

## INTERDEPARTMENTAL ACCOUNTS

### OVERVIEW

#### Mission and Goals

The Interdepartmental Accounts provide funds for the cost of certain services that are administered centrally on behalf of all agencies of State government. The budget for Statewide Capital is discussed in the Capital and Debt Service section.

#### Budget Highlights

The Fiscal 2012 Budget for all Interdepartmental Accounts is \$3.096 billion, a decrease of \$247.1 million, or 7.4% under the fiscal 2011 adjusted appropriation of \$3.343 billion.

#### Salary Increases

The State of New Jersey currently employs approximately 72,000 full-time workers, the majority of which are union represented.

In fiscal 2012, \$96 million is recommended for Salary Increases and Other Benefits, to cover fiscal 2012 employee increments, the remaining costs of the January 2011 across-the-board (ATB) raises for represented employees, and contractual ATB increases for eligible employees. The recommendation does not include funding for employee salary increases at senior public higher education institutions.

This section of the Budget provides \$12.5 million for payment of unused accumulated sick leave in accordance with N.J.A.C. 4A:6-3.1 et seq. Employees are permitted to accumulate earned sick days. Upon retirement, retirees are paid for any unused sick days, at 50% of the normal pay rate, up to a maximum amount of \$15,000.

#### Employee Contract Status

The contract for unions representing approximately 75% of State employees, including CWA (Communications Workers of America), AFSCME (American Federation of State, County, and Municipal Employees), IFPTE (International Federation of Professional and Technical Engineers), the Policemen's Benevolent Association (PBA) and the Fraternal Order of Police (FOP) will expire on June 30, 2011. The State is currently undergoing interest arbitration proceedings with unions representing about 2,800 State Police employees.

The contract for unions that represent Judicial employees--CWA, Judiciary Council of Affiliated Unions (JCAU), and Probation Association of New Jersey (PANJ)--provides a 3.5% increase effective July 2011. Most employees are scheduled to receive progression payments of 4.0% on or about January 1, 2012. The remaining costs of the 3.0% cost-of-living increase effective January 2011 will also be paid in fiscal 2012. Funding for \$25 million of these increases will be supported through efficiencies in the Judiciary. The Judiciary contract is set to expire on June 30, 2012.

#### Employee Fringe Benefits

For fiscal 2012, a total cost of \$1.648 billion is budgeted to provide fringe benefits to employees of State government, a decrease of \$294.5 million, or 15.2% under fiscal 2011. The fiscal 2012 recommendation for higher education's senior public institutions is \$767.3 million, a decrease of \$109.3 million, or 12.5% under fiscal 2011. The fiscal 2011 adjusted appropriation reflects \$171.6 million for the one-seventh recommended pension contribution for State and higher education employees. The fiscal 2012 recommendation includes \$224.1 million in anticipated savings for State and higher education employees from the Administration's proposed employee benefit reforms and is net of statewide savings initiatives including savings from anticipated attrition.

#### Employee Retirement

All State employees, and most employees of counties, municipalities, and school districts, are members of one of the seven State retirement systems: Public Employees' Retirement System (PERS), Teachers' Pension and Annuity Fund (TPAF), Police and Firemen's Retirement System (PFRS), Consolidated Police and Firemen's Pension Fund, State Police Retirement System (SPRS), Judicial Retirement System (JRS) and Prison Officer's Pension Fund. New Jersey law provides that all defined benefit pension plans are subject to actuarial valuation every year and actuarial experience studies every three years.

The Fiscal 2012 Budget provides funding only for the State's defined contribution pension plans, post retirement medical costs and life insurance benefits. The recommended amount for State and higher education pension and retiree expenses in the Fiscal 2012 Budget totals \$595.4 million, including \$393.8 million for post retirement medical costs. The recommended appropriation for debt service payments on the pension obligation bonds for State and higher education employees is \$112.8 million in fiscal 2012.

#### Employee Health Benefits

The projected cost for health benefits, including medical, prescription drug, dental, and vision, for State and higher education employees in fiscal 2012 is \$1.156 billion, a \$126.2 million decrease under fiscal 2011. The fiscal 2012 recommendation for health benefits includes savings from the Administration's proposed health reforms, including increased member cost sharing.

#### Employer Payroll Taxes

The fiscal 2012 recommendation of \$551.7 million for employer payroll taxes represents a decrease of \$91.7 million under fiscal 2011. The recommendation includes \$523.1 million of employer Social Security tax, \$18.3 million for Temporary Disability Insurance (TDI), and \$10.3 million for Unemployment Insurance (UI) liability. The decrease in UI is due to extensions granted in the federal program.

#### Other Interdepartmental Accounts

Funding for Other Interdepartmental Accounts in the Fiscal 2012 Budget totals \$17.5 million and does not change from the fiscal 2011 amount.

#### Aid to Independent Authorities

The Fiscal 2012 Budget recommends \$80.9 million for Aid to Independent Authorities, a decrease of \$11.3 million, or 12.3% under the fiscal 2011 adjusted appropriation of \$92.2 million. Recommended amounts for Aid to Independent Authorities support debt service on bonds issued by the New Jersey Sports and Exposition Authority (NJSEA), for related programs and projects, and the Economic Development Authority (EDA), for the following programs and projects: Business Employment Incentive Program, New Jersey Performing Arts Center, Municipal Rehabilitation and Economic Recovery, and the Liberty Science Center. The amount recommended for NJSEA debt service assumes \$44.3 million in anticipated debt restructuring savings, and \$8 million in savings from utilizing other funding sources.

#### Property Rentals

Funding for Property Rentals in the Fiscal 2012 Budget totals \$148.8 million, a decrease of \$2.9 million from the previous year. The Property Rentals account supports existing and anticipated leases of offices and other facilities used by State agencies, payments for debt service leases and payments in lieu of property taxes on facilities occupied by State agencies, and debt service payments for fire sprinkler systems, office furnishings and Ancora Psychiatric Hospital life safety improvements. This account also makes debt service payments associated with the State's lease-purchase of facilities acquired or built by the Economic Development Authority.

# INTERDEPARTMENTAL ACCOUNTS

## Insurance and Other Services

The Insurance and Other Services account includes insurance premiums for property, casualty, and special insurance policies for coverage against loss to State-owned real property, boilers and other machinery and fine art objects owned by the State. This account also provides self-insurance funds for various claims against the State, including tort claims for personal injury or property damage, workers' compensation for State employees, vehicle liability claims for property damage and injury resulting from the operation of State vehicles and claims arising from the Foster Parents Program and the UMDNJ Self-Insurance Reserve Fund. Funding for Insurance and Other Services in the Fiscal 2012 Budget totals \$135.2 million, an increase of \$1.2 million from the previous year.

## Utilities and Other Services

The Utilities and Other Services account provides funding for the heating, electrical, security, and janitorial needs of various State-owned buildings, primarily in the Capitol Complex, that house the State workforce. Funding of \$13.7 million for Utilities and Other Services in the Fiscal 2012 Budget is \$2.5 million more than the previous year's adjusted appropriation of \$11.2 million, due to full-year utility costs incurred at the new Public Health, Environmental and Agricultural Laboratory.

## INTERDEPARTMENTAL ACCOUNTS

### SUMMARY OF APPROPRIATIONS BY FUND

(thousands of dollars)

Year Ending June 30, 2010					Year Ending June 30, 2012			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2011 Adjusted Approp.	Requested	Recom- mended	
<b>GENERAL FUND</b>								
1,819,284	163,367	58,869	2,041,520	1,927,269	Direct State Services	2,240,087	2,071,766	2,071,766
935,276	2,623	16,111	954,010	909,715	Grants-In-Aid	968,789	848,126	848,126
119,579	61,712	-8,097	173,194	122,804	Capital Construction	134,429	176,294	176,294
<b>2,874,139</b>	<b>227,702</b>	<b>66,883</b>	<b>3,168,724</b>	<b>2,959,788</b>	<b>Total General Fund</b>	<b>3,343,305</b>	<b>3,096,186</b>	<b>3,096,186</b>
<b>2,874,139</b>	<b>227,702</b>	<b>66,883</b>	<b>3,168,724</b>	<b>2,959,788</b>	<b>Total Appropriation, Interdepartmental Accounts</b>	<b>3,343,305</b>	<b>3,096,186</b>	<b>3,096,186</b>

### SUMMARY OF APPROPRIATIONS BY PROGRAM

(thousands of dollars)

Year Ending June 30, 2010					Year Ending June 30, 2012			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2011 Adjusted Approp.	Requested	Recom- mended	
<b>DIRECT STATE SERVICES - GENERAL FUND</b>								
<b>General Government Services</b>								
134,408	421	37,944	172,773	168,063	Property Rentals	151,687	148,777	148,777
116,612	837	12,477	129,926	129,618	Insurance and Other Services	134,011	135,232	135,232
1,498,373	---	107,633	1,606,006	1,600,737	Employee Benefits	1,942,675	1,648,153	1,648,153
27,475	717	-12,161	16,031	12,228	Other Interdepartmental Accounts	17,475	17,475	17,475
16,844	160,888	-72,072	105,660	8,420	Salary Increases and Other Benefits	-16,940	108,462	108,462
25,572	504	-14,952	11,124	8,203	Utilities and Other Services	11,179	13,667	13,667
<b>1,819,284</b>	<b>163,367</b>	<b>58,869</b>	<b>2,041,520</b>	<b>1,927,269</b>	<b>Subtotal</b>	<b>2,240,087</b>	<b>2,071,766</b>	<b>2,071,766</b>
<b>1,819,284</b>	<b>163,367</b>	<b>58,869</b>	<b>2,041,520</b>	<b>1,927,269</b>	<b>Total Direct State Services - General Fund</b>	<b>2,240,087</b>	<b>2,071,766</b>	<b>2,071,766</b>
<b>1,819,284</b>	<b>163,367</b>	<b>58,869</b>	<b>2,041,520</b>	<b>1,927,269</b>	<b>TOTAL DIRECT STATE SERVICES</b>	<b>2,240,087</b>	<b>2,071,766</b>	<b>2,071,766</b>
<b>GRANTS-IN-AID - GENERAL FUND</b>								
<b>General Government Services</b>								
806,841	---	90	806,931	765,874	Employee Benefits	876,621	767,273	767,273
---	2,623	---	2,623	6	Other Interdepartmental Accounts	---	---	---
128,435	---	16,021	144,456	143,835	Aid to Independent Authorities	92,168	80,853	80,853
<b>935,276</b>	<b>2,623</b>	<b>16,111</b>	<b>954,010</b>	<b>909,715</b>	<b>Subtotal</b>	<b>968,789</b>	<b>848,126</b>	<b>848,126</b>
<b>935,276</b>	<b>2,623</b>	<b>16,111</b>	<b>954,010</b>	<b>909,715</b>	<b>TOTAL GRANTS-IN-AID</b>	<b>968,789</b>	<b>848,126</b>	<b>848,126</b>

# INTERDEPARTMENTAL ACCOUNTS

Year Ending June 30, 2010					Year Ending June 30, 2012			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2011 Adjusted Approp.	Requested	Recom- mended
					<b>CAPITAL CONSTRUCTION</b>			
					<b>General Government Services</b>			
119,579	61,712	-8,097	173,194	122,804	Capital Projects - Statewide	134,429	176,294	176,294
<i>119,579</i>	<i>61,712</i>	<i>-8,097</i>	<i>173,194</i>	<i>122,804</i>	<i>Subtotal</i>	<i>134,429</i>	<i>176,294</i>	<i>176,294</i>
<b>119,579</b>	<b>61,712</b>	<b>-8,097</b>	<b>173,194</b>	<b>122,804</b>	<b>TOTAL CAPITAL CONSTRUCTION</b>	<b>134,429</b>	<b>176,294</b>	<b>176,294</b>
<b>2,874,139</b>	<b>227,702</b>	<b>66,883</b>	<b>3,168,724</b>	<b>2,959,788</b>	<b>Total Appropriation, Interdepartmental Accounts</b>	<b>3,343,305</b>	<b>3,096,186</b>	<b>3,096,186</b>

## 70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL

### 74. GENERAL GOVERNMENT SERVICES

#### OBJECTIVES

1. To provide pooled funds for the costs of certain services which are managed centrally for or on behalf of all agencies of State government.
2. To provide pooled contingency reserve funds to cover certain emergency situations and probable cost increases for various utilities and common services which cannot be predicted with reasonable certainty.
3. To provide pooled funds for salary adjustments and other salary and compensation benefits for State employees.

#### PROGRAM CLASSIFICATIONS

01. **Property Rentals.** Provides for payment by the Department of the Treasury of rents for office space and other premises for State agencies, whose operations are financed from General Fund appropriations. This account also functions as a clearing account for payment of rents for agencies financed from other than General Fund sources, which amounts are shown as a deduction from the gross rent recommendation.
02. **Insurance and Other Services.** Provides funds to pay all central insurance premium costs and to cover the State's tort liability and its statutory duty to indemnify its employees for adverse judgments in all instances where the State is self-insured. This account also provides the self-insurance funds to pay losses which fall within the deductible areas of property insurance coverage and other insurance claims.
03. **Employee Benefits.** Provides funds for the following classes of employees: (1) Veterans' Act pensioners (R.S. 43:4-1 et seq.); (2) Employees enrolled in the Defined Contribution Retirement Program including appointed and elected officials, certain PERS and TPAF participants with wages in excess of the social security wage base limit, and certain part-time public employees hired on or after May 21, 2010 (R.S. 43:15C-1 et seq.); (3) Survivors of local volunteer emergency workers (R.S. 43:12-28.1 et seq.); (4) Judicial pensioners (C.43:6-6.4 et seq.); (5) Public Employees (C.43:15A-1 et seq.), whose funds are administered by a board of nine trustees, including municipal and county representation, two appointees of the Governor, and the State Treasurer; (6) State Police (C.53:5A-1 et seq.), whose funds are administered by a board of five trustees including two active members of the system, two appointees of the Governor, and the State Treasurer, ex officio; (7) State and local members of the Police and Firemen's Retirement System (C.43:16A-1 et

seq.), whose funds are administered by a board of eleven trustees, including four active members, one retired member, five appointees of the Governor, and one representative from the State Treasurer's Office; (8) and the pension and non-contributory group life insurance payments to be made by the State on behalf of those members of the Teachers' Pension and Annuity Fund, not employees of school districts, employed by the State Department of Education, and by the public institutions of higher education in the State. Funds are also provided for the payments for non-contributory group life insurance covering employees of the State and other participating employers in the retirement system (C.43:15A-1 et seq.); the State's share of Social Security Tax (C.43:22-1 et seq.); Pension Adjustment Act (C.3:3B-1 et seq.) providing increases in benefits payable to members of State retirement systems; and the employer's share of health benefits charges for State active and retired employees enrolled in the State Health Benefits Program. Under C.52:14-17.25 et seq., the administration of this program was transferred to the Division of Pensions and Benefits.

The Alternate Benefit Program was established (N.J.S. 18A:64C-11.1, N.J.S. 18A:65-74 and C.18A:66-130) for faculty and staff members at the University of Medicine and Dentistry of New Jersey; Rutgers, The State University; the New Jersey Institute of Technology; the State colleges and universities; and certain professional administrative staff employed by the State. The employer contribution to this retirement program is included in this budget.

The State Employee Health Benefits Program (C.52:14-17.25 et seq.) provides health insurance for active and retired employees and their dependents, including active and retired employees of the State colleges and universities, through a preferred provider organization or health maintenance organization. Currently, most full time State employees are required to contribute 1.5% of their salary as a health contribution for coverage in the Program. State employees who retire with 25 years of service or on a disability retirement are eligible for State-paid post-retirement medical benefits. Retired employees are required to contribute towards the cost of their health insurance coverage based on the terms of the labor agreement in effect at the time they attained 25 years of service credit or retired on disability. The recommended appropriations reflect anticipated savings from employee benefit reforms, including increased member cost sharing.

# INTERDEPARTMENTAL ACCOUNTS

The Division of Pensions and Benefits coordinates the funding for payment of temporary disability insurance benefits to State employees (C.43:21-46). Temporary cash benefits are provided to eligible State employees covered under federal law to insure against loss of earnings due to non-occupational sickness or accident.

All individuals in the employ of the State of New Jersey or an instrumentality of the State, with respect to service performed after December 31, 1971 for a hospital or institution of higher education, are covered under the Unemployment Compensation Law (R.S. 43:21-1 et seq., as amended by P.L.1971, c. 346). Any political subdivision of the State may elect to cover individuals employed by the subdivision in all of the hospitals and institutions of higher education operated by that political subdivision. Benefits paid based on wages earned in the employ of the State or of a political subdivision are financed by payments in lieu of employer contributions to the Unemployment Compensation Fund. In accordance with the Federal-State Extended Benefits Compensation Act of 1970 and the New Jersey Extended Benefits Law (N.J.A.C. 43:21-24.11), an Extended Benefits (EB) program was activated in New Jersey effective March 15, 2009. The State is currently funding up to 20 weeks of extended benefits for employees who have exhausted their regular and federally funded unemployment benefits. All covered State employees are required to contribute each year to the Fund in accordance with the established rate. Benefits under the unemployment compensation program are payable in accordance with the provisions of the Unemployment Compensation Law.

The New Jersey State Prescription Drug Program (C.52:14-17.29) helps meet the cost of drugs prescribed for eligible active and retired employees and their dependents for use outside of hospitals, nursing homes or other institutions. Included are those drugs which, as required by Federal law, can be dispensed only upon a written prescription order by a physician. The program covers the full cost of a prescription drug dispensed by a licensed participating retail pharmacy or mail order service, less a co-payment charge for each eligible prescription and prescription refill. The co-payment charge is

dependent upon whether the employee chooses a prescription which is generic, brand-named, or a brand-named drug with a generic equivalent. Most full time State employees are currently required to contribute 1.5% of their salary as a health contribution for coverage in the Program. The recommended appropriations reflect anticipated savings from employee benefit reforms, including increased member cost sharing.

04. **Other Interdepartmental Accounts.** Provides funds for allotment by the Director of the Division of Budget and Accounting to various departments or agencies of State government for meeting emergency conditions, and for a number of other contingencies which cannot be predicted with sufficient certainty to be included within the budget recommendations of individual departments or agencies. Included are the Governor's Emergency Fund, the premium portion of required payments for short term notes, seed money to implement cost saving processes, and other productivity improvements as appropriate.
05. **Salary Increases and Other Benefits.** Includes funds to be allotted to the various State departments or agencies for the cost of general and special salary adjustments and unused accumulated sick leave.
06. **Utilities and Other Services.** Provides for payment of fuel, utilities, janitorial services, and trash removal for State-owned and lease-purchase facilities primarily in the Capitol district, as well as some fuel and utility costs for State departments.
08. **Capital Projects - Statewide.** Provides for statewide programs and capital projects administered by the Department of Treasury on behalf of State agencies. Statewide programs include the removal of underground storage tanks, hazardous material removal and Americans with Disabilities Act compliance. Also, included is funding for the purchase of open space through the Garden State Preservation Trust Fund.
09. **Aid to Independent Authorities.** Provides for payments to independent authorities for operating expenses and construction costs of cultural and sports-related facilities and for the location and development of businesses in New Jersey.

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2010					Year Ending June 30, 2012			
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Total Expended	2011 Prog. Class.	Adjusted Approp.	Requested	Recommended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Organization</b>								
242,312	421	37,944	280,677	275,967		255,547	247,646	247,646
116,612	837	12,477	129,926	129,618		134,011	135,232	135,232
25,572	504	-14,952	11,124	8,203		11,179	13,667	13,667
<b>Distribution by Fund and Program</b>								
242,312	421	37,944	280,677	275,967	01	255,547	247,646	247,646
116,612	837	12,477	129,926	129,618	02	134,011	135,232	135,232
25,572	504	-14,952	11,124	8,203	06	11,179	13,667	13,667
<b>384,496</b>	<b>1,762</b>	<b>35,469</b>	<b>421,727</b>	<b>413,788</b>		<b>400,737</b>	<b>396,545</b>	<b>396,545</b>
<b>Less:</b>								
(107,904)	---	---	(107,904)	(107,904)				
<b>(107,904)</b>	<b>---</b>	<b>---</b>	<b>(107,904)</b>	<b>(107,904)</b>		<b>(103,860)</b>	<b>(98,869)</b>	<b>(98,869)</b>
						<b>(103,860)</b>	<b>(98,869)</b>	<b>(98,869)</b>
<b>276,592</b>	<b>1,762</b>	<b>35,469</b>	<b>313,823</b>	<b>305,884</b>		<b>296,877</b>	<b>297,676</b>	<b>297,676</b>
<b>Total State Appropriation</b>						<b>296,877</b>	<b>297,676</b>	<b>297,676</b>

# INTERDEPARTMENTAL ACCOUNTS

Year Ending June 30, 2010					Year Ending June 30, 2012				
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	Prog. Class.	2011 Adjusted Approp.	Requested	Recommended	
<b><u>DIRECT STATE SERVICES</u></b>									
<b>Distribution by Fund and Object</b>									
<b>Property Rentals</b>									
174,845			224,060	220,151	Existing and Anticipated Leases	01	201,645		
20,717 <sup>S</sup>	6	28,492					1,000 <sup>S</sup>	194,954	194,954
7,156	---	9,452	16,608	16,437	Economic Development Authority	01	17,199	16,914	16,914
<u>34,382</u>	<u>---</u>	<u>---</u>	<u>34,382</u>	<u>34,382</u>	Other Debt Service Leases and Tax Payments	01	<u>33,498</u>	<u>34,995</u>	<u>34,995</u>
<u>237,100</u>	<u>6</u>	<u>37,944</u>	<u>275,050</u>	<u>270,970</u>	<i>Subtotal Appropriation (Gross)</i>		<u>253,342</u>	<u>246,863</u>	<u>246,863</u>
<i>Less:</i>									
<u>(107,904)</u>	<u>---</u>	<u>---</u>	<u>(107,904)</u>	<u>(107,904)</u>	<i>Total Deductions</i>		<u>(103,860)</u>	<u>(98,869)</u>	<u>(98,869)</u>
<u>129,196</u>	<u>6</u>	<u>37,944</u>	<u>167,146</u>	<u>163,066</u>	<i>Subtotal Appropriation (Net)</i>		<u>149,482</u>	<u>147,994</u>	<u>147,994</u>
5,212	415	---	5,627	4,997	Additions, Improvements and Equipment		2,205	783	783
<b>Insurance and Other Services</b>									
15,000			24,752	24,752	Tort Claims Liability Fund (C59:12-1)	02	15,000		
5,752 <sup>S</sup>	---	4,000					12,500 <sup>S</sup>	15,000	15,000
63,700			79,666	79,666	Workers' Compensation Self-Insurance Fund (a)	02	73,700		
4,800 <sup>S</sup>	---	11,166					13,600 <sup>S</sup>	101,190	101,190
3,195	---	60	3,255	3,255	Property Insurance Premium Payments	02	3,413	3,085	3,085
760	---	-413	347	347	Casualty Insurance Premium Payments	02	423	643	643
280	---	-84	196	195	Special Insurance Policy Premium Payment	02	250	189	189
18,000	---	77	18,077	18,000	UMDNJ Self-Insurance Reserve Fund	02	10,000	10,000	10,000
3,500	---	25	3,525	3,392	Vehicle Claims Liability Fund	02	3,500	3,500	3,500
1,500	837	-2,240	97	---	Self-Insurance Deductible Fund	02	1,500	1,500	1,500
125	---	-114	11	11	Self-Insurance Fund - Foster Parents	02	125	125	125
<b>Utilities and Other Services</b>									
---	---	---	---	---	Public Health, Environmental and Agricultural Laboratory	06	3,498	5,986	5,986
20,287	463 <sup>R</sup>	-14,952	5,798	2,888	Fuel and Utilities	06	1,260		
							1,210 <sup>S</sup>	2,470	2,470
5,285	14 27 <sup>R</sup>	---	5,326	5,315	Household and Security	06	5,095		
							116 <sup>S</sup>	5,211	5,211
<b><u>GRANTS-IN-AID</u></b>									
<b>Distribution by Fund and Program</b>									
128,435	---	16,021	144,456	143,835	Aid to Independent Authorities	09	92,168	80,853	80,853
<u>128,435</u>	<u>---</u>	<u>16,021</u>	<u>144,456</u>	<u>143,835</u>	<i>Total Grants-in-Aid</i>		<u>92,168</u>	<u>80,853</u>	<u>80,853</u>
<b>Distribution by Fund and Object</b>									
<i>Grants:</i>									
60,655	---	21,574	82,229	82,163	New Jersey Sports and Exposition Authority - Debt Service (b)	09	28,694	14,791	14,791
5,560	---	-5,553	7	---	New Jersey Performing Arts Center, EDA	09	1,250	7,442	7,442
33,740	---	---	33,740	33,683	Business Employment Incentive Program, EDA-Debt Service	09	33,596	33,420	33,420
6,901	---	---	6,901	6,857	Liberty Science Center	09	6,892		
							3,600 <sup>S</sup>	11,073	11,073

# INTERDEPARTMENTAL ACCOUNTS

Year Ending June 30, 2010					Year Ending June 30, 2012				
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2011 Prog. Class.	Adjusted Approp.	Requested	Recommended
14,128	---	---	14,128	14,112	<b>GRANTS-IN-AID</b>				
625	---	---	625	208	Municipal Rehabilitation and Economic Recovery, EDA	09	14,130	14,127	14,127
6,826	---	---	6,826	6,812	Camden Children's Garden	09	---	---	---
---	---	---	---	---	Designated Industries Economic Growth & Development-EDA	09	---	---	---
					NJSEA Operations	09	4,006 <sup>S</sup>	---	---
					<b>CAPITAL CONSTRUCTION</b>				
					<b>Distribution by Fund and Program</b>				
119,579	61,712	-8,097	173,194	122,804	Capital Projects - Statewide	08	134,429	176,294	176,294
<b>119,579</b>	<b>61,712</b>	<b>-8,097</b>	<b>173,194</b>	<b>122,804</b>	<b>Total Capital Construction</b>		<b>134,429</b>	<b>176,294</b>	<b>176,294</b>
					<b>Distribution by Fund and Object</b>				
					<b>Statewide Capital Projects</b>				
---	1,013	---	1,013	63	Capital Improvements, Capitol Complex	08	---	---	---
---	16,056	-309	15,747	5,998	Statewide Fire, Life Safety and Renovation Projects (C)	08	---	---	---
---	406	---	406	---	Fire Detection/Security - Central Station Upgrade	08	---	---	---
---	104	---	104	98	Life Safety and Emergency Projects - Statewide	08	---	---	---
---	12,772	---	12,772	2,845	Roof Repairs - Statewide	08	---	---	---
---	1,051	---	1,051	114	Americans with Disabilities Act Compliance Projects - Statewide	08	---	---	---
---	1,345	---	1,345	448	Fuel Distribution Systems/Underground Storage Tank Replacements - Statewide	08	---	---	---
---	2,287	---	2,287	482	Hazardous Materials Removal Projects - Statewide	08	---	---	---
---	38	---	38	---	Fire Code Compliance	08	---	---	---
---	1,523	---	1,523	69	Statewide Security Projects	08	---	---	---
---	29	---	29	---	Energy Efficiency Projects	08	---	---	---
11,579	1,050	-5,439	7,190	7,156	New Jersey Building Authority - General State Projects	08	26,429	68,294	68,294
---	28	---	28	---	Complex-wide Security System Design	08	---	---	---
---	141	---	141	106	Audiovisual Equipment Replacement, Thomas Edison State College	08	---	---	---
---	133	---	133	---	Statehouse Security Modifications	08	---	---	---
---	39	---	39	---	Planetarium Dome Sealant and Painting	08	---	---	---
---	1,775	---	1,775	---	9/11 Memorial	08	---	---	---
---	285	---	285	---	Water Infiltration	08	---	---	---
10,000	18,537	---	28,537	7,330	Energy Efficiency - Statewide Projects	08	10,000	10,000	10,000
---	1,281	-587	694	102	<b>Enterprise Initiatives</b>				
					Network Infrastructure	08	---	---	---
					<b>Open Space Preservation Program</b>				
98,000	1,819	-1,762	98,057	97,993	Garden State Preservation Trust Fund Account	08	98,000	98,000	98,000
<b>524,606</b>	<b>63,474</b>	<b>43,393</b>	<b>631,473</b>	<b>572,523</b>	<b>Grand Total State Appropriation</b>		<b>523,474</b>	<b>554,823</b>	<b>554,823</b>

# INTERDEPARTMENTAL ACCOUNTS

Year Ending June 30, 2010					Year Ending June 30, 2012				
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	Prog. Class.	2011 Adjusted Approp.	Requested	Recommended	
<b>OTHER RELATED APPROPRIATIONS</b>									
<b>All Other Funds</b>									
---	7,000 <sup>R</sup>	---	7,000	7,000					
---	30,745 <sup>R</sup>	---	30,745	30,745					
---	6,148	---	6,148	30					
---	<u>43,893</u>	---	<u>43,893</u>	<u>37,775</u>					
<u>524,606</u>	<u>107,367</u>	<u>43,393</u>	<u>675,366</u>	<u>610,298</u>					
						<u>43,928</u>	<u>43,800</u>	<u>43,800</u>	
						<u>567,402</u>	<u>598,623</u>	<u>598,623</u>	

**Notes -- Direct State Services - General Fund**

(a) A portion of the fiscal year 2012 increase in the Workers' Compensation Self-Insurance Fund is due to the elimination of the Sick Leave Injury benefit which is reflected in agency salary accounts.

**Notes -- Grants-In-Aid - General Fund**

(b) The fiscal year 2010 data and fiscal year 2011 appropriations have been adjusted for the consolidation of NJSEA Sports Complex, NJSEA Atlantic City Projects, NJSEA Higher Education and Other Projects, and NJSEA Wildwood Convention Center.

**Notes -- Capital Construction**

(c) The budget recommends \$17,100,000 be made available for Statewide Fire, Life Safety and Renovation Projects from non-State funding sources.

**Language Recommendations -- Direct State Services - General Fund**

The Director of the Division of Budget and Accounting is empowered to allocate to any State agency occupying space in any State-owned building equitable charges for the rental of such space to include, but not be limited to, the costs of operation and maintenance thereof, and the amounts so charged shall be credited to the General Fund; and, to the extent that such charges exceed the amounts appropriated for such purposes to any agency financed from any fund other than the General Fund, the required additional appropriation shall be made out of such other fund.

Receipts derived from direct charges and charges to non-State fund sources are appropriated for the rental of property, including the costs of operation and maintenance of such properties.

Notwithstanding the provisions of any law or regulation to the contrary, and except for leases negotiated by the Division of Property Management and Construction and subject to the approval or disapproval by the State Leasing and Space Utilization Committee pursuant to P.L.1992, c.130 (C.52:18A-191.1 et al.), and except as hereinafter provided, no lease for the rental of any office or building, except for legislative district offices, shall be executed without the prior written consent of the State Treasurer and the Director of the Division of Budget and Accounting. Legislative district office leases may be executed by personnel in the Office of Legislative Services so directed by the Executive Director, provided the lease complies with the Joint Rules Governing Legislative District Offices adopted by the presiding officers. Leases which do not comply with the Joint Rules Governing Legislative District Offices may be executed by personnel in the Office of Legislative District Services so directed by the Executive Director with the prior written consent of the President of the Senate and the Speaker of the General Assembly.

To the extent that sums appropriated for property rental payments are insufficient, there are appropriated such additional sums, not to exceed \$3,000,000 as may be required to pay property rental obligations, subject to the approval of the Director of the Division of Budget and Accounting.

An amount not to exceed \$2,500,000 shall be appropriated for the costs of security, maintenance, utilities and other operating expenses related to the closure of State-owned buildings, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law or regulation to the contrary, the Division of Property Management and Construction is empowered to renegotiate lease terms, provided that such renegotiations result in cost savings to the State for the current fiscal year and for the term of the lease. Any lease amendments made as a result of these renegotiations are subject to the review and approval of the State Leasing and Space Utilization Committee. Receipts from such renegotiations are appropriated to the Property Rentals account to offset the cost of leases, subject to the approval of the Director of the Division of Budget and Accounting.

There are appropriated such additional sums as may be required to pay for office renovations associated with the consolidation of office space, subject to the approval of the Director of the Division of Budget and Accounting.

There are appropriated such additional sums as may be required to pay debt service costs for the Greystone Park Psychiatric Hospital Project, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amount hereinabove appropriated for Property Rentals, there is appropriated to the Property Rentals program \$5,638,000 from the Motor Vehicle Commission for property rental charges.

Notwithstanding the provisions of section 105 of P.L.2003, c.13 (C.39:2A-36) or any law to the contrary, \$10,940,000 is appropriated from the revenues appropriated to the Motor Vehicle Commission for transfer to the Interdepartmental Property Rentals account to reflect savings from implementation of management and procurement efficiencies, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law or regulation to the contrary, the Director of the Division of Budget and Accounting shall transfer from departmental accounts and credit to the Property Rentals account such sums as necessary to reflect savings from post warranty product maintenance initiatives. This additional sum is appropriated for Property Rentals.

## INTERDEPARTMENTAL ACCOUNTS

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- The unexpended balance at the end of the preceding fiscal year in the Master Lease Program Fund is appropriated for the same purpose.
- In order to permit flexibility, amounts may be transferred between various items of appropriation within the Insurance and Other Services program classification, subject to the approval of the Director of the Division of Budget and Accounting. Notice thereof shall be provided to the Legislative Budget and Finance Officer on the effective date of the approved transfer.
- There are appropriated such additional sums as may be required to pay tort claims under N.J.S.59:12-1, as recommended by the Attorney General and as the Director of the Division of Budget and Accounting shall determine.
- The funds appropriated to the Tort Claims Liability Fund are available for the payment of claims of a tortious nature, for the indemnification of pool attorneys engaged by the Public Defender for the defense of indigents, for the indemnification of designated pathologists engaged by the State Medical Examiner, and for direct costs of legal, administrative and medical services related to the investigation, mitigation and litigation of tort claims under N.J.S.59:12-1, as recommended by the Attorney General and as the Director of the Division of Budget and Accounting shall determine.
- Notwithstanding the provisions of any law or regulation to the contrary, claims paid from the Tort Claims Liability Fund on behalf of entities funded, in whole or in part, from non-State funds, may be reimbursed from such non-State fund sources as determined by the Director of the Division of Budget and Accounting.
- There are appropriated such additional sums as may be required to pay claims not payable from the Tort Claims Liability Fund or payable under the New Jersey Contractual Liability Act, as recommended by the Attorney General and as the Director of the Division of Budget and Accounting shall determine. The funds appropriated are available for the payment of direct costs of legal, administrative and medical services related to the investigation, mitigation and litigation of claims not payable from the Tort Claims Liability Fund or payable under the New Jersey Contractual Liability Act, as recommended by the Attorney General and as the Director of the Division of Budget and Accounting shall determine. Notwithstanding the provisions of any law or regulation to the contrary, claims or costs paid from the monies appropriated under this paragraph on behalf of entities funded, in whole or in part from non-State funds, may be reimbursed from such non-State funds sources as determined by the Director of the Division of Budget and Accounting. Appropriations under this paragraph shall not be available to pay punitive damages and shall not be deemed a waiver of any immunity by the State.
- To the extent that sums appropriated to pay Workers' Compensation claims under R.S.34:15-1 et seq., are insufficient, there are appropriated such additional sums as may be required to pay Workers' Compensation claims, subject to the approval of the Director of the Division of Budget and Accounting.
- The amount hereinabove appropriated for the Workers' Compensation Self-Insurance Fund under R.S.34:15-1 et seq. is available for the payment of direct costs of legal, investigative, administrative and medical services related to the investigation, mitigation, litigation and administration of claims against the fund, subject to the approval of the Director of the Division of Budget and Accounting.
- Notwithstanding the provisions of any law or regulation to the contrary, benefits provided to community work experience participants shall be borne by the Work First New Jersey program funded through the Department of Human Services and any costs related to administration, mitigation, litigation and investigation of claims will be reimbursed to the Division of Risk Management within the Department of the Treasury by the Work First New Jersey program funded through the Department of Human Services, subject to the approval of the Director of the Division of Budget and Accounting.
- Providing that expenditures during the current fiscal year on Workers' Compensation claims attributable to the Departments of Human Services, Transportation, Corrections, and Law and Public Safety are less than the respective amounts expended by those departments for claims attributable to the preceding fiscal year, all or a portion of that savings is appropriated to those departments or the Division of Risk Management within the Department of the Treasury for the purpose of improving worker safety and reducing workers' compensation costs, subject to the approval of the Director of the Division of Budget and Accounting.
- To the extent that sums appropriated to pay auto insurance claims are insufficient, there are appropriated such additional sums as may be required to pay auto insurance claims, subject to the approval of the Director of the Division of Budget and Accounting.
- The amount hereinabove appropriated for the Vehicle Claims Liability Fund is available for the payment of direct costs of legal, investigative and medical services related to the investigation, mitigation and litigation of claims against the fund.
- The unexpended balance at the end of the preceding fiscal year in the Self-Insurance Deductible Fund is appropriated for the same purposes.
- The amount hereinabove appropriated for the Self-Insurance Fund - Foster Parents is available for the payment of direct costs of legal, investigative and medical services related to the investigation, mitigation and litigation of claims against the fund.
- Notwithstanding the provisions of any law or regulation to the contrary, the sums hereinabove appropriated are available for payment of obligations applicable to prior fiscal years.
- There are appropriated out of revenues received from utility companies such sums as may be required for implementation and administration of the Energy Conservation Initiatives Program, subject to the approval of the Director of the Division of Budget and Accounting.
- Of the amount hereinabove appropriated for fuel and utility costs, amounts may be transferred to or from State departments to meet fuel and utility needs, subject to the approval of the Director of the Division of Budget and Accounting; and, in addition to the sums hereinabove appropriated for fuel and utility costs and for the Public Health, Environmental and Agricultural Laboratory fuel and utility costs, there are appropriated such additional sums as may be required to pay fuel and utility costs, subject to the approval of the Director of the Division of Budget and Accounting.
- Revenue generated from the sale of Solar Renewable Energy Certificates is appropriated to fund energy-related savings initiatives as determined by the Director of Energy Savings within the Department of the Treasury, subject to the approval of the Director of the Division of Budget and Accounting.
- Notwithstanding the provisions of any law or regulation to the contrary, in addition to the amount hereinabove appropriated for Fuel and Utilities, there is appropriated \$42,500,000 from the Clean Energy Fund for utility costs in State facilities.

## INTERDEPARTMENTAL ACCOUNTS

Receipts derived from fees charged for public parking at the Bangs Avenue Parking Garage in Asbury Park, and the unexpended balance from the preceding fiscal year, are appropriated for the costs incurred for maintenance and operation of the garage, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amount hereinabove appropriated for the Household and Security account, there is appropriated to the Household and Security account \$2,500,000 from the Motor Vehicle Commission for utility, security, and building maintenance costs.

In addition to the amount hereinabove appropriated for Utilities and Other Services, of the unexpended balances in the Petroleum Overcharge Reimbursement Fund, there is appropriated such sums as are required to fund the energy tracking and invoice payment system, as determined by the Director of Energy Savings within the Department of the Treasury, subject to the approval of the Director of the Division of Budget and Accounting.

In accordance with the "Recycling Enhancement Act," (P.L.2007, c.311), an amount not to exceed \$358,000 is appropriated from the State Recycling Fund - Recycling Administration account to the Department of the Treasury for administrative costs attributable to the state recycling program, subject to the approval of the Director of the Division of Budget and Accounting.

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

In addition to the amounts hereinabove appropriated for the Sports and Exposition Authority, there are appropriated such additional sums as are necessary to satisfy debt service obligations and to maintain the core operating functions of the authority, subject to the approval of the Director of the Division of Budget and Accounting.

The amount hereinabove appropriated for the New Jersey Performing Arts Center, EDA account shall be used to pay the State's obligations pursuant to a lease with the New Jersey Economic Development Authority, for the lease of real property and infrastructure improvements and the Performing Arts Center structure constructed thereon purchased by the authority for the State in the city of Newark, for the purpose of constructing buildings to comprise a Performing Arts Center. Notwithstanding the provisions of any law or regulation to the contrary, the State Treasurer may enter into a lease with the New Jersey Economic Development Authority to lease the real property and improvements thereon purchased or caused to be constructed by the authority for the State in the city of Newark for the Performing Arts Center, subject to the prior written consent of the Director of the Division of Budget and Accounting, the President of the Senate and the Speaker of the General Assembly. Upon the final payment of the State's obligations pursuant to the lease for the real property and infrastructure improvements purchased by the authority, the title to the real property and improvements shall revert to the State. The State may sublease the land and facilities for the purpose of operating, maintaining or financing a Performing Arts Center in Newark. Any sublease for use of land and improvements acquired for the State by the New Jersey Economic Development Authority for the Performing Arts Center shall be subject to the prior written approval of the Director of the Division of Budget and Accounting and the Joint Budget Oversight Committee, or its successor. There are appropriated such additional sums as may be necessary to pay debt service for the New Jersey Performing Arts Center.

The amounts hereinabove appropriated for debt service payments attributable to the New Jersey Performing Arts Center, EDA program and to the Municipal Rehabilitation and Economic Recovery, EDA program may be paid by the New Jersey Economic Development Authority from resources available from unexpended balances, and in such instances the amounts appropriated for the New Jersey Performing Arts Center, EDA program and for the Municipal Rehabilitation and Economic Recovery, EDA program shall be reduced by the same amount. There are appropriated such additional sums as may be necessary to pay debt service and other costs for the Municipal Rehabilitation and Economic Recovery, EDA program, subject to the approval of the Director of the Division of Budget and Accounting.

The amount hereinabove appropriated for Liberty Science Center is allocated for debt service obligations and for the operations of the Liberty Science Center, the amount of such operational support to be determined by the State Treasurer on such terms and conditions as the State Treasurer requires pursuant to an agreement between the State Treasurer and the Liberty Science Center, subject to the approval of the Director of the Division of Budget and Accounting. In addition, there are appropriated such additional sums as may be necessary to satisfy debt service obligations subject to the approval of the Director of the Division of Budget and Accounting. Furthermore, there are also appropriated such additional sums for support of the operations of the center, as determined by the State Treasurer on such terms and conditions as the State Treasurer requires pursuant to an agreement between the State Treasurer and the Liberty Science Center, subject to the approval of the Director of the Division of Budget and Accounting.

### Language Recommendations -- Capital Construction

There are appropriated such additional sums as may be required to pay future debt service costs for projects undertaken by the New Jersey Building Authority, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amounts appropriated under P.L.2004, c.71, donations for the 9/11 Memorial Design Costs from public and private sources, including those collected from the Port Authority of New York and New Jersey, for the purposes of planning, designing, maintaining and constructing a memorial to the victims of the terrorist attacks of September 11, 2001, on the World Trade Center in New York City, the Pentagon in Washington, D.C., and United Airlines Flight 93 in Somerset County, Pennsylvania, shall be deposited by the State Treasurer in a dedicated account established for this purpose and are appropriated for the purposes set forth under P.L.2004, c.71 and there are appropriated or transferred such sums as are necessary for the 9/11 Memorial project, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law or regulation to the contrary, in order to provide flexibility in administering the amounts provided for Statewide Fire, Life Safety and Renovations Projects; Roof Repairs-Statewide; American's with Disabilities Act Compliance Projects-Statewide; Hazardous Materials Removal Projects-Statewide; Statewide Security Projects; and Energy Efficiency-Statewide Projects; such sums as may be necessary may be transferred to individual project line items within various departments, subject to the approval of the Director of the Division of Budget and Accounting.

Of the amounts hereinabove appropriated for Hazardous Materials Removal Projects - Statewide and Statewide Security Projects, funds may be transferred to the Fuel Distribution Systems / Underground Storage Tank Replacements - Statewide account for the removal of underground storage tanks at State facilities, subject to the approval of the Director of the Division of Budget and Accounting.

# INTERDEPARTMENTAL ACCOUNTS

Notwithstanding the provisions of any law or regulation to the contrary, an amount not to exceed \$5,000,000, from monies received from the sale of real property that are deposited in the State-owned Real Property Fund pursuant to section 1 of P.L.2007, c.108 (C.52:31-1.3b) are appropriated for Statewide Roofing Repairs and Replacements.

The amount hereinabove appropriated for Energy Efficiency – Statewide Projects is payable from the Clean Energy Fund to provide the full cost of energy efficiency projects in State facilities including, but not limited to, up to \$6,000,000 for heating, ventilation and air conditioning systems at various Human Services institutions. The project allocations may be adjusted based on consultation with the Department of the Treasury, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law or regulation to the contrary, any monies received from the sale of real property that are deposited in the State-owned Real Property Fund pursuant to section 1 of P.L.2007, c.108 (C.52:31-1.3b) are appropriated for Capital projects that increase energy efficiency, improve work place safety or for information technology systems or other capital investments that will generate an operating budget savings, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the amount hereinabove appropriated for the Garden State Preservation Trust Fund Account, interest earned and accumulated commencing with the start of this fiscal year is appropriated.

The amount hereinabove appropriated for the Garden State Preservation Trust Fund Account is subject to the provisions of the “Garden State Preservation Trust Act,” P.L. 1999, c.152 (C.13:8C-1 et seq.) and the constitutional amendment on open space (Article VIII, Section II, paragraph 7).

## 70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL 74. GENERAL GOVERNMENT SERVICES 9410. EMPLOYEE BENEFITS

### EVALUATION DATA

PROGRAM DATA	Actual FY 2009	Actual FY 2010	Revised FY 2011	Budget Estimate FY 2012
<b>Employee Benefits</b>				
<b>Judicial Retirement System</b>				
Assets .....	\$ 264,058,955	\$ 265,130,804	\$ 249,355,521	\$ 236,164,614
Active Members .....	421	430	433	436
Pensioners .....	498	526	550	576
Annual Pensions .....	\$ 37,125,164	\$ 40,199,654	\$ 42,850,651	\$ 45,957,289
Lump Sum Death Benefits .....	\$ 539,843	\$ 1,032,857	\$ 885,357	\$ 938,000
<b>Prison Officers' Pension Fund</b>				
Assets .....	\$ 12,205,825	\$ 11,202,825	\$ 10,820,576	\$ 10,513,272
Pensioners .....	150	142	134	126
<b>Public Employees' Retirement System</b>				
Assets .....	\$ 22,795,151,001	\$ 24,600,350,695	\$ 25,360,501,532	\$ 26,240,510,935
Total Members .....	319,782	315,101	310,967	306,894
State (Active) .....	84,219	82,530	81,120	79,736
State (Inactive) .....	22,006	26,187	26,187	26,187
Local .....	213,557	206,384	203,660	200,971
Pensioners .....	134,423	137,446	141,276	145,213
Annual Pensions .....	\$ 2,206,606,763	\$ 2,344,647,896	\$ 2,519,645,798	\$ 2,723,833,079
Lump Sum Death Benefits .....	\$ 100,487,729	\$ 110,078,829	\$ 112,727,326	\$ 115,439,545
<b>State Police Retirement System</b>				
Assets .....	\$ 1,572,827,740	\$ 1,668,308,877	\$ 1,686,493,444	\$ 1,712,634,093
Total Members .....	3,149	3,056	2,913	2,893
Active .....	2,990	2,999	2,856	2,836
Inactive .....	159	57	57	57
Pensioners .....	2,582	2,641	2,781	2,901
Annual Pensions .....	\$ 129,777,885	\$ 137,504,302	\$ 147,327,368	\$ 158,709,959
Lump Sum Death Benefits .....	\$ 2,196,860	\$ 1,018,200	\$ 1,659,417	\$ 1,833,000
<b>Police and Firemen's Retirement System</b>				
Assets .....	\$ 18,222,795,425	\$ 19,982,948,845	\$ 21,195,913,840	\$ 22,501,582,133
Total Members .....	45,843	44,858	44,459	44,064
State (Active) .....	7,682	7,346	7,196	7,049
State (Inactive) .....	220	333	333	333
Local .....	37,941	37,179	36,930	36,682
Pensioners .....	34,165	35,728	37,171	38,673
Annual Pensions .....	\$ 1,431,935,930	\$ 1,541,261,329	\$ 1,658,938,713	\$ 1,797,044,378
Lump Sum Death Benefits .....	\$ 31,484,481	\$ 32,249,526	\$ 33,519,513	\$ 34,839,511

# INTERDEPARTMENTAL ACCOUNTS

	Actual FY 2009	Actual FY 2010	Revised FY 2011	Budget Estimate FY 2012
<b>Alternate Benefit Program</b>				
Total Active Members .....	21,285	21,745	22,215	22,697
State .....	18,337	18,766	19,205	19,655
County .....	2,948	2,979	3,010	3,042
<b>Defined Contribution Retirement Plan</b>				
Total Active Members .....	796	1,812	6,108	12,139
State .....	96	213	699	1,255
Local .....	700	1,599	5,409	10,884
<b>Teachers' Pension and Annuity Fund</b>				
Assets .....	\$ 25,332,519,085	\$ 26,186,466,824	\$ 25,751,771,474	\$ 25,393,821,851
Total Members .....	159,306	158,271	158,356	158,444
State .....	218	200	182	166
County .....	34	32	30	28
Local .....	159,054	158,039	158,144	158,250
Pensioners .....	77,945	80,105	83,106	86,220
Annual Pensions .....	\$ 2,805,740,059	\$ 2,951,495,527	\$ 3,152,010,677	\$ 3,388,039,385
Lump Sum Death Benefits .....	\$ 63,825,481	\$ 76,697,906	\$ 80,518,996	\$ 84,530,452
<b>Consolidated Police &amp; Firemen's Pension Fund</b>				
Assets .....	\$ 12,131,037	\$ 9,421,284	\$ 7,595,439	\$ 6,058,882
Pensioners .....	422	369	312	264
Annual Pensions .....	\$ 8,844,291	\$ 7,495,068	\$ 6,371,792	\$ 5,490,072
<b>Health Benefits Program</b>				
Covered Members .....	373,876	395,442	394,867	409,629
State .....	146,470	147,083	145,241	146,362
Local .....	227,406	248,359	249,626	263,267

## APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2010					Year Ending June 30, 2012			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2011 Adjusted Approp.	Requested	Recom- mended
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Distribution by Fund and Program</b>								
1,498,373	---	107,633	1,606,006	1,600,737	03	1,942,675	1,648,153	1,648,153
<b>1,498,373</b>	<b>---</b>	<b>107,633</b>	<b>1,606,006</b>	<b>1,600,737</b>		<b>1,942,675</b>	<b>1,648,153</b>	<b>1,648,153</b>
<b>Distribution by Fund and Object</b>								
Special Purpose:								
17,521	---	-17,521	---	---	03	108,122 <sup>S</sup>	---	---
230,432	---	-5,455	224,977	224,977	03	257,505	238,813	238,813
25,948	---	---	25,948	24,870	03	26,852	27,625	27,625
5,871	---	-5,871	---	---	03	27,727 <sup>S</sup>	---	---
7,471	---	-6	7,465	7,055	03	8,262	8,477	8,477
292	---	-292	---	---	03	968 <sup>S</sup>	---	---
1,306	---	---	1,306	1,241	03	1,299	1,326	1,326
204	---	---	204	164	03	180	198	198
120	---	78	198	188	03	219	773	773



# INTERDEPARTMENTAL ACCOUNTS

Year Ending June 30, 2010					Year Ending June 30, 2012				
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	Prog. Class.	2011 Adjusted Approp.	Requested	Recom- mended	
					<b>GRANTS-IN-AID</b>				
133,493	---	-26	133,467	130,828					
					03	136,970	134,746	134,746	
20,440	---	---	20,440	17,278					
					03	19,427	20,859	20,859	
93	---	-93	---	---					
					03	170 <sup>S</sup>	---	---	
5,823	---	-1,357	4,466	4,466					
					03	4,976	4,292	4,292	
17	---	---	17	13					
					03	15	13	13	
5,245	---	---	5,245	5,245					
					03	5,669	6,153	6,153	
272,709									
9,591 <sup>S</sup>	---	4,282	286,582	286,582					
					03	305,961	282,544	282,544	
22,994	---	204	23,198	23,178					
					03	26,052	25,993	25,993	
86,612	---	916	87,528	87,528					
					03	92,723	85,354	85,354	
11,102	---	730	11,832	11,732					
					03	11,541	12,022	12,022	
182,427	---	---	182,427	147,321					
					03	196,721	143,750	143,750	
5,848	---	110	5,958	5,958					
					03	6,540	6,542	6,542	
3,087									
4,659 <sup>S</sup>	---	---	7,746	7,746					
					03	14,106	4,580	4,580	
<u>2,305,214</u>	<u>---</u>	<u>107,723</u>	<u>2,412,937</u>	<u>2,366,611</u>		<u>2,819,296</u>	<u>2,415,426</u>	<u>2,415,426</u>	
						<i>Grand Total State Appropriation</i>			

**Notes -- Direct State Services - General Fund**

(a) Fiscal 2012 funding for Social Security Tax - State will only support State funded employees at the senior public institutions.

**Language Recommendations -- Direct State Services - General Fund**

Such additional sums as may be required for Public Employees' Retirement System - Post Retirement Medical, Public Employees' Retirement System - Non-contributory Insurance, Police and Firemen's Retirement System - Non-contributory Insurance, Alternate Benefit Program - Employer Contributions, Alternate Benefit Program - Non-contributory Insurance, Defined Contribution Retirement Program, Defined Contribution Retirement Program - Non-contributory Insurance, Teachers' Pension and Annuity Fund - Post Retirement Medical - State, Teachers' Pension and Annuity Fund - Non-contributory Insurance, State Police Retirement System - Non-contributory Insurance, Judicial Retirement System - Non-contributory Insurance, State Employees' Health Benefits, Other Pension Systems - Post Retirement Medical, State Employees' Prescription Drug Program, State Employees' Dental Program - Shared Cost, State Employees' Vision Care Program, Social Security Tax - State, Temporary Disability Insurance Liability, and Unemployment Insurance Liability are appropriated, as the Director of the Division of Budget and Accounting shall determine.

No monies hereinabove appropriated shall be used to provide additional health insurance coverage to a State or local elected official when that official receives health insurance coverage as a result of holding other public office or employment.

Notwithstanding the provisions of the "Pension Adjustment Act," P.L.1958, c.143 (C.43:3B-1 et seq.), pension adjustment benefits for State members and beneficiaries of the Consolidated Police and Firemen's Pension Fund, Prison Officers' Pension Fund, and Central Pension Fund shall be paid by the respective pension funds. The amounts hereinabove appropriated for the Pension Adjustment Program for these benefits as required under the act shall be paid to the Pension Adjustment Fund.

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

The unexpended balance at the end of the preceding fiscal year in the Debt Service on Pension Obligation Bonds account is appropriated for the same purpose.

Such additional sums as may be required for State Employees' Health Benefits may be transferred from the various departmental operating appropriations to this account, as the Director of the Division of Budget and Accounting shall determine.

Such additional sums as may be required for Social Security Tax - State may be transferred from the various departmental operating appropriations to this account, as the Director of the Division of Budget and Accounting shall determine.

Notwithstanding the provisions of any law or regulation to the contrary, fees due to the third party administrator for the Section 125 Tax Savings Program established in 1996 pursuant to section 7 of P.L.1996, c.8 (C.52:14-15.1a) and the Section 132(f) Commuter

# INTERDEPARTMENTAL ACCOUNTS

Transportation Benefit Program established in 2003 pursuant to section 1 of P.L.2001, c.162 (C.52:14-15.1b) shall be paid from amounts hereinabove appropriated for the Social Security Tax - State Account, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of any law or regulation to the contrary, fees due to the third party administrator for the Unemployment Compensation Management and Cost Control Program, which was established pursuant to N.J.A.C. 17:1-9.6, shall be paid from amounts hereinabove appropriated for the Unemployment Insurance Liability account, subject to the approval of the Director of the Division of Budget and Accounting.

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

Such additional sums as may be required for Public Employees' Retirement System - Post Retirement Medical, Public Employees' Retirement System - Non-contributory Insurance, Police and Firemen's Retirement System - Non-contributory Insurance, Alternate Benefit Program - Employer Contributions, Alternate Benefit Program - Non-contributory Insurance, Teachers' Pension and Annuity Fund - Post Retirement Medical - State, Teachers' Pension and Annuity Fund - Non-contributory Insurance, State Employees' Health Benefits, Other Pension Systems - Post Retirement Medical, State Employees' Prescription Drug Program, State Employees' Dental Program - Shared Cost, Social Security Tax - State, Temporary Disability Insurance Liability, and Unemployment Insurance Liability are appropriated, as the Director of the Division of Budget and Accounting shall determine.

No monies hereinabove appropriated shall be used to provide additional health insurance coverage to a State or local elected official when that official receives health insurance coverage as a result of holding other public office or employment.

The unexpended balance at the end of the preceding fiscal year in the Debt Service on Pension Obligation Bonds account is appropriated for the same purpose.

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

Notwithstanding the provisions of any law or regulation to the contrary, fees due to the third party administrator for the Unemployment Compensation Management and Cost Control Program, which was established pursuant to N.J.A.C.17:1-9.6, shall be paid from amounts hereinabove appropriated for the Unemployment Insurance Liability account, subject to the approval of the Director of the Division of Budget and Accounting.

## 70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL

### 74. GENERAL GOVERNMENT SERVICES

#### 9420. OTHER INTERDEPARTMENTAL ACCOUNTS

#### APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2010					Year Ending June 30, 2012				
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	2011 Prog. Class.	2011 Adjusted Approp.	Requested	Recommended	
<b>DIRECT STATE SERVICES</b>									
<b>Distribution by Fund and Program</b>									
27,475	717	-12,161	16,031	12,228	Other Interdepartmental Accounts	04	17,475	17,475	17,475
<u>27,475</u>	<u>717</u>	<u>-12,161</u>	<u>16,031</u>	<u>12,228</u>	<b>Total Direct State Services</b>		<u>17,475</u>	<u>17,475</u>	<u>17,475</u>
<b>Distribution by Fund and Object</b>									
Special Purpose:									
375	705	-875	205	---	To the Governor, for allotment to the various departments or agencies, to meet any condition of emergency or necessity; provided however, that a sum not in excess of \$5,000 shall be available for expenses of officially receiving dignitaries and for incidental expenses, including lunches for non-salaried board members and others for whom official reception shall be beneficial to the State.	04	375	375	375
625	---	-577	48	---	Contingency Funds	04	625	625	625
24,000	---	-11,749	12,251	9,476	Interest On Short Term Notes	04	6,000	6,000	6,000
---	---	---	---	---	Banking Services	04	8,000	8,000	8,000
1,100	---	---	1,100	437	Debt Issuance-Special Purpose	04	1,100	1,100	1,100
225	---	---	225	222	Catastrophic Illness in Children Relief Fund - Employer Contributions	04	225	225	225

# INTERDEPARTMENTAL ACCOUNTS

Year Ending June 30, 2010					Year Ending June 30, 2012			
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	Prog. Class.	2011 Adjusted Approp.	Requested	Recommended
1,000	---	1,040	2,040	2,040	<b><u>DIRECT STATE SERVICES</u></b>			
150	12	---	162	53	04	1,000	1,000	1,000
					04	150	150	150
					<b><u>GRANTS-IN-AID</u></b>			
					<b>Distribution by Fund and Program</b>			
---	2,623	---	2,623	6	04	---	---	---
---	2,623	---	2,623	6	<b>Total Grants-in-Aid</b>			
					<b>Distribution by Fund and Object</b>			
					Grants:			
---	2,623	---	2,623	6				
					04	---	---	---
<u>27,475</u>	<u>3,340</u>	<u>-12,161</u>	<u>18,654</u>	<u>12,234</u>	<b>Grand Total State Appropriation</b>			
						<u>17,475</u>	<u>17,475</u>	<u>17,475</u>

**Language Recommendations -- Direct State Services - General Fund**

Unless otherwise indicated, funds hereinabove appropriated may be allotted by the Director of the Division of Budget and Accounting to the various departments and agencies.

Notwithstanding the provisions of N.J.S. 2A:153-1 et seq., there is allocated at the discretion of the Governor, an amount up to \$50,000, from the Special Purpose amount hereinabove appropriated to meet any condition of emergency or necessity, as a reward for the capture and return of Joanne Chesimard.

There are appropriated to the Emergency Services Fund such sums as are required to meet the costs of any emergency occasioned by aggression, civil disturbance, sabotage, or disaster as recommended by the Emergency Services Council and approved by the Governor, and subject to the approval of the Director of the Division of Budget and Accounting. In the event that the Emergency Services Council is unable to convene due to any such emergency described above, there shall be appropriated to the Emergency Service Fund such sums as are required to meet the costs of any such emergency described above, and payments from the Fund shall be made by the State Treasurer upon approval of the Governor and the Director of the Division of Budget and Accounting.

The unexpended balance at the end of the preceding fiscal year in the Governor's Contingency Fund is appropriated for the same purpose. 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.

The unexpended balance at the end of the preceding fiscal year in Payment of Military Leave Benefits is appropriated for the same purpose.

**70. GOVERNMENT DIRECTION, MANAGEMENT, AND CONTROL**  
**74. GENERAL GOVERNMENT SERVICES**  
**9430. SALARY INCREASES AND OTHER BENEFITS**

**APPROPRIATIONS DATA**  
(thousands of dollars)

Year Ending June 30, 2010					Year Ending June 30, 2012			
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended	Prog. Class.	2011 Adjusted Approp.	Requested	Recommended
					<b><u>DIRECT STATE SERVICES</u></b>			
					<b>Distribution by Fund and Program</b>			
16,844	160,888	-72,072	105,660	8,420	05	-16,940	108,462	108,462
<u>16,844</u>	<u>160,888</u>	<u>-72,072</u>	<u>105,660</u>	<u>8,420</u>	<b>Total Direct State Services</b>			
					<b>Distribution by Fund and Object</b>			
					Special Purpose:			
24,370								
-18,026 <sup>S</sup>	160,888	-72,072	95,160	---	05	-29,440 <sup>(a)</sup>	95,962	95,962
10,500	---	---	10,500	8,420	05	10,500	---	---
						2,000 <sup>S</sup>	12,500	12,500
<u>16,844</u>	<u>160,888</u>	<u>-72,072</u>	<u>105,660</u>	<u>8,420</u>	<b>Grand Total State Appropriation</b>			
						<u>-16,940</u>	<u>108,462</u>	<u>108,462</u>

# INTERDEPARTMENTAL ACCOUNTS

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## Notes -- Direct State Services - General Fund

- (a) The fiscal year 2011 appropriation has been adjusted for salary program allocations transferred to agency budgets with additional need covered by prior year balances.

## Language Recommendations -- Direct State Services - General Fund

The sums hereinabove appropriated to the various State departments, agencies or commissions for the cost of salaries, wages, or other benefits shall be allotted as the Director of the Division of Budget and Accounting shall determine.

Notwithstanding the provisions of any law or regulation to the contrary, including R.S.34:15-49 and section 1 of P.L.1981, c.353 (C.34:15-49.1), the State Treasurer, the Chairperson of the Civil Service Commission, and the Director of the Division of Budget and Accounting shall establish directives governing salary ranges and rates of pay, including salary increases. The implementation of such directives shall be made effective at the first full pay period of the fiscal year as determined by such directives, with timely notification of such directives to the Joint Budget Oversight Committee or its successor. Such directives shall not be considered an "administrative rule" or "rule" within the meaning of subsection (e) of section 2 of P.L.1968, c.410 (C.52:14B-2), but shall be considered exempt under paragraphs (1) and (2) of subsection (e) of section 2 of P.L.1968, c.410 (C.52:14B-2), and shall not be subject to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.). Nothing herein shall be construed as applicable to the Presidents of the State Colleges, Rutgers, The State University, the University of Medicine and Dentistry of New Jersey and the New Jersey Institute of Technology.

No salary range or rate of pay shall be increased or paid in any State department, agency, or commission without the approval of the Director of the Division of Budget and Accounting. Nothing herein shall be construed as applicable to unclassified personnel of the Legislative Branch or unclassified personnel of the Judicial Branch.

Any sums appropriated for Salary Increases and Other Benefits shall be made available for any person holding State office, position or employment whose compensation is paid directly or indirectly, in whole or in part, from State funds, including any person holding office, position or employment under the Palisades Interstate Park Commission.

The unexpended balance at the end of the preceding fiscal year in the Salary Increases and Other Benefits account is appropriated for the same purposes.

In addition to the amount hereinabove appropriated for Unused Accumulated Sick Leave Payments, there are appropriated such sums as may be necessary for payments of unused accumulated sick leave.