Relief Fund a restricted reserve fund to be known as the "Direct School Tax Relief Fund." In any year when actual income tax collections exceed by 10% the anticipated collection certified by the Governor, the State Treasurer shall certify an amount equivalent to 20% of the excess to be deposited in the "Direct School Tax Relief Fund." Balances in this fund shall be available for appropriation in the subsequent fiscal year.

APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 1998					Year Ending June 30, 2000				
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	Prog. Class.	1999 Adjusted Approp.	Requested	Recommended	
Distribution by Program									
4,267	---	---	4,267	4,267	Other Distributed Taxes	27	---	---	---
1,049	---	---	1,049	1,011	County Boards of Taxation	28	1,049	1,049	1,049
20,778	---	---	20,778	13,903	Locally Provided Services	29	20,775	20,000	20,000
325,000	---	---	325,000	322,590	Homestead Rebates	33	324,600	348,300	348,300
59,613	---	---	59,613	58,616	Reimbursement of Senior/Disabled Citizens and Veterans' Tax Exemptions	34	53,595	51,195	51,195
12,085	---	---	12,085	12,085	Consolidated Police and Firemen's Pension Fund	35	9,252	11,343	11,343
---	---	---	---	---	Direct School Tax Relief	84	---	200,000	200,000
422,792	---	---	422,792	412,472	Total Appropriation		409,271	631,887	631,887
Distribution by Fund and Object									
Grants-In-Aid - Property Tax Relief									
325,000	---	---	325,000	322,590	Homestead Property Tax Rebates for Homeowners and Tenants (P.L. 1990, c. 61)	33	323,600 1,000 ^S	324,600	324,600
---	---	---	---	---	Senior and Disabled Citizens Property Tax Freeze - P.L. 1997, c. 348	33	---	23,700	23,700
---	---	---	---	---	Direct School Tax Relief Program	84	---	200,000	200,000
325,000	---	---	325,000	322,590	Total Grants-In-Aid - Property Tax Relief		324,600	548,300	548,300
State Aid - General Fund									
4,267	---	---	4,267	4,267	New Jersey Firemen's Home and the New Jersey Firemen's Association	27	--- ^(a)	---	---
1,049	---	---	1,049	1,011	County Tax Board Members	28	1,049	1,049	1,049
103	---	---	103	103	Palisades Interstate Park PILOT Aid	29	100	---	---
675	---	---	675	675	Pinelands Area Municipality Aid	29	675	---	---
20,000 ^S	---	---	20,000	13,125	Solid Waste Management - County Environmental Investment Debt Service Aid	29	20,000 ^S	20,000	20,000
12,085	---	---	12,085	12,085	Debt Service on Pension Obligation Bonds	35	3,103	8,708	8,708
---	---	---	---	---	Police and Firemen's Retirement System, Health Benefits	35	6,149	2,635	2,635
38,179	---	---	38,179	31,266	Total State Aid - General Fund		31,076	32,392	32,392

TREASURY

Year Ending June 30, 1998					Year Ending June 30, 2000			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	1999 Adjusted Approp.	Requested	Recom- mended
					State Aid - Property Tax Relief Fund			
18,856	---	---	18,856	18,856				
18,077	---	---	18,077	17,559	34	18,395	16,476	16,476
5,500 ^S	---	---	5,500	5,021	34	18,020	17,539	17,539
42,433	---	---	42,433	41,436				
					Total State Aid - Property Tax Relief	36,415	34,015	34,015
					State Aid - Casino Revenue Fund			
17,180	---	---	17,180	17,180				
					34	17,180	17,180	17,180
17,180	---	---	17,180	17,180		17,180	17,180	17,180
					Total State Aid - Casino Revenue Fund	17,180	17,180	17,180

OTHER RELATED APPROPRIATIONS

					All Other Funds			
---	2,325 ^R	---	2,325	2,325				
---	740,000 ^R	---	740,000	740,000	27	2,325	3,326	3,326
---	742,325	---	742,325	742,325	42	745,000	750,000	750,000
422,792	742,325	---	1,165,117	1,154,797		747,325	753,326	753,326
					GRAND TOTAL	1,156,596	1,385,213	1,385,213

Notes

(a) As a result of P.L. 1997, c.41, the collection of taxes received from foreign fire insurance companies and payments to the New Jersey Firemen's Home are now the responsibility of the New Jersey Firemen's Association.

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

A homestead property tax rebate to be paid from the amount appropriated hereinabove during fiscal year 2000 for a tax year 1998 claim for a claimant who is 65 years of age or older at the close of the tax year, or who is allowed to claim a personal deduction as a blind or disabled taxpayer pursuant to subsection b. of N.J.S. 54A:3-1, or who is a joint claimant with such an individual, shall be calculated by the Division of Taxation pursuant to the provisions of the "Homestead Property Tax Rebate Act of 1990," P.L. 1990, c. 61 (C.54:4-8.57 et seq.).

Notwithstanding the provisions of P.L. 1990, c. 61 (C.54:4-8.57 et seq.) to the contrary, if the claimant or joint claimant is not 65 years of age or older at the the close of the 1998 tax year or is not allowed to claim a personal deduction as a blind or disabled taxpayer pursuant to subsection b. of N.J.S. 54A:3-1, a homestead property tax rebate shall be paid from the amount appropriated hereinabove during fiscal year 2000 for a tax year 1998 claim only for a claimant or joint claimants with "gross income," as defined pursuant to section 2 of P.L. 1990, c. 61 (C.54:4-8.58), not in excess of \$40,000 for the tax year, and shall be calculated by the Division of Taxation and paid based upon a maximum rebate of \$30 for a claimant whose status is a tenant whose homestead is a unit of residential rental property and a maximum rebate of \$90 for a claimant whose status is an owner of a homestead. Such rebates shall be calculated without regard to the amount of property taxes paid, property taxes paid through rent or rent constituting property taxes paid and without regard to the amount of gross income not in excess of \$40,000 and shall be calculated subject to such proportionate reductions in and aggregations of such maximum rebate amounts as relate to the number of days as a tenant of a homestead or as an owner of a homestead during the tax year and the share of property owned or share of rent paid during the tax year.

In addition to the amount hereinabove, there are appropriated from the Property Tax Relief Fund such additional sums as may be required for payments to homeowners and tenants qualifying for homestead property tax rebates, subject to the limitations and conditions provided in this act.

TREASURY

In addition to the amount hereinabove, there are appropriated from the Property Tax Relief Fund such additional sums as may be required for payments of property tax credits to homeowners and tenants pursuant to the "Property Tax Deduction Act," P.L. 1996, c.60.

Notwithstanding the provisions of P.L. 1997, c.348, the amount hereinabove for the Senior and Disabled Citizens Property Tax Freeze, and any additional sum which may be required for this purpose, is appropriated from the Property Tax Relief Fund.

The appropriation hereinabove for Direct School Tax Relief Program grants shall be made available as provided for by the enactment of enabling legislation.

Language Recommendations -- State Aid - General Fund

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

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

The unexpended balance as of June 30, 1999 from the taxes collected pursuant to P.L. 1940, c. 4 (C.54:30A-16 et seq.) and P.L. 1940, c. 5 (C.54:30A-49 et seq.) shall lapse.

There is appropriated \$750,000,000 from the "Energy Tax Receipts Property Tax Relief Fund" pursuant to P.L. 1997, c.167.

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

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

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

Notwithstanding the provisions of any other law to the contrary, the amount hereinabove for Solid Waste Management-County Environmental Investment Debt Service Aid, in addition to the unexpended balance as of June 30, 1999 in this account, is appropriated to subsidize county and county authority debt service payments for environmental investments incurred as of June 30, 1997, pursuant to the "Solid Waste Management Act," P.L.1970, c.39 (C.13:1E-1 et seq.) and the "Solid Waste Utility Control Act," P.L.1970, c.40 (C.48:13A-1 et seq.) in accordance with the criteria and program guidelines established by the Commissioners of the Departments of Community Affairs and Environmental Protection and the State Treasurer, subject to the approval of the Director of the Division of Budget and Accounting. Expenditure of such funds are conditioned upon the State Treasurer having conducted or contracted for an operational audit of such county or county authority, and such county or county authority having implemented the audit recommendations to the satisfaction of the State Treasurer. Prior to the distribution of any amounts to a county or county authority, the State Treasurer shall notify the Joint Budget Oversight Committee of the amount and recipient of each distribution and the progress of each county and county authority in implementing the audit recommendations.

The unexpended balance as of June 30, 1999 in the Police and Firemen's Retirement System, Health Benefits account is appropriated for the same purpose.

Language Recommendations -- State Aid - Property Tax Relief Fund

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

The unexpended balance as of June 30, 1999 in the Disabled Veteran's Property Tax Exemption: Retroactive Reimbursement account is appropriated.

Language Recommendations -- State Aid - Casino Revenue Fund

In addition to the amount hereinabove, there are appropriated from the Casino Revenue Fund such additional sums as may be required for reimbursements to municipalities qualifying for such payments or reimbursements.

70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL

76. MANAGEMENT AND ADMINISTRATION

OBJECTIVES

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

PROGRAM CLASSIFICATIONS

86. Local Budget Government Review. In order to assist local governments and school boards to minimize their operating costs, the Governor established the Local Government Budget Review group. The staff reviews municipal and school district budgets and submits reports suggesting ways in which costs and the revenue necessary to support these costs can be reduced.

98. Public Contracts Affirmative Action Office (P.L. 1975, c.127). The Office oversees the contract awarding procedures of all State, county and local units of government in the State in order to ensure that affirmative action requirements are enforced.

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

EVALUATION DATA

	Actual FY 1997	Actual FY 1998	Revised FY 1999	Budget Estimate FY 2000
PROGRAM DATA				
Local Budget Government Review				
Municipal Audits				
Municipal audits in progress	7	8	10	10
Municipal audits completed	5	1	14	14
Solid Waste Partnership Program Audits				
Utility audits in progress	1	8	---	---
Utility audits completed	---	2	12	---
School District Audits				
District audits in progress	13	10	10	10
District audits completed	6	2	13	10
Total Number of Audits				
In progress	21	26	20	20
Completed	11	5	39	24
PERSONNEL DATA				
Affirmative Action Data				
Male Minority	297	292	297	284
Male Minority %	6.5	6.5	6.6	6.5
Female Minority	598	603	610	589
Female Minority %	13.2	13.5	13.8	13.5
Total Minority	895	895	909	873
Total Minority %	19.7	20.0	20.4	20.1
Position Data				
Filled Positions by Funding Source				
State Supported	226	243	254	244
All Other	14	12	14	14
Total Positions	240	255	268	258
Filled Positions by Program Class				
Public Contracts Affirmative Action Office	19	21	19	19
Administration and Support Services	199	205	211	196
Local Government Budget Review	15	23	34	36
Federal Liaison Activities	7	6	4	7
Total Positions	240	255	268	258

Notes:

Actual payroll counts are reported for fiscal years 1997 and 1998 as of December and revised fiscal year 1999 as of September. The Budget Estimate for fiscal year 2000 reflects the number of positions funded.

TREASURY

APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 1998					Year Ending June 30, 2000				
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	Prog. Class.	1999 Adjusted Approp.	Requested	Recommended	
Distribution by Program									
1,723	282	1	2,006	1,643					
					86	1,973	1,973	1,973	
912	6	97	1,015	1,007	98	1,041	1,041	1,041	
<u>3,769</u>	<u>831</u>	<u>1,624</u>	<u>6,224</u>	<u>6,117</u>	99	<u>5,926</u>	<u>5,946</u>	<u>5,946</u>	
6,404	1,119	1,722	9,245	8,767		8,940^(a)	8,960	8,960	
Distribution by Fund and Object									
Direct State Services - General Fund									
Personal Services:									
4,122	3	389	4,514	4,513		5,838	5,838	5,838	
4,122	3	389	4,514	4,513		5,838	5,838	5,838	
23	2	69	94	90		93	93	93	
449	---	499	948	939		937	957	957	
50	---	50	100	99		76	76	76	
Special Purpose:									
1,723	282	1	2,006	1,643	86	1,973	1,973	1,973	
---	50	---	50	---	99	---	---	---	
23	---	---	23	22	99	23	23	23	
---	726	---	726	726	99	---	---	---	
---	---	640	640	640	99	---	---	---	
1,746	1,058	641	3,445	3,031		1,996	1,996	1,996	
14	56	74	144	95		---	---	---	
6,404	1,119	1,722	9,245	8,767		8,940	8,960	8,960	

OTHER RELATED APPROPRIATIONS

<u>401,007</u>	<u>---</u>	<u>---</u>	<u>401,007</u>	<u>396,201</u>	Total Debt Service	<u>396,502</u>	<u>426,075</u>	<u>426,075</u>	
407,411	1,119	1,722	410,252	404,968	TOTAL STATE APPROPRIATIONS	405,442	435,035	435,035	
All Other Funds									
---	2,583	---	27,454	23,662	Administration and Support Services	99	24,672	25,977	
---	25,923 ^R	-1,052	27,454	23,662			24,672	25,977	
---	28,506	-1,052	27,454	23,662	Total All Other Funds		24,672	25,977	
407,411	29,625	670	437,706	428,630	GRAND TOTAL	430,114	461,012	461,012	

Notes

- (a) The fiscal year 1999 appropriation has been adjusted for the allocation of salary program and has been reduced to reflect the transfer of funds to the Salary Increases and Other Benefits account.
- (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 Recommendations -- Direct State Services - General Fund

The unexpended balance as of June 30, 1999 in the State Revenue Forecasting Advisory Commission account is appropriated for the same purpose.

The unexpended balance as of June 30, 1999 in the Productivity and Efficiency Program is appropriated for the same purpose.

There is appropriated from investment earnings of State funds a sum, not to exceed \$640,000, for public finance activities.

There are appropriated out of receipts derived from service fees billed to authorities for the handling of Public Finance transactions such sums as may be necessary to administer the above public finance activities.

Such sums as may be necessary for payment of expenses incurred by issuing officials appointed under the several bond acts of the State are appropriated for the purposes and from the sources defined in those acts.

An amount equivalent to the amount due to be paid in Fiscal Year 2000 to the State by the Port Authority of New York and New Jersey pursuant to the regional economic development agreement dated January 1, 1990 among the States of New York and New Jersey and the Port Authority of New York and New Jersey is appropriated to the Economic Recovery Fund established pursuant to section 3 of P.L. 1992, c.16 (C.34:1B-7.12) for the purposes of P.L.1992, c.16 (C.34:1B-7.10 et seq.).

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

Fees collected on behalf of the Public Contracts Affirmative Action program and the unexpended balance as of June 30, 1999 of such fees are appropriated for program costs, subject to allotment by the Director of the Division of Budget and Accounting.

The unexpended balance in the Local Government Budget Review account as of June 30, 1999 is appropriated.

In addition to the amount hereinabove, the Director of the Division of Budget and Accounting shall transfer from departmental accounts and credit to the Local Government Budget Review, such sums as may be available for the purpose of expanding the review of local government organizations.

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

OBJECTIVES

1. To provide representation for the citizens of New Jersey in their dealings with departments and agencies of State government, other governmental agencies and the private sector.
2. To provide for the realization of the constitutional guarantees of counsel in criminal cases for indigent defendants (C2A:158A-1 et seq.).

PROGRAM CLASSIFICATIONS

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

opened, interviews scheduled and investigation initiated. The assigned attorney prepares the case, enters into the necessary negotiations, trial and sentencing proceedings. The recent enactment of Megan's Law necessitates the Public Defender to provide representation of indigent offenders in notification hearings. The Intensive Supervision program operated by the Administrative Office of the Courts is supported by Public Defender staff at probation violation hearings.

58. **Mental Health Screening Services.** Provides representation for indigent individuals who are involuntarily committed to mental hospitals beyond an initial 20-day period.
61. **Dispute Settlement.** Provides mediation and other neutral dispute resolution services in order to resolve disputes involving important public issues such as the environment, housing and resource allocation. The office is based on the premise that alternative dispute resolution procedures such as mediation often allow for a faster, less expensive and higher quality resolution of public disputes than traditional litigation.
99. **Administration and Support Services.** Provides the centralized supervision and policy planning for the Office of the Public Defender. Budgetary policy direction is provided to allocate resources among the priorities. Administrative support is also provided in the areas of personnel, accounting, budgeting, purchasing, a central research unit and library, central motor pool control and statistical evaluation capacity for the Office of the Public Defender.

EVALUATION DATA

	Actual FY 1997	Actual FY 1998	Revised FY 1999	Budget Estimate FY 2000
PROGRAM DATA				
Appellate Services to Indigents				
Cases open (July 1)	2,241	2,062	1,872	1,769
Added	1,837	1,880	1,880	1,880
Closed	2,016	2,070	1,983	1,966
Private Pool	787	880	793	776
Staff	1,229	1,190	1,190	1,190

TREASURY

	Actual FY 1997	Actual FY 1998	Revised FY 1999	Budget Estimate FY 2000
Open (June 30)	2,062	1,872	1,769	1,683
Closed cases per staff attorney	35.1	36.1	36.1	36.1
Staff attorneys	35	33	33	33
Backlog (months)	13.5	11.9	11.3	10.7
Excessive Sentence Program Dispositions	695	690	690	690
Briefs filed	1,080	1,134	1,047	1,030
Dismissals	241	246	260	260
Reversals and modifications	249	271	271	271
Percent appeals from adverse trial decisions	4	3	3	3
Trial Services to Indigents and Special Programs				
Cases open (July 1)	64,021	73,696	79,322	84,250
Added	79,895	79,714	79,714	79,714
Closed	70,220	74,088	74,786	74,786
Private pool	8,057	8,280	8,984	8,984
Staff	62,158	65,802	65,802	65,802
Conflict	5	6	---	---
Open (June 30)	73,696	79,322	84,250	89,178
Closed cases per staff attorney	246	257	257	257
Staff attorneys	253	256	256	256
Backlog (months)	11.1	11.9	12.7	13.4
Child abuse				
Cases open (July 1)	7,675	8,532	7,682	9,257
Added	2,883	3,900	6,825	7,800
Closed	2,026	4,750	5,250	6,000
Open (June 30)	8,532	7,682	9,257	11,057
Institutional Abuse investigations (DYFS)	173	210	230	235
Special Hearings Unit - Megan's Law				
Cases open (July 1)	75	89	137	137
Added	221	238	750	750
Closed	207	190	750	750
Open (June 30)	89	137	137	137
ISP Program Staff				
Cases open (July 1)	---	---	26	26
Added	1,160	1,035	1,285	1,285
Closed	1,160	1,009	1,285	1,285
Open (June 30)	---	26	26	26
Mental Health Screening Services				
Regional Representation (Civil Commitment)				
Cases Added	15,417	14,881	15,500	15,500
Cases Closed	15,426	14,443	15,500	15,500
Percentage of dispositions successful	87.2	87.4	87.4	87.4
Dispositions per staff attorney	964	1,032	1,107	1,107
Dispute Settlement				
Cases July 1	---	---	---	---
Added	444	521	521	521
Closed	444	521	521	521
Cases June 30	---	---	---	---
Dispositions per representative	111	130	130	130
PERSONNEL DATA				
Affirmative Action Data				
Male Minority	76	79	82	82
Male Minority %	9.2 ^(a)	9.4	9.8	9.2
Female Minority	209	210	221	221
Female Minority %	25.4 ^(a)	25.1	26.3	24.8
Total Minority	285	289	303	303
Total Minority %	34.6 ^(a)	34.5	36.1	34.0

	Actual FY 1997	Actual FY 1998	Revised FY 1999	Budget Estimate FY 2000
Position Data				
Filled Positions by Funding Source				
State Supported	822	835	837	886
All Other	2	2	2	2
Total Positions	824	837	839 (b)	888
Filled Positions by Program Class				
Appellate Services to Indigents	62	64	66	71
Trial Services to Indigents and Special Programs	671	688	687	728
Mental Health Screening Services	46	43	45	45
Dispute Settlement	6	6	6	6
Administration and Support Services	39	36	35	38
Total Positions	824	837	839 (b)	888

Notes:

Actual payroll counts are reported for fiscal years 1997 and 1998 as of December and revised fiscal year 1999 as of September. The Budget Estimate for fiscal year 2000 reflects the number of positions funded.

(a) Data revised to reflect revised data totals.

(b) Data does not include 32 Law Guardian positions which will be added to the payroll during fiscal 1999.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 1998					Year Ending June 30, 2000			
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	Prog. Class.	1999 Adjusted Approp.	Requested	Recommended
Distribution by Program								
6,030	46	57	6,133	6,061				
					06	6,525	6,525	6,525
58,116	3,080	1,195	62,391	60,855				
					57	65,233	65,236	65,236
2,048	11	35	2,094	2,020				
					58	2,224	2,224	2,224
124	98	52	274	249				
					61	315	315	315
<u>1,968</u>	<u>8</u>	<u>336</u>	<u>2,312</u>	<u>2,209</u>				
					99	2,229	2,229	2,229
68,286	3,243	1,675	73,204	71,394		76,526^(a)	76,529	76,529
Distribution by Fund and Object								
Direct State Services - General Fund								
Personal Services:								
<u>41,872</u>	<u>---</u>	<u>2,294</u>	<u>44,166</u>	<u>43,853</u>		<u>46,558</u>	<u>46,558</u>	<u>46,558</u>
41,872	---	2,294	44,166	43,853		46,558	46,558	46,558
571	34	189	794	763		741	741	741
13,206								
540 ^S	94	819	14,659	14,580		17,415	17,418	17,418
338	10	40	388	376		438	438	438
Special Purpose:								
---	178							
	801 ^R	-847	132	---	57	---	---	---
	216							
---	211 ^R	-325	102	---	57	---	---	---
	247							
---	1,156 ^R	-640	763	---	57	---	---	---
690	11	---	701	674	57	---	---	---
---	---	36	36	36	57	---	---	---

TREASURY

Year Ending June 30, 1998					Year Ending June 30, 2000				
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	Prog. Class.	1999 Adjusted Approp.	Requested	Recommended	
---	1 2 ^R	---	3	---	57	---	---	---	
---	8 89 ^R	-75	22	---	61	---	---	---	
<u>64</u>	---	---	<u>64</u>	<u>64</u>	99	<u>64</u>	<u>64</u>	<u>64</u>	
754	2,920	-1,851	1,823	774		64	64	64	
505	185	184	874	548		810	810	810	
57,786	3,243	1,675	62,704	60,894		66,026	66,029	66,029	
					Total Direct State Services - General Fund				
					Grants-In-Aid - General Fund				
2,500	---	---	2,500	2,500	57	2,500	2,500	2,500	
8,000	---	---	8,000	8,000	57	8,000	8,000	8,000	
10,500	---	---	10,500	10,500		10,500	10,500	10,500	

OTHER RELATED APPROPRIATIONS

					Federal Funds				
1,281	---	---	1,281	1,227	57	1,228	1,228	1,228	
<u>200</u>	---	---	<u>200</u>	<u>200</u>	58	<u>223</u>	<u>223</u>	<u>223</u>	
1,481	---	---	1,481	1,427		1,451	1,451	1,451	
					All Other Funds				
---	---	---	---	---	57	400	500	500	
---	155 ^R	---	155	154	61	160	160	160	
---	<u>155</u>	---	<u>155</u>	<u>154</u>		<u>560</u>	<u>660</u>	<u>660</u>	
69,767	3,398	1,675	74,840	72,975		78,537	78,640	78,640	

Notes

- (a) The fiscal year 1999 appropriation has been adjusted for the allocation of salary program, has been reduced to reflect the transfer of funds to the Salary Increases and Other Benefits accounts, and has been adjusted by \$2.1 million in receipts which have been moved on-budget and distributed to the applicable operating accounts.
- (b) Appropriation of \$690,000 distributed to applicable accounts.
- (c) Appropriation of \$175,000 distributed to applicable operating accounts.

Language Recommendations -- Direct State Services - General Fund

Sums provided for legal and investigative services are available for payment of obligations applicable to prior fiscal years. Receipts in excess of the amount anticipated up to \$500,000 are appropriated subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balances as of June 30, 1999 are appropriated subject to the approval of the Director of the Division of Budget and Accounting.

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

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

Notwithstanding any provision of section 2 of P.L. 1974, c.33 (C.2A:158A-5.1), or any other provision of law, or any other provision of this appropriations act, no State funds are appropriated to fund the expenses associated with the legal representation of persons before the State Parole Board or the Parole Bureau.

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

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

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