

The State of New Jersey BUDGET IN BRIEF

Summary of Budget Recommendations
FISCAL YEAR 2026



**STRONGER, FAIRER,
AND MORE PREPARED
FOR THE FUTURE**

**Philip D. Murphy, Governor
Tahesha L. Way, Lt. Governor**

State of New Jersey

The Governor's FY2026 Budget Budget in Brief



Philip D. Murphy, Governor
Tahesha L. Way, Lt. Governor

Elizabeth Maher Muoio
State Treasurer

Tariq S. Shabazz
Acting Director

Hannah R. Good
Deputy Director

Carisa M. Marone
Associate Director

Jenna C. Rodriguez
Assistant Director

Gina M. Quinn
Assistant Director

Office of Management and Budget

February 2025

This document is available via the Internet at <http://www.state.nj.us/treasury/omb/>

A Letter from Governor Philip D. Murphy	1
Stronger, Fairer, and More Prepared for the Future	4
The FY2026 Budget	8
A Summary of the State Budget.....	8
Fiscal Responsibility.....	10
Tax Relief.....	12
Pre-K to 12 Education	15
Higher Education.....	18
Labor and Workforce Development.....	20
Health Care and Social Services.....	22
Law and Public Safety.....	32
Housing.....	37
Economic Growth	38
Transportation and Infrastructure	40
Energy and Environment.....	42
State Operations and Initiatives	46
Federal Funds Overview	48
Revenue Outlook	50
Economic Performance and Outlook.....	50
FY2025 and FY2026 Revenues	53
Gross Income Tax.....	54
Sales Tax	55
Corporation Business Tax.....	56
Other Major and Miscellaneous Tax Revenues	57
Tables and Schedules	60
Appendix	64



STATE OF NEW JERSEY

PHILIP D. MURPHY
GOVERNOR

**FISCAL 2026 BUDGET
OF
PHILIP D. MURPHY
GOVERNOR OF NEW JERSEY
TRANSMITTED TO THE SECOND ANNUAL SESSION
OF THE TWO HUNDRED TWENTY FIRST LEGISLATURE**

Mr. President, Mr. Speaker, and Members of the Legislature:

In accordance with the provisions of C.52:27B-20, I hereby present my budget recommendations for fiscal 2026.

This document provides a summary of my recommendations and outlines the key aspects of my overall financial plan for the governmental services to be provided by the State to the residents of New Jersey.

The budget detail, including information on specific line items of appropriations, will be transmitted separately to the Legislature.

Respectfully submitted,

PHILIP D. MURPHY
Governor of New Jersey

Attest:

Kate E. McDonnell
Chief Counsel to the Governor
February 25, 2025

A Letter from Governor Philip D. Murphy

Dear Senate President Scutari, Assembly Speaker Coughlin, Members of the 221st Legislature, and the People of New Jersey:

I am honored to present my proposed budget for the 2026 Fiscal Year.

With this budget, we will continue building a New Jersey that is stronger, fairer, and more prepared for the future. We will move forward in meeting our sacred obligations to the people of New Jersey and paying our debts. We will confront our state's fiscal challenges both honestly and responsibly. And, most of all, we will continue making progress in delivering economic security and opportunity to every New Jerseyan.

Now, importantly, in our ongoing efforts to put New Jersey's budget back into balance, this proposal also includes hard decisions. The reality is: we need to cut spending on programs we value in order to preserve funding for our most critical priorities. But, as always, every decision in this budget has been made to achieve a singular goal: supporting the working families of New Jersey, who are dealing with rising prices and global uncertainty.

That is precisely why our budget proposal will provide more property tax relief to the people of New Jersey than any administration in history by maintaining a generous ANCHOR program, continuing the Senior Freeze program, and launching Stay NJ to make it easier for our state's senior citizens to remain in their homes. Altogether, this budget will put nearly \$4.3 billion back into the pockets of New Jersey's taxpayers through direct property tax relief. At the same time, we will provide over \$750 million through programs like the Child Tax Credit, the Child and Dependent Care Tax Credit, and the Earned Income Tax Credit. Additionally, we are introducing a new sales tax exemption for cribs and other critical baby supplies to make life more affordable for more families.

Our budget will also build upon the progress we have made in fully funding our pension system (for the fifth straight year), public education system, and women's health care. And we are meeting every one of these obligations while also maintaining a strong budget surplus and reducing the structural deficit, so that the next Governor is not forced to make draconian budget cuts that will hurt our most vulnerable families. In fact, with this proposal, our Administration will leave the next Governor with a surplus that is more than 15 times greater than the one I inherited.

As always, building New Jersey's future begins with our public schools. And this budget provides the single-largest investment into New Jersey's public education system in our state's history, including \$1.3 billion for pre-K and \$12.1 billion for K-12 schools. Furthermore, in order to ease volatility in the school funding process, we will ensure that no school district loses more than three percent of its aid from one year to the next. Crucially, this investment marks the second year in which we have fully funded our K-12 schools.

And this is not only an investment in the future of our students, but the future of our entire state. It is an investment that will support our educators, who are the backbone of New Jersey's best-in-the-nation public education system. And it is an investment in our people and small businesses, who will save money on their property taxes with every additional dollar we invest into our public schools at the state level.

This budget will also continue our efforts to create economic opportunities in every community—by investing in health care, housing, workforce development, small businesses, and more.

It also builds upon our success in reviving New Jersey's reputation as a bedrock for revolutionary innovation. Our proposal includes a number of investments that will help cement our leadership in emerging industries like clean energy, fintech, filmmaking and television production, generative artificial intelligence, and more.

With this budget proposal, we are also moving forward in building a stronger and fairer criminal justice system. With our past reforms, and the new reforms to technical parole violations that I am proposing, we will continue to drive down violent crime rates, incarceration rates, and recidivism. And, through these reforms, we will be able to begin to close a State prison, which will save taxpayers money for years to come.

We are also proposing a number of additional investments that will strengthen the economic security of our state's working families, as well as parents with newborns. Our budget will provide new funding so that new parents who work in State government can take the parental leave that they are entitled to, without any loss of income. And we will add almost \$13 million to expand Family Connects NJ, so that new parents all across New Jersey will be able to receive home visits by trained nurses in the weeks immediately after birth.

Moreover, we are standing firm in defending the fundamental rights and freedoms of every New Jerseyan, from voting rights to LGBTQ+ rights to civil rights to reproductive rights. In fact, this budget contains more than \$50 million to protect and expand access to family planning services, bolster state-of-the-art health care facilities, and grow New Jersey's reproductive health care workforce with a new OB/GYN initiative that will recruit reproductive health care professionals from other states, especially those in which health care providers are being targeted by anti-choice policies.

This budget also delivers on our promise to fully fund NJ TRANSIT. The Corporate Transit Fee will be fully dedicated to supporting New Jersey's mass transit system, ensuring it has an additional stable revenue stream as ridership continues to adapt to the post-COVID reality. And, with this budget, we are also moving forward in replacing every single outdated train and bus that remains in NJ TRANSIT's fleet to fully modernize the agency and make our public transit system more accessible and more reliable for our families.

While this budget is the final budget I will propose as Governor, it reflects our ongoing and unrelenting commitment to ensuring New Jersey remains the best place to raise a family. This proposal will help deliver economic security and opportunity to every New Jerseyan, so working families feel more confident about making their future in the Garden State. It will help every student and worker find their place in the economy of tomorrow, and help ensure that every senior can enjoy the dignified retirement they've earned.

And more than anything, our budget will strengthen New Jersey's economic foundation, so we live up to our most sacred responsibility of all: leaving our children a state that is better than we found it.

I look forward to working with you.

Sincerely,



Philip D. Murphy
Governor

Stronger, Fairer, and More Prepared for the Future

Chapter 1: Stronger, Fairer, and More Prepared for the Future

The Fiscal Year 2026 (FY2026) budget proposal is Governor Murphy's last. Although 2025 may be a challenging year, this budget builds upon seven years of investments that have fundamentally changed New Jersey and ensures that the Murphy Administration will run through the tape. The Governor's budget makes strategic investments to strengthen the economic security of – and lower costs for – every New Jerseyan. It upholds our obligations to the people of New Jersey by funding the State's public pension system, public education system, and reproductive health care – while also spending responsibly and building a robust foundation for New Jersey's economic future.

Prioritizing Affordability: The Governor's budget proposal makes historic investments in the state's students and seniors, as well as housing and health care. Since 2018, the State has invested billions of dollars more into making New Jersey more affordable and strengthening our nation-leading public schools.

- **Direct Property Tax Relief:** When Governor Murphy took office, the State provided \$1 billion in Direct Property Tax Relief and the average homeowner benefit provided under the Homestead Benefit program was \$246. In FY2025, the State will spend over \$3.5 billion and the average homeowner benefit under the Affordable New Jersey Communities for Homeowner and Renters (ANCHOR) program is over \$1,500. This year, the Governor proposes implementing the Stay NJ program, which will significantly reduce property taxes for more than 432,000 senior homeowners. Over two million homeowners and tenants will benefit from ANCHOR in FY2026, and over 235,000 seniors will receive a benefit from the Senior Freeze program, proposed at \$239 million.
- **K-12 Education:** In FY2025, this Administration became the first to fully fund the school funding formula. Governor Murphy again proposes a record breaking \$12.1 billion for K-12 schools in FY2026, a more than \$3.9 billion increase since FY2018. This proposal also addresses district feedback about the formula by capping losses and reducing input volatility. As part of the Governor's commitment to improving learning outcomes, the budget proposal includes \$10.5 million to support high-impact tutoring and accelerate the transition to phone-free schools.
- **Pre-K:** The FY2026 budget proposes \$1.3 billion for Preschool Education Aid. Since 2018, the Murphy Administration has expanded pre-K to 229 school districts and created nearly 20,000 new seats. The Governor looks forward to working with the Legislature this year to codify pre-K aid and require access to full day kindergarten. The Administration will also propose district cost-sharing as part of FY2026's expansion grants to create a stable path for universal pre-K.
- **Housing:** Since 2018, the Murphy Administration has invested over \$108 million from the Affordable Housing Trust Fund and over \$560 million from the State Fiscal Recovery Fund to increase and preserve the supply of affordable housing. The budget proposal includes \$40 million more for the Down Payment Assistance program. Since FY2022, the Administration has invested \$125 million to help thousands of homeowners purchase their first homes.
- **Health Care:** The Administration remains committed to providing affordable health care to all New Jerseyans. In January, over 513,000 people signed up for GetCovered NJ. FamilyCare will continue to cover children as part of the Cover All Kids program, and the

Stronger, Fairer, and More Prepared for the Future

State will spend \$61.2 million on the Pharmaceutical Assistance to the Aged and Disabled (PAAD) and Senior Gold prescription discount programs, which help nearly 150,000 seniors and those with disabilities. Since FY2018, the State will have increased support for hospitals through direct subsidy programs by nearly \$2.9 billion. New Jersey has also become a leader in reducing medical debt. The State enacted legislation to improve consumer protections last summer and has forgiven \$246 million so far with Undue Medical Debt. This year the Governor hopes to enact legislation to codify the Office of Health Care Affordability and Transparency and permanently eliminate fees for consumer appeals against insurance carriers.

Committing to Fiscal Responsibility: Governor Murphy has consistently emphasized making decisions for the next generation instead of the next election. In order to leave New Jersey better than he found it, the Governor made difficult decisions in his budget to shore up the State's finances and help the next administration avoid drastic cuts.

- **Pension Payment:** The FY2026 budget proposal includes \$7.2 billion for the State's pension system. The Murphy Administration expects to pay \$47 billion in total pension contributions since FY2019, almost four times the total amount contributed by the previous six governors combined. If the full payments had been made, the State could have paid approximately \$5 billion between FY2022 and FY2026 instead of \$35 billion.
- **Surplus:** Governor Murphy's FY2026 budget includes a \$6.3 billion surplus, compared to a \$409 million surplus from the last appropriations act signed by the previous Governor. A robust surplus is critical in these uncertain times. When the Trump Administration temporarily froze Medicaid payments in late January, the State needed to be ready to quickly pay over \$1 billion to maintain services.
- **Spending Reductions:** To maintain a significant surplus and meet the State's obligations, the budget proposal includes nearly \$2 billion in appropriation reductions from FY2025. This includes cuts to or the elimination of many worthwhile programs that the Governor has supported. The Murphy Administration has consistently aimed to do more while spending less, and the full-time employee count still remains below that of the last administration.
- **State Operations:** The budget proposal includes using over \$220 million from the Debt Defeasance and Prevention Fund to ensure the construction of a new female correctional facility, fulfilling a promise from 2021 after the Governor began the process of relocating the Edna Mahan Correctional Facility for Women. The Governor also hopes that the Legislature will codify the Office of Innovation this year to ensure that their work improving resident services is continued in future administrations.

Building the Economic Future: The Murphy Administration has made monumental progress in securing new rights for workers and positioning the people of New Jersey to lead the industries of the future. By the end of the year, the Administration will have invested nearly \$100 million into expanding apprenticeship, pre-apprenticeship, and other vocational programs. Over the past seven years, New Jersey has also emerged as a global leader in a number of emerging industries.

- **Innovation:** Governor Murphy has been laser focused on growing the innovation economy. The proposed budget includes an additional \$20 million for Strategic Innovation Centers,

Stronger, Fairer, and More Prepared for the Future

which will have received \$250 million since FY2022. The Governor also supports passing legislation this year that would align New Jersey with the federal tax treatment for Qualified Small Business Stock and reform the Angel Investor Tax Credit to encourage investment in new businesses.

- **Manufacturing:** Governor Murphy hopes that this will be an age of a New American Industrialism and that New Jersey can grow its manufacturing sector. This year, the Governor will introduce a new tax credit that will incent companies around the globe to manufacture next-generation products in New Jersey. Under this Administration, the manufacturing sector has grown in New Jersey and the State has provided \$65 million from the Manufacturing Voucher Program.
- **Transportation and Infrastructure:** In March 2024, Governor Murphy and the Legislature reauthorized the Transportation Trust Fund (TTF), avoiding a shutdown of transportation projects like in the last administration. In FY2026, the TTF will provide billions of dollars more for the statewide transportation infrastructure. The State also enacted a Corporate Transit Fee last year. In FY2026, NJTRANSIT will receive over \$815 million from this additional dedicated funding stream, saving our mass transit system from what would have been massive service cuts.
- **Clean Energy:** In his first month in office, Governor Murphy signed an executive order directing New Jersey to return to the Regional Greenhouse Gas Initiative. Since then, the State has received over \$800 million from auction revenues, and has planned spending of approximately \$621 million on initiatives including clean transportation and de-carbonization. The State has also spent \$148 million on the Charge Up New Jersey program since 2019, and this budget includes an additional \$50 million from the Clean Energy Fund to make it more affordable to purchase electric vehicles.

Championing New Jersey Values: This budget proposal advances the Governor's goal to ensure New Jersey remains the best place to raise a family. It will also allow the Administration to uphold its commitment to defending the fundamental rights of every New Jerseyans, from civil rights, to voting rights, to LGBTQ+ rights, to reproductive rights, to every right in between.

- **Reproductive Health:** Since 2018, the Murphy Administration has spent \$268 million on family planning services and other reproductive health programs, after they were completely defunded by the last administration. The proposed budget includes \$52 million for these programs, and launches a new incentive program for OB/GYNs who want to move to New Jersey so they can provide health care without oppressive government restrictions.
- **Maternal Health:** This budget aims to cement the work of Nurture NJ, First Lady Tammy Murphy's maternal and infant health initiative. Since Nurture NJ was launched, the Governor has signed over 70 pieces of maternal and infant health legislation. The budget proposal supports the Maternal and Infant Health Innovation Authority created in 2023, and \$35.8 million for Family Connects NJ. This nation-leading program is now available in 11 counties and has provided over 2,500 in-home nurse visits to families with newborns.
- **Protecting American Ideals:** The Murphy Administration has consistently worked to expand access to democracy by both making it easier to vote and welcoming new voters. This budget continues to fund early voting, and creates a new challenge to encourage

Stronger, Fairer, and More Prepared for the Future

districts to follow Newark in letting 16- and 17-year-olds vote in local school board elections. The Governor also proposes doubling the line-item for the Office of New Americans to support recent immigrants who are here in compliance with federal law as they settle in. Finally, the Governor proposes additional funding for the Attorney General's Project for Federal Accountability. This initiative ensures that New Jerseyans' rights are being protected by the State's top attorneys—including from attacks on our constitutional rights coming out of Washington.

- **Public Health:** The Murphy Administration has led in improving public health across multiple fronts. Environmental health investments include the commitment of \$180 million through 2024 in American Rescue Plan funds to limit lead exposure. This budget proposal also includes new funding to implement legislation signed last fall to prevent the spread of Legionella, which can cause Legionnaire's disease. The budget continues to support programs that combat the national opioid crisis. Last year, the State allocated over \$120 million from the Opioid Recovery and Remediation Fund. New Jersey is now starting to see meaningful reductions in overdose deaths across all racial and ethnic groups. The State has also met its goal of approving a Harm Reduction Center in every county last year. In the past two years, the Department of Health has authorized over 40 Harm Reduction Centers, up from seven when Governor Murphy took office.
- **Public Safety:** In 2024, New Jersey saw the fewest shooting victims for the second straight year since tracking began. This budget continues important public safety investments in ARRIVE Together and violence intervention and trauma recovery programs. With this budget, these programs will have received over \$150 million in state and federal funds since 2018. The Murphy Administration will also use 2025 to advance additional criminal justice reforms, including the Governor's historic clemency initiative and technical parole violation reform. If enacted, technical parole violation reform could allow for the closure of East Jersey State Prison. Through these initiatives and its nation-leading low recidivism rate, New Jersey continues to show that public safety does not rely on mass incarceration.

The FY2026 Budget

A Summary of the State Budget

- The FY2026 budget presented by Governor Murphy recommends appropriations totaling \$58.1 billion.

FY2026 Budget

(In Millions)

	FY2025	FY2026	Change	
	Adjusted		Budget	\$
	Approp.	Budget	\$	%
Opening Surplus (Undesignated)	\$ 8,819	\$ 7,790		
Open Space Reserve	331	52		
Surplus Revenue Fund	322	-		
Revenues				
Income	\$ 20,267	\$ 21,112	845	4.2
Sales	13,748	14,464	716	5.2
Corporation	4,464	4,229	(235)	(5.3)
Corporate Transit Fee	1,023	868	(155)	(15.2)
Business Alternative Income Tax	4,043	4,158	115	2.8
Other	11,325	11,977	652	5.8
Total Revenues	\$ 54,870	\$ 56,808	1,938	3.5
Lapses	1,624	-		
Total Resources	\$ 65,966	\$ 64,650		
Appropriations				
Original	\$ 56,686	\$ 58,054		
Supplemental	1,438	-		
Total Appropriations	\$ 58,124	\$ 58,054	(70)	(0.1)
Ending Open Space Reserve	(52)	(291)		
Ending Surplus Revenue Fund Balance	-	-		
Projected Ending Undesignated Surplus	\$ 7,790	\$ 6,305		
Combined Ending Surplus	\$ 7,790	\$ 6,305		

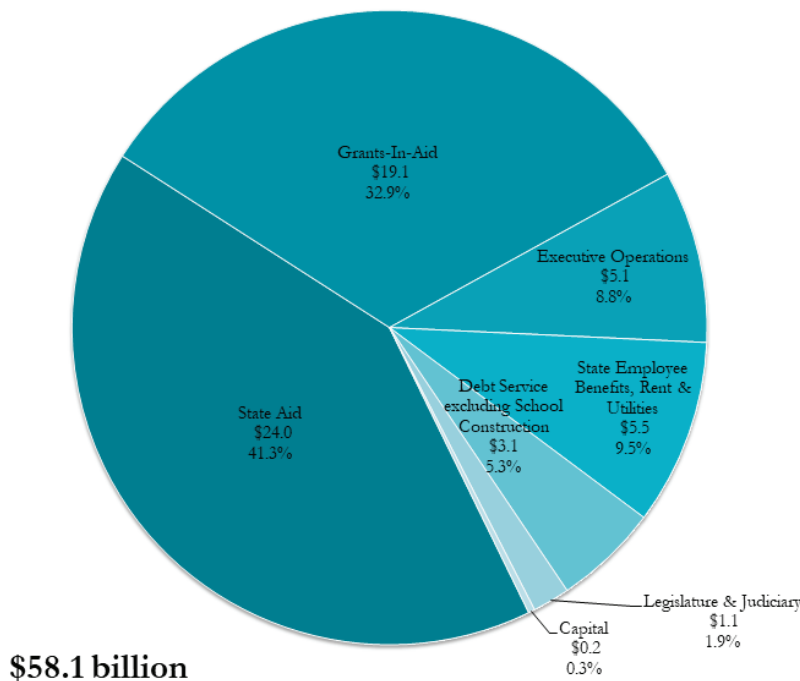
The FY2026 Budget

- More than 41% of the State budget will be distributed through school aid to districts, or municipal aid payments to towns and cities across New Jersey. Appropriations of this type are referred to in the budget as State Aid, and total \$24 billion.
- Over half of the remaining budget, or 32.9% of the total, is used by State government to purchase services that directly benefit residents in need. These services, which include health care coverage for low-income residents and community-based support for those with disabilities, are categorized as Grants-In-Aid and total \$19.1 billion.
- Debt Service (excluding school construction, which is a form of State Aid) will be \$3.1 billion, over 5% of the budget.
- Executive Operations, which represents the various direct costs of running State government, is \$5.1 billion, or 8.8% of the total FY2026 budget.

The revenues that will support the FY2026 budget are anticipated to be \$56.8 billion.

Building the FY2026 Budget

(In Billions)



Executive Operations: includes adult prison and juvenile facilities, State Police and law enforcement, children and families, human services and mental health institutions, and veterans' homes.

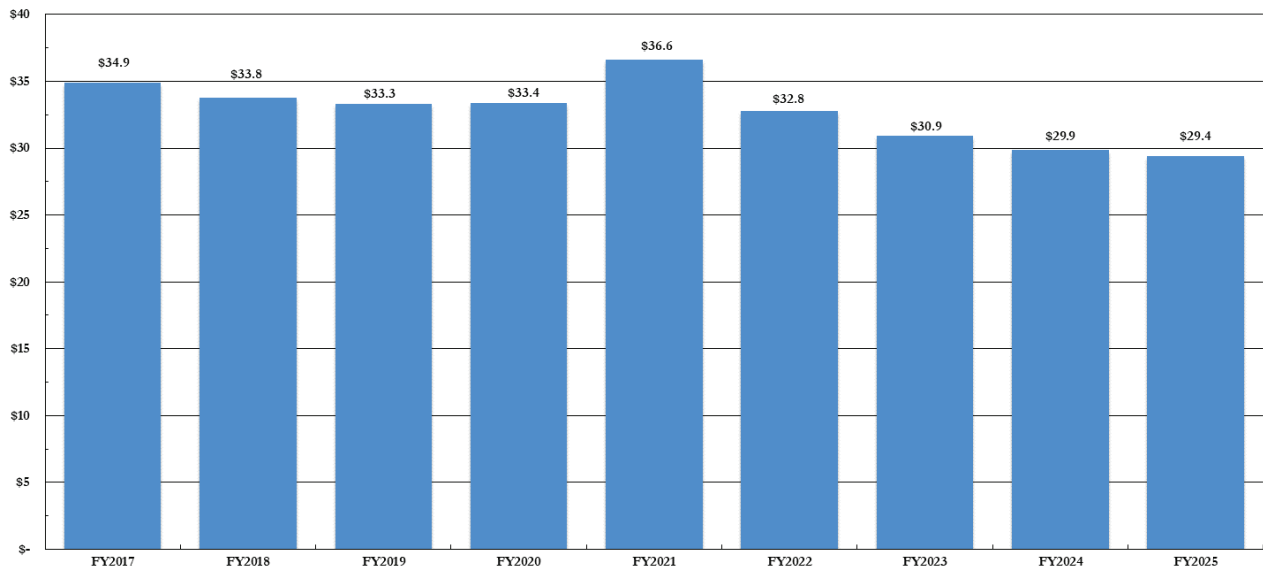
Grants-In-Aid: includes property tax relief programs, NJ FamilyCare, child protection, the Children's System of Care, services and programs to support individuals with intellectual and developmental disabilities, and support for higher education.

State Aid: includes education aid programs, school construction debt, municipal aid, income assistance programs, and aid to county colleges.

Fiscal Responsibility

Governor Murphy has made it a priority to meet the State’s financial obligations, rather than continuing past practices of deferring our payments and selectively skipping out on our commitments. At the same time, he has ensured that the State is prepared to meet challenges in the future. These efforts have been recognized by the four bond ratings agencies, which have collectively upgraded the State’s credit rating seven times in the past three years. These upgrades are already starting to save taxpayers tens of millions of dollars in future interest payments. The Administration has paid down debt and minimized the new debt it has taken on. Over the last four years, the State has defeased a total of \$3.998 billion in bond principal, saving taxpayers \$1.358 billion in interest.

Total Outstanding State-Backed Bonds
(In Billions)



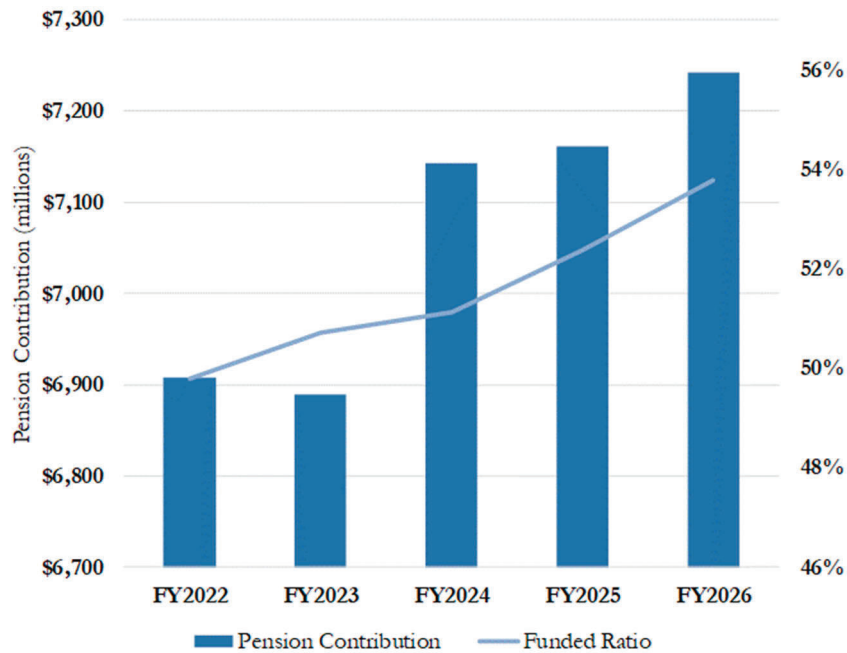
The amount shown represents outstanding original issued principal; interest and premium are not included.

Governor Murphy’s administration has made historic strides in fiscal responsibility, achieving four consecutive full pension payments and positioning the state to make a fifth in FY2026. This marks a sharp contrast to past administrations, which consistently underfunded pension obligations, driving up liabilities and weakening the State’s financial stability.

With a recommended \$7.2 billion contribution in FY2026, including revenue from the State lottery under the Lottery Enterprise Contribution Act, the Administration has significantly reduced unfunded liabilities and strengthened the pension system’s financial foundation. Under Governor Murphy’s leadership, total pension contributions are on track to exceed \$47 billion – almost four times the combined contributions of the previous six governors. Without this unprecedented commitment, the funded ratio of the retirement plans would have declined sharply. Instead, it has steadily increased, and is expected to reach a projected 53.8% in FY2026.

Governor Murphy’s prudent and fiscally responsible leadership has not only reversed the trend of underfunding but also reduced long-term taxpayer costs, stabilized the pension system, and strengthened New Jersey’s financial position—helping to mitigate the risk of future tax increases to cover pension shortfalls.

Pension Contribution and Funded Ratio

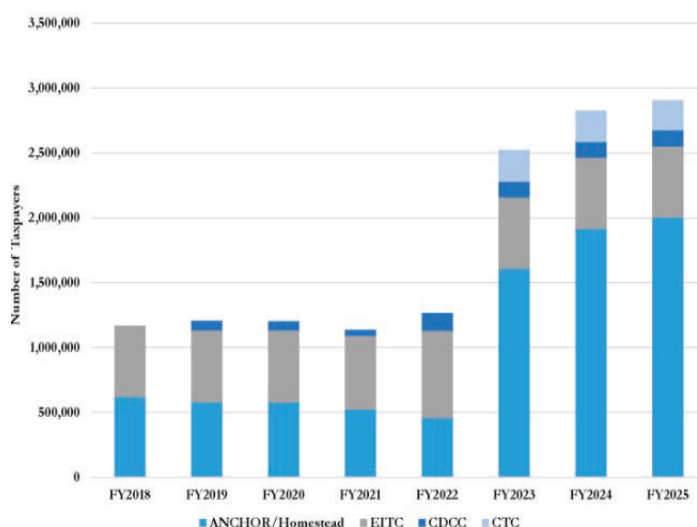


The prudent fiscal management of this Administration and its partners in the Legislature have helped to prepare the State for the tighter climate we are facing now, with most pandemic-related federal aid allocated and State revenues softening. The substantial surplus built up over the past several years can help prevent the need for deep spending cuts or tax increases. However, some belt-tightening is still necessary to ensure that we can continue to meet the State’s vital commitments in future years. For that reason, this budget recommends eliminating most of the uncompetitive direct grant programs in last year’s budget, and it proposes significant reductions to many older direct grants and reductions to many formulaic and competitive grant programs that have been established or grown substantially in recent years.

Tax Relief

This budget continues the historic tax relief to working families through programs created or expanded through laws enacted during the Murphy Administration, including the Child Tax Credit, Child and Dependent Care Credit, and Earned Income Tax Credit. These programs have collectively provided \$3.4 billion in tax relief since 2018. Forty-nine percent of the FY2026 budget recommendation, or \$28.5 billion, supports direct and indirect property tax relief programs. These programs include school aid, municipal aid, direct property tax relief to taxpayers, and other local aid.

Program Participation in Tax Relief Programs



Funding for Property Tax Relief

3.4% Increase
(In Millions)

<u>Programs</u>	<u>FY2025 Adjusted Approp.</u>	<u>FY2026 Budget</u>	<u>Change \$</u>	<u>%</u>
School Aid ¹	\$ 20,866.7	\$ 21,303.5	436.8	2.1
Direct Property Taxpayer Relief ²	3,540.2	4,275.5	735.3	20.8
ANCHOR Property Tax Relief Program	2,359.7	2,431.6	71.9	3.0
Property Tax Deduction Act	926.5	968.5	42.0	4.5
Stay NJ Property Tax Credit Program ³	-	600.0	600.0	-
Senior and Disabled Citizens' Property Tax Freeze	215.4	239.3	23.9	11.1
Veterans' Property Tax Deductions	32.4	30.1	(2.3)	(7.1)
Senior and Disabled Citizens' Property Tax Deductions	6.2	6.0	(0.2)	(3.2)
Municipal Aid	1,632.2	1,652.2	20.0	1.2
Other Local Aid	1,491.9	1,238.9	(253.0)	(17.0)
Total Property Tax Relief	\$ 27,531.0	\$ 28,470.1	939.1	3.4

¹ FY2025 and FY2026 amounts exclude \$875.2 million and \$882.4 million, respectively, in pension contributions funded from the Lottery Enterprise Contribution Act. Direct Property Taxpayer Relief includes Property Tax Deductions supported through the Gross Income Tax.

² FY2026 continues these programs unaltered.

³ The FY2026 Stay NJ amount includes the \$280 million appropriation plus \$320 million in "lockbox" resources appropriated in prior years, which were set aside for the FY2026 benefit program.

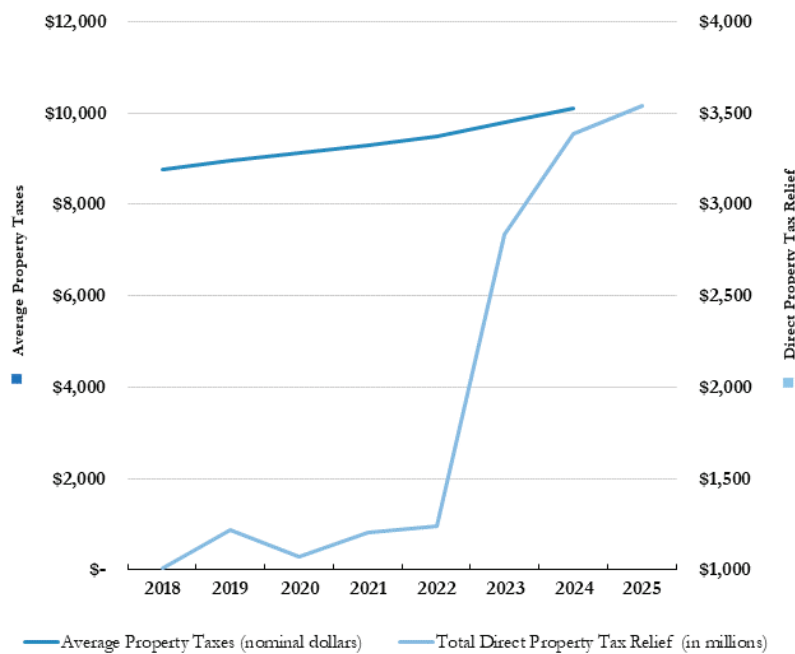
The FY2026 Budget

Inflation is continuing to drive increases in property taxes, but the average property tax bill has grown much less during the Murphy Administration than in nearly any other state. This cost containment has been possible despite major inflation during this period. Between 2017 and 2023, the Consumer Price Index rose by 24%, while average property taxes have risen only 12.8%. In 2024, the average bill increased by \$292 or 3%, a bit slower than last year’s increase of \$313. Since Governor Murphy took office, New Jersey has seen the lowest cumulative increase for any governor at this point in their term since we began calculating average property taxes.

Change in Average Property Taxes, 2017-2023	
Florida	44.76%
Texas	35.13%
50-State Average	29.70%
New York	21.10%
Delaware	20.00%
Northeast Region	17.30%
Maryland	16.90%
Connecticut	13.90%
New Jersey	12.80%

This Administration, in partnership with the Legislature, has provided more than twice as much direct property tax relief than any prior administration. Fiscal Year 2026 will mark the fourth year of the Governor’s historic Affordable New Jersey Communities for Homeowners and Renters (ANCHOR) Program, and the first half year of the new Stay NJ program. In FY2026, ANCHOR is expected to provide direct property tax relief for nearly 1.4 million homeowners and over 717,000 renters. The budget estimates that over 432,000 senior homeowners will be eligible for a benefit under the new Stay NJ program. Because this budget only covers the first six months of tax year 2026, it will support payments up to 50% of the property taxes owed by eligible recipients up to a maximum of \$3,250, in accordance with the recommendations of the Stay NJ Task Force.

Direct Property Tax Relief Growth Exceeds Average Property Tax Increases



Municipal Aid

To help our cities and towns provide high-quality services and keep their property taxes down, the FY2026 budget includes over \$1.6 billion in municipal aid. With the assistance of the Shared Service Czars appointed by Governor Murphy in May 2018, over 120 Local Efficiency Achievement Program (LEAP) grants have been issued, amounting to over \$18 million since 2020. The Department of Community Affairs has received over 3,800 shared service agreements since 2019, with nearly 1,800 active agreements today.

Active Shared Service Agreements by Year

<u>Year</u>	<u>Agreements</u>
2016	1,436
2017	1,479
2018	1,594
2019	1,614
2020	1,648
2021	1,679
2022	1,688
2023	1,744
2024	1,759

Municipal Aid

(In Millions)

	FY2025 Adjusted Approp.	FY2026 Budget	Change	
			\$	%
Consolidated Municipal Property Tax Relief Aid (CMPTRA) / Energy Tax Receipts	\$ 1,454.9	\$ 1,454.9	-	-
Transitional Aid to Localities	126.9	161.9	35.0	27.6
Local Recreational Improvement Grants	20.0	10.0	(10.0)	(50.0)
Trenton Capital City Aid	10.0	10.0	-	-
Open Space Payments In Lieu of Taxes (PILOT)	8.0	8.0	-	-
Shared Services and School District Consolidation Study and Implementation Grants	6.0	2.0	(4.0)	(66.7)
Regional School District Consolidation Feasibility Studies (P.L.2021, c.402)	2.0	1.0	(1.0)	(50.0)
Highlands Protection Fund Aid	4.4	4.4	-	-
Total Municipal Aid	\$ 1,632.2	\$ 1,652.2	20.0	1.2

Beginning in fiscal year 2026, \$40 million of the amount reflected for Transitional Aid to Localities will be funded by the Cannabis Regulatory, Enforcement Assistance, and Marketplace Modernization Fund.

Pre-K to 12 Education

The FY2026 budget provides \$22.2 billion in funding for pre-K to 12 education (including \$882.4 million from the Lottery Enterprise Contribution Act), an increase of \$444 million over the previous year. This includes direct payments for pension and health benefits payments for educators, representing the highest amount of School Aid funding provided in New Jersey history.

K-12 Education Aid

For the first time in history, the FY2025 budget fully funded the school aid formula under the School Funding Reform Act (SFRA), completing a seven-year plan designed in partnership with the Legislature to rebalance school aid among districts. The FY2026 budget builds on this achievement with an additional \$386 million in aid, marking the largest school aid contribution in New Jersey history. Since the Administration took office, school aid will have increased by 48 percent, to \$12.1 billion.

Delivering on the promise he made in his FY2025 budget proposal to review the State school aid formula, Governor Murphy is proposing several FY2026 revisions to support districts and increase predictability. These include: limiting the year-over-year increase or decrease that any district can receive as a percentage of its prior year's aid; using three-year averages for property wealth and income measures to bring greater stability to the formula's measure of a community's capacity to support its education costs; ensuring that the formula's measure of the costs necessary to educate students to the State's academic standards include mental health and up-to-date school security resources; calculating special education aid using actual special education enrollment; and providing a mechanism for additional tax levy growth cap flexibility for some districts.

History of K-12 School Formula Aid

(In Billions)



FY2015 through FY2024 represent the amount that was expended.

This budget includes \$7.5 million in new grant funding to support districts offering high-impact tutoring to students in need of extra academic support. During the COVID-19 pandemic, the State allocated nearly \$50 million in federal funds for high-impact tutoring grants across nearly 300 districts, which has proven to be one of the most effective interventions to improve students' academic performance. The Department has tracked success stories from a wide range of districts, including in Camden, where elementary school students achieved an 80% mean growth in mathematics scores and a 139% mean growth in literacy scores within just a few months.

In August, the Governor signed legislation to improve literacy statewide and establish the Office of Learning Equity and Academic Recovery. This year, the Administration will continue to advance literacy initiatives, help districts implement screening, and leverage a multi-million-dollar federal grant award.

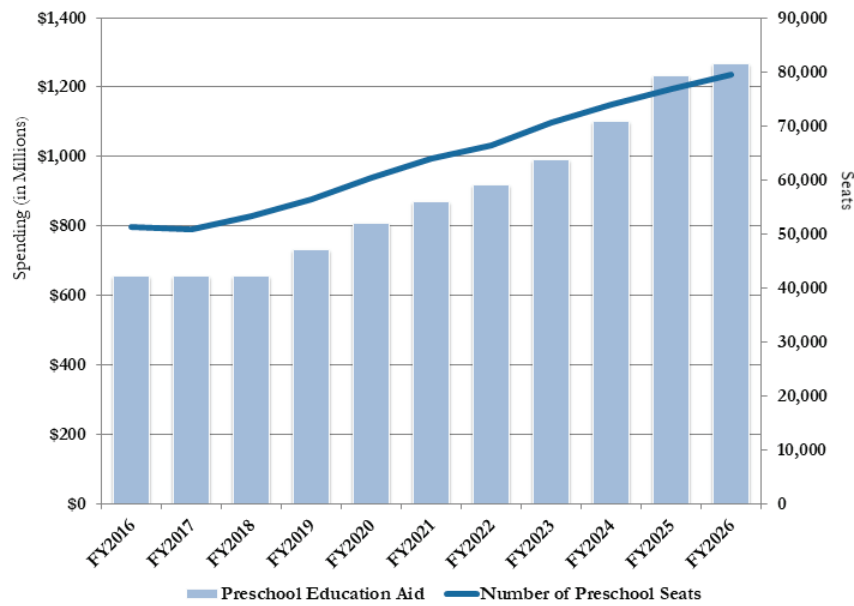
Building on his promise from the State of the State Address, Governor Murphy is proposing \$3 million to support phone-free schools grants, which will enable school districts across the state to invest in tools to limit classroom distractions and create healthier learning environments. Along with this budget, the Governor is also proposing legislation to require every school district to provide full-day kindergarten.

The proposed budget continues funding for computer science education. Since 2018, Governor Murphy's administration has invested over \$9 million in computer science education to support schools in implementing the New Jersey Student Learning Standards in Computer Science. As a result of these efforts, New Jersey's high school participation in computer science has increased from 67% in 2018 to 86% in 2024 as measured by Code.org.

Pre-K

The Murphy Administration has already increased preschool funding by over \$550 million since 2018, making early education available for nearly 20,000 additional children and expanding to cover an additional 229 school districts as part of the Governor’s commitment to universal pre-K. This year, the Governor’s budget includes \$34.6 million in new funding, which fully funds programs that started in FY2025, and uses \$10 million to expand programs into new districts. The Department of Education will also continue to work with school districts and child care providers to advance the mission of universal access to high-quality pre-K programs.

History of Preschool Aid



FY2020 Preschool Education Aid included \$5 million for preschool wrap-around care. This program has been shifted to a standalone appropriation starting in FY2021.

FY2016 through FY2024 represent the amount that was expended.

School Construction

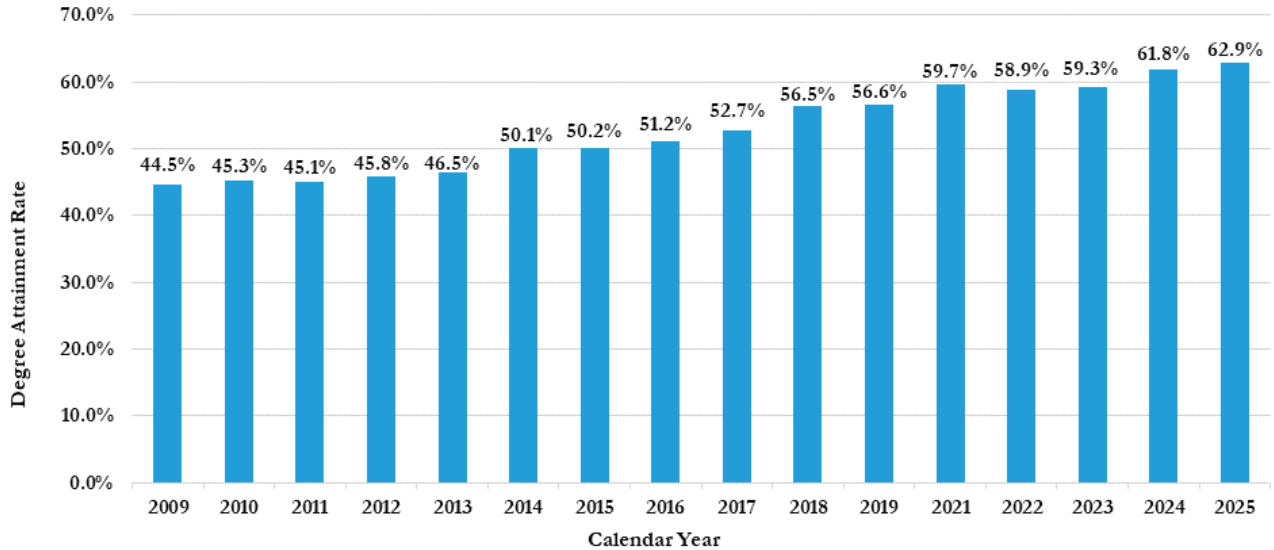
Following the schedule established in FY2023, \$350 million will be made available to the Schools Development Authority in FY2026 for current projects and to help the SDA move forward on projects identified in its Statewide Strategic Plan. An additional \$50 million of General Fund appropriations will also support capital grants in SDA districts to ensure students have safe and modern learning environments.

The Murphy Administration has been a leader in school construction. Since 2018, the SDA has opened 26 school facilities, which have provided more than 20,000 new seats. The efforts of the Murphy Administration have also resulted in \$2.38 billion of new funding available for school facilities projects across the state.

Higher Education

This budget includes more than \$3.1 billion (including \$129.4 million from the Lottery Enterprise Contribution Act) towards direct support of higher education institutions and for programs that provide financial assistance to students. The targeted higher education investments made over the course of the Murphy Administration are evidenced in increasing levels of degree attainment.

New Jersey Degree Attainment Rate



Attainment rate progress percentages are actuals for calendar years 2009 through 2023 and estimates for calendar years 2024 and 2025.

Student Financial Aid

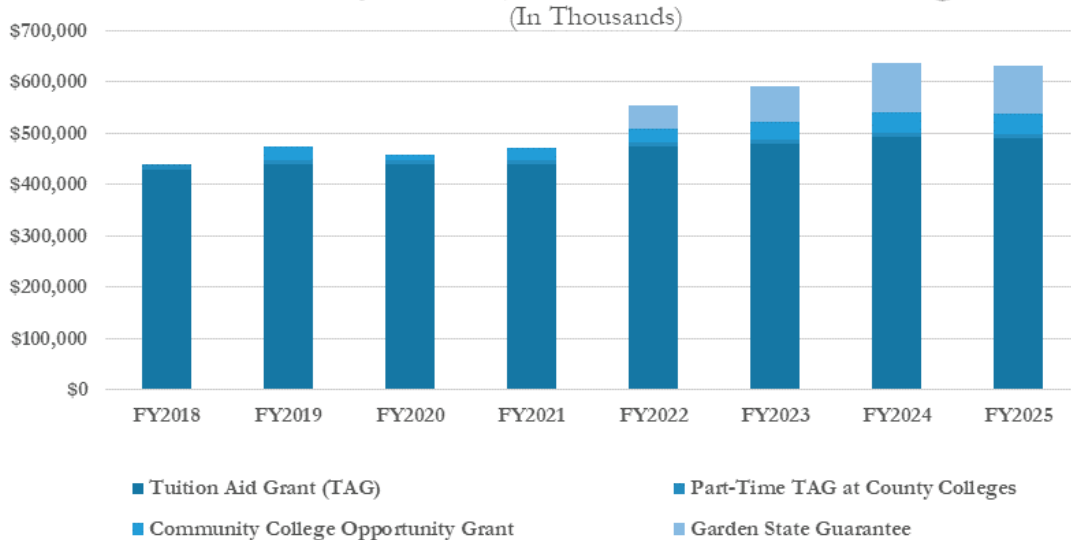
This budget continues Governor Murphy’s commitment to make college education more affordable and accessible to New Jersey’s students. Participation in the Tuition Aid Grant (TAG) program, New Jersey’s flagship student assistance program, shot up in the 2024-2025 academic year due to a simplified FAFSA review process and general enrollment increases in many New Jersey colleges and universities. New Jersey has the highest FAFSA completion rate of any state as of February 2025, at 47.7% of 12th grade students.

The budget proposal also includes nearly \$117 million for New Jersey’s College Promise programs – the Community College Opportunity Grant (CCOG) and Garden State Guarantee (GSG) – enough to ensure that thousands of lower-income students receive a college education at no cost. Both of these programs were created to provide full coverage of tuition and fees for students with annual incomes under \$65,000 and were later expanded to provide lesser benefits for students earning up to \$100,000 per year. Since these programs were created, over 58,500 students have received CCOGs, and over 35,000 students have received GSG awards. In recognition of the State’s fiscal challenges, but keeping the promises made to current students, this budget will not cover the higher income expansions for students who are not already enrolled in College Promise programs.

The FY2026 Budget

In 2021, Governor Murphy signed the College Affordability Act, which offers tax deductions of up to \$10,000 for savers taxpayers with annual household incomes up to \$200,000. In Tax Years 2022 and 2023, approximately 69,000 New Jersey filers benefited annually from these deductions and reduced their income on average by more than \$5,400 each year. The law also created the NJBEST Matching Grant program, which provides a dollar-for-dollar match (up to \$750) for savers with household incomes up to \$75,000 who open a new account. HESAA distributed more than \$1.82 million in matching funds to 2,517 families.

History of Major Student Aid Funding



FY2018 through FY2025 represents the adjusted appropriation.

Institutional Aid

To ensure stability and future success for New Jersey’s institutions of higher education, this budget provides \$685.2 million in institutional support for State colleges and universities, as well as \$149.1 million for county colleges and \$4.6 million for independent institutions of higher education in New Jersey. It also includes \$67.5 million to address high fringe benefit costs faced by public research universities, and to help them become more competitive for federal, State, and privately funded research grants.

Higher Education Institutional Support

(In Thousands)

Sector	FY2018	FY2026	Change
Senior Public Colleges & Universities	\$494,500	\$685,206	38.6%
County Colleges	\$134,123	\$149,123	11.2%
Independent Colleges & Universities	\$1,000	\$4,600	360.0%
Total	\$629,623	838,929	33.2%

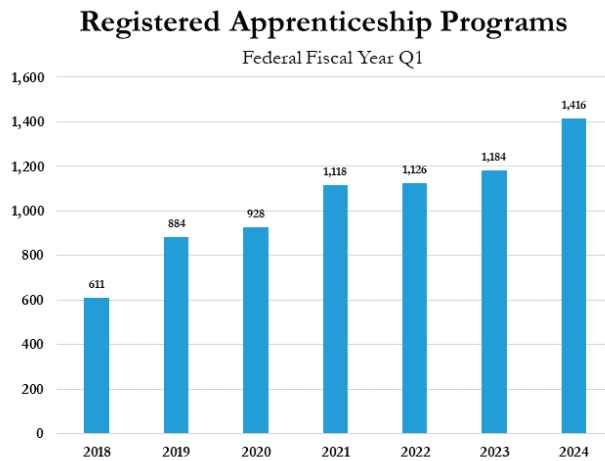
FY2018 represents the adjusted appropriation and FY2026 represents the amount budgeted.

Labor and Workforce Development

Employment and Workforce Development

Achievements in workforce development, benefit system modernization, and enhanced worker protections have set a strong foundation for the future of the Garden State. This includes policies that strengthen and expand the rights of every worker in New Jersey.

With ongoing support, New Jersey continues to be a national leader in workforce development. Since 2018, nearly \$100 million in apprenticeship and work-based learning grants have been awarded, helping to more than double the number of USDOL registered apprenticeship programs. Programs like Growing Apprenticeship in Nontraditional Sectors (GAINS), Pre-Apprenticeship in Career Education (PACE), and Youth Transitions to Work (YTIW) continue to promote diversity in apprenticeships. The number of women apprentices in the state has doubled since 2018. The Builders Utilization Initiative for Labor Diversity (NJBUILD) program also grew substantially, with a record \$7 million awarded in FY2024. This is the highest amount awarded in a single fiscal year during the program’s 15-year history.



Labor Protections

Since 2018, New Jersey has implemented some of the country’s strongest worker protections. The Division of Wage and Hour Compliance continues to ensure fair wages for workers, assessing \$56.6 million in back wages, fees, and penalties this year alone – an increase of more than 300% from the 2018 level of \$13.6 million, demonstrating the Administration’s effective enforcement of more than 40 new and strengthened worker protection laws that have been enacted since the Governor took office. Since 2019, the Division has issued a total of 179 stop-work orders, assessing nearly \$11.8 million in back wages and liquidated damages owed to workers. The NJ Wage Hub was launched in 2023 and became mandatory in 2024; to date, there are nearly 3,300 contractors registered and 600 public entity users with over 135,000 certified payrolls submitted for 14,300 projects. Collaboration with the Office of the Attorney General’s Affirmative Litigation Unit has also strengthened efforts to combat worker misclassification.

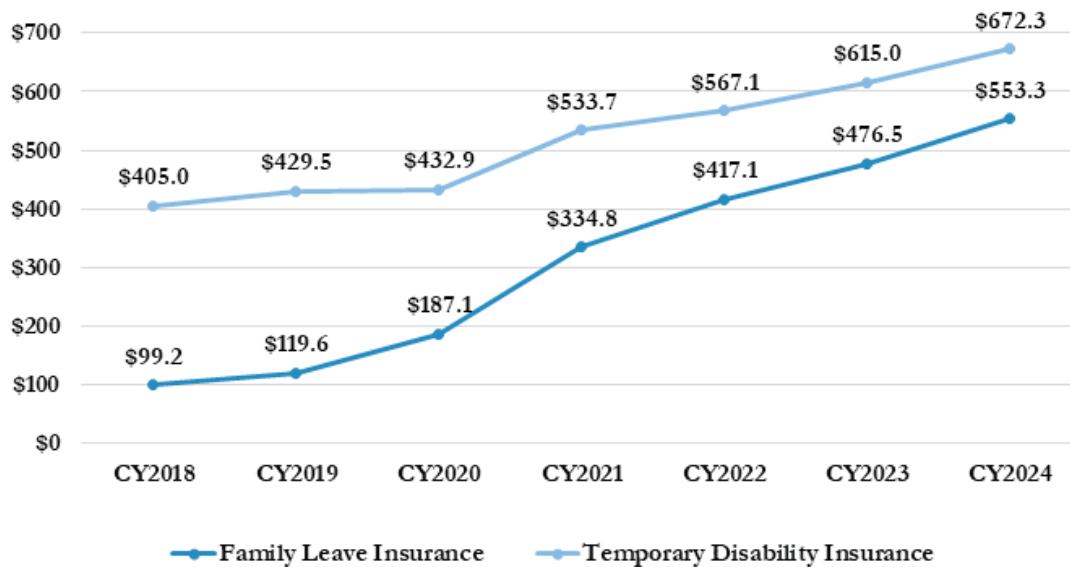
Unemployment and Other Workers' Insurance

During 2024, New Jersey's generous benefits programs were a lifeline to New Jersey workers, providing approximately \$2.7 billion in unemployment insurance to over 440,000 claimants. Since 2018, more than \$90 million in federal and State funding has been invested in UI technology upgrades. These modernization efforts have enhanced access and ease of use by New Jersey workers while making improvements that align with U.S. Department of Labor (DOL) standards. In May 2024, NJDOL debuted a new, user-friendly UI intake application showcasing a simpler and more intuitive process; a reduced number of questions; improved language access with human-reviewed Spanish translations; and conditional logic that personalizes information for the claimant based on their specific circumstances.

Temporary Disability Insurance (TDI) and Family Leave Insurance (FLI) have also grown, supporting families in need. In this administration, FLI applications increased by 84%, largely due to the Department's proactive outreach efforts. In Federal Fiscal Year 2024, the Disability Determination Services (DDS) determined 85,177 claims – a 36% increase in production over the last four years, setting national benchmarks with fast processing and high accuracy.

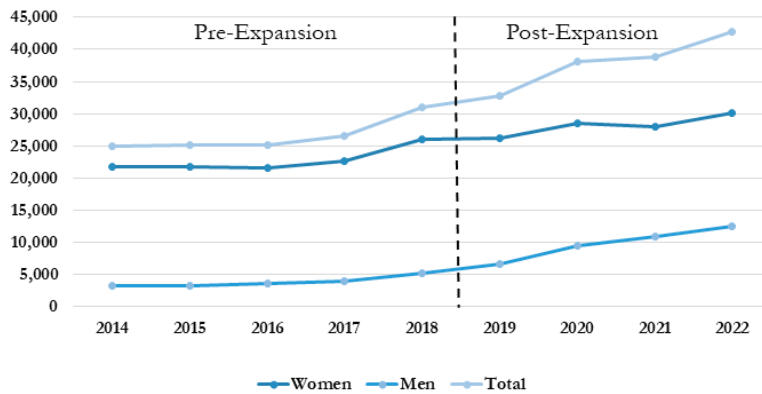
Gross Benefit Payments

(In Millions)



This budget includes \$10 million for a new initiative to provide State employees with full pay while they take family leave to care for a newborn, newly adopted, or newly fostered child. This builds on one of the critical successes of First Lady Tammy Murphy’s Nurture NJ initiative: the enactment of legislation in 2019 to expand family leave insurance benefits to provide 12 consecutive weeks of leave at 85% of one’s salary. In the three years since that law took effect, the number of people taking advantage of this benefit has increased nearly 40%, representing nearly 10,000 children who have had the benefit of more time with their parents during their most formative period of life.

Family Leave Insurance Claims



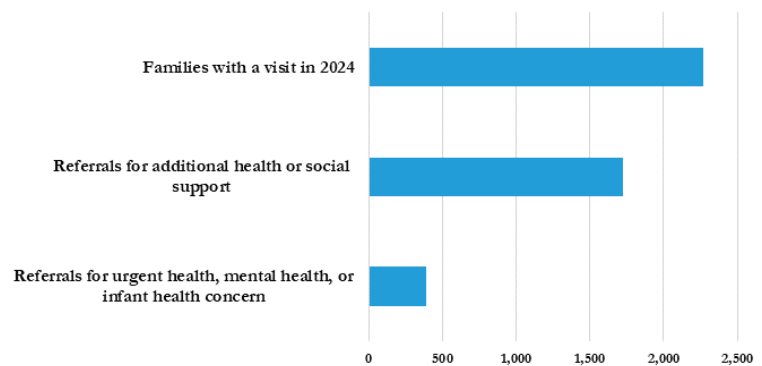
Health Care and Social Services

Maternal and Infant Health

The budget continues to advance the mission of Nurture NJ in other aspects as well. Family Connects NJ, the State’s program to send registered nurses to conduct home visits for mothers and newborns within the first two weeks after birth, has recently begun the second phase of its expansion, now serving families with newborns in 11 counties.

The program is already proving its importance – in the first year of the program, 17% of nurse home visits resulted in a referral for an urgent health concern that could not wait for a regular checkup, such as postpartum mental health, blood pressure problems, or lactation support. This budget provides nearly \$36 million so the program can continue to expand services in the current counties and expand to six more counties in January 2026.

Family Connects NJ



The FY2026 Budget

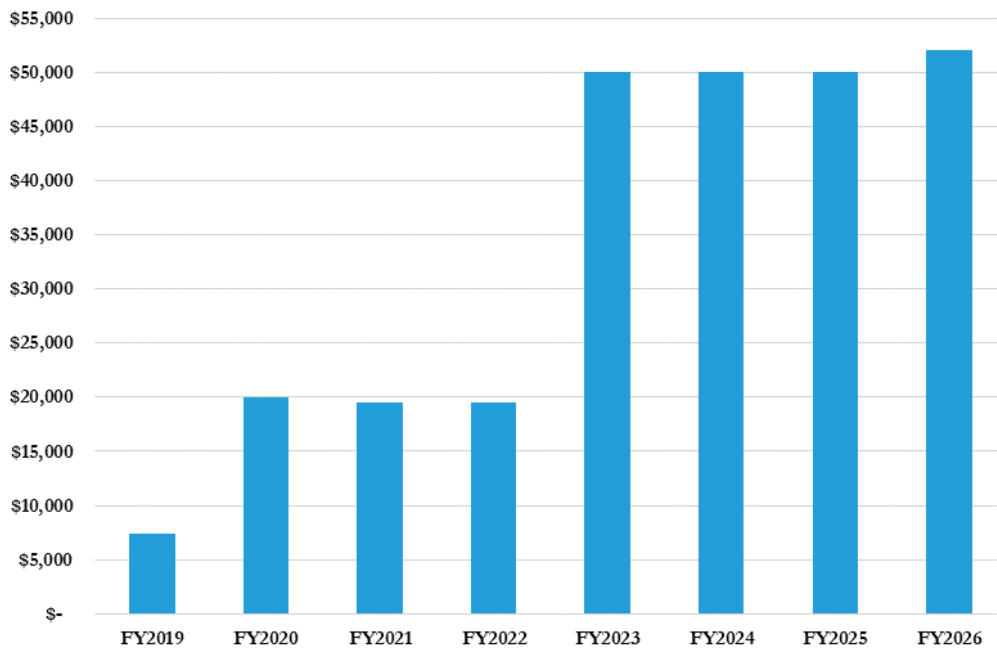
The budget also provides \$3.2 million for the newly created Maternal and Infant Health Innovation Authority, as it stands up its role in advancing equity in the provision of maternal and infant health care and social services, bolstering research, serving as a training site for the perinatal workforce, and catalyzing new innovations to drive improved outcomes.

Reproductive Health

New Jersey stands by its commitments to fundamental rights, including its commitment to making the state a safe place for women to exercise their bodily autonomy and safely choose if and when to have a family. The FY2026 budget includes more than \$50 million for reproductive health programs (in addition to those covered by State-sponsored insurance programs) to provide safety-net family planning services, upgrade family planning facilities, and grow the reproductive health care workforce. To provide more flexibility to respond to the needs of providers, this budget reallocates several programs into a single, more flexible fund administered by the Commissioner of Health. This will include funding for a new initiative to attract OB/GYNs and other health care professionals from other states, where thousands of dedicated professionals are struggling to provide care under excessive regulations and threats of legal punishment for delivering evidence-based, high-quality care.

Reproductive Health Funding

(In Thousands)



Amounts represent appropriations in FY2019 through FY2025, and the recommendation for FY2026.

Youth Mental Health

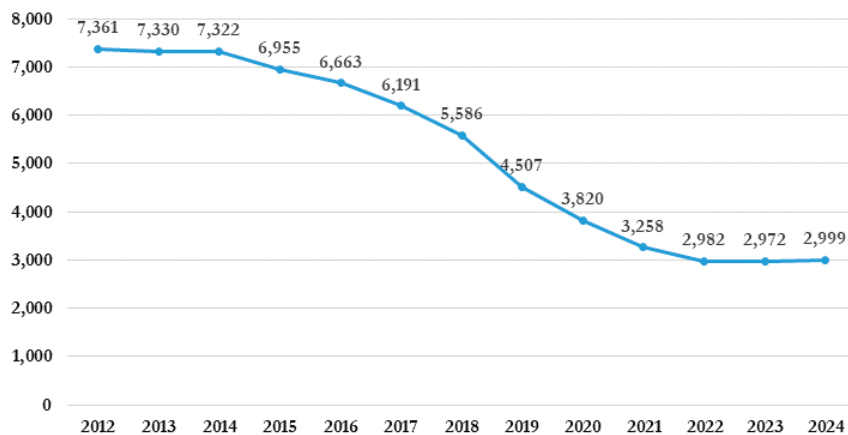
The Murphy Administration has worked to develop and strengthen a statewide system of youth mental health resources and services to ensure that young people receive the prevention, treatment, and crisis intervention that they need to thrive. New Jersey has been building its interagency continuum of care to address the ongoing youth mental health challenges exacerbated by the COVID-19 pandemic and will continue to innovate and support programs to meet youth where they are. The Children’s System of Care in the Department of Children and Families is a model for the nation, providing care management and connections to behavioral health services to youth under the age of 21 years, at no charge to families, regardless of insurance status.

The FY2026 budget includes \$43 million for the NJ Statewide Student Support Services (NJ4S) network, which has now been operating for over a year, providing a variety of large group, small group, and individual services in schools and community settings. There are now nearly 500 schools that have engaged with the program, where services have been provided to over 460,000 students, caregivers, and school staff in large group formats, and over 10,000 service sessions have been delivered in small group or individual formats.

Youth Protection Services

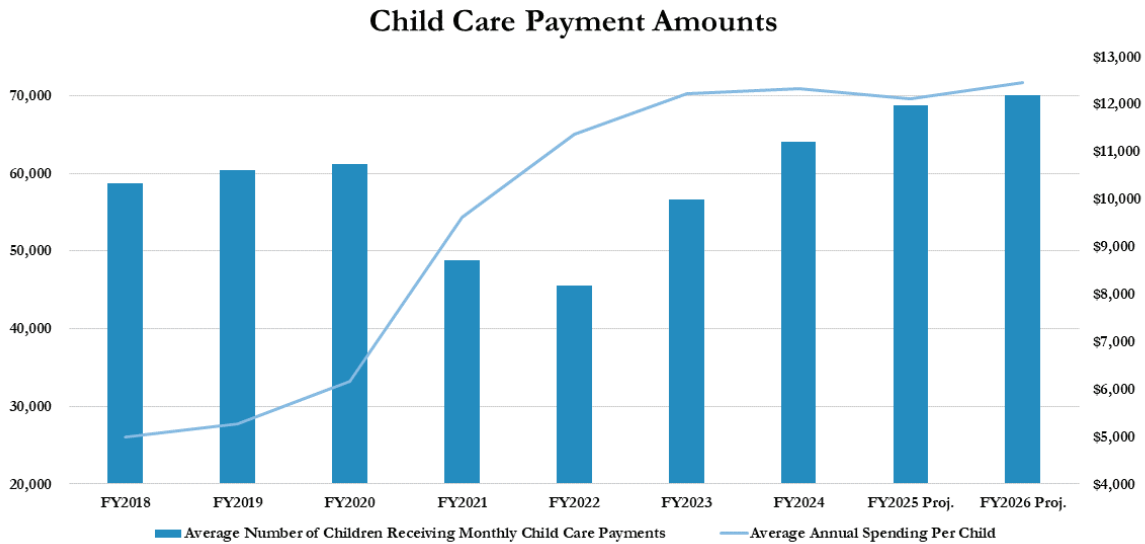
The FY2026 budget includes a total of \$1.16 billion in State, dedicated, and federal funds for New Jersey’s Child Protection & Permanency system in DCF. In 2023, New Jersey exited formal federal oversight of its child welfare system after two decades of reforms. Governor Murphy remains committed to maintaining the best possible system for protecting children from abuse. This Administration has sought to prioritize supportive services that keep families together or place children with relatives, rather than removing children from their communities. New Jersey has made significant progress and now has some of the country’s lowest out-of-home placement and maltreatment rates.

**Children in Out-of-Home Placement
by Calendar Year**



Child Care

The Murphy Administration has invested more than \$770 million in State and federal pandemic aid to expand and strengthen the child care system after more than a decade of the industry receiving no new increases. This budget subsidizes child care for an estimated 70,000 children, and pays providers 104% more than the rates that were in effect in 2018.



In addition, since this Administration enacted the Child and Dependent Care tax credit in 2018, it has already returned \$186 million back to families facing budgetary hardships and continues to benefit more than 120,000 families each year.

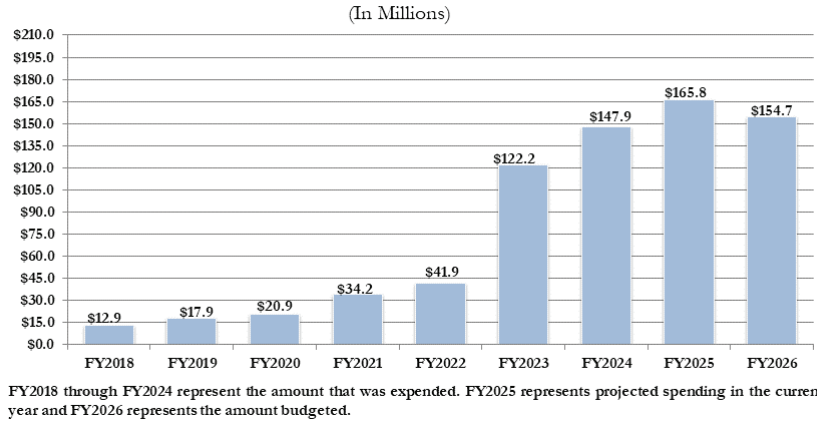
Food Assistance

Governor Murphy’s final budget continues New Jersey’s work to ensure that no family goes without food. Thanks to the work of the past several years, our food security system is now supported by the Office of the Food Security Advocate to promote coordination and best practices among our feeding programs. Funding for our food banks has allowed them to improve their facilities, equipment, and technical capacity, and in FY2024, State funding helped food banks provide more than 60 million pounds of food and nearly 14 million meals. Since 2019, the State has allocated \$295 million in State funds into the Food and Hunger Programs line-item.

This budget includes funding for school meals to over 17,000 schoolchildren through the Working-Class Families Anti-Hunger Act; \$30.2 million to maintain a minimum monthly \$95 SNAP benefit for 40,000 households; and \$85 million for aid to the state’s food banks and emergency feeding organizations.

The budget also provides \$4.4 million in State funding for the Summer Electronic Benefits Transfer (EBT) program, which is projected to bring in approximately \$75 million in federal benefits for over 700,000 children to ensure they have meals while school is out of session.

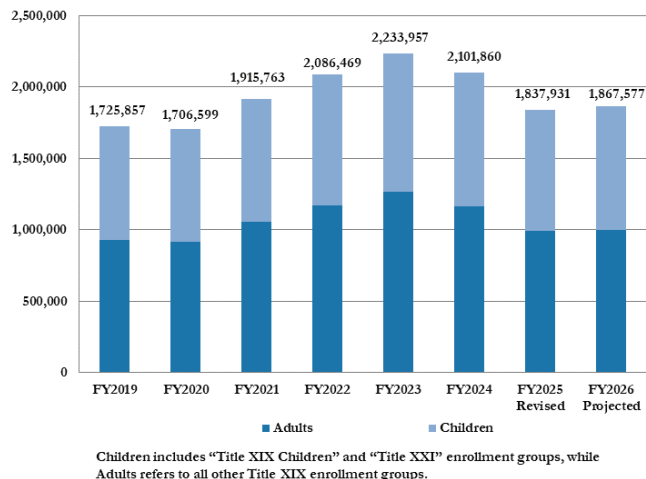
State Spending on Food Security Programs



Health Care Affordability and Accessibility

This budget provides nearly \$6.3 billion in State funding for New Jersey’s Medicaid program, NJ FamilyCare, which provides comprehensive health care benefits to over 1.8 million New Jerseyans, including seniors, individuals with disabilities, and low-income adults, and half of New Jersey’s children. State costs for Medicaid have grown substantially as enhanced federal matching funds provided in connection to the COVID-19 pandemic have expired, and are projected to rise significantly again in FY2026 due to shifting medical needs among the covered population and medical cost inflation. Like all states, New Jersey’s Medicaid program relies heavily on federal support, which covers at least 50% of most costs and up to 90% for certain populations. Discussions of possible federal funding cuts to Medicaid pose a substantial risk to New Jersey’s budget and its ability to provide health care for its most vulnerable residents.

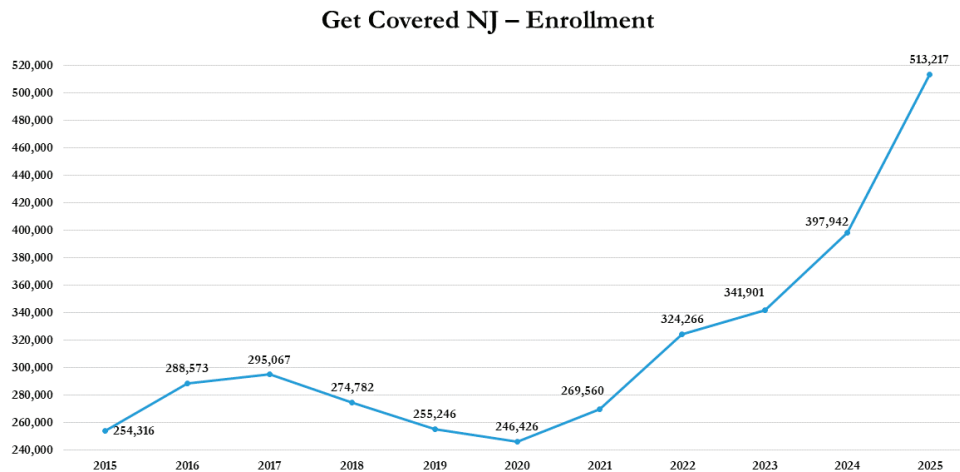
NJ FamilyCare Enrollment



The FY2026 Budget

This budget continues our commitment to Cover All Kids, and NJ FamilyCare is projected to cover 867,000 children. The program has been tremendously successful at getting children access to health care, enrolling more than three times the number of children originally forecast for this stage of its rollout.

In the most recent open enrollment period, more than half a million New Jerseyans signed up for 2025 health coverage through Get Covered New Jersey, an all-time record for enrollment on the marketplace. Enrollment has more than doubled since the Murphy Administration took over operations from the federal government and launched Get Covered New Jersey in 2020. For those receiving financial help, the average amount of assistance is \$589 per person per month, or \$7,068 per year for 2025 coverage, compared to \$484, or \$5,808 per year, at the end of the first Open Enrollment Period in January 2021. Nine in 10 people enrolling qualify for financial help to lower the cost of coverage – of whom 48 percent pay \$10 or less per month for coverage and 43 percent pay premiums of \$1 or less per month.



The Administration continues to advance comprehensive solutions to address health care costs and affordability. This year the Office of Health Care Affordability and Transparency moved to the Department of Health. Its Health Care Affordability, Responsibility, and Transparency (HART) Program released its first report in September that sets a baseline against which ongoing health care cost growth can be assessed. Governor Murphy hopes to codify the Office of Health Care Affordability and Transparency in 2025 to advance its work and improve its reporting.

To meet the rising costs of NJ FamilyCare and capture additional federal matching funds, Governor Murphy is proposing to modify the State’s ambulatory care facility assessment to align it with federal regulations for Medicaid provider taxes, allowing a reduction of the nominal rate from 2.95% to 2.5% while bringing in more than \$60 million in additional revenue. This budget also assumes a similar modification to the hospital adjusted admission fee and an increase in the rate from \$10 to \$12.50, raising an additional \$13 million.

Public Health

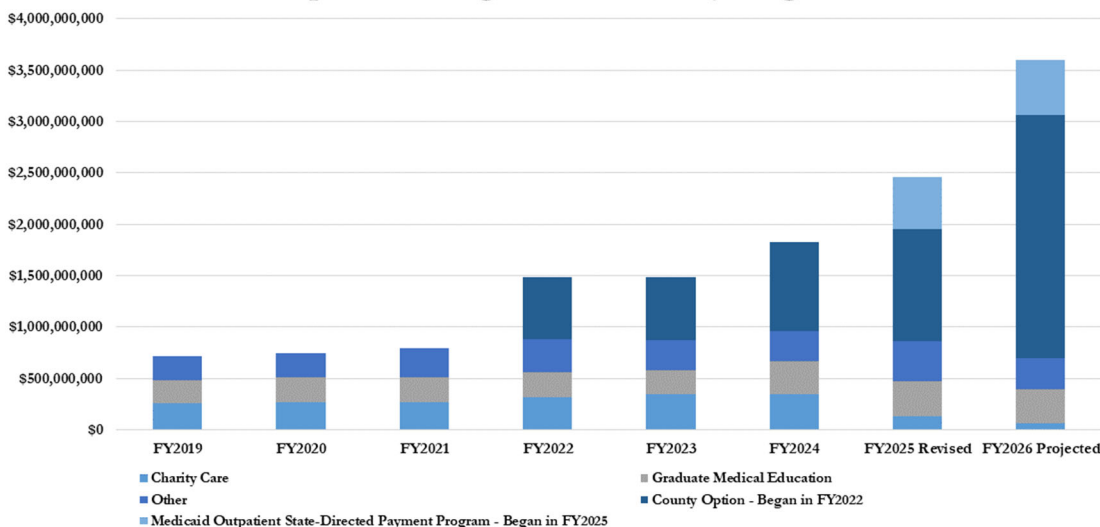
This budget includes new investments to treat and contain the spread of infectious diseases. As New Jersey continues to work to end the HIV epidemic and in concert with the recently signed Executive Order No. 381, which establishes an Advisory Council on HIV, STIs, and Viral Hepatitis, the Governor recommends over \$12 million to support the AIDS Drug Distribution Program. This new investment will ensure that HIV patients can continue to receive lifesaving treatment, but a rising caseload and increases in medication costs forces the program to rely on State appropriations for the first time in over a decade.

Governor Murphy also recommends \$500,000 for the Department of Health to fund a Legionnaire’s Disease response team in accordance with legislation signed in September 2024, and \$750,000 to the Department of Environmental Protection to build a database to track compliance with the law. The Department of Health will also receive an additional \$1 million for the Vaccine Preventable Disease Program given the importance of vaccination to public health, informed by experience during the COVID-19 pandemic, and to fill gaps created by rising caseloads and unpredictable federal funding. This supports the State’s efforts to enhance access to vaccines that prevent COVID-19, RSV, Hepatitis A, and HPV.

Hospital Funding

In FY2026, New Jersey hospitals will receive nearly \$3.6 billion from direct subsidy programs, representing an increase of approximately \$2.9 billion since Governor Murphy took office. The most significant contributor to this funding is the County Option Hospital Fee Program, which the Governor created as a pilot program in late 2018. The FY2026 budget proposes to build on the FY2025 budget’s transformation of Charity Care funding to a new Medicaid outpatient hospital supplemental state-directed payment to further increase federal matching funds and reduce State costs by approximately \$35 million. The updated model accounts for services delivered to Medicaid and Charity Care patients, the life expectancy and income basis of the hospital’s community, and the financial health of facilities.

Hospital Funding – Direct Subsidy Programs



The FY2026 Budget

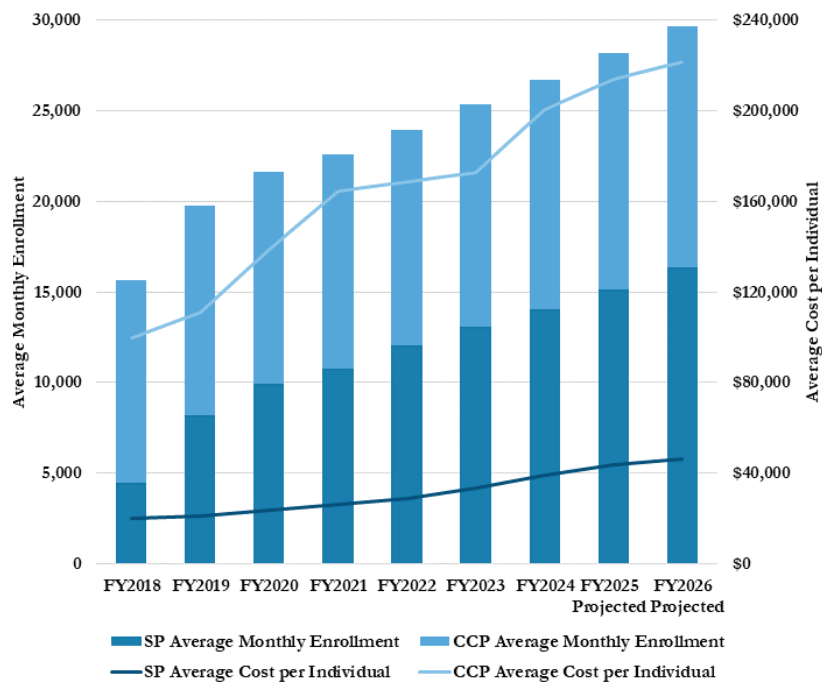
Also included is \$336.5 million for the Graduate Medical Education (GME) program, including the Supplemental and Trauma components of the program. These funds offset a portion of the significant costs associated with the training of New Jersey’s next generation of physicians.

The budget also funds the Quality Improvement Program (QIP) at \$210 million in State and federal funds. QIP rewards facilities that achieve measurable improvement across maternal care processes, reductions in maternal morbidity, improvements in connections to behavioral health services, and reductions in preventable hospital utilization for the behavioral health population.

Developmental Disability Supports and Services

The Murphy Administration’s vision for fairness and inclusion drives efforts to elevate the lives of individuals with disabilities, improve access to services, and strengthen the workforce serving persons with disabilities. The Department of Human Services (DHS) has steadily increased the number of adults with developmental and other disabilities that it serves, while it has provided steadily increasing funding for the critical workforce that helps them live safe, fulfilling, and dignified lives. In the Division of Developmental Disabilities (DDD), budgeted costs in FY2026 are projected to increase nearly \$195 million to meet the needs of this community. DDD’s spending on community programs has grown by over \$1.2 billion since FY2018 in community programs.

Community Care Program and Supports Program

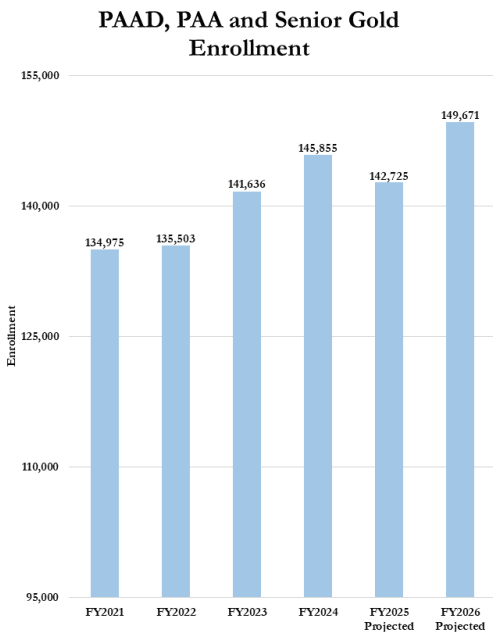


Average Cost per Individual includes both State and federal funding

The FY2026 budget also includes a total of \$73 million for the continued support of the WorkAbility program expansion, which began its final implementation phase in 2024 and now allows people with disabilities who work and earn income to continue their Medicaid benefits with no income or asset limit.

Aging and Disability Services and Long-Term Care

Governor Murphy remains committed to strengthening supports to promote the independence of seniors and persons with disabilities and helping them remain in their communities. This budget includes growth of over \$96 million to meet increasing needs for NJ FamilyCare’s long-term care population, including an extra \$3.6 million to provide for wage increases for nursing home staff. This year the Department of Human Services is also working to establish a Program of All-Inclusive Care for the Elderly (or PACE) in all 21 counties.



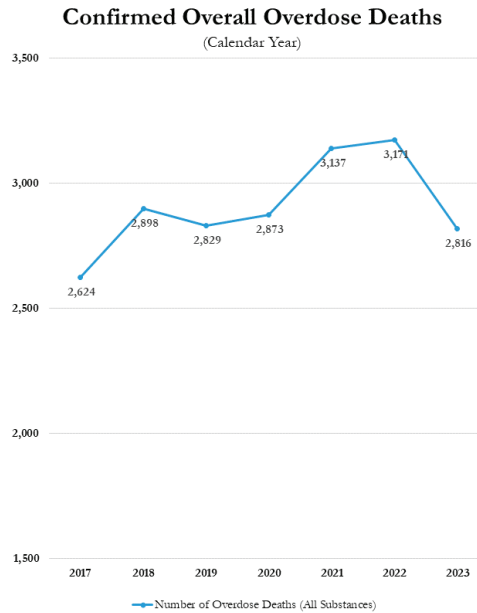
Prescription drug affordability remains a priority for the Murphy Administration. The FY2026 budget includes \$61.2 million in total funding for the Pharmaceutical Assistance for the Aged and Disabled (PAAD) and Senior Gold programs, covering nearly 150,000 New Jersey seniors and those with disabilities. The budget also includes \$4 million for the administration of the RetireReady NJ savings program, which was created by the New Jersey Secure Choice Savings Program Act. RetireReady launched in 2024, providing a retirement savings mechanism for workers whose employers do not offer other options.

Mental Health and Substance Use Disorder Services

New Jersey created its 9-8-8 behavioral health crisis response system two years ago, providing easy access to critical mental health services that can help to diffuse emergencies before a tragedy occurs. To ensure that families in crisis have someone to call or message, someone to respond, and somewhere to go, Human Services is bolstering 9-8-8 call centers while establishing Mobile Crisis Outreach Response Teams, crisis receiving and stabilization centers, and crisis diversion homes. To manage the increasing demand and cost for services, this budget assumes that New Jersey will begin to collect a fee on telephone lines, as envisioned by Congress when it established the 9-8-8 crisis care continuum.

The FY2026 Budget

To date, the State has allocated more than \$120 million from the Opioid Recovery and Remediation Fund to support additional efforts tackling the opioid crisis, including investing in proven harm reduction strategies, expanding legal services and housing for those in recovery, enhancing access to substance use treatment and prevention, and addressing emerging threats like xylazine. Thanks in part to the State's efforts, New Jersey has reported a reduction in total overdose deaths that appears to be continuing. New Jersey continues to expand where lifesaving opioid antidotes are available, including nearly 700 pharmacies statewide through Human Services' Naloxone365 initiative; over 1,400 entities participating in the Naloxone DIRECT program; and harm reduction centers, which now are open or authorized to open in every county.



Meanwhile, as part of the commitment to residents in the State's care, New Jersey is committing \$404.5 million towards the care of patients in the State's four psychiatric hospitals.

New Americans

To ensure that New Jersey is a welcoming home for people newly arriving in our country, this budget doubles the budget for the Office of New Americans in the Department of Human Services. This will support expanded outreach and education to ensure that new Americans can access relevant social services, workforce development and employment services, and legal services. The budget also includes \$11.2 million to provide legal services in immigration-related matters, providing critical protection against the reckless and often unlawful attacks of the Trump Administration.

Veterans' Affairs

The Murphy Administration will continue to work with the Legislature on major structural reforms to the delivery of veteran services in New Jersey. In 2024, the Department of Military and Veterans Affairs (DMAVA) expanded its Veteran Service Offices to five additional counties, covering all 21 counties in total, to ensure Garden State heroes have points of entry in every county to access the federal and state benefits that they and their families have earned. In 2024, VSOs conducted more than 78,000 direct contacts with veterans and their survivors, filed approximately 5,000 claims with the U.S. Department of Veterans Affairs, and secured more than \$130 million in initial federal benefits for Garden State Veterans and their survivors.

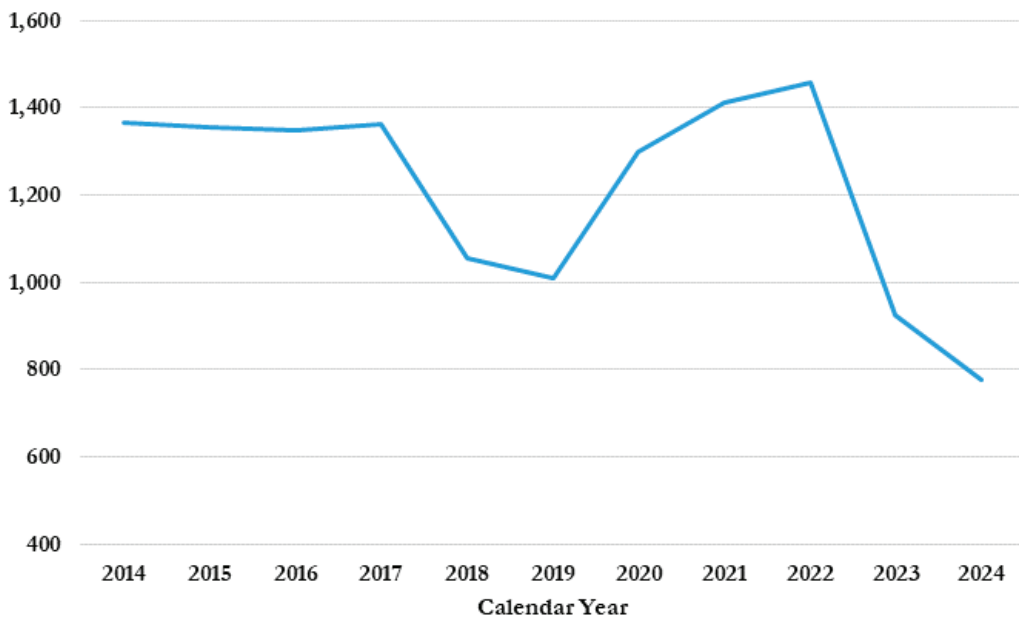
Through the Department of Community Affairs and DMAVA, the State will continue its Bringing Veterans Home initiative. This two-year program, announced in last year's budget message, uses \$30 million in State and federal funding to help place more than 1,000 of New Jersey's homeless veterans in stable housing.

Law and Public Safety

Public Safety

The Murphy Administration’s record to date proves that smart criminal justice reforms can help drive down violent crime and improve community safety, while ensuring a fair and lawful process that respects the rights of people involved with the justice system. In 2024, shooting incidents declined 16 percent from the year before, from 924 to 778, marking the second year in a row since recordkeeping began that this number was less than 1,000. Auto thefts also declined in 2024, by 11% from 2023. This success is in part attributable to the work of the Auto Theft Task Force, led by the New Jersey State Police, which recovers stolen vehicles, conducts investigations into car theft organizations, and prosecutes individuals found guilty of auto theft.

Declining Shooting Incidents

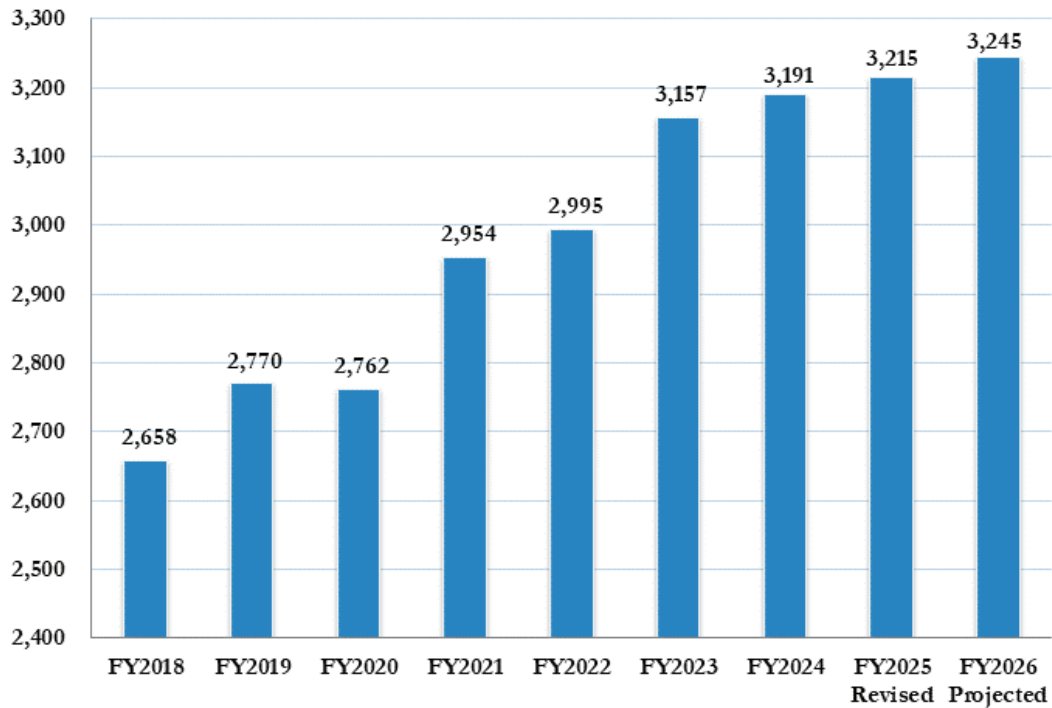


This budget includes approximately \$20 million for the Alternative Responses to Reduce Instances of Violence and Escalation (ARRIVE) Together Program, which partners police officers with mental health professionals when responding to a person who is experiencing a mental health crisis. It also continues to support hospital- and community-based violence intervention programs using \$25.5 million in revenues generated from legalized cannabis.

The FY2026 Budget

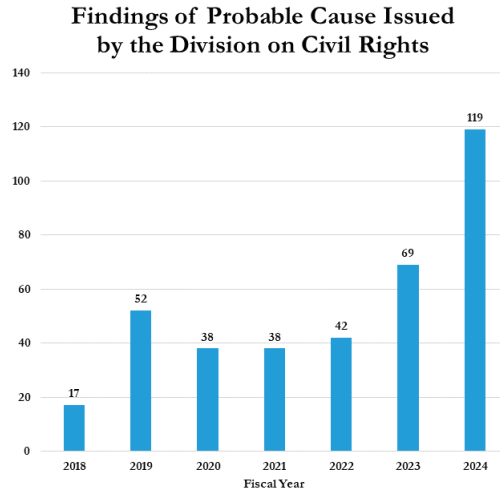
Furthermore, this budget puts \$2.5 million towards the 168th State Trooper recruit class. This year, New Jersey State Police will continue efforts to increase diversity among the force, improve training opportunities, and ensure the State Police have the equipment they need to be successful. This budget anticipates a smaller class than in recent years, which will be sufficient to maintain the overall force as its senior members retire. The number of State Troopers has increased by more than 22% since the low point in FY2018.

End of Year State Trooper Count



Protection of Rights

Since taking office Governor Murphy has prioritized protecting civil rights. Funding for the Division on Civil Rights has more than doubled since FY2018, and this investment has allowed the Division to issue seven times the number of findings of probable cause in 2024 as it did in the first year of the Murphy Administration.



The budget also includes \$1 million in additional funding to support the Attorney General’s Project for Federal Accountability. Actions by the Trump Administration in its opening weeks have already threatened the rights of individuals and the State’s own finances. Building the State’s capacity to defend itself and its people against illegal or unconstitutional acts by an overreaching federal government will be essential to protecting democracy and the welfare of the people of New Jersey.

Corrections, Parole, and Reentry

The Governor’s criminal justice reform agenda reflects a responsible approach to incarcerated persons and parolees. In summer 2024, Governor Murphy established an innovative new clemency initiative that included the formation of a Clemency Advisory Board and a more transparent, categorical clemency process. Since that time, the Governor has pardoned 33 individuals and commuted the sentences of three others.

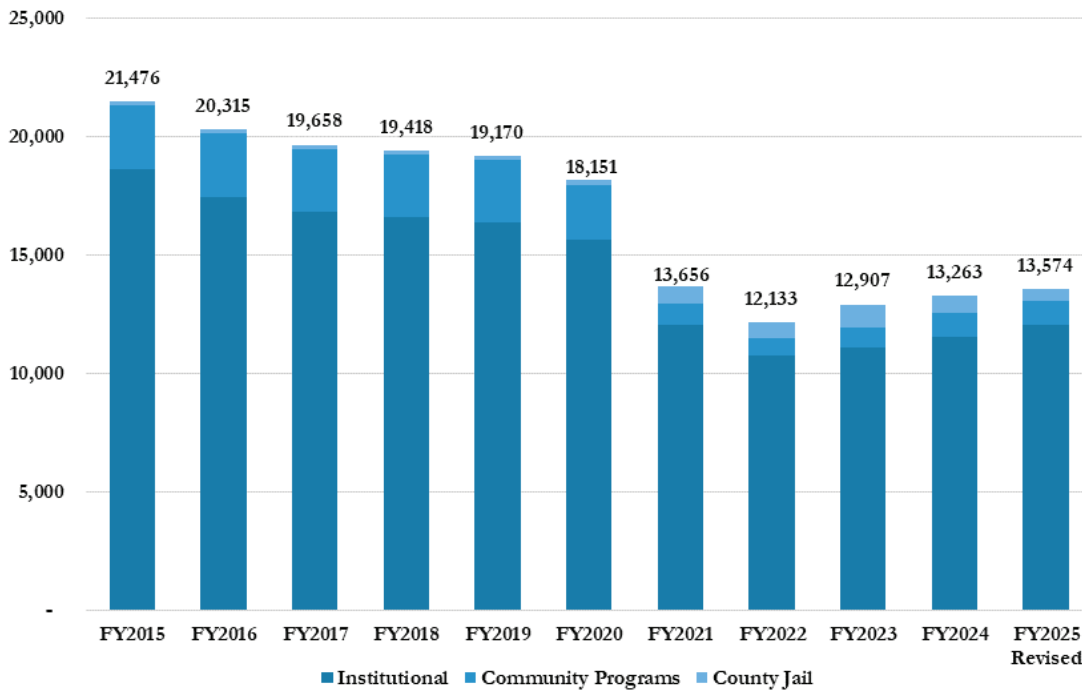
This attitude is also reflected in the Administration’s efforts to reform how technical parole violations are handled, so that people who pose no threat to their communities are not sent back to prison for extended periods of time for minor non-criminal technical violations. Governor Murphy is proposing legislation that would shorten the length of time that someone can be sanctioned for a technical parole violation. This would likely shift a significant number of people from lengthy prison terms under DOC custody to shorter county jail terms, and offer a wider array of sanction options that better support rehabilitation.

Contrary to popular objections to such policies, New Jersey’s recidivism rate remains among the lowest of any state. At the present time, the readmission rate – defined by the Department of Corrections as those who have maxed from the custody of the Department and have returned to prison on a new criminal conviction – is only five percent.

The FY2026 Budget

The proposed technical parole violation reform and other criminal justice reforms are helping to reduce the incarcerated population to a point where the State could begin planning the closure of East Jersey State Prison. The projected savings in FY2026 are \$30 million, with an additional \$20 million in annualized savings projected for FY2027. When completed, this effort may also realize \$100 million in cost avoidance related to maintenance and capital repairs.

Department of Corrections Incarcerated Population



* As of January 2025, the overall Corrections population is 12,664.

The Governor also proposes to appropriate \$222 million from the Debt Defeasance and Prevention Fund for the main phase of construction for a new correctional facility to replace the Edna Mahan Correctional Facility for Women. Construction is not scheduled to begin for at least a year, but setting aside the money is necessary to ensure that this critical investment can remain on track.

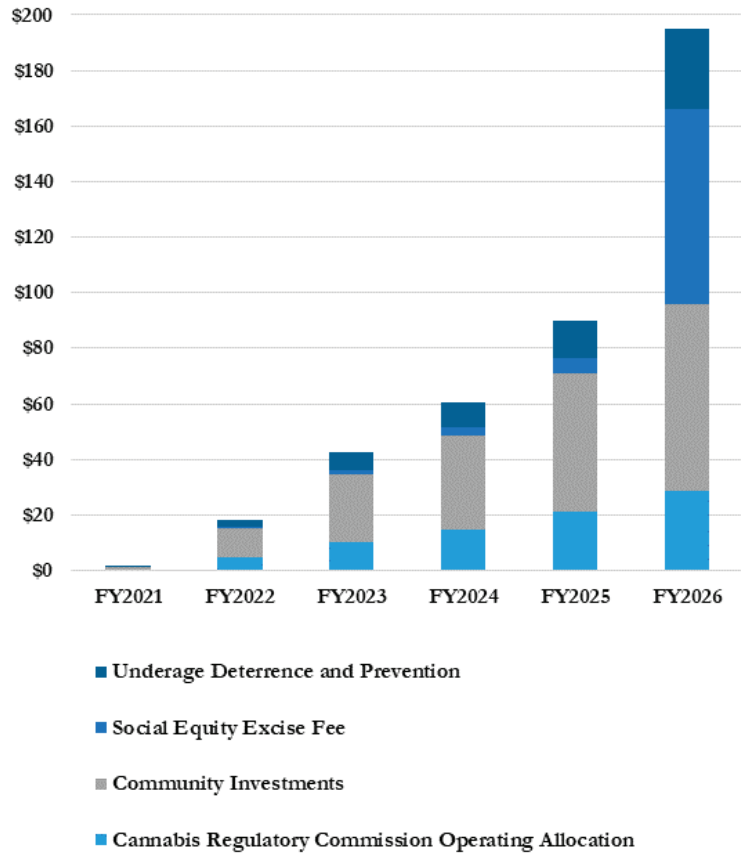
Cannabis Regulatory Commission

Since its creation in 2021, the Cannabis Regulatory Commission has overseen billions of dollars of legal cannabis sales, including more than \$1 billion in 2024 alone. This year, cannabis sales are expected to produce \$90 million in tax and fee revenues, most of which is allocated to support State programs to mitigate the harms of past cannabis criminalization, especially for communities of color.

The Governor proposes using over \$200 million in available and projected revenues to support a variety of important investments. These include support for youth mental health and underage drug prevention services; programs to assist incarcerated persons as they re-enter their communities and programs that improve access to education; support for cannabis entrepreneurs; violence prevention and intervention programs; and aid to cities disproportionately affected by the War on Drugs.

Cannabis Revenues

(in Millions)



FY2021 through FY2024 represent actual revenues while FY2025 and FY2026 reflect projected figures.

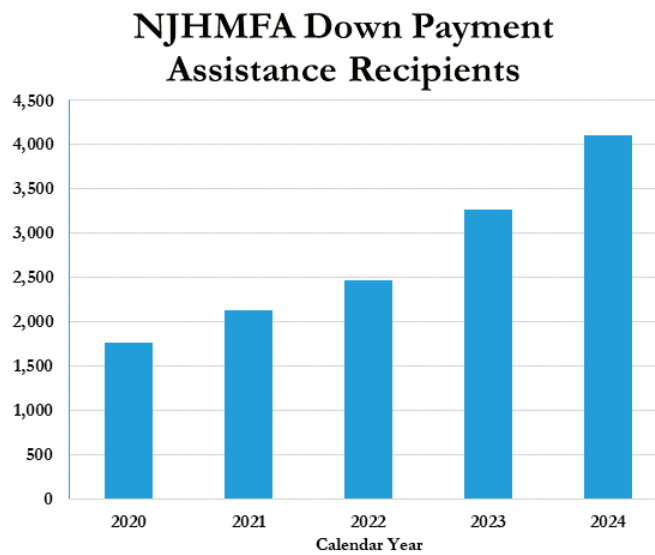
Voting Rights and Representation

Led by Lieutenant Governor Tahesha Way, the Department of State has consistently worked to expand access to democracy and make sure voters’ voices are heard. In FY2026, the State will spend \$28.7 million on election management and coordination, including on the upcoming gubernatorial election. This total includes an additional \$1 million in grants to local government leaders across New Jersey to create new opportunities for 16- and 17-year-olds to vote in local school board elections, building on the initiative that was first taken in our state’s largest city, Newark.

Housing

Affordable Housing and Homeownership

Last year, Governor Murphy signed the most consequential housing reform law in a generation, and he plans to build on that with further legislation reforming zoning and permitting laws. But these reforms will take time to increase housing supply and affect prices. For those who need help now, the budget continues a total of \$40 million for the Housing and Mortgage Finance Agency’s Down Payment Assistance program, which helps aspiring first-time and first-generation homeowners overcome the large financial hurdles to begin climbing the housing ladder. Since 2022, \$125 million in down payment assistance has been deployed to help more than 10,000 qualifying families purchase homes. Approximately 4,100 homebuyers have received assistance in 2024 alone.



In the last three years, the Housing and Mortgage Finance Agency (HMFA) has accelerated production of affordable housing thanks to innovative programs including the Affordable Housing Production Fund, the Workforce Housing Program, and the Urban Preservation Program, which represent a combined investment of approximately half a billion dollars into the creation and preservation of over \$6 billion worth of affordable housing. HMFA’s 2024 housing investments will help more than 20,000 New Jersey residents access rental or homeownership opportunities and ensured thousands more could keep their homes.

Lead Abatement

In the FY2023 budget, the Murphy Administration made an unprecedented commitment of \$180 million of federal dollars from the State Fiscal Recovery Fund to address the ongoing concern of the threat of childhood lead poisoning. The program will run through the end of calendar year 2026 and is projected to address lead hazards in 7,200 housing units. The program has already completed abatement of 810 units. The Department of Community Affairs also created a municipal lead portal, assisting municipalities to fulfill their responsibility to track their lead inspections.

Sheltering and Homelessness Prevention

The Office of Homelessness Prevention (OHP) and the Office of Eviction Prevention (OEP) were each created as a result of complex crises – the longstanding homelessness crisis in the case of OHP, and the urgent issue of potential evictions at the start of the pandemic in the case of OEP. By co-locating these offices within the Department of Community Affairs, the state housing agency and public housing authority, the Murphy Administration recognized the key role of affordable housing availability in addressing each crisis, as well as the role played by eviction in causing homelessness. With federal resources being withdrawn, homelessness is rising again, making the work of these offices as critical as ever. In 2024 alone, their programs served more than 20,000 individuals with counseling, financial assistance, and legal services. The vast majority of those facing eviction who received legal services were able to maintain their tenancy – which preserves their quality of life and saves public funds that would otherwise have been needed for emergency sheltering.

This budget provides \$5.5 million to support a Statewide Continuum of Care homelessness initiative, to unify the State’s approach to ending homelessness and build capacity in prevention, housing, services and data analysis and planning. With this investment in better planning, performance, and evaluation, we will be able to support up to 500 households with prevention and rapid re-housing assistance annually.

Economic Growth

Governor Murphy’s economic policy agenda is designed to build a stronger and fairer New Jersey by supporting small businesses that provide the critical backbone of our economy today, while making targeted investments to advance the innovation economy and create new industries that will ensure the state’s success decades into the future.

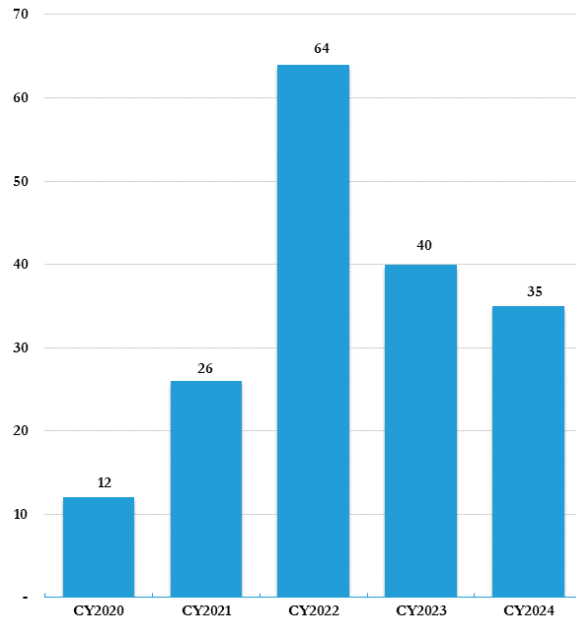
Innovation Economy

The State’s flagship program to advance the innovation economy, the Economic Development Authority’s (NJEDA’s) Strategic Innovation Center (SIC) program, has been a resounding success. In 2024, the NJEDA announced four new SICs throughout the state: the NJ AI Hub at Princeton University, New Jersey Fintech Accelerator at Stevens Institute of Technology, Aerospace Innovation Center, and the New Jersey Innovation Institute Venture Studio in Newark. These projects, in addition to HAX, Edge Works at SciTech Scity, the Maternal and Infant Health Innovation Center, and HELIX, represent over \$100 million in State investments and over \$250 million in private capital investments. The State is announcing two more partnerships in early 2025, and in FY2026, the Governor proposes \$20 million in additional investments through the Strategic Innovation Centers to attract the most innovative businesses and talent to New Jersey.

The FY2026 Budget

During the Murphy Administration, New Jersey has also been asserting its leading place in the film production ecosystem. The sector represented just \$67 million in economic activity in 2017, but has now grown more than tenfold, generating more than \$700 million in economic activity for our state in 2023. In April, the NJEDA approved \$9.5 million in funding to support five projects under the Film and Digital Media Studio Infrastructure Program, boosting the state's capacity to host high-profile productions. In May, 1888 Studios in Bayonne was designated as the NJEDA's first Film Lease Partner Facility, a milestone in advancing studio accessibility. That same month, Netflix received NJEDA's second Studio Partner designation, paving the way for a state-of-the-art production facility at the former Fort Monmouth Army base. These investments underscore New Jersey's growing prominence as a top-tier destination for the film and digital media industry.

Total Film and Digital Media Tax Credit Approved Applications

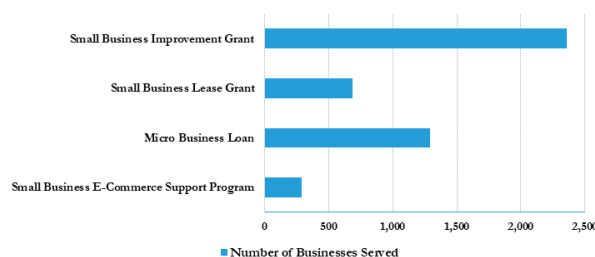


Governor Murphy has also positioned New Jersey to grow its manufacturing sector and ensure next-generation products are made in the Garden State. Since 2023, \$65 million has been provided through nearly 400 separate awards through the Manufacturing Voucher Program. This year, the Governor intends to enact a new tax credit that will incent companies, especially companies facing the risks of new tariffs, to manufacture next-generation products in New Jersey.

Small Business Development

Since the initial disruptions of the COVID-19 pandemic and the passage of the Main Street Recovery Act, the EDA has been able to provide financial assistance to over 4,000 small businesses through a flexible suite of programs including the Small Business Improvement Grant, Small Business Lease Grant, Micro Business Loan, Small Business E-Commerce Support Program, and Small Business Liquor License Grant Program. Governor Murphy recommends \$9 million in State funding for ongoing direct support to small businesses through the Main Street Recovery Fund. Since 2021, the State will have allocated over \$240 million towards this program.

EDA Small Business Assistance



Tourism

In 2024, the Governor officially launched New Jersey’s celebration of the nation’s 250th Anniversary. RevolutionNJ, New Jersey’s official organization charged with planning and promoting the state’s 250th anniversary commemoration, and the New Jersey Division of Travel & Tourism will host events across the state, highlighting New Jersey’s critical role in the nation’s history and culminating in a marquee event to celebrate July 4, 2026, marking the signing of the Declaration of Independence and our nation’s 250th year of independence. Programming includes a public arts installation project, a traveling exhibition, a road-race series, and educational programming for elementary, middle, and high school students. This budget continues its support for New Jersey’s 250th celebration with another \$500,000 of State funds that will supplement nearly \$30 million in previously allocated federal funding that is supporting this work, as well as capital investments in 11 of New Jersey’s historical sites, including building a new Washington Crossing State Park Visitor Center on the Delaware River and constructing new gallery space to expand the State Museum.

Transportation and Infrastructure

NJ TRANSIT

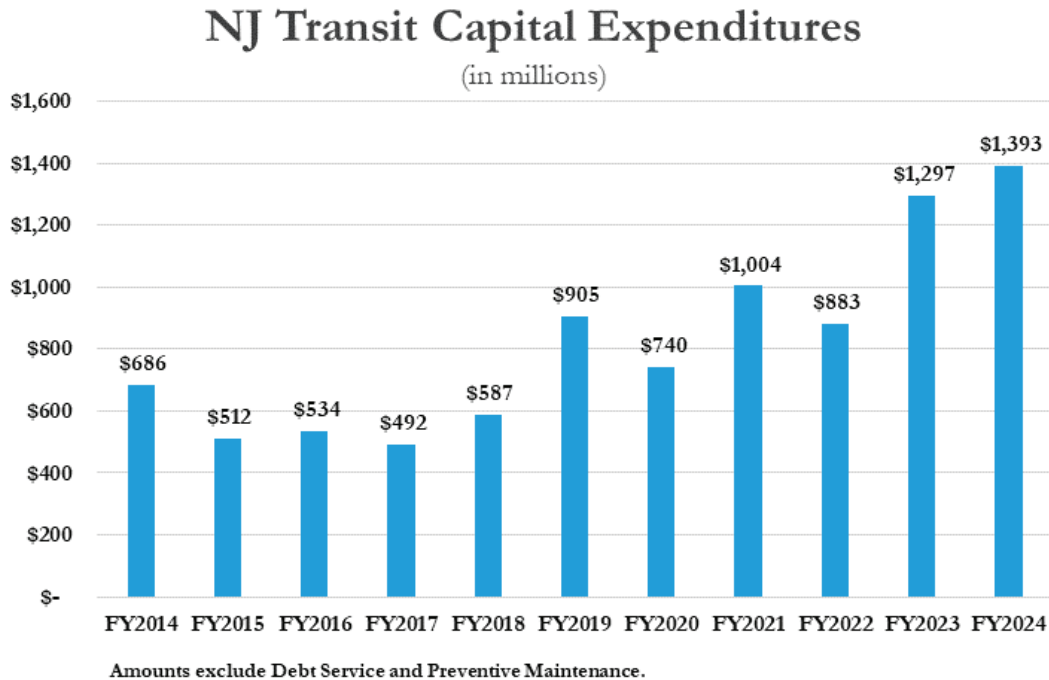
With last year’s enactment of the Corporate Transit Fee, NJ TRANSIT has an additional stable, dedicated funding source, avoiding the fiscal cliff that it would have faced as pandemic-era federal funding is depleted and the agency adapts its operations to the post-COVID landscape. State support for the mass transit agency in this budget, including the Corporate Transit Fee and General Fund subsidies, totals \$902.5 million, a record high. NJ TRANSIT has identified savings that it can achieve in FY2026 without disrupting service, beginning to reduce its reliance on this external funding.

Ridership on NJ TRANSIT buses and trains has largely recovered to pre-COVID levels, with the exception of rail ridership on Mondays and Fridays, which remains considerably lower but is growing incrementally. This recovery is critical to growing farebox revenue, which remains the agency’s largest source of operating revenue.

Reliability of some NJ TRANSIT rail lines was compromised last summer, due largely to aging Amtrak infrastructure, but light rail lines such as the Hudson-Bergen Light Rail and Newark Light Rail operated with on-time performance numbers at 96.8% and 98.6%, respectively, in FY2024. Rail lines that are less impacted by Amtrak infrastructure failures, such as the Main-Bergen (94.7%), Pascack Valley Line (94.2%), Raritan Valley Line (93.4%), Atlantic City Rail Line (91%) and the Gladstone Branch (90.9%) all operated above 90% on-time in FY2024.

The FY2026 Budget

Since the start of the Murphy Administration, NJ TRANSIT has dramatically increased its capital improvement plan. Over \$6.8 billion in projects is already advancing since 2018, and another \$7.1 billion in expenditures are planned over the next three years. This represents a remarkable transformation from 2017, the year before Governor Murphy took office, when NJ TRANSIT had just \$60 million in hard money construction contracts out on the street. The largest project in the agency's history, the Portal North Bridge, is on-time and on-budget, being more than 70 percent complete after less than three years. When complete, it will significantly enhance reliability and reduce delays for tens of thousands of riders daily.



Transportation Initiatives

Governor Murphy's FY2026 budget appropriates \$2 billion for the State Transportation Capital Program. The budget includes \$1.233 billion for critical investments in State, local highway, and bridge projects, and another \$767 million for NJ TRANSIT capital projects. Since 2018, the Department of Transportation has invested over \$16.2 billion to support maintaining local, county, and state highways in a state of good repair. When Governor Murphy took office in 2018, 65% of state highway lane-miles were in good or fair condition. Today that figure has reached 82%, or 7,020 of NJDOT's 8,560 lane-miles, in good or fair condition. From 2018 through 2023, NJDOT also rehabilitated or replaced 128 bridges that were in poor condition.

The Department has also deepened its commitment to supporting communities and increasing public safety. Including funds in this budget proposal, the Department will have invested over \$345 million of State funds into Pedestrian Safety Grants, the Local Transportation Projects Fund, and Local Aid and Economic Development Grants since FY2021. These record investments were not seen in previous administrations.

Motor Vehicle Commission

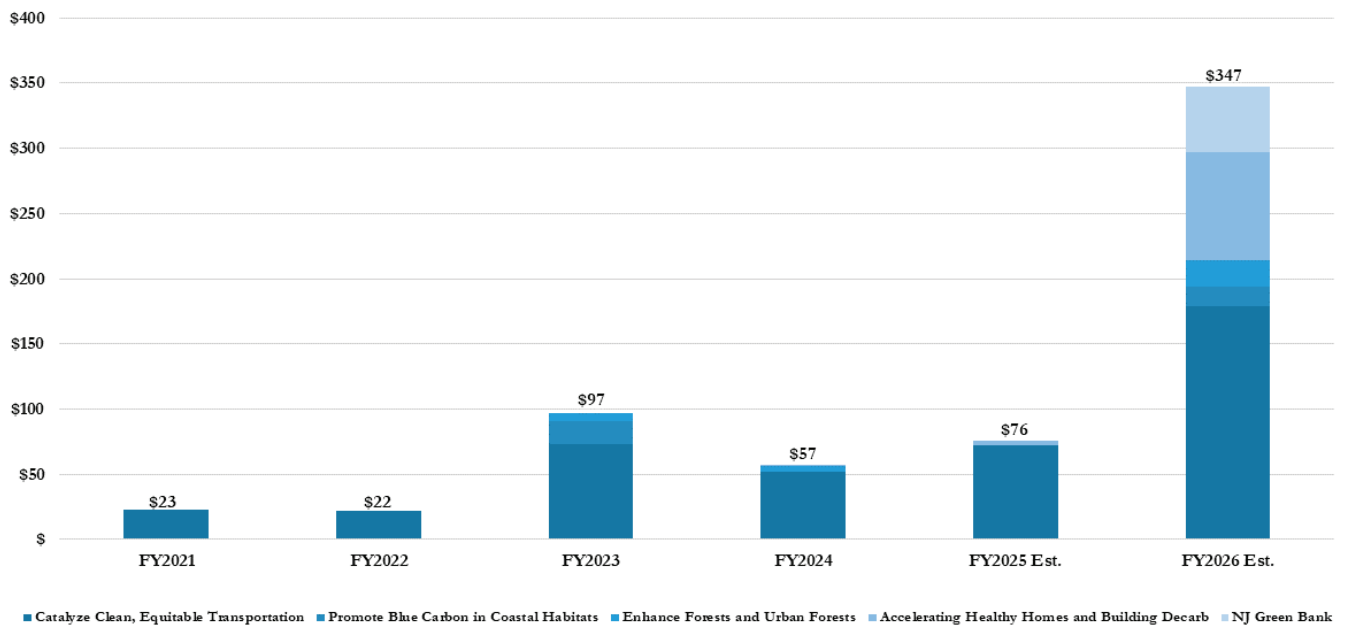
The Murphy Administration has remained committed to making the Motor Vehicle Commission a national leader in customer service, efficiency, and inclusion. With its transition of most services online or by appointment, and with MVC transitioning its workforce from a 35-hour to a 40-hour work week, there is almost never a need to wait in line at an agency. To ensure the agency has the resources to continue operating effectively, Governor Murphy is recommending an increase in fees on heavy passenger vehicles, as well as a General Fund subsidy to the agency of \$36.5 million.

Energy and Environment

Clean Energy and the Green Economy

In FY2026, the Clean Energy Program will have \$274 million to support programming, compared to an average of \$177 million under the Christie Administration. Governor Murphy will leverage the General Fund, Clean Energy Fund, Regional Greenhouse Gas Initiative proceeds, and other sources to reach his nation-leading goal of 100 percent clean electricity by 2035. In fact, since rejoining the Regional Greenhouse Gas Initiative, New Jersey has generated more than \$800 million in revenues from power producers that are being reinvested in New Jersey for energy efficiency, clean energy, and decarbonization projects.

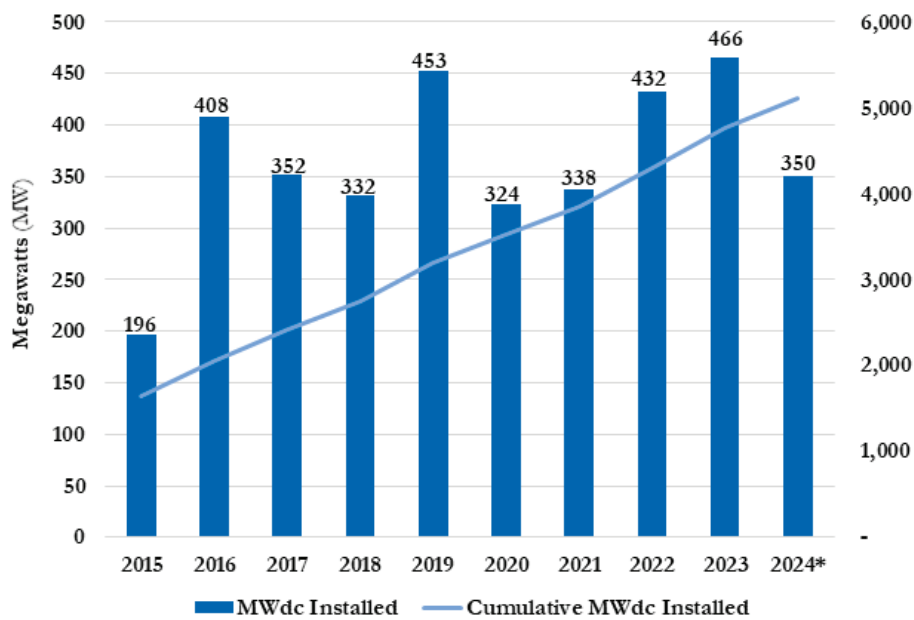
NJ RGGI Program: Project Investments by Funding Initiative
(In Millions)



This December, New Jersey passed the milestone of five gigawatts of installed solar capacity, more than doubling its solar energy output since 2017, and an additional 1.3 MW is in the pipeline, including grid-scale and community solar, along with the Dual-Use Agrivoltaics Pilot Program and rooftop solar. The considerable growth in solar helps the State achieve Governor Murphy’s Executive Order 315 goals, which sets the goal of 100% of the electricity sold in the State to be derived from clean sources of electricity by January 1, 2035.

Megawatts of Solar Capacity Installed

(MWdc Installed by Calendar Year)

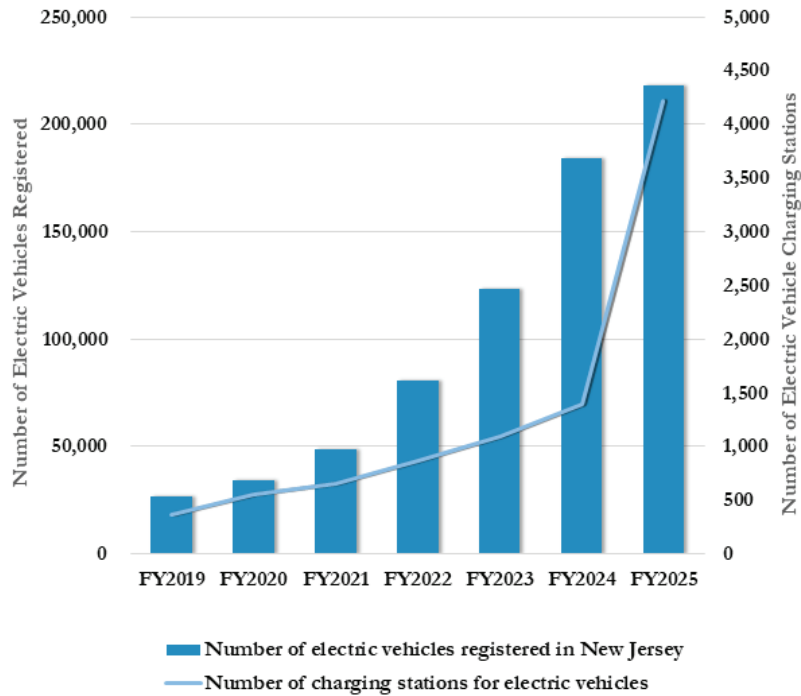


Cumulative MWdc installed includes approximately 1,458 MWdc of solar capacity installed between Calendar Years 2000 and 2014.

*Amounts are projected; actual data is not yet final.

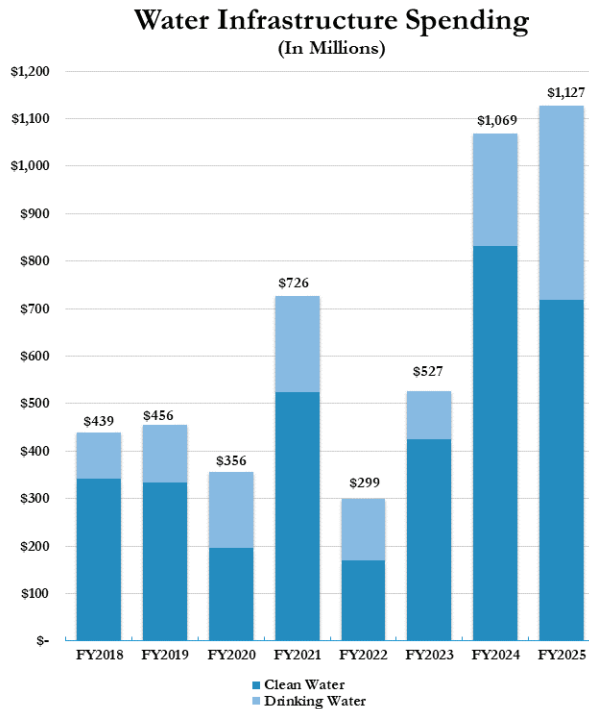
Electric vehicle adoption has surged during the past several years, with the number of plug-in vehicles on the road now estimated to be over 215,000 in 2025. This year, the BPU’s popular Charge Up New Jersey program will continue to provide point-of sale subsidies for the purchase or lease of new EVs at the same \$50 million total funding level, now entirely from the Clean Energy Fund. Over the past five years, the program has provided nearly 50,000 incentives totaling \$148 million.

Green and Clean Energy - Electric Vehicles



Water Infrastructure

In 2024, the Water Bank advanced \$1 billion in infrastructure financing for 116 clean water and 31 drinking water projects, including funding for lead service line replacement, PFAS treatment systems, stormwater mitigation, combined sewer separation, wastewater treatment, and flood risk reduction. Thirty-four of these projects, totaling \$415 million, supported disadvantaged communities.



FY2018 through FY2024 represents the amount that was expended while FY2025 represents amount that was budgeted.

DEP also authorized seven new Long-Term Control Plans to address Combined Sewer Overflows (CSO) in urban communities and closed \$107 million in new funding for eight CSO projects, helping to rid municipalities of the scourge of untreated raw sewage discharges into their communities and shared waterways.

These successes were due to increased funding from the Biden Administration, \$374.6 million in State funds for Drinking Water and Clean Water Infrastructure since FY2020, and over \$300 million in State Fiscal Recovery Fund dollars.

Parks Investment

Since the start of the Administration, over \$700 million has been invested in New Jersey’s parks including the Garden State Greenway and Liberty State Park. In FY2025, \$70 million from the Debt Defeasance and Prevention Fund was allocated to continue advancements for the two projects, including major work on the southern and northern sections of Liberty State Park and starting phase 1B of the Garden State Greenway. The State’s investment builds off of \$95 million in federal funds that were provided for these projects in previous years.

A significant portion of DEP’s funding will come from constitutionally dedicated Corporation Business Tax (CBT) revenue supplemental appropriations that have been provided separately from the Governor’s budget each year since FY2017. These dedicated funds account for about \$250 million in FY2025 adjusted appropriations, and the removal of this funding in FY2025 appears to result in a large reduction for year-over-year comparisons. The Administration will recommend to the Legislature supplemental appropriations again in FY2026 to continue to support the constitutionally dedicated programming.

State Operations and Initiatives

Health Benefits

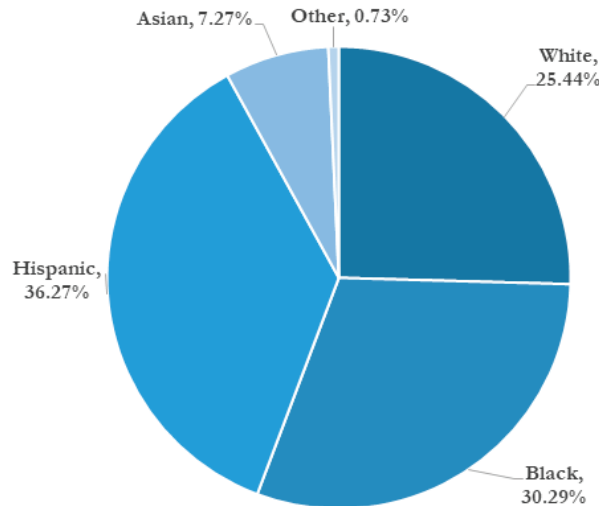
In FY2026, the State expects to spend approximately \$6.7 billion on health benefit payments for the active and retired enrollees for whom the State is responsible. The Administration will continue to work to maintain the highest possible quality of care at the lowest possible cost. Since the COVID pandemic, health costs have been rising far faster than general inflation, placing extreme pressure on State and local budgets. The Governor stands ready to seek responsible, sustainable, and fair reforms to public worker health benefits, in partnership with labor and the Legislature.

Addressing Disparities

Fairness has consistently been a driving force for the Murphy Administration. The Governor’s budget continues supporting work that extends the reach of State programs and services to ensure that New Jersey is a “State of Opportunity” for all people.

The Down Payment Assistance program operated by HMFA has been a great success in starting first-time homebuyers to begin building intergenerational wealth. The first-generation homebuyer bonus that HMFA first started to provide in 2024 is designed to benefit those whose families have been systematically prevented from being able to afford access to real estate, and has disproportionately benefitted those with racial and ethnic backgrounds known to have historically faced such obstacles.

Race and Ethnicity of First Gen Home Buyers Awarded by NJHMFA Down Payment Assistance in 2024



The FY2026 Budget

The NJEDA has approved nearly \$5 million to date to promote the adoption of Employee Stock Ownership Plans (ESOPs) among New Jersey businesses, including a \$2 million agreement with Rutgers University's School of Management and Labor Relations to develop educational programs aimed at increasing adoption and \$2.7 million for firms to provide feasibility study services to businesses interested in transitioning to an ESOP. This initiative seeks to provide succession solutions for business owners while promoting wealth-building opportunities for employees, particularly within communities of color. The FY2026 budget includes an additional \$1 million to further advance this work.

This year, the Department of Education will launch the Division of Educational Opportunities to support efforts to boost academic outcomes and student experience, starting with data analysis and reviews of potential programming.

The Governor is also hopeful that the Legislature will enact concrete solutions to make the public bidding process more accessible and resolve disparities in procurement processes based on the results of the disparity study released in early 2024.

Innovation

At the start of his Administration, Governor Murphy made a forward-thinking decision to appoint a Chief Innovation Officer to his cabinet and establish an Office of Innovation to focus on improving the effectiveness and efficiency of how New Jersey provides public services. By introducing agile software development, user-oriented design principles, and other innovative processes, many interactions with government that used to be time-consuming, difficult to understand, and costly to taxpayers have been dramatically improved. This year, the Governor hopes to codify the Office of Innovation into permanent law as a new independent authority.

For example, the fully redesigned Unemployment Insurance application launched in April 2024 reduced submission time from nearly four hours to under 25 minutes for more than half of applicants, with 90% completing it on the same day. The application is fully available in Spanish and optimized for assistive devices. Call center improvements have served 60,000 more residents annually, cut hold times, and saved millions. Identity verification enhancements decreased support calls by 70%, increased immediate verification by nearly 20%, and saved \$585,000 in operating costs, with projected annual savings of \$780,000.

Additionally, the Department of Community Affairs is utilizing AI and other technologies to improve the provision of utility assistance benefits to low-income residents. As a result, the Department has reduced the average number of days for an applicant to submit a full application from 45 days to 14 days, reduced the average number of days to adjudicate an application from 60 days to 20 days, and reduced the average number of days to pay out benefits from 180 days to 35 days.

Furthering the Administration's commitment to improving the resident experience, the Department of Environmental Protection has been transitioning services to more accessible, internet-based services; it offers nearly 650 online services to the public, including 360 online services to digitally receive permit applications, forms, reports, certifications; 150 e-payment services; and 134 community facing GIS applications and maps.

Capital Projects

This year, the Administration proposes another substantial investment of \$25 million, as recommended by the Commission on Capital Budgeting and Planning, to ensure that State facilities are safe and functioning. This investment will fund critical projects at State facilities such as psychiatric hospitals, correctional institutions, and developmental centers. Over the past several years, the Murphy Administration has significantly increased funding for State capital needs, addressing the costs of years of underinvestment. During the Murphy Administration, discretionary capital project recommendations through the Commission on Capital Budgeting and Planning have exceeded \$500 million versus only \$174 million during the prior administration.

Federal Funds Overview

The budget relies on a total of \$27.9 billion of federal funds that the State expects to receive in accordance with federal law. This money will support health care for seniors, people with disabilities, and those who cannot afford insurance; food assistance; maintenance of our highways and mass transit systems, and much more. At the present moment, there is more risk to this relationship than any point in memory. Actions by the Trump Administration have already threatened funding for medical treatment and research, mass transit, and clean energy projects. Congress faces a budget deadline in March, and may make potentially dramatic reductions to funding that could shift billions of dollars of costs to the State or directly to taxpayers. If the federal government chooses to impose such cuts on the American people, Governor Murphy is prepared to work with the Legislature to protect the people of New Jersey.

FY2025 and FY2026 Revenues

Economic Performance and Outlook

In 2024, New Jersey benefitted from stable economic growth. The state's Gross Domestic Product (GDP) – a broad measure of economic output – showed moderate growth overall and employment levels saw modest increases. Price inflation continued to decline over the course of the year. Higher interest rates, which were intended to slow economic activity in order to tame inflation, retreated slightly over the second half of 2024 after plateauing for nearly a year. Although interest rates have come down to some extent, they continue to restrict economic activity in certain sectors, most notably the housing market. As 2025 begins, the near-term economic outlook for both New Jersey and the nation points to continued moderate growth. The Federal Open Market Committee (FOMC) lowered interest rates at the end of 2024 to encourage spending and investment, but future rate cuts in 2025 are less certain due to inflation remaining above its 2.0 percent goal amidst a stable labor market.

The state's real GDP grew at a seasonally adjusted annual rate of 3.0 percent in the third quarter of 2024. Combined, over the first three quarters of 2024, New Jersey's real GDP grew at a rate of 2.1 percent.¹

After three standout years of job gains, New Jersey's labor market expanded more slowly in 2024. Following gains of 261,700 jobs in 2021, 115,700 jobs in 2022, and 89,600 jobs in 2023, preliminary estimates suggest 30,300 jobs were added in 2024. Employment increased modestly in eight out of twelve months, with slight growth in each of the final five months of the year. Payroll employment grew by an average of 3,200 jobs per month over the first half of 2024 and by an average of 1,900 jobs per month over the second half of the year, showing signs of a downward shift in momentum over the second half of the year.

By the end of 2024, New Jersey had 178,900 more nonfarm jobs than before the COVID-19 pandemic, rising 4.2 percent from February 2020 to December 2024. This figure was higher than the change in employment compared to pre-pandemic levels in New York (0.6 percent), Pennsylvania (2.4 percent), and Connecticut (1.0 percent).

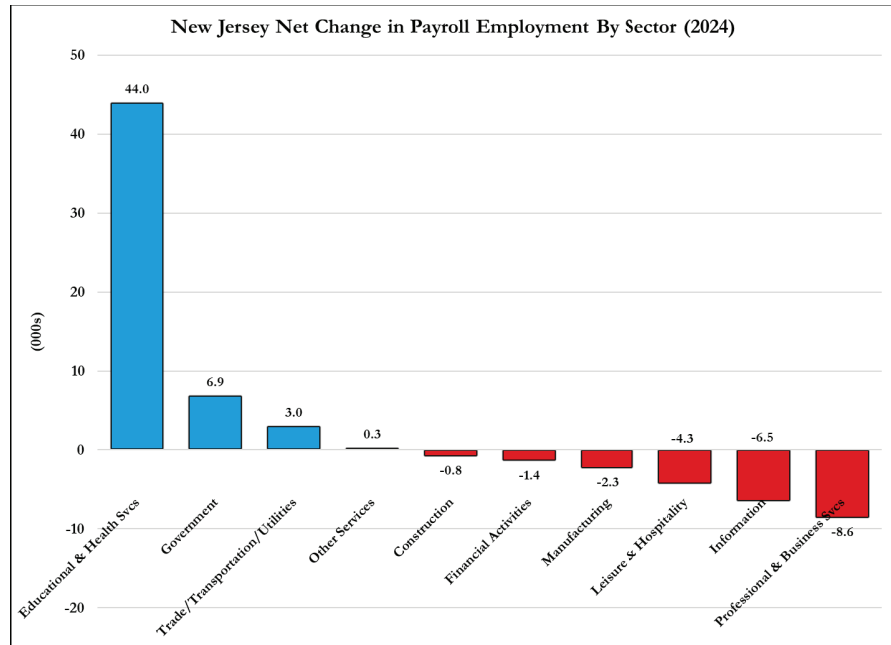
New Jersey's December 2024 labor force participation rate of 64.4 percent was at pre-pandemic levels. It softened in the winter of 2024 after reaching a peak of 64.8 percent in August 2024. The state's December 2024 rate was higher than that of New York (61.2 percent) and Pennsylvania (61.8 percent), and identical to Connecticut (64.4 percent). The state's unemployment rate decreased 0.2 percentage points over the course of the year, falling to 4.6 percent in December 2024 as the number of unemployed persons declined relative to the labor force.

Job growth in 2024 was largely concentrated in Educational & Health Services as other sectors experienced either low growth or declines in employment. The only sectors that added more than 500 jobs throughout the course of the year were Educational & Health Services (+44,000 jobs), Trade,

¹ Fourth quarter State GDP data is not released until March 2025.

Revenue Outlook

Transportation and Utilities (+3,000 jobs), and Government (+6,900 jobs). These three industries in particular initially struggled to rebound from the pandemic. Professional & Business Services lost 8,600 jobs over the course of the year, while Information lost 6,500 jobs and Leisure and Hospitality lost 4,300 jobs. Employment in most sectors remained above pre-pandemic levels at the end of the year. The only sectors to not reach pre-pandemic employment levels as of December 2024 were Information (-200 jobs) and Government (-4,300 jobs).



New Jersey wages and salaries rose 4.4 percent over the first three quarters of 2024 with personal income growing by 4.8 percent, slowing somewhat from the prior year. Meanwhile, the stock markets are coming off two years of strong growth, likely boosting non-wage income sources. The S&P 500 grew 53.2 percent from the end of 2022 until the end of 2024, while the Dow Jones industrial average was up 28.3 percent over the same time period.

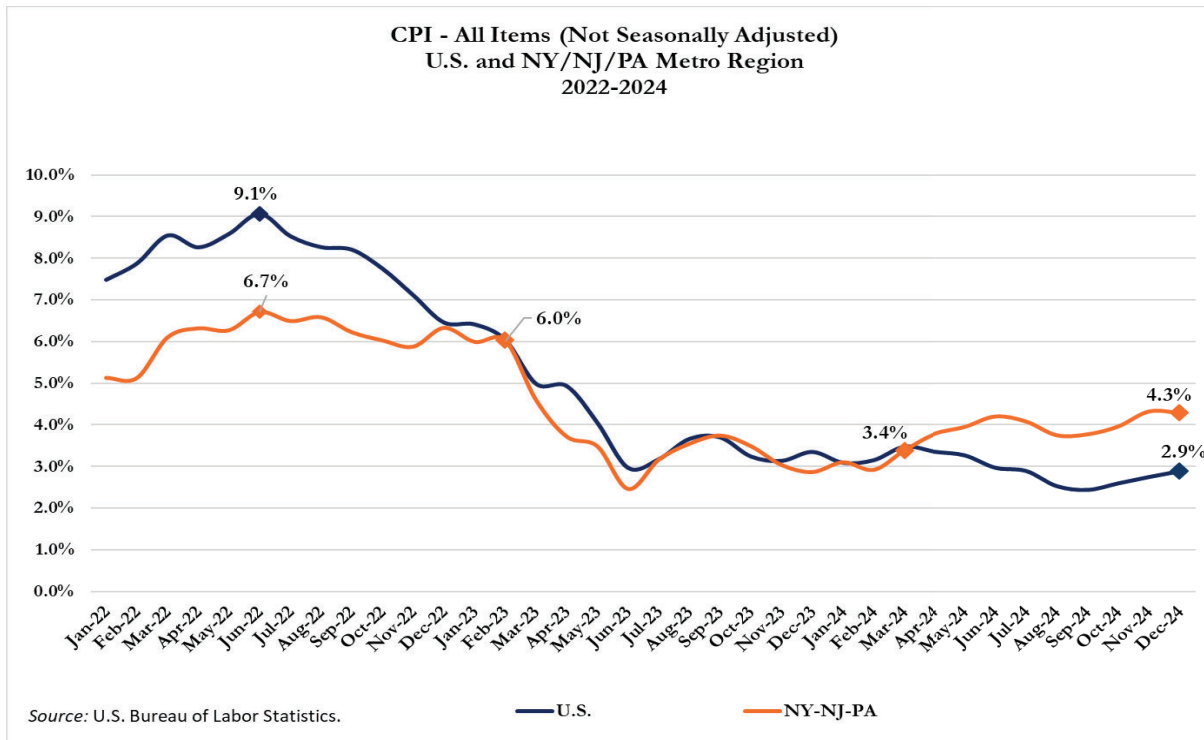
U.S. personal saving as a percentage of disposable personal income has fluctuated sharply in recent years. From a pre-pandemic level of savings in the mid-seven percent range, savings rose to a high of 24.5 percent spurred by federal economic impact payments and limited spending options. The savings rate subsequently hovered around 4.5 percent in 2023 as households adjusted to high price inflation and decreased to an average of 4.1 percent in 2024.

The housing market continued at a slow pace in 2024 amidst historically high mortgage interest rates and elevated home prices. The average U.S. 30-year fixed rate mortgage in December 2024 hovered over 6.7 percent, more than double its 3.1 percent level in December 2021. The median sales price for a single-family home in New Jersey reached \$560,000 in 2024, rising 11.3 percent from 2023, when prices rose 6.3 percent from the year prior.

But after two years of weakness, the housing market showed signs of picking up toward the end of 2024. According to New Jersey Realtors data, closed sales of existing homes beat their year-ago levels in each of the final three months of 2024. Previously, existing-home sales weakened near the end of 2021 and total closed sales fell 17.8 percent in 2022, matching levels last seen in 2015. Sales continued to decline in 2023, and in 2024 total closed sales fell 0.3 percent, while both the inventory of homes for sale and the affordability index reached their lowest levels since at least 2010.

U.S. price inflation slowed to some degree from 2023's pace, as the national consumer price index (CPI) rose 2.9 percent year-over-year in December 2024, representing a decline of 0.2 percentage points from January 2024's level of 3.1 percent. In contrast, inflation in the metropolitan area

containing much of northern and central New Jersey has trended higher than the national rate since the spring of 2024, as regional year-over-year CPI grew 4.3 percent in December 2024. Core CPI, which excludes food and energy items, rose 3.2 percent nationally year-over-year in December. This represents a sustained slowing of inflation from its 9.1 percent peak in June 2022. However, the rate stalled around 2.7 percent over the second half of 2024, still above the Federal Reserve’s 2.0 percent target. Regional core CPI was up 4.7 percent in December.



The economic outlook includes uncertainties for both New Jersey and the United States, even as consensus forecasters project moderate growth. International trade may face a round of tariff increases, and federal tax and fiscal policy may see significant reforms in the coming year. While interest rates are believed to have peaked, inflation remains above 2.0 percent. According to the FOMC December 2024 projection, real (inflation-adjusted) GDP in the U.S. is expected to grow 2.1 percent in 2025, after a solid performance in 2024. Economists surveyed by the Wall Street Journal in January 2025 forecasted real GDP growth of 2.0 percent for the U.S. in 2025, down from preliminary estimates that indicate a 2.8 percent U.S. real GDP growth in 2024.

The revenue forecasts presented on the following pages assume the forecasting consensus for moderate economic growth with somewhat lower price inflation and declining interest rates expected for 2025 and 2026.

FY2026 Revenues

(In Millions)

	FY2025	FY2025	FY2026	Change from Revised	
	Approp. Act	Revised	Projected	\$	%
Income	\$ 19,695	\$ 20,267	\$ 21,112	\$ 845	4.2
Sales	13,797	13,748	14,464	716	5.2
Corporation	4,338	4,464	4,229	(235)	(5.3)
Corporate Transit Fee	1,023	1,023	868	(155)	(15.2)
Business Alternative Income Tax	4,340	4,043	4,158	115	2.8
Other	11,315	11,325	11,977	652	5.8
Total	\$ 54,508	\$ 54,870	\$ 56,808	\$ 1,938	3.5

FY2025 and FY2026 Revenues

The New Jersey revenue outlook has stabilized and revenue collections are in line with the targets set at the time of the FY2025 Appropriations Act. The revised overall FY2025 forecast of \$54.9 billion is an increase of \$362.6 million, or a change of only 0.7 percent, the smallest mid-year adjustment since before the pandemic. Aggregate collections have tracked very closely to the certified targets, with some revenues such as the Gross Income Tax exceeding projections, while other revenues such as the Pass-Through Business Alternative Income Tax falling below expectations.

Having achieved the “soft landing” that national economic forecasters had expected for 2024, stable economic growth is the consensus anticipation for 2025 and 2026. Major economic indicators such as GDP, personal income, price inflation, employment, and retail sales are expected to maintain current levels for the foreseeable future, and the FOMC is taking a cautious approach to interest rates for the coming year. Likewise, the FY2026 revenue forecast projects stable underlying growth, while making no explicit assumptions about potential future changes in federal tax policies and how that may impact New Jersey. Total revenue collections of \$56.8 billion are projected to rise by \$1.9 billion, up 3.5 percent over FY2025. Declines in certain corporate revenues by nearly \$400 million due to prior policy enactments are offset by various new policy proposals worth an estimated \$1.1 billion. The details of the revenue forecasts and policy proposals are discussed in the following pages.

Gross Income Tax

The Gross Income Tax (GIT) is the State's largest revenue source, accounting for roughly 37 percent of the total revenue forecast. Following two years of nearly identical revenue collections, the revised FY2025 forecast is \$20.3 billion, an increase of \$571.9 million above the certified level and \$1.4 billion above FY2024. The last two fiscal years have served as a reset button for the GIT, as tax payments from non-wage income sources fell, after hitting record levels during the pandemic, and as refund issuances moderated, having previously surged as taxpayers continually adjusted for Pass-Through Business Alternative Income Tax (PTBAIT) credit utilization.

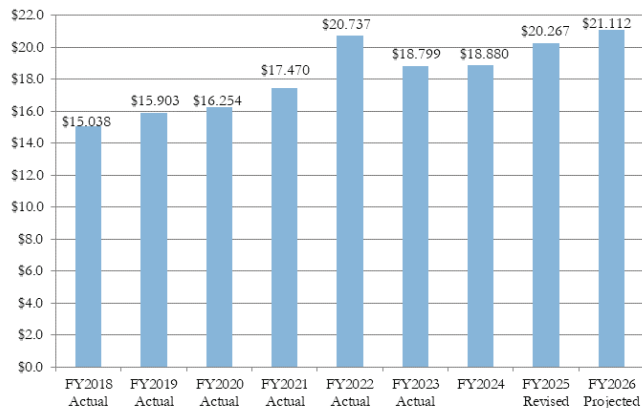
Through January, net GIT collections are up \$720.1 million, an increase of 7.6 percent. The consistent bright spot for the GIT has been employer withholding collections, its largest component and the biggest factor of growth in this tax. Employer withholding is up about 5.8 percent this fiscal year and has trended at or above five percent growth in six of the last seven fiscal years. Additionally, estimated payments are up nearly 15 percent, likely due to continued strength in capital markets during 2024. Indexes like the S&P 500 and NASDAQ grew in excess of 20 percent, and the S&P 500 posted gains in excess of 20 percent for the second consecutive year. Given the improvement in estimated payments and capital markets, final payments this spring are expected to reverse a two-year decline and post positive gains for the first time since the record spring of 2022.

While payments have significantly improved since FY2024, refund activity has also sharply moderated. Through January, refunds have declined by \$59.3 million year-over-year, whereas refund activity had increased by \$361.7 million year-over-year by the same point last January. As noted above, the moderation of refunds is largely believed to be related to taxpayers properly adjusting for their PTBAIT credits, thus reducing instances of overpayment. The refund outlook for the remainder of FY2025 remains virtually unchanged, as there have not been any noteworthy tax policy changes that would negatively impact this forecast.

The FY2026 forecast of \$21.1 billion is up \$845.9 million, an increase of 4.2 percent above FY2025. The forecast assumes continued growth in employer withholding, albeit slightly below recent trend. Estimated payments are expected to continue to grow, but at a slower rate than FY2025 given two years of strong capital market growth and the potential for significant capital gains realization in the current year. Similarly, final payments in the spring of 2026 are expected to soften as most of the tax payments related to recent capital gains are assumed to be received largely in FY2025 and during the early part of FY2026. Refunds are expected to grow modestly, as is generally the case absent significant tax policy changes. The Administration, as part of this budget, is proposing to allow taxpayers, starting in Tax Year 2025, to deduct from New Jersey gross income certain capital gains from the sale or exchange of New Jersey qualified small business stock. This proposal is expected to reduce collections by about \$10.4 million in FY2026.

Gross Income Tax

(In Billions)



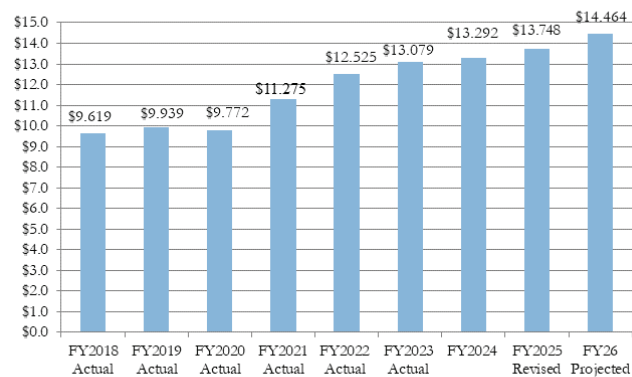
Sales Tax

The Sales and Use Tax (SUT) is the State’s second largest budgeted tax revenue. After a remarkable two-year period of surging SUT collections, FY2025 receipts are up a more temperate 3.3 percent year-to-date through January. Stretching back to the autumn of 2023, SUT revenues have grown by less than the rate of regional core consumer price inflation in 12 of the past 15 months. Consumers are continuing to spend, albeit cautiously and potentially on services not subject to the State’s SUT. Accordingly, the revised FY2025 forecast of about \$13.7 billion is \$48.3 million less than the certified amount from the Appropriations Act, but still assumes growth over FY2024. The remainder of FY2025 stands to benefit from the partial imposition of the SUT on sales of zero-emission vehicles, which was enacted in connection with the FY2025 Appropriations Act. Zero-emission vehicles will be subject to the full SUT rate of 6.625 percent starting in FY2026.

The State forecast of about \$14.5 billion in SUT collections in FY2026 is up 5.2 percent from FY2025, assuming consumption not only keeps pace with price inflation, but also the enactment of various sales tax base expansion and exclusion policies beginning on September 1, 2025.

Sales Tax

(In Billions)



Sales Tax excludes the tax on energy.

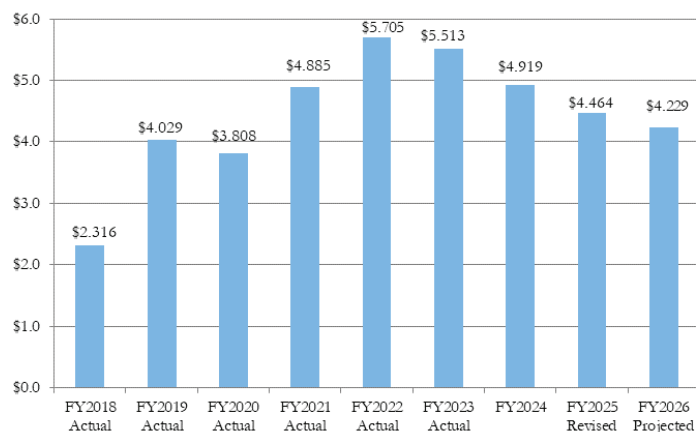
First, the Administration proposes expanding the SUT base by including the following services and transactions: participatory sports; interior design; vehicle trade-ins; digital services; second-hand airplane sales; certain complimentary meals, rooms, and tickets; horse training; and removing the partial sales tax exemption and \$20,000 sales tax cap on boats or other vessels. These policy changes are expected to increase SUT revenue by \$277.1 million in FY2026. The Administration also proposes to exempt certain baby products and sunscreen from the SUT. These policy changes are expected to reduce SUT revenue by \$7.5 million. The net impact on FY2026 SUT revenue from all policy changes is a roughly \$270 million increase.

Corporation Business Tax

The revised FY2025 Corporation Business Tax (CBT) revenue forecast, excluding the Corporate Transit Fee (CTF), is \$4.5 billion, an increase of \$125.6 million over the FY2025 Appropriations Act forecast. Following the expiration of the CBT surtax on corporations with allocated net income greater than \$1 million, CBT revenues were expected to decline by 11.8 percent in FY2025. However, the revised forecast expects a slight improvement, with the decline now forecasted at 9.3 percent below FY2024.

Year-to-date collections through the end of January are down 10.5 percent as payments fell due to the expiration of the CBT surtax. Partially offsetting this expected payment decline was a change in refund issuances, which fell relative to their historically high levels last fiscal year. Through January, refund payments of \$683.3 million eased from the same period last year by \$214.2 million, down 23.9 percent. In recent years, high refund levels were a result of multiple factors, including overpayments from current and prior tax years, claims for various corporate tax credits for multiple tax years, and increased utilization of prior net operating losses. Refunds are expected to continue to be elevated for the remainder of FY2025 due to these factors.

Corporation Business Tax
(In Billions)



Corporation Business Tax excludes the tax on energy as well as the Corporate Transit Fee, which was new for FY2025.

Revenue Outlook

The CTF is still forecasted to generate roughly \$1 billion during FY2025, but substantial payments are not expected to be received until later in FY2025 when final returns are due in the spring. Indeed, an actual accounting of CTF payments may not be known until after Tax Year 2024 returns are filed with the extension period at the end of 2025.

It is worth noting that the net effect from the expiration of the CBT surtax and imposition of the CTF is a roughly \$200 million reduction in annual taxpayer liabilities. Nearly 3,000 corporate taxpayers will benefit from the expiration of the surtax, while the newly implemented CTF on corporations with New Jersey allocated net income over \$10 million will affect about 800 of the most profitable CBT entities. This dedicated revenue will help sustain the economically vital commuter network run by NJ TRANSIT that benefits employees and employers alike.

FY2026 CBT revenue collections of \$4.2 billion are projected to fall from FY2025 levels, declining \$234.9 million, down 5.3 percent. The decrease in FY2026 is primarily due to the expectation of elevated refunds, the lingering effects of the expiration of the surtax for taxpayers with allocated net income between \$1 million and \$10 million, and a weaker corporate profit outlook. Meanwhile, the CTF is estimated to generate \$867.5 million in FY2026, a decline of \$155.5 million. This decline is primarily due to the non-recurrence of about \$205 million in retroactive payments given the mid-year enactment of the CTF in 2024.

Other Major and Miscellaneous Tax Revenues

In addition to the three largest revenues discussed above, the FY2026 Budget includes forecasts of many other revenue sources. Among the most significant are the following:

Pass-Through Business Alternative Income Tax (PTBAIT). In effect since 2020 following the enactment of P.L.2019, c.320, PTBAIT allows members of entities such as partnerships, S corporations, and LLCs to elect to pay income taxes at the entity level, rather than at the personal level, so those taxes may be deductible for federal tax purposes.

PTBAIT collections have largely stabilized as taxpayers have transitioned to making regular quarterly estimated payments and final payments. For FY2025, the Appropriations Act forecast anticipated slight growth relative to FY2024, as profits were expected to increase slightly and new elections would slow. However, payments have been soft and refund issuances have been higher than expected. In FY2025, revised PTBAIT revenues are projected to be about \$4 billion, down \$297.1 million from the total certified in the Appropriations Act.

PTBAIT revenue is projected to increase slightly in FY2026 to \$4.2 billion, an increase of \$115.4 million, as refunds are expected to moderate and payments improve. The FY2026 forecast assumes that any changes in federal tax policy, mainly those concerning the State and Local Tax Deduction, will not significantly induce New Jersey taxpayers who are currently taking advantage of PTBAIT to shift their tax filings back to the Gross Income Tax.

Realty Transfer Fee. FY2025 revenues are revised upward to \$497.5 million, an increase of \$63.1 million. Realty Transfer Fee collections have grown for eight of the past nine months this fiscal year, demonstrating a remarkable turnaround in spite of current housing market conditions. FY2026 Realty Transfer Fee revenue collections are projected to rise to \$512.4 million.

Assessment on Real Property Greater than \$1.0 million. Similarly based on collection trends, the FY2025 forecast is revised to \$232 million, an increase of \$32.2 million. Beginning in FY2026, the Administration is proposing an increase in the Assessment on Real Property Greater than \$1.0 million from its current one percent rate to two percent for certain real property purchases between \$1 million and \$2 million and to three percent for certain real property purchases in excess of \$2 million. This increase is expected to generate \$317 million in FY2026 and bring total collections to \$554.2 million.

Transfer Inheritance Tax. FY2025 revenues are revised upward to \$603.3 million, an increase of \$42.9 million from the amount certified in the Appropriations Act. Year-to-date collections are well above FY2024 levels, growing by 14.1 percent through the end of January. FY2026 revenues are expected to rise to \$614 million, up 1.8 percent. Collections from this source are related to personal property values as well as capital markets, which have improved over the past two years. The impact of these patterns on inheritance tax revenue will lag as it can take up to eight or nine months for transfers to settle.

Cigarette Tax. The Cigarette Tax has maintained its accelerated decline as consumers have continued to shift towards other nicotine products such as vaping. Total gross revenues are estimated to be about \$16.1 million below the certified level, revised to \$390.1 million for FY2025. Cigarette Tax collections are now only expected to satisfy off-budget dedications in FY2025, with no on-budget allocation. Beginning in FY2026, the Administration is proposing a \$0.30 per pack increase in the Cigarette Tax rate from \$2.70 per pack to \$3.00 per pack. This increase is expected to generate an additional \$41 million in revenue for FY2026, which will more than offset a forecasted decline in baseline collections. For FY2026, collections are projected to grow to \$406.3 million, up 4.1 percent, with most of these funds dedicated off-budget and leaving a \$10.7 million remainder in the General Fund.

Tobacco and Vapor Products. Collections have steadily increased in recent years as consumers have shifted away from cigarettes to alternative nicotine products. The revised FY2025 forecast of \$46.1 million is \$8.6 million above the certified level. Beginning in FY2026, the Administration is proposing an increase in the Liquid Nicotine rate from \$0.10 per mL to \$0.30 per mL and Container E-Liquid rate from 10 percent to 30 percent. These increases are expected to generate an additional \$10 million. For FY2026, collections are projected to grow to \$58.6 million, up 27.1 percent.

Alcoholic Beverage Tax. Collections have steadily increased over the past few years, with revenues up two percent year-to-date through January. The revised FY2025 forecast of \$153.4 million is up \$3.6 million from the certified level. Beginning in FY2026, the Administration is proposing a 10 percent increase in the Alcoholic Beverage Tax rates, which is expected to generate an additional \$18.5 million. The tax is imposed on quantity sold (per gallon) rather than the sales price and varies depending on the type of alcohol, with the liquor component generating a significant portion of overall revenue. For FY2026, collections are projected to grow to \$174.4 million, up 13.7 percent.

Casino Revenue Fund. Collections have remained strong in FY2025, up 14.5 percent year-to-date through January. In particular, online wagering revenues have more than offset recent weakness in sports betting revenues. The revised FY2025 forecast of \$642.2 million is \$23.6 million above the certified level. Beginning in FY2026, the Administration is proposing an increase in the internet gaming and online sports wagering tax rates from 15 percent and 13 percent, respectively, to 25 percent. This proposal is expected to generate an additional \$322.6 million for the Casino Revenue Fund. As a result, FY2026 revenues are projected to grow to \$989.9 million, up 54.2 percent. The

Revenue Outlook

proposal will also impact Sports Wagering revenue deposited into the State's General Fund and is expected to raise an additional \$80 million in FY2026. In total, the proposed tax rate change will increase internet gaming and sports wagering revenues deposited into both the State's General Fund and Casino Revenue Fund by \$402.4 million.

Other Revenues. As a way to mitigate the impact of new warehouse development on traffic and road quality, the Governor proposes a \$2 truck traffic excise fee that would be imposed on warehouses throughout New Jersey based on the number of truck trips. The FY2026 budget assumes \$20 million of new revenue for this proposal. The FY2026 budget also assumes the adoption of a new excise tax on the purchase of certain unmanned aircraft systems ("drones") expected to raise \$5 million, as well as an increase in the Social Equity Excise Fee (SEEF) on cannabis sold by a Class 1 license holder from \$2.50 per ounce to \$15 per ounce and implementation of a new \$30 per ounce SEEF on intoxicating hemp products, both of which are expected to generate an additional \$70 million in revenue. Finally, the budget proposal includes increases to firearm fees and new excise taxes on both firearms and ammunition, which is projected to generate \$7.8 million of additional General Fund revenue.

FY2026 Budget by Department

(In Thousands)

Department	FY2025	FY2026	Change	
	Adjusted Approp.		Budget	\$
Chief Executive	\$ 14,745	\$ 14,745	-	-
Agriculture	435,038	131,761	(303,277)	(69.7)
Banking and Insurance	75,263	65,263	(10,000)	(13.3)
Children and Families	1,523,737	1,449,156	(74,581)	(4.9)
Community Affairs	1,243,398	976,685	(266,713)	(21.5)
Corrections	1,236,522	1,219,826	(16,696)	(1.4)
Education	16,116,650	16,429,063	312,413	1.9
Environmental Protection	790,629	485,188	(305,441)	(38.6)
Health	1,417,538	1,389,830	(27,708)	(2.0)
Human Services	9,977,124	10,259,848	282,724	2.8
Labor and Workforce Development	211,076	214,790	3,714	1.8
Law and Public Safety	1,031,632	981,721	(49,911)	(4.8)
Military and Veterans' Affairs	129,506	129,253	(253)	(0.2)
State	2,230,709	1,877,238	(353,471)	(15.8)
Transportation	2,179,966	2,650,848	470,882	21.6
Treasury	5,117,512	4,986,490	(131,022)	(2.6)
Miscellaneous Commissions	994	994	-	-
Total Executive Branch	\$ 43,732,039	\$ 43,262,699	(469,340)	(1.1)
Interdepartmental	7,449,920	7,779,605	329,685	4.4
Local Pensions and Health Benefits - Education and Treasury	5,312,425	5,434,785	122,360	2.3
General Obligation Debt Service - Environmental Protection and Treasury	574,227	529,134	(45,093)	(7.9)
Legislature	127,346	119,755	(7,591)	(6.0)
Judiciary	928,314	928,314	-	-
Total Appropriations *	\$ 58,124,271	\$ 58,054,292	(69,979)	(0.1)

*FY2025 and FY2026 exclude approximately \$1.1 billion in pension contributions funded from the Lottery Enterprise Contribution Act.

Direct State Services by Department

(In Thousands)

Department	FY2025		FY2026		Change	
	Adjusted Approp.		Budget		\$	%
Chief Executive	\$ 14,745		\$ 14,745		-	-
Agriculture	13,705		15,080		1,375	10.0
Banking and Insurance	75,263		65,263		(10,000)	(13.3)
Children and Families	466,419		478,689		12,270	2.6
Community Affairs	77,640		69,840		(7,800)	(10.0)
Corrections	1,096,242		1,142,420		46,178	4.2
Education	124,757		119,058		(5,699)	(4.6)
Environmental Protection	336,125		303,212		(32,913)	(9.8)
Health	502,337		515,198		12,861	2.6
Human Services	368,039		369,747		1,708	0.5
Labor and Workforce Development	127,056		135,470		8,414	6.6
Law and Public Safety	934,280		898,291		(35,989)	(3.9)
Military and Veterans' Affairs	122,211		126,108		3,897	3.2
State	74,371		66,776		(7,595)	(10.2)
Transportation	238,321		134,497		(103,824)	(43.6)
Treasury	700,886		651,424		(49,462)	(7.1)
Miscellaneous Commissions	994		994		-	-
Total Executive Branch	\$ 5,273,391		\$ 5,106,812		(166,579)	(3.2)
Interdepartmental*	5,617,322		5,884,102		266,780	4.7
Legislature	127,346		119,755		(7,591)	(6.0)
Judiciary	928,314		928,314		-	-
Total Direct State Services	\$ 11,946,373		\$ 12,038,983		92,610	0.8

*FY2025 and FY2026 exclude \$123.637 million and \$123.402 million, respectively, in pension contributions funded from the Lottery Enterprise Contribution Act. Excluding that component, the total pension contributions for State Employees represent 38.9% of the FY2026 Interdepartmental Direct State Services budget.

School Aid

(In Millions)

	FY2025	FY2026	Change	
	Adjusted Approp.		Budget	\$
Aid to Schools				
Formula Aid	\$ 11,669.4	\$ 12,055.4	\$ 386.0	3.3
Preschool Education Aid	1,231.9	1,266.5	34.6	2.8
Extraordinary Special Education Aid	420.0	420.0	-	-
School Building Aid	13.9	12.6	(1.3)	(9.4)
Debt Service Aid	165.0	163.4	(1.6)	(1.0)
Other Aid	249.0	221.2	(27.8)	(11.2)
Total Aid to Schools	\$ 13,749.2	\$ 14,139.1	\$ 389.9	2.8
Direct State Payments for Education				
Teachers' Pension and Annuity Fund	\$ 3,424.2	\$ 3,453.5	\$ 29.3	0.9
Post Retirement Medical	1,527.9	1,611.5	83.6	5.5
Debt Service on Pension Obligation Bonds	268.8	268.8	-	-
Teachers' Social Security	937.3	968.2	30.9	3.3
Total Direct State Payments for Education	\$ 6,158.2	\$ 6,302.0	\$ 143.8	2.3
School Construction Debt Service	\$ 959.3	\$ 862.4	\$ (96.9)	(10.1)
Total School Aid (included in GBM)	\$ 20,866.7	\$ 21,303.5	\$ 436.8	2.1
Additional Support from the Lottery Enterprise Contribution Act (Teachers' Pension Payments)	\$ 875.2	\$ 882.4	\$ 7.2	0.8
Grand Total School Aid	\$ 21,741.9	\$ 22,185.9	\$ 444.0	2.0

Higher Education

(thousands of dollars)

	FY 2025 Adj. Approp	FY 2026 Budget	Change	
			\$	%
College and Universities				
Senior Public Institutions				
Operating Support	853,944	793,174	(60,770)	(7.1)
Outcomes-Based Allocation	220,503	150,503	(70,000)	(31.7)
Fringe Benefits	900,535	1,000,936	100,401	11.1
Fringe Support	75,000	67,500	(7,500)	(10.0)
Independent Colleges and Universities	14,200	4,600	(9,600)	(67.6)
Community Colleges				
Operating Support ^(a)	169,123	149,123	(20,000)	(11.8)
Fringe Benefits	62,066	65,191	3,125	5.0
Total Colleges and Universities	\$ 2,295,371	\$ 2,231,027	(64,344)	(2.8)
Student Financial Assistance				
Tuition Aid Grants	488,895	485,887	(3,008)	(0.6)
Summer Tuition Aid Grants	20,000	-	(20,000)	(100.0)
Garden State Guarantee	94,352	84,412	(9,940)	(10.5)
EOF Grants and Scholarships	54,838	54,838	-	-
Community College Opportunity Grant (CCOG)	39,820	32,540	(7,280)	(18.3)
Teachers' Scholarships, Stipends, & Loan Redemption	15,000	3,500	(11,500)	(76.7)
Part-Time Tuition Aid Grants for County Colleges	8,737	8,737	-	-
NJSTARS I & II	7,771	6,000	(1,771)	(22.8)
Student Success Incentive Funding	5,000	2,500	(2,500)	(50.0)
Behavioral Healthcare Provider Loan Redemption	7,000	3,500	(3,500)	(50.0)
Primary Care Practitioners Loan Redemption ^(b)	3,875	-	(3,875)	(100.0)
Pay It Forward	4,287	1,000	(3,287)	(76.7)
Nursing Faculty Loan Redemption	1,625	500	(1,125)	(69.2)
Governor's Urban Scholarship Program	595	250	(345)	(58.0)
Other Student Aid Programs	2,144	1,050	(1,094)	(51.0)
Total Student Financial Assistance	\$ 753,939	\$ 684,714	(69,225)	(9.2)
Facilities and Capital	\$ 154,401	\$ 124,823	(29,578)	(19.2)
Other Programs	\$ 38,542	\$ 15,287	(23,255)	(60.3)
Lottery Enterprise Contribution Act ^(c)	\$ 127,136	\$ 129,421	2,285	1.8
Total Higher Education	\$ 3,369,389	\$ 3,185,272	(184,117)	(5.5)

Notes:

(a) Includes funding from the Supplemental Workforce Fund for Basic Skills of \$23.8 million in FY2025 and \$33.8 million in FY2026.

(b) Beginning in fiscal year 2026, the Primary Care Practitioners Loan Redemption Program is part of the Reproductive Health Supports within the Department of Health.

(c) Supports fringe benefits of State-supported employees at Senior Public Institutions and Community Colleges.

**SUMMARY OF APPROPRIATIONS;
MAJOR INCREASES AND DECREASES**

This table summarizes the major increases and decreases in the fiscal year 2026 budget and is organized by category.

Categories of recommended appropriations are defined as follows:

State Operations consists of programs and services operated directly by the State government. The largest single component is for the salary and benefits of State employees. This portion of the budget is subject to the spending limitations imposed by the Cap Law.

Grants-in-Aid appropriations are for programs and services provided to the public on behalf of the State by a third party provider, or grants made directly to individuals based on assorted program eligibility criteria. The NJ FamilyCare program, Tuition Aid Grant Program, Affordable New Jersey Communities for Homeowners and Renters (ANCHOR), and funding for New Jersey Transit and State colleges and universities fall into this category.

State Aid consists of payments to or on behalf of counties, municipalities, and school districts to assist them in carrying out their local responsibilities. This category of expenditure includes school aid and municipal aid. It also includes funding for county colleges, local public assistance, and county psychiatric hospital costs.

Capital Construction represents pay-as-you-go allocations and debt service for construction and other infrastructure items.

Debt Service payments represent the interest and principal on capital projects funded through the sale of general obligation bonds.

**APPROPRIATIONS:
MAJOR INCREASES AND DECREASES
(millions of dollars)**

	<u>Increases</u>	<u>Decreases</u>	<u>Net Change</u>
State Operations			
Central Salary Program	\$ 240.827		
State Active and Retiree Employee Health Benefits	184.985		
Arbitrage Rebate	149.387		
Corrections - Replace One-Time Resources	80.000		
Pensions	42.031		
Employer Taxes	22.333		
Universal Newborn Home Nurse Visitation Program	12.735		
State Psychiatric Hospitals - Operations	11.092		
Family Leave Supplemental Payments for State Workers	10.000		
Medicaid - Project Implementation Support	10.000		
Utilities and Other Services Trend	7.783		
Payments to Fiscal Agents	6.200		
State Police - 168th Recruit Class	2.500		
Debt Service	2.072		
Division of Law - Project for Federal Accountability	1.000		
Fire Fighting Costs	1.000		
Office of New Americans	0.500		
Subtotal - State Operations Increases	<u>\$ 784.445</u>		
Tort Claims Liability Fund	\$	(334.248)	

**APPROPRIATIONS:
MAJOR INCREASES AND DECREASES
(millions of dollars)**

	<u>Increases</u>	<u>Decreases</u>	<u>Net Change</u>
Winter Operations		(80.000)	
Remove One-Time Appropriations		(70.259)	
Prison Consolidation Savings - Technical Parole Violation Reform		(30.000)	
Charge Up New Jersey Electric Vehicle Incentive Program - Shift to Non-State Funds		(20.000)	
Public Notice Reform Savings		(20.000)	
Motor Vehicle Commission Operations - Shift to Non-State Funds		(13.500)	
Health Insurance Affordability Fund		(10.000)	
Horse Racing Purse Subsidies		(10.000)	
Governor's Council on Substance Use Disorder - Shift to Non-State Funds		(5.400)	
Reproductive Health Programs - Shift to Department of Health's Grants-in-Aid		(5.000)	
Central Rent		(4.895)	
Other (Net)		(88.013)	
<i>Subtotal - State Operations Decreases</i>		<i>\$ (691.315)</i>	
<i>Net Change (State Operations)</i>			<i>\$ 93.130</i>
Grants-In-Aid			
NJ Transit Corporate Transit Fee	\$ 815.476		
NJ FamilyCare Health Care Trend	541.040		
Developmental Disabilities Trend	138.764		
State Active and Retiree Employee Health Benefits	79.357		
Affordable New Jersey Communities for Homeowners and Renters (ANCHOR) Trend	71.900		
Stay NJ Property Tax Credit Program (P.L.2023, c.75 and P.L.2024, c.88)	60.000		
Child Care Trend	44.500		
Senior and Disabled Citizens' Property Tax Freeze Trend	23.900		
Costs Due To Minimum Wage and Wage Inflation Increase	23.800		
Pensions	21.551		
AIDS Drug Distribution Trend	12.441		
Employer Taxes	9.317		
High-Impact Tutoring Program	7.500		
Reproductive Health Programs	6.500		
WorkAbility Initiative	5.266		
Children's System of Care Trend	5.256		
Phone-Free Schools Grants	3.000		
School Lead Filters	2.000		
Tuition Aid Grants Trend	1.992		
<i>Subtotal - Grants-In-Aid Increases</i>	<i>\$ 1,873.560</i>		
Remove One-Time Appropriations	\$	(470.320)	
NJ FamilyCare Health Care - Enhanced Federal Match and Other Resources		(420.219)	
Economic Development Authority Grant Funding		(62.750)	
NJ Transit General Fund Operating Subsidy		(58.000)	
Purchase of Community Services - Shift to Non-State Funds		(46.924)	

**APPROPRIATIONS:
MAJOR INCREASES AND DECREASES
(millions of dollars)**

	<u>Increases</u>	<u>Decreases</u>	<u>Net Change</u>
Debt Service		(35.200)	
New Jersey Statewide Student Support Services (NJ4S) - Shift to Non-State Funds		(34.600)	
Preserve New Jersey		(33.827)	
Pharmaceutical Assistance for the Aged and Disabled Trend		(21.731)	
University Hospital Capital Improvements - Shift to Non-State Funds		(20.000)	
One-Time Summer Tuition Aid Grants (P.L.2024, c.84)		(20.000)	
Down Payment Assistance Fund - Shift to Non-State Funds		(15.000)	
Division of Child Protection and Permanency Trend		(4.133)	
Other (Net)		(282.928)	
Subtotal - Grants-In-Aid Decreases		\$ (1,525.632)	
Net Change (Grants-In-Aid)			\$ 347.928
State Aid			
School Aid Increase	\$ 385.983		
Post Retirement Medical	124.478		
Transitional Aid to Localities	35.000		
Preschool Education Aid	34.598		
Employer Taxes	30.818		
Pensions	26.647		
Tax Levy Incentive Aid	20.000		
General Assistance Trend	8.090		
Supplemental Security Income Trend	7.468		
Transportation Assistance for Senior Citizens and Disabled Residents	7.120		
Non-Contributory Insurance Trend	6.703		
Youth Vote Expansion Grants	1.000		
Subtotal - State Aid Increases	\$ 687.905		
Remove One-Time Appropriations	\$	(202.604)	
Debt Service		(99.996)	
One-Time Stabilized School Budget Aid Grant Program (P.L.2024, c.13)		(44.699)	
Transitional Aid to Localities - Shift to Non-State Funds		(40.000)	
Working Class Families State Supplement Trend		(38.600)	
Health Benefits Savings		(35.468)	
Local Transportation Projects Fund		(27.000)	
Local Recreational Improvement Grants		(10.000)	
Aid to County Colleges - Shift to Non-State Funds		(10.000)	
Grants to Urban Parks - Shift to Non-State Funds		(8.000)	
Other (Net)		(4.547)	
Subtotal - State Aid Decreases		\$ (520.914)	
Net Change (State Aid)			\$ 166.991

**APPROPRIATIONS:
MAJOR INCREASES AND DECREASES
(millions of dollars)**

	<u>Increases</u>	<u>Decreases</u>	<u>Net Change</u>
Capital Construction			
Capital Improvements, Contingency	\$ 17.100		
<i>Subtotal - Capital Construction Increases</i>	<i>\$ 17.100</i>		
Preserve New Jersey		\$ (506.094)	
Transportation Trust Fund - Debt Service		(131.425)	
Remove One-Time Appropriations		(6.600)	
Other (Net)		(5.916)	
<i>Subtotal - Capital Construction Decreases</i>		<i>\$ (650.035)</i>	
<i>Net Change (Capital Construction)</i>			<i>\$ (632.935)</i>
Debt Service			
General Obligation Bond Debt Service		\$ (45.093)	
<i>Subtotal - Debt Service Decreases</i>		<i>\$ (45.093)</i>	
<i>Net Change (Debt Service)</i>			<i>\$ (45.093)</i>
GRAND TOTAL	\$ 3,363.010	\$ (3,432.989)	\$ (69.979)

TABLE I
SUMMARY OF FISCAL YEAR 2025-26 APPROPRIATION RECOMMENDATIONS
(thousands of dollars)

*Table I is a summary of appropriations of all State fund sources.
It highlights the percent change in appropriations between fiscal years.*

	2025 Adjusted Approp.	2026 Recommended	Change	
			Dollar	Percent
GENERAL FUND AND PROPERTY TAX RELIEF FUND				
State Aid and Grants	42,470,702	42,618,256	147,554	0.3 %
State Operations				
Executive Branch	5,194,998	5,025,920	(169,078)	(3.3)
Legislature	127,346	119,755	(7,591)	(6.0)
The Judiciary	928,314	928,314	-	0.0
Interdepartmental	5,617,322	5,884,102	266,780	4.7
Total State Operations	11,867,980	11,958,091	90,111	0.8 %
Capital Construction	2,486,427	1,853,492	(632,935)	(25.5)
Debt Service	574,227	529,134	(45,093)	(7.9)
TOTAL GENERAL FUND AND PROPERTY TAX RELIEF FUND	57,399,336	56,958,973	(440,363)	(0.8 %)
CASINO CONTROL FUND	77,430	79,929	2,499	3.2
CASINO REVENUE FUND	618,603	989,910	371,307	60.0
GUBERNATORIAL ELECTIONS FUND	28,902	25,480	(3,422)	(11.8)
GRAND TOTAL STATE APPROPRIATIONS	58,124,271	58,054,292	(69,979)	(0.1 %)

TABLE II
SUMMARY OF FISCAL YEAR 2025-26 APPROPRIATION RECOMMENDATIONS
(thousands of dollars)

Table II shows comprehensive prior year financial data, current year appropriations, and budget year recommendations by fund and major spending category.

Year Ending June 30, 2024						Year Ending June 30, 2026		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2025 Adjusted Approp.	Requested	Recom- mended
11,064,321	1,201,774	-43,258	12,222,837	11,114,260	General Fund			
15,423,681	511,114	7,254	15,942,049	14,109,198	Direct State Services	11,867,980	11,958,291	11,958,091
6,137,405	220,685	-1,614	6,356,476	6,169,824	Grants-in-Aid	15,420,186	15,716,552	15,246,540
1,836,821	916,890	17,622	2,771,333	1,700,518	State Aid	6,438,223	5,272,034	5,271,684
581,749	---	---	581,749	547,924	Capital Construction	2,286,427	1,653,492	1,653,492
					Debt Service	574,227	529,134	529,134
35,043,977	2,850,463	-19,996	37,874,444	33,641,724	Total General Fund	36,587,043	35,129,503	34,658,941
20,082,130	21,442	-39,798	20,063,774	19,824,366	Property Tax Relief Fund	20,812,293	22,303,032	22,300,032
73,547	1,266	---	74,813	71,123	Casino Control Fund	77,430	79,929	79,929
585,786	56	---	585,842	585,684	Casino Revenue Fund	618,603	989,910	989,910
---	---	---	---	---	Gubernatorial Elections Fund	28,902	25,480	25,480
55,785,440	2,873,227	-59,794	58,598,873	54,122,897	GRAND TOTAL STATE APPROPRIATIONS	58,124,271	58,527,854	58,054,292

TABLE III
SUMMARY OF APPROPRIATIONS BY ORGANIZATION
(thousands of dollars)

Table III shows comprehensive prior year financial data, current year appropriations, and budget year recommendations by major spending category, governmental branch, and department.

Orig. & (S)Supple- mental	Year Ending June 30, 2024					2025 Adjusted Approp.	Year Ending June 30, 2026	
	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended			Requested	Recom- mended
<u>DIRECT STATE SERVICES</u>								
Legislative Branch								
17,690	13,980	---	31,670	14,735	Senate	18,690	18,690	18,690
24,208	13,019	---	37,227	23,643	General Assembly	25,208	25,208	25,208
55,410	17,271	---	72,681	48,982	Legislative Support Services	57,410	55,272	55,272
21,403	7,643	---	29,046	21,753	Legislative Commissions	26,038	20,585	20,585
118,711	51,913	---	170,624	109,113	Total Legislative Branch	127,346	119,755	119,755
Executive Branch								
13,745	6,370	1	20,116	8,977	Chief Executive	14,745	14,745	14,745
10,893	12,953	406	24,252	16,788	Department of Agriculture	13,705	15,080	15,080
90,263	936	-2	91,197	86,081	Department of Banking and Insurance	75,263	65,263	65,263
405,323	4,925	9	410,257	402,764	Department of Children and Families	466,419	478,689	478,689
75,793	57,971	-13,226	120,538	97,590	Department of Community Affairs	77,640	69,840	69,840
1,086,914	33,101	31,733	1,151,748	1,115,244	Department of Corrections	1,096,242	1,142,420	1,142,420
127,697	8,437	4,609	140,743	135,053	Department of Education	124,757	119,058	119,058
296,324	141,229	9,772	447,325	330,704	Department of Environmental Protection	336,125	303,212	303,212
490,299	56,577	846	547,722	498,909	Department of Health	502,337	515,198	515,198
328,872	30,664	69,364	428,900	382,142	Department of Human Services	368,039	369,747	369,747
328,001	30,608	69,364	427,973	381,272	(From General Fund)	367,168	368,876	368,876
871	56	---	927	870	(From Casino Revenue Fund)	871	871	871
120,190	80,251	1,706	202,147	185,921	Department of Labor and Workforce Development	127,056	135,470	135,470
822,295	261,909	29,929	1,114,133	988,101	Department of Law and Public Safety	934,280	898,291	898,291
756,770	261,440	29,929	1,048,139	924,209	(From General Fund)	865,503	827,338	827,338
65,433	469	---	65,902	63,800	(From Casino Control Fund)	68,685	70,861	70,861
92	---	---	92	92	(From Casino Revenue Fund)	92	92	92
114,599	24,683	4,367	143,649	126,148	Department of Military and Veterans' Affairs	122,211	126,108	126,108
81,596	21,342	436	103,374	64,795	Department of State	74,371	66,976	66,776
166,436	30,363	5,158	201,957	185,446	Department of Transportation	238,321	134,497	134,497
642,046	123,603	-38,335	727,314	605,276	Department of the Treasury	700,886	651,424	651,424
633,932	122,806	-38,335	718,403	597,953	(From General Fund)	692,141	642,356	642,356
8,114	797	---	8,911	7,323	(From Casino Control Fund)	8,745	9,068	9,068
989	6	---	995	994	Miscellaneous Commissions	994	994	994
4,874,274	895,320	106,773	5,876,367	5,230,933	Total Executive Branch	5,273,391	5,107,012	5,106,812
4,799,764	893,998	106,773	5,800,535	5,158,848	(From General Fund)	5,194,998	5,026,120	5,025,920
73,547	1,266	---	74,813	71,123	(From Casino Control Fund)	77,430	79,929	79,929
963	56	---	1,019	962	(From Casino Revenue Fund)	963	963	963

Appendix

Year Ending June 30, 2024					Year Ending June 30, 2026			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2025 Adjusted Approp.	Requested	Recom- mended
					<u>DIRECT STATE SERVICES</u>			
					Interdepartmental Accounts			
208,964	5,783	10,940	225,687	211,292	Property Rentals	212,308	196,170	196,170
188,628	4,145	---	192,773	187,532	Insurance and Other Services	570,903	221,292	221,292
4,629,690	---	-16,486	4,613,204	4,603,956	Employee Benefits	4,720,236	4,969,585	4,969,585
15,025	33,537	-929	47,633	8,061	Other Interdepartmental Accounts	26,025	158,912	158,912
143,695	119,961	-60,961	202,695	10,196	Salary Increases and Other Benefits	11,000	251,827	251,827
65,552	40	-14,500	51,092	50,932	Utilities and Other Services	76,850	86,316	86,316
5,251,554	163,466	-81,936	5,333,084	5,071,969	Total Interdepartmental Accounts	5,617,322	5,884,102	5,884,102
					Judicial Branch			
894,292	92,397	-68,095	918,594	774,330	The Judiciary	928,314	928,314	928,314
894,292	92,397	-68,095	918,594	774,330	Total Judicial Branch	928,314	928,314	928,314
11,138,831	1,203,096	-43,258	12,298,669	11,186,345	Total Direct State Services	11,946,373	12,039,183	12,038,983
11,064,321	1,201,774	-43,258	12,222,837	11,114,260	(From General Fund)	11,867,980	11,958,291	11,958,091
73,547	1,266	---	74,813	71,123	(From Casino Control Fund)	77,430	79,929	79,929
963	56	---	1,019	962	(From Casino Revenue Fund)	963	963	963
					<u>GRANTS-IN-AID</u>			
					Executive Branch			
95,943	1,795	237	97,975	94,705	Department of Agriculture	94,318	85,818	85,818
1,012,230	---	23,525	1,035,755	1,004,919	Department of Children and Families	1,057,318	970,467	970,467
272,155	28,496	2,165	302,816	273,141	Department of Community Affairs	190,591	63,840	63,840
96,566	1,023	---	97,589	87,331	Department of Corrections	100,680	53,356	53,356
95,610	4,884	---	100,494	91,900	Department of Education	77,256	71,488	71,488
20,110	4,884	---	24,994	16,900	(From General Fund)	26,756	21,488	21,488
75,500	---	---	75,500	75,000	(From Property Tax Relief Fund)	50,500	50,000	50,000
12,925	995	---	13,920	4,941	Department of Environmental Protection	5,001	885	885
925,394	9,140	-96,175	838,359	822,199	Department of Health	915,201	874,632	874,632
924,878	9,140	-96,175	837,843	821,685	(From General Fund)	914,685	874,116	874,116
516	---	---	516	514	(From Casino Revenue Fund)	516	516	516
8,335,511	228,205	182,277	8,745,993	8,079,880	Department of Human Services	9,055,334	9,325,092	9,325,092
7,749,400	228,205	182,277	8,159,882	7,494,055	(From General Fund)	8,436,406	8,334,857	8,334,857
4,000	---	---	4,000	3,813	(From Property Tax Relief Fund)	4,000	4,000	4,000
582,111	---	---	582,111	582,012	(From Casino Revenue Fund)	614,928	986,235	986,235
86,442	7,669	1,678	95,789	76,897	Department of Labor and Workforce Development	84,020	79,320	79,320
84,246	7,669	1,678	93,593	74,701	(From General Fund)	81,824	77,124	77,124
2,196	---	---	2,196	2,196	(From Casino Revenue Fund)	2,196	2,196	2,196
57,935	11,467	---	69,402	47,234	Department of Law and Public Safety	68,587	55,665	55,665
57,935	11,467	---	69,402	47,234	(From General Fund)	39,685	30,185	30,185
---	---	---	---	---	(From Gubernatorial Elections Fund)	28,902	25,480	25,480
6,645	500	---	7,145	6,967	Department of Military and Veterans' Affairs	7,295	3,145	3,145
1,983,034	76,808	-62,760	1,997,082	1,914,508	Department of State	2,133,398	2,258,499	1,788,487
164,000	1,730	87	165,817	164,037	Department of Transportation	161,500	910,476	910,476
3,147,363	138,402	544	3,286,309	2,928,177	Department of the Treasury	3,290,509	3,259,028	3,259,028
579,541	138,402	544	718,487	462,893	(From General Fund)	495,437	308,156	308,156
2,567,822	---	---	2,567,822	2,465,284	(From Property Tax Relief Fund)	2,795,072	2,950,872	2,950,872

Appendix

Year Ending June 30, 2024						Year Ending June 30, 2026		
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended		2025 Adjusted Approp.	Requested	Recommended
GRANTS-IN-AID								
16,291,753	511,114	51,578	16,854,445	15,596,836	Total Executive Branch	17,241,008	18,011,711	17,541,699
13,059,608	511,114	51,578	13,622,300	12,468,017	(From General Fund)	13,744,894	13,992,412	13,522,400
2,647,322	---	---	2,647,322	2,544,097	(From Property Tax Relief Fund)	2,849,572	3,004,872	3,004,872
584,823	---	---	584,823	584,722	(From Casino Revenue Fund)	617,640	988,947	988,947
---	---	---	---	---	(From gubernatorial Elections Fund)	28,902	25,480	25,480
Interdepartmental Accounts								
1,455,729	---	16,268	1,471,997	1,465,872	Employee Benefits	1,497,575	1,607,800	1,607,800
760,592	---	-60,592	700,000	50,000	Other Interdepartmental Accounts	25,000	25,000	25,000
162,027	---	---	162,027	139,537	Aid to Independent Authorities	166,994	105,576	105,576
147,752	---	---	147,752	125,309	(From General Fund)	152,717	91,340	91,340
14,275	---	---	14,275	14,228	(From Property Tax Relief Fund)	14,277	14,236	14,236
2,378,348	---	-44,324	2,334,024	1,655,409	Total Interdepartmental Accounts	1,689,569	1,738,376	1,738,376
2,364,073	---	-44,324	2,319,749	1,641,181	(From General Fund)	1,675,292	1,724,140	1,724,140
14,275	---	---	14,275	14,228	(From Property Tax Relief Fund)	14,277	14,236	14,236
18,670,101	511,114	7,254	19,188,469	17,252,245	Total Grants-in-Aid	18,930,577	19,750,087	19,280,075
15,423,681	511,114	7,254	15,942,049	14,109,198	(From General Fund)	15,420,186	15,716,552	15,246,540
2,661,597	---	---	2,661,597	2,558,325	(From Property Tax Relief Fund)	2,863,849	3,019,108	3,019,108
584,823	---	---	584,823	584,722	(From Casino Revenue Fund)	617,640	988,947	988,947
---	---	---	---	---	(From gubernatorial Elections Fund)	28,902	25,480	25,480
STATE AID								
Executive Branch								
41,166	182,511	---	223,677	57,449	Department of Agriculture	71,166	30,863	30,863
---	181,241	---	181,241	37,124	(From General Fund)	---	---	---
41,166	1,270	---	42,436	20,325	(From Property Tax Relief Fund)	71,166	30,863	30,863
1,161,332	38	-649,285	512,085	501,726	Department of Community Affairs	975,167	843,005	843,005
22,589	38	---	22,627	21,988	(From General Fund)	9,859	6,084	6,084
1,138,743	---	-649,285	489,458	479,738	(From Property Tax Relief Fund)	965,308	836,921	836,921
41,150	---	---	41,150	40,678	Department of Corrections	39,600	24,050	24,050
41,150	---	---	41,150	40,678	(From Property Tax Relief Fund)	39,600	24,050	24,050
19,710,507	21,355	-43,239	19,688,623	19,665,323	Department of Education	20,866,711	21,303,528	21,303,528
5,765,452	14,815	-1,664	5,778,603	5,778,458	(From General Fund)	6,058,217	4,887,124	4,887,124
13,945,055	6,540	-41,575	13,910,020	13,886,865	(From Property Tax Relief Fund)	14,808,494	16,416,404	16,416,404
22,274	16,617	2,267	41,158	17,363	Department of Environmental Protection	20,173	11,520	11,520
5,978	3,110	1,513	10,601	7,313	(From General Fund)	7,377	7,224	7,224
16,296	13,507	754	30,557	10,050	(From Property Tax Relief Fund)	12,796	4,296	4,296
517,443	10,199	2,567	530,209	520,832	Department of Human Services	553,751	565,009	565,009
256,443	10,116	---	266,559	257,201	(From General Fund)	284,594	293,852	293,852
261,000	83	2,567	263,650	263,631	(From Property Tax Relief Fund)	269,157	271,157	271,157
19,765	1,575	---	21,340	20,560	Department of Law and Public Safety	28,765	27,765	27,765
10,265	1,575	---	11,840	11,060	(From General Fund)	19,765	19,765	19,765
9,500	---	---	9,500	9,500	(From Property Tax Relief Fund)	9,000	8,000	8,000
27,275	6,411	---	33,686	27,055	Department of State	22,940	25,325	21,975
20,099	6,411	---	26,510	19,879	(From General Fund)	18,014	17,649	17,299
7,176	---	---	7,176	7,176	(From Property Tax Relief Fund)	4,926	7,676	4,676
127,329	---	---	127,329	77,562	Department of Transportation	121,926	79,081	79,081
127,329	---	---	127,329	77,562	(From Property Tax Relief Fund)	121,926	79,081	79,081
1,658,433	3,421	646,278	2,308,132	2,276,241	Department of the Treasury	1,486,468	1,445,812	1,445,812
56,579	3,379	-1,463	58,495	36,801	(From General Fund)	40,397	40,336	40,336
1,601,854	42	647,741	2,249,637	2,239,440	(From Property Tax Relief Fund)	1,446,071	1,405,476	1,405,476

Appendix

Year Ending June 30, 2024					Year Ending June 30, 2026			
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended		2025 Adjusted Approp.	Requested	Recommended
					STATE AID			
23,326,674	242,127	-41,412	23,527,389	23,204,789	Total Executive Branch	24,186,667	24,355,958	24,352,608
6,137,405	220,685	-1,614	6,356,476	6,169,824	(From General Fund)	6,438,223	5,272,034	5,271,684
17,189,269	21,442	-39,798	17,170,913	17,034,965	(From Property Tax Relief Fund)	17,748,444	19,083,924	19,080,924
23,326,674	242,127	-41,412	23,527,389	23,204,789	Total State Aid	24,186,667	24,355,958	24,352,608
6,137,405	220,685	-1,614	6,356,476	6,169,824	(From General Fund)	6,438,223	5,272,034	5,271,684
17,189,269	21,442	-39,798	17,170,913	17,034,965	(From Property Tax Relief Fund)	17,748,444	19,083,924	19,080,924
					CAPITAL CONSTRUCTION			
					Executive Branch			
---	7,703	9,803	17,506	---	Department of Agriculture	255,849	---	---
---	301	---	301	55	Department of Children and Families	---	---	---
---	847	---	847	---	Department of Community Affairs	---	---	---
---	12,271	-942	11,329	1,145	Department of Corrections	---	---	---
---	40	-40	---	---	Department of Education	---	---	---
281,532	665,645	17,710	964,887	243,150	Department of Environmental Protection	429,330	169,571	169,571
---	10,072	---	10,072	3,438	Department of Health	---	---	---
---	9,139	-558	8,581	433	Department of Human Services	---	---	---
---	7,276	-1,158	6,118	1,614	Department of Law and Public Safety	---	---	---
---	1,138	3,413	4,551	1,115	Department of Military and Veterans' Affairs	---	---	---
1,578,017	---	---	1,578,017	1,531,921	Department of Transportation	1,658,219	1,526,794	1,526,794
1,378,017	---	---	1,378,017	1,331,921	(From General Fund)	1,458,219	1,326,794	1,326,794
200,000	---	---	200,000	200,000	(From Property Tax Relief Fund)	200,000	200,000	200,000
---	142	1,058	1,200	---	Department of the Treasury	---	---	---
1,859,549	714,574	29,286	2,603,409	1,782,871	Total Executive Branch	2,343,398	1,696,365	1,696,365
1,659,549	714,574	29,286	2,403,409	1,582,871	(From General Fund)	2,143,398	1,496,365	1,496,365
200,000	---	---	200,000	200,000	(From Property Tax Relief Fund)	200,000	200,000	200,000
					Interdepartmental Accounts			
208,536	202,316	-11,664	399,188	148,723	Capital Projects - Statewide	143,029	157,127	157,127
177,272	202,316	-11,664	367,924	117,647	(From General Fund)	143,029	157,127	157,127
31,264	---	---	31,264	31,076	(From Property Tax Relief Fund)	---	---	---
208,536	202,316	-11,664	399,188	148,723	Total Interdepartmental Accounts	143,029	157,127	157,127
177,272	202,316	-11,664	367,924	117,647	(From General Fund)	143,029	157,127	157,127
31,264	---	---	31,264	31,076	(From Property Tax Relief Fund)	---	---	---
2,068,085	916,890	17,622	3,002,597	1,931,594	Total Capital Construction	2,486,427	1,853,492	1,853,492
1,836,821	916,890	17,622	2,771,333	1,700,518	(From General Fund)	2,286,427	1,653,492	1,653,492
231,264	---	---	231,264	231,076	(From Property Tax Relief Fund)	200,000	200,000	200,000
					DEBT SERVICE			
					Executive Branch			
31,395	---	---	31,395	13,690	Department of Environmental Protection	27,462	10,107	10,107
550,354	---	---	550,354	534,234	Department of the Treasury	546,765	519,027	519,027
581,749	---	---	581,749	547,924	Total Executive Branch	574,227	529,134	529,134
581,749	---	---	581,749	547,924	Total Debt Service	574,227	529,134	529,134

Appendix

Year Ending June 30, 2024						Year Ending June 30, 2026		
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended		2025 Adjusted Approp.	Requested	Recommended
55,785,440	2,873,227	-59,794	58,598,873	54,122,897	GRAND TOTAL - STATE APPROPRIATIONS	58,124,271	58,527,854	58,054,292
35,043,977	2,850,463	-19,996	37,874,444	33,641,724	(From General Fund)	36,587,043	35,129,503	34,658,941
73,547	1,266	---	74,813	71,123	(From Casino Control Fund)	77,430	79,929	79,929
20,082,130	21,442	-39,798	20,063,774	19,824,366	(From Property Tax Relief Fund)	20,812,293	22,303,032	22,300,032
585,786	56	---	585,842	585,684	(From Casino Revenue Fund)	618,603	989,910	989,910
---	---	---	---	---	(From Gubernatorial Elections Fund)	28,902	25,480	25,480

DEBT SERVICE
(thousands of dollars)

Year Ending June 30, 2024						Year Ending June 30, 2026		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2025 Adjusted Approp.	Requested	Recom- mended
189,564	---	---	189,564	173,579	Interest on Bonds	163,472	144,234	144,234
392,185	---	---	392,185	374,345	Bond Redemption	410,755	384,900	384,900
581,749	---	---	581,749	547,924	Total Appropriation	574,227	529,134	529,134
966	---	---	966	966	Water Supply Bonds (P.L. 1981, c. 261)	1,143	1,145	1,145
234	---	---	234	233	Pinelands Infrastructure Trust Bonds (P.L. 1985, c. 302)	329	331	331
1,207	---	---	1,207	603	Hazardous Discharge Bonds (P.L. 1986, c. 113)	1,215	673	673
498	---	---	498	284	Stormwater Management and Combined Sewer Overflow Abatement Bonds (P.L. 1989, c. 181)	507	315	315
366	---	---	366	323	New Jersey Open Space Preservation Bonds (P.L. 1989, c. 183)	324	329	329
183	---	---	183	5	Green Acres, Farmland and Historic Preservation and Blue Acres Bonds (P.L. 1995, c. 204)	165	---	---
3,153	---	---	3,153	1,139	Port of New Jersey Revitalization, Dredging Bonds (P.L. 1996, c. 70)	2,697	387	387
219	---	---	219	6	Dam, Lake, Stream, Water Resources, and Wastewater Treatment Project Bonds (P.L. 2003, c. 162)	192	---	---
2,935	---	---	2,935	845	Green Acres, Farmland, Blue Acres, and Historic Preservation Bonds (P.L. 2007, c. 119)	2,512	792	792
21,634	---	---	21,634	9,286	Green Acres, Water Supply and Floodplain Protection, and Farmland and Historic Preservation Bonds (P.L. 2009, c. 117)	18,378	6,135	6,135
49,940	---	---	49,940	33,822	Building our Future Bonds (P.L. 2012, c. 41)	39,128	11,323	11,323
5,068	---	---	5,068	5,067	New Jersey Library Construction Bonds (P.L. 2017, c. 149)	6,046	6,044	6,044
33,470	---	---	33,470	33,470	Securing our Children's Future Bonds (P.L. 2018, c. 119)	39,714	39,781	39,781
461,876	---	---	461,876	461,875	COVID-19 General Obligation Emergency Bonds (P.L. 2020, c. 60)	461,877	461,879	461,879
581,749	---	---	581,749	547,924	Total Appropriation	574,227	529,134	529,134

SUMMARY
ESTIMATED REVENUES, EXPENDITURES AND UNDESIGNATED FUND BALANCES
BUDGETED STATE FUNDS
(thousands of dollars)

	----- Fiscal Year Ending June 30 -----		
	2025 Estimated	2026 Estimated	Change
Beginning Balances July 1			
Undesignated Fund Balances			
General Fund	8,817,791	7,790,308	(1,027,483)
Surplus Revenue Fund	322,332	---	(322,332)
Property Tax Relief Fund	---	---	---
Casino Control Fund	---	---	---
Casino Revenue Fund	---	---	---
Gubernatorial Elections Fund	392	---	(392)
<i>Total Undesignated Fund Balances</i>	<u>9,140,515</u>	<u>7,790,308</u>	<u>(1,350,207)</u>
State Revenues			
General Fund	32,749,706	33,437,100	687,394
Property Tax Relief Fund	21,400,100	22,300,032	899,932
Casino Control Fund	77,430	79,929	2,499
Casino Revenue Fund	642,157	989,910	347,753
Gubernatorial Elections Fund	700	700	---
<i>Total State Revenues</i>	<u>54,870,093</u>	<u>56,807,671</u>	<u>1,937,578</u>
Other Adjustments			
General Fund			
Balances lapsed	1,563,653	---	(1,563,653)
From/(To) Property Tax Relief Fund	648,196	---	(648,196)
From/(To) Casino Control Fund	---	---	---
From/(To) Casino Revenue Fund	23,850	---	(23,850)
From/(To) Gubernatorial Elections Fund	(27,810)	(24,780)	3,030
From/(To) Surplus Revenue Fund	322,332	---	(322,332)
From/(To) Reserved Fund Balance	279,633	(238,915)	(518,548)
Property Tax Relief Fund			
Balances lapsed	60,389	---	(60,389)
From/(To) General Fund	(648,196)	---	648,196
Casino Control Fund			
Balances lapsed	---	---	---
From/(To) General Fund	---	---	---
Casino Revenue Fund			
Balances lapsed	296	---	(296)
From/(To) General Fund	(23,850)	---	23,850
Gubernatorial Elections Fund			
Balances lapsed	---	---	---
From/(To) General Fund	27,810	24,780	(3,030)
Surplus Revenue Fund			
Balances lapsed	---	---	---
From/(To) General Fund	(322,332)	---	322,332
<i>Total Other Adjustments</i>	<u>1,903,971</u>	<u>(238,915)</u>	<u>(2,142,886)</u>
<i>Total Available</i>	<u>65,914,579</u>	<u>64,359,064</u>	<u>(1,555,515)</u>
Appropriations			
General Fund	36,587,043	34,658,941	(1,928,102)
Property Tax Relief Fund	20,812,293	22,300,032	1,487,739
Casino Control Fund	77,430	79,929	2,499
Casino Revenue Fund	618,603	989,910	371,307
Gubernatorial Elections Fund	28,902	25,480	(3,422)
<i>Total Appropriations</i>	<u>58,124,271</u>	<u>58,054,292</u>	<u>(69,979)</u>
Ending Balances June 30			
Undesignated Fund Balances			
General Fund	7,790,308	6,304,772	(1,485,536)
Surplus Revenue Fund	---	---	---
Property Tax Relief Fund	---	---	---
Casino Control Fund	---	---	---
Casino Revenue Fund	---	---	---
Gubernatorial Elections Fund	---	---	---
<i>Total Undesignated Fund Balances</i>	<u>7,790,308</u>	<u>6,304,772</u>	<u>(1,485,536)</u>

STATE REVENUES
FISCAL YEARS 2025 AND 2026 ESTIMATES
(thousands of dollars)

	FY 2025 Approp Act	FY 2025 Revised	FY 2025 Change	FY 2026 Estimate	FY 2025 to FY 2026 Change
Major Revenues					
Sales Tax	\$13,796,628	\$13,748,307	(\$48,321)	\$14,464,308	\$716,001
Gross Income Tax	19,694,602	20,266,500	571,898	21,112,432	845,932
Energy Tax Receipts-Sales Tax	805,636	805,636	---	805,636	---
Sales Tax Dedication-PTRF	1,109,300	1,133,600	24,300	1,187,600	54,000
Sales-Energy	124,264	174,364	50,100	174,364	---
Sales Tax Dedication-General Fund	(1,086,600)	(1,111,600)	(25,000)	(1,165,600)	(54,000)
Corporate Transit Fee	1,023,000	1,023,000	---	867,528	(155,472)
Corporation Business	4,338,044	4,463,625	125,581	4,228,704	(234,921)
Corporation Business-Energy	6,800	16,416	9,616	8,806	(7,610)
Drone Excise Tax	---	---	---	5,000	5,000
Business Alternative Income Tax	4,340,107	4,043,007	(297,100)	4,158,454	115,447
Ammunition Excise Tax	---	---	---	3,200	3,200
Firearms Excise Tax	---	---	---	1,400	1,400
Motor Fuels	464,178	467,220	3,042	465,787	(1,433)
Transfer Inheritance	560,335	603,278	42,943	614,025	10,747
Motor Vehicle Fees	434,415	451,182	16,767	474,943	23,761
Casino Revenue Fund	618,603	642,157	23,554	989,910	347,753
Insurance Premium	675,000	620,000	(55,000)	650,000	30,000
Cigarette	10,634	---	(10,634)	10,708	10,708
Petroleum Products Gross Receipts	1,567,822	1,532,125	(35,697)	1,616,558	84,433
Petroleum Products Gross Receipts-Capital Reserves	(585,781)	(786,067)	(200,286)	(767,551)	18,516
Alcoholic Beverage Excise	149,798	153,371	3,573	174,396	21,025
Realty Transfer	434,336	497,458	63,122	512,382	14,924
Tobacco Products Wholesale Sales	37,513	46,100	8,587	58,605	12,505
Public Utility Excise (Reform)	22,000	22,000	---	22,000	---
Total Major Revenues	48,540,634	48,811,679	271,045	50,673,595	1,861,916
Miscellaneous Taxes, Fees, Revenues, Transfers					
Debt Defeasance and Prevention Fund	585,000	585,000	---	250,000	(335,000)
Cannabis Regulatory, Enforcement Assistance, and Marketplace Modernization Fund	4,272	1,541	(2,731)	5,007	3,466
9-8-8 Mental Health Crisis and Suicide Prevention Hotline Fee	---	---	---	61,014	61,014
Health Service Corporation Reorganization Assessment	25,000	25,000	---	25,000	---
Warehouse Fee	---	---	---	20,000	20,000
Other Energy Taxes	155,000	140,000	(15,000)	165,000	25,000
Assessment on Real Property Greater Than \$1 Million	199,824	232,035	32,211	554,195	322,160
Medicaid Uncompensated Care	237,753	257,018	19,265	202,661	(54,357)
Hotel/Motel Occupancy Tax	148,405	148,405	---	152,616	4,211
Fringe Benefit Recoveries	1,458,998	1,512,717	53,719	1,538,516	25,799
Interfund Transfers	572,820	600,979	28,159	697,511	96,532
Casino Control	77,430	77,430	---	79,929	2,499
Gubernatorial Elections Fund	700	700	---	700	---
Other Miscellaneous	2,501,673	2,477,589	(24,084)	2,381,927	(95,662)
Total Miscellaneous Taxes, Fees, Revenues, Transfers	5,966,875	6,058,414	91,539	6,134,076	75,662
TOTAL STATE REVENUES	\$54,507,509	\$54,870,093	\$362,584	\$56,807,671	\$1,937,578

SCHEDULE 1 STATE REVENUES (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2024	2025	2026
	Actual	Estimated	Estimated
GENERAL FUND			
Major Taxes:			
Sales	13,292,492	13,748,307	14,464,308
Energy Tax Receipts - Sales Tax	798,398	805,636	805,636
Sales - Energy	190,756	174,364	174,364
Less: Sales Tax Dedication	(1,081,350)	(1,111,600)	(1,165,600)
Corporation Business	4,918,924	4,463,625	4,228,704
Corporate Transit Fee	---	1,023,000	867,528
Corporation Business - Energy	11,966	16,416	8,806
Petroleum Products Gross Receipts	1,450,020	1,532,125	1,616,558
Less: Petroleum Products Gross Receipts - Capital Reserves	(605,927)	(786,067)	(767,551)
Business Alternative Income Tax	4,192,413	4,043,007	4,158,454
Insurance Premium	627,281	620,000	650,000
Transfer Inheritance	537,015	603,278	614,025
Motor Fuels	471,593	467,220	465,787
Realty Transfer	438,120	497,458	512,382
Motor Vehicle Fees	414,947	451,182	474,943
Alcoholic Beverage Excise	151,384	153,371	174,396
Tobacco Products Wholesale Sales	42,514	46,100	58,605
Cigarette	25,690	---	10,708
Public Utility Excise (Reform)	22,505	22,000	22,000
Drone Excise Tax	---	---	5,000
Ammunition Excise Tax	---	---	3,200
Firearms Excise Tax	---	---	1,400
<i>Total Major Taxes</i>	<i>25,898,741</i>	<i>26,769,422</i>	<i>27,383,653</i>
Miscellaneous Taxes, Fees, and Revenues:			
Department of Agriculture:			
Animal Disease Control	588	---	---
Environmental Services	116	---	---
Fertilizer Inspection Fees	862	366	366
Milk Control Licenses and Fees	253	---	---
Miscellaneous Revenue	476	2	2
Subtotal, Department of Agriculture	2,295	368	368
Department of Banking and Insurance:			
Actuarial Services	---	4	4
Banking - Assessments	13,080	14,438	14,438
Banking - Licenses and Other Fees	2,483	2,544	2,544
Fraud Fines	1,865	1,203	1,203
HMO Covered Lives	1	4	4
Insurance - Examination Billings	112	44	44
Insurance - Licenses and Other Fees	62,304	62,759	62,759
Insurance - Special Purpose Assessment	41,565	44,935	44,935
Insurance Fraud Prevention	34,775	34,305	34,305
Public Adjusters Licensing	1	---	---
Real Estate Commission	3,298	12,656	3,308
Subtotal, Department of Banking and Insurance	159,484	172,892	163,544
Department of Children and Families:			
Child Care Licensing	380	350	350
Contract Recoveries	15,860	15,000	14,000
Divorce Filing Fees	1,277	1,200	1,200
Marriage License/Civil Union Fees	825	1,150	1,150
Subtotal, Department of Children and Families	18,342	17,700	16,700
Department of Community Affairs:			
Affordable Housing and Neighborhood Preservation - Fair Housing	16,035	27,160	32,860
Boarding Home Fees	1,072	---	---
Construction Fees	20,457	28,877	28,877
Fire Safety	49,484	19,205	19,205
Housing Inspection Fees	22,330	13,059	13,059
Miscellaneous Revenue	213	---	---
Planned Real Estate Development Fees	907	950	950
Subtotal, Department of Community Affairs	110,498	89,251	94,951

SCHEDULE 1
STATE REVENUES
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2024 Actual	2025 Estimated	2026 Estimated
Department of Corrections:			
Miscellaneous Revenue	291	---	---
Department of Education:			
Audit Recoveries	116	75	75
Audit of Enrollments	396	132	132
Nonpublic Schools Handicapped and Auxiliary Recoveries	13,430	---	---
Nonpublic Schools Other Recoveries	6,642	5,828	5,828
School Construction Inspection Fees	485	446	446
State Board of Examiners	---	3,885	3,885
Subtotal, Department of Education	21,069	10,366	10,366
Department of Environmental Protection:			
Air Pollution Fees - Minor Sources	7,808	7,200	7,200
Air Pollution Fees - Title V Operating Permits	3,785	3,700	3,700
Air Pollution Fines	2,622	880	880
Clean Water Enforcement Act	2,957	1,900	1,900
Coastal Area Facility Review Act	1,938	1,800	1,800
Endangered Species Tax Check-Off	240	242	242
Environmental Infrastructure Financing Program Administrative Fee	11,899	5,000	5,000
Excess Diversion	113	160	160
Freshwater Wetlands Fees	3,163	3,100	3,100
Freshwater Wetlands Fines	133	150	150
Hazardous Discharge Site Cleanup	8,982	---	---
Hazardous Waste Fees	3,173	2,250	2,250
Hazardous Waste Fines	1,028	650	650
Hunters' and Anglers' Licenses	14,254	13,514	13,514
Industrial Site Recovery Act	37	40	40
Laboratory Certification Fees	1,941	2,000	2,000
Laboratory Certification Fines	46	45	45
Marina Rentals	1,426	885	885
Marine Lands - Preparation and Filing Fees	2,546	170	170
Medical Waste	7,507	7,500	7,500
Miscellaneous Revenue	659	---	---
New Jersey Pollutant Discharge Elimination System/Stormwater Permits	20,068	16,700	16,700
New Jersey Spill Compensation Fund	6,705	---	---
Parks Management Fees and Permits	6,595	4,300	4,300
Parks Management Fines	54	60	60
Pesticide Control Fees	5,943	4,400	4,400
Pesticide Control Fines	37	30	30
Radiation Protection Fees	3,446	5,200	3,400
Radiation Protection Fines	180	170	170
Radon Testers Certification	286	330	330
Solid Waste - Utility Regulation Assessments	7,001	3,100	3,100
Solid Waste Fines	1,271	1,000	1,000
Solid Waste Management Fees	6,240	12,000	5,600
Solid and Hazardous Waste Disclosure	202	300	300
Stream Encroachment	4,369	3,800	3,800
Toxic Catastrophe Prevention Fees	2,289	2,000	2,000
Toxic Catastrophe Prevention Fines	118	125	125
Treatment Works Approval	2,221	2,000	2,000
Underground Storage Tanks Fees	477	500	500
Water Allocation	6,271	2,425	2,425
Water Supply Management Regulations	1,176	1,100	1,300
Water/Wastewater Operators Licenses	430	210	210
Waterfront Development Fees	2,374	2,500	3,100
Waterfront Development Fines	13	20	20
Well Permits/Well Drillers/Pump Installers Licenses	1,389	1,100	1,100
Wetlands	128	125	125
Worker Community Right to Know - Fines	6	5	5
Subtotal, Department of Environmental Protection	155,546	114,686	107,286
Department of Health:			
Admission Charge Hospital Assessment	6,000	6,000	6,000
Clinical Laboratory	1,602	---	---
Federal Funds - Graduate Medical Education	225,224	229,473	229,473
Health Care Reform	1,200	1,200	1,200
Interim Assistance	316	---	---

SCHEDULE 1 STATE REVENUES (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2024 Actual	2025 Estimated	2026 Estimated
Licenses, Fines, Permits, Penalties and Fees	15,211	5,000	5,000
Miscellaneous Revenue	609	---	---
Patients' and Residents' Cost Recovery - Psychiatric Hospitals	80,857	79,507	88,507
Subtotal, Department of Health	<u>331,019</u>	<u>321,180</u>	<u>330,180</u>
Department of Human Services:			
9-8-8 Mental Health Crisis and Suicide Prevention Hotline Fee	---	---	61,014
Commission for the Blind	139	---	---
Early Periodic Screening, Diagnosis and Treatment	14,977	15,194	15,194
Medicaid Uncompensated Care - Acute	306,264	48,401	29,278
Medicaid Uncompensated Care - Mental Health	29,568	29,932	16,927
Medicaid Uncompensated Care - Psychiatric	174,554	178,685	156,456
Miscellaneous Revenue	10,878	7,375	8,375
Patients' and Residents' Cost Recovery - Developmental Disabilities	12,592	12,505	12,376
School Based Medicaid	84,038	27,691	37,701
Subtotal, Department of Human Services	<u>633,010</u>	<u>319,783</u>	<u>337,321</u>
Department of Labor and Workforce Development:			
Examination Fees	1,171	---	---
Merit Systems Board Appeals Fees	58	---	---
Miscellaneous Revenue	149	100	100
Special Compensation Fund	3,716	2,368	2,368
State Disability Benefits Fund	28,372	---	---
Training Fees	2,852	---	---
Workers' Compensation Assessment	29,185	14,737	14,737
Workplace Standards - Licenses, Permits and Fines	22,075	11,358	11,358
Subtotal, Department of Labor and Workforce Development	<u>87,578</u>	<u>28,563</u>	<u>28,563</u>
Department of Law and Public Safety:			
Beverage Licenses	4,199	4,199	1,199
Casino Fines	606	643	643
Charities Registration Section	3,119	556	556
Consumer Affairs	14,920	830	830
Controlled Dangerous Substances	2,588	1,350	1,350
Criminal Disposition	134	---	---
Elevator, Escalator and Moving Walkway Mechanics Licensing Board	38	73	36
Fantasy Sports Operations Fee	1,538	1,500	1,500
Legal Services	99,208	---	---
Legalized Games of Chance Control	1,671	469	469
Miscellaneous Revenue	200	7	7
New Jersey Cemetery Board	151	1	3
Private Employment Agencies	1,017	258	258
Recreational Boating	1,986	1,781	1,781
Retired Officer Handgun Permit	1,185	---	---
Securities Enforcement	52,072	58,094	58,894
Settlements	2,116	---	---
State Board of Architects	1,225	228	432
State Board of Audiology and Speech-Language Pathology Advisory	1,514	23	600
State Board of Certified Psychoanalysts	6	3	1
State Board of Certified Public Accountants	3,364	58	50
State Board of Chiropractors	992	18	440
State Board of Cosmetology and Hairstyling	2,988	2,250	660
State Board of Court Reporting	160	8	68
State Board of Creative Arts Therapists	77	---	---
State Board of Dentistry	5,024	200	1,960
State Board of Electrical Contractors	2,854	100	184
State Board of HVAC Contractors	1,159	25	447
State Board of Marriage Counselor Examiners	996	500	250
State Board of Massage and Bodyworks	129	238	84
State Board of Master Plumbers	87	200	80
State Board of Medical Examiners	8,344	6,750	2,680
State Board of Mortuary Science	562	144	198
State Board of Nursing	16,021	3,225	5,400
State Board of Occupational Therapists and Assistants	1,565	38	440
State Board of Ophthalmic Dispensers and Ophthalmic Technicians	649	14	160
State Board of Optometrists	109	233	19
State Board of Orthotics and Prosthetics	8	15	36

SCHEDULE 1
STATE REVENUES
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2024 Actual	2025 Estimated	2026 Estimated
State Board of Pharmacy	1,948	1,200	400
State Board of Physical Therapy	1,662	37	600
State Board of Polysomnography	17	42	3
State Board of Professional Engineers and Land Surveyors	2,011	200	640
State Board of Professional Planners	261	3	120
State Board of Psychological Examiners	244	325	60
State Board of Real Estate Appraisers	1,641	23	530
State Board of Respiratory Care	610	10	240
State Board of Social Workers	1,028	650	160
State Board of Veterinary Medical Examiners	162	207	60
State Police - Fingerprint Fees	21,329	2,976	6,027
State Police - Other Licenses	277	310	453
State Police - Private Detective Licenses	121	150	150
Victim and Witness Advocacy Fund	370	---	---
Victims of Violent Crime Compensation	6,433	---	---
Weights and Measures - General	5,842	1,612	1,612
Subtotal, Department of Law and Public Safety	278,537	91,776	92,770
Department of Military and Veterans' Affairs:			
Miscellaneous Revenue	6,623	---	---
Soldiers' Homes	49,337	50,000	54,000
Subtotal, Department of Military and Veterans' Affairs	55,960	50,000	54,000
Department of State:			
Licensure Fees	291	331	125
New Jersey World Trade Center Scholarship Program	1	---	---
Subtotal, Department of State	292	331	125
Department of Transportation:			
Air Safety Fund	2,066	965	965
Applications and Highway Permits	3,371	2,500	2,500
Autonomous Transportation Authorities	24,708	24,500	24,500
Casualty Losses	2,501	350	535
Drunk Driving Fines	234	231	231
Good Driver	84,482	85,000	86,000
Logo Sign Program Fees	558	300	300
Maritime Program Receipts	1,910	1,900	1,900
Miscellaneous Revenue	42	40	40
Outdoor Advertising	1,455	740	740
Placarded Railcar	287	---	---
Rental Receipts - Tenant Relocation Program	549	---	---
Subtotal, Department of Transportation	122,163	116,526	117,711
Department of the Treasury:			
Assessment on Real Property Greater Than \$1 Million	207,633	232,035	554,195
Assessments - Cable TV	5,254	5,164	5,164
Assessments - Public Utility	34,450	34,664	34,664
CATV Universal Access	7,794	7,400	7,200
Commercial Recording - Expedited	1,535	1,150	1,150
Commissions (Notary)	2,231	2,274	2,274
Cost Assessment	6,905	---	---
Domestic Security	39,979	40,615	40,615
Drug Enforcement and Demand Reduction Fund	4,218	3,930	3,930
Equipment Leasing Fund - Debt Service Recovery	---	2,917	2,920
General Revenue - Fees (Commercial Recording and UCC)	125,051	115,311	97,000
Health Service Corporation Reorganization Assessment	700,000	25,000	25,000
Higher Education Capital Improvement Fund - Debt Service Recovery	---	14,235	13,263
Hotel/Motel Occupancy Tax	146,308	148,405	152,616
Investment Earnings	1,139,591	770,400	576,162
Miscellaneous Revenue	5,651	4,162	4,162
NJ Economic Development Authority	---	---	5,000
NJ Public Records Preservation	22,899	23,708	23,708
Nuclear Emergency Response Assessment	3,798	4,095	2,657
Office of Information Technology Receipts	67,234	---	---
Prequalification Fees	94	---	---
Public Finance Activities	975	---	---
Public Utility Fines	1,814	1,806	1,705

SCHEDULE 1 STATE REVENUES (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2024	2025	2026
	Actual	Estimated	Estimated
Public Utility Gross Receipts and Franchise Taxes (Water/Sewer)	170,072	140,000	165,000
Railroad Tax - Class II	4,964	4,920	4,920
Railroad Tax - Franchise	10,645	14,750	14,750
Rate Counsel	7,250	7,250	8,250
Ridesharing	42,431	39,973	39,973
Sports Betting	82,313	72,131	169,007
Surplus Property	2,201	2,359	2,359
Telephone Assessment	133,214	135,253	137,281
Tire Clean-Up Surcharge	10,361	10,400	10,400
Warehouse Fee	---	---	20,000
Subtotal, Department of the Treasury	<u>2,986,865</u>	<u>1,864,307</u>	<u>2,125,325</u>
Other Sources:			
Miscellaneous Revenue	13,037	3,000	3,000
Interdepartmental Accounts:			
Administration and Investment of Pension and Health Benefit Funds - Recoveries	2,431	2,617	2,617
Employee Maintenance Deductions	301	300	300
Federal Fringe Benefit Recoveries from School Districts	148,204	159,315	132,622
Fringe Benefit Recoveries from Colleges and Universities/University Hospital	437,705	473,887	474,630
Fringe Benefit Recoveries from Federal and Other Funds	814,439	798,279	845,398
Indirect Cost Recoveries - DEP Other Funds	11,177	11,200	11,200
Miscellaneous Revenue	14	---	---
Rent of State Building Space	4,311	3,991	4,076
Social Security Recoveries from Federal and Other Funds	75,129	81,236	85,866
Standard Offer Payments - Utilities	88	---	---
Subtotal, Interdepartmental Accounts	<u>1,493,799</u>	<u>1,530,825</u>	<u>1,556,709</u>
Judicial Branch--			
The Judiciary:			
Civil Arbitration Program	1,244	---	---
Court Fees	41,575	42,000	42,800
Miscellaneous Revenue	100	---	---
Pretrial Services Program - 21st Century Justice Improvement Fund	18,709	19,210	19,210
Subtotal, The Judiciary	<u>61,628</u>	<u>61,210</u>	<u>62,010</u>
Total Miscellaneous Taxes, Fees, and Revenues	<u>6,531,413</u>	<u>4,792,764</u>	<u>5,100,929</u>
Interfund Transfers:			
Building Our Future Fund	1,091	855	486
Cannabis Regulatory, Enforcement Assistance, and Marketplace Modernization Fund	1,802	1,541	5,007
Clean Energy Fund	---	---	20,000
Clean Waters Fund	1	1	1
Cultural Centers and Historic Preservation Fund	4	3	3
Dam, Lake, Stream and Flood Control Project Fund - 2003	282	245	145
Debt Defeasance and Prevention Fund	---	585,000	250,000
Developmental Disabilities Waiting List Reduction Fund	83	73	60
Energy Conservation Fund	16	14	11
Enterprise Zone Assistance Fund	86,981	98,290	109,355
Fund for the Support of Free Public Schools	13,696	7,710	7,710
Garden State Green Acres Preservation Trust Fund	2,735	7,286	7,286
Hazardous Discharge Fund	10	9	7
Hazardous Discharge Site Cleanup Fund	20,099	20,228	20,228
Housing Assistance Fund	310	272	225
Jobs, Education and Competitiveness Fund	2	2	2
Judiciary Bail Fund	79	69	56
Judiciary Probation Fund	381	313	243
Judiciary Special Civil Fund	168	115	89
Judiciary Superior Court Miscellaneous Fund	188	142	115
Legal Services Fund	7,390	7,871	8,204
Mortgage Assistance Fund	519	503	428

**SCHEDULE 1
STATE REVENUES**
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2024 Actual	2025 Estimated	2026 Estimated
New Jersey Bridge Rehabilitation and Improvement and Railroad Right-of-Way Preservation Fund	133	117	49
Natural Resources Fund	31	27	22
New Jersey Library Construction Fund	5,334	3,214	933
New Jersey Spill Compensation Fund	12,130	12,280	12,280
New Jersey Workforce Development Partnership Fund	36,496	54,023	68,898
Pollution Prevention Fund	901	1,059	1,059
Public Purpose Buildings and Community-Based Facilities Construction Fund	60	60	50
Safe Drinking Water Fund	1,960	2,801	2,801
Securing Our Children's Future Fund	22,460	15,798	10,416
Shore Protection Fund	57	50	21
State Disability Benefit Fund	35,834	40,580	40,580
State Land Acquisition and Development Fund	11	10	8
State Owned Real Property Trust Fund	210	5,398	1,647
State Recycling Fund	---	---	2,500
State of New Jersey Cash Management Fund	2,519	3,899	4,055
Statewide Transportation and Local Bridge Fund	225	165	23
Supplemental Workforce Fund for Basic Skills	10,567	11,114	11,114
Unclaimed Insurance Payments on Deposit Accounts Trust Fund	86	46	33
Unclaimed Personal Property Trust Fund	210,000	235,000	285,000
Unclaimed Utility Deposits Trust Fund	55	101	139
Unemployment Compensation Auxiliary Fund	3,242	538	10,538
Universal Service Fund	67,650	67,650	67,650
Water Conservation Fund	45	39	32
Worker and Community Right to Know Fund	2,929	3,009	3,009
<i>Total Interfund Transfers</i>	<u>548,772</u>	<u>1,187,520</u>	<u>952,518</u>
Total State Revenues General Fund	<u>32,978,926</u>	<u>32,749,706</u>	<u>33,437,100</u>
PROPERTY TAX RELIEF FUND			
Gross Income Tax	18,880,484	20,266,500	21,112,432
Sales Tax Dedication	1,109,569	1,133,600	1,187,600
<i>Total Property Tax Relief Fund</i>	<u>19,990,053</u>	<u>21,400,100</u>	<u>22,300,032</u>
CASINO CONTROL FUND			
License Fees	69,408	77,430	79,929
CASINO REVENUE FUND			
Casino Simulcasting Fund	123	93	93
Gross Revenue Tax	176,915	182,928	183,595
Internet Gaming	318,622	362,689	634,705
Investment Earnings	14,753	13,500	13,500
Other Casino Taxes and Fees	8,898	11,439	14,192
Sports Betting	64,694	71,508	143,825
<i>Total Casino Revenue Fund</i>	<u>584,005</u>	<u>642,157</u>	<u>989,910</u>
GUBERNATORIAL ELECTIONS FUND			
Taxpayers' Designations	217	700	700
TOTAL STATE REVENUES	<u>53,622,609</u>	<u>54,870,093</u>	<u>56,807,671</u>

**SCHEDULE 2
DEDICATED REVENUES**
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2024	2025	2026
	Actual	Estimated	Estimated
Dedicated:			
Legislature:			
Asset Forfeiture	57	---	---
Chief Executive:			
State Authority Review and Oversight	760	775	775
Department of Agriculture:			
Animal Disease Control	---	460	445
Beneficial Insect Laboratory	---	80	80
Blueberry Council	232	200	200
Commodity Distribution	1,800	1,850	1,850
Cranberry Council	228	100	100
Dairy Fee Administration	915	555	921
Dairy Industry Promotion Account	67	60	60
Development Potential Transfer Bank Administration	5	5	5
Environmental Services	---	125	125
Farm Products Publicity Fund	25	25	25
Food Distribution Assessment	41	60	65
Fruit and Vegetable Grading Service	1,326	1,390	1,210
Future Farmers of America - Student Loans from Department of Education	182	160	145
Horse Breeding and Development Fund	137	127	129
Hunger Initiative/Food Assistance Program	39	47	50
Marketing and Development Services	---	916	916
NJ Farm to School Program	4	25	40
New Jersey Hemp Farming Fund	---	30	30
Nursery Inspection Program	---	260	260
Organic and Regenerative Farming Program	454	426	492
Plant Pest and Disease Control	---	75	80
Poultry Service	10	10	10
Sire Stakes	2,679	1,600	1,600
Standardbred Breeder Awards	85	70	80
Stormwater Discharge Administration - Chapter 251	166	195	218
Summer Electronic Benefit Transfer Program - Robert Wood Johnson	325	---	---
Wine Promotion Program	474	497	475
Miscellaneous	19	14	14
Subtotal, Department of Agriculture	9,213	9,362	9,625
Department of Banking and Insurance:			
Consumer Protection Services and Solvency Regulation	553	---	---
New Jersey Reinsurance Program	---	250	250
Regulation of the Real Estate Industry	34	---	---
Small Employer Health Benefits	---	476	476
Subtotal, Department of Banking and Insurance	587	726	726
Department of Children and Families:			
Children's Trust Fund	153	180	180
Contribution to Care	398	150	150
Criminal History Record Checks	706	120	120
Displaced Homemaker - Workforce Development Partnership Fund	2,550	2,550	2,550
Domestic Violence Fund	351	300	300
Domestic Violence Services	---	200	200
Education Services	36,007	43,527	43,527
Government Benefits - Social Security	313	---	---
Grants to Displaced Homemaker Centers	638	670	670
Legally Responsible Relatives - Out-of-Home Placements	2,238	---	---
Old Age Survivors Insurance	1,428	900	---
Miscellaneous	692	---	---
Subtotal, Department of Children and Families	45,474	48,597	47,697
Department of Community Affairs:			
Boarding Home Regulation and Assistance	---	900	1,000
Clean and Safe Fund (P.L.2021, c.315)	2,100	2,500	3,200
Community Development Block Grant-Disaster Recovery Program Income	8,537	---	---
Fire Certification Program	44	150	75
Housing Code Enforcement	---	8,100	10,000
Housing Services	88,874	88,560	86,254

SCHEDULE 2
DEDICATED REVENUES
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2024 Actual	2025 Estimated	2026 Estimated
Infrastructure Fund (P.L.2021, c.315)	2,100	2,500	3,200
Landscape Irrigation Contractor Certification	147	100	100
Lead Hazard Control Assistance Fund	180	180	180
Neighborhood Revitalization Tax Credit	15,000	15,000	15,000
New Home Warranty Program	2,235	3,530	4,075
Reduced Cigarette Ignition Propensity & Firefighter Protection Fund	112	50	50
Uniform Construction Code	---	6,000	3,300
Uniform Fire Code	---	21,500	19,812
Universal Service Fund	10,561	13,500	13,500
Urban Enterprise Zone Authority Administration	2,045	2,888	2,888
Urban Housing Assistance Program	2,649	---	---
Miscellaneous	10,620	7,525	7,525
Subtotal, Department of Community Affairs	145,204	172,983	170,159
Department of Corrections:			
Administration and Support Services	19,532	22,460	23,260
Biodegradable Materials - Clean Energy Fund	94	1,100	1,100
Pre-Release Employment Navigation and Re-Entry Services Program	589	600	950
State Facilities Education Act (SFEA)	829	789	982
Miscellaneous	1,547	10	10
Subtotal, Department of Corrections	22,591	24,959	26,302
Department of Education:			
Heldrich Center for Workforce Development - Teacher Workforce Reporting	---	---	350
Katzenbach One on One Aides	1,221	1,208	1,172
Katzenbach Summer Program	280	418	439
Marie H. Katzenbach School for the Deaf - Tuition from Local Boards	5,949	6,429	6,397
Office of Fiscal Accountability and Compliance	2,715	2,600	2,600
Recruitment, Preparation, Certification and Educator Evaluation	---	1,740	1,615
Rental of Vacant Building Space	24	30	30
School District Deficit Relief	---	24,287	30,741
Securing Our Children's Future Bond Act - Administration Costs	502	2,283	1,030
Miscellaneous	1,001	76	76
Subtotal, Department of Education	11,692	39,071	44,450
Department of Environmental Protection:			
Administrative Costs - Natural Resources Damages	---	2,356	2,483
Air Pollution Monitoring and Control Programs	---	500	500
Atlantic States Marine Fisheries Commission - Large Whale Gear Research & Fishery Compliance Compensation Program	---	555	---
Battleship New Jersey Memorial Fund	170	120	120
Board of Tree Experts	323	300	325
Clean Water State Revolving Fund (BIL) - Supplemental Administrative Costs	477	1,500	1,500
Coastal Area Development Review Act Program	---	100	100
Community Multiscale Air Quality (CMAQ) It Pay\$ to Plug In	---	---	3,916
Community Multiscale Air Quality (CMAQ) Marine Repower Program	---	---	6,464
Drinking Water State Revolving Fund (BIL) - Supplemental Administrative Costs	519	3,000	3,000
Drinking Water State Revolving Fund (BIL) - Supplemental Public Water Systems	323	3,000	3,000
Drinking Water State Revolving Fund - Capacity Development	205	125	125
Drinking Water State Revolving Fund - Operator Certification	113	125	125
Drinking Water State Revolving Fund - Program Administration	611	1,400	1,400
Drinking Water State Revolving Fund - Small System Technical Assistance	435	125	125
Drinking Water State Revolving Fund - Source Water Program Administration	34	125	125
Electric School Bus Program	---	15,000	15,000
Electronic Waste	621	425	425
Endangered and Nongame Species Wildlife Fund	170	100	100
Exotic and Nongame Species Inspection Fund	103	100	100
Expenses of the Delaware and Raritan Canal Commission	239	500	500
Firefighting Foam Collections	---	---	7,500
Forest Resource Management Special Revenue	190	235	235
Global Warming Solutions Fund - Administration	1,355	4,000	4,000
Green Acres/Open Space Administration	---	403	403
Hazardous Discharge Site Cleanup Fund - Responsible Party	---	17,551	15,423
Historic Buildings Waterloo Village	---	3,200	3,200
Hunters' and Anglers' License Fund	---	586	586
Lake Hopatcong Fund	500	500	500
Legionnaires' Disease (P.L.2024, c.66)	---	---	35

**SCHEDULE 2
DEDICATED REVENUES**
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2024	2025	2026
	Actual	Estimated	Estimated
Low Emission Vehicle Program	139	140	260
Mammography Quality Standards Act	413	431	440
Morris Canal Improvements at Waterloo Village	---	700	700
National Fish and Wildlife Foundation - Coastal Habitat	---	977	1,000
National Fish and Wildlife Foundation - Coastal Resiliency	---	912	912
National Fish and Wildlife Foundation - Salt Marshes	---	623	650
Natural Resource Damages - Constitutional Dedication	107,316	---	---
New Jersey Shade Tree and Community Forestry Program	1,304	800	800
New Jersey Spill Compensation Fund - Administrative Costs	---	11,084	11,007
Nuclear Emergency Response	---	1,438	1,524
Nuclear Regulatory Commission - Agreement State Program	2,955	2,900	2,900
Ocean Wind Island Beach State Park Mitigation	4,000	---	---
Oil Spill Prevention	---	801	718
Oyster Reef Restoration	---	150	150
Oyster Resource Development	162	200	150
Palisades Interstate Park Commission (PIPC) - Court Fund Revenue	---	942	970
Palisades Interstate Park Commission (PIPC) - Gas Station Revenue	---	2,270	2,270
Palisades Interstate Park Commission (PIPC) - Operating Fund Revenue	---	1,929	1,965
Parks Lease Deferrals	1,988	---	---
Parks Management	---	4,715	4,715
Parks Management Revolving Fund	3,757	3,300	2,500
Pesticide Control	---	1,600	1,600
Pollution Prevention	---	72	104
Recreational Fisheries Survey	580	644	644
Recycling Enhancement Registration Fees	388	110	300
Recycling of Solid Waste	1,115	1,375	1,375
Regulation of Freshwater Wetlands	---	300	300
Safe Drinking Water Fund	---	785	902
Science and Research	2,704	3,728	3,614
Shellfish Enforcement	199	141	180
Shore Protection Fund Projects	17,114	8,000	10,000
Shore Protection License Plates	552	650	650
Site Remediation Professional Licensing Board	715	730	710
Skylands Manor	304	300	300
Solid Waste Utility Regulation	---	1,900	1,900
State Public Water System Supervision Program	1,263	2,100	2,100
State Recycling Fund - County and Local Grants	33,016	24,300	24,750
State Revolving Fund - Administrative Costs	4,134	7,600	7,600
Stewardship Incentive Fund	---	3,500	3,500
Stormwater Construction Permit Fees	504	500	500
Stream Encroachment	---	2,000	2,000
Tidelands Peak Demands	---	4,838	4,790
Water Allocation	---	3,775	3,775
Water Pollution Control	---	3,800	3,800
Water/Wastewater Operators Licenses	---	190	165
Waterfront Development Shellfish Mitigation	1,021	200	200
Waterloo Road Amphibian Passage	---	600	600
Well Permits, Well Driller, Pump Installer Licenses	---	400	500
Wetlands	---	75	75
Worker and Community Right to Know Act	---	735	729
Miscellaneous	1,171	1,278	1,270
Subtotal, Department of Environmental Protection	193,202	166,469	183,879
Department of Health:			
AIDS Drug Distribution Program Rebates	75,198	70,000	70,000
Administrative Overhead - Non State Program	1,128	1,500	1,500
Animal Population Control Program	136	250	250
Anti-Smoking Cigarette Tax Dedication	4,694	4,417	4,705
Brain Injury Research Fund	2,708	4,000	4,000
Certificate of Need Program	3,148	977	977
Charity Care	342,000	137,222	61,214
Child Care / School Certification Program	448	1,100	1,100
Civil Monetary Penalty - Nursing Home Penalty Revenue	2,139	---	---
Consumer Health Penalties	---	3,930	3,930
Early Care & Education Learning Collaborative	---	500	500
Early Intervention Program (EIP) Copays	---	11,800	11,800
Electronic Death Registration Support Fund	2,196	675	675

**SCHEDULE 2
DEDICATED REVENUES**
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2024	2025	2026
	Actual	Estimated	Estimated
Emergency Medical Services	---	546	546
Emergency Medical Services for Children	---	154	154
Emergency Medical Technician Training Fund	77	201	201
Emergency Medical Technician Training Fund Web-Based Platform	100	---	---
Epidemiology, Environmental and Occupational Health	---	890	890
Federally Qualified Health Centers	32,000	32,000	32,000
First Response Emergency Medical Technician Cardiac Training Program	---	179	179
Governor's Council for Medical Research and Treatment of Autism	2,710	3,814	3,814
Health Care Facility Regulation and Oversight	---	2,900	2,900
Health Care Planning	9,880	9,880	14,455
Interim Assistance	---	315	315
Laboratory Services	---	1,500	1,500
Licensing Fee	627	550	550
Medical Examiner Services	13,845	15,250	16,048
New Jersey Breast Cancer Research Fund	159	185	185
New Jersey Health Information Technology Commission	1,000	1,000	1,000
New Jersey Turnpike Authority / Garden State Parkway Food Inspections	589	350	432
Newborn Screening, Follow-up and Treatment	4,793	4,306	4,306
Personal Needs Allowance	---	450	450
Quality Improvement Program - New Jersey (QIP-NJ)	20,655	20,655	20,655
Rabies Control Program	309	475	475
Vital Statistics	---	1,030	1,030
Women, Infants, and Children (WIC) Rebates	35,473	40,000	40,000
Miscellaneous	6,197	6,707	6,707
Subtotal, Department of Health	562,209	379,708	309,443
Department of Human Services:			
Alcohol Education Rehabilitation and Enforcement Fund	1,302	1,800	1,800
Catastrophic Illness in Children Relief Fund	6,655	10,865	10,865
Client Copayments - Developmental Disabilities	6,514	6,221	6,220
Commission for the Blind	---	195	195
Cop to Cop Program	400	400	400
County Facility Enhanced Payment	10,980	---	---
County Option	505,469	594,512	1,196,123
DHS Information Technology	19,210	25,000	25,000
Health Care Subsidy Fund - NJ FamilyCare	889,871	1,173,417	1,499,521
Hospital Mental Health Offset Payments	11,735	12,327	12,327
Human Services Police Reimbursement	---	---	4,000
Internet Gaming Permits for Compulsive Gambling Programs	3,450	2,950	2,950
NJ FamilyCare Children	236,988	275,669	308,048
NJ FamilyCare Children - Individual Share	168	---	---
NJ FamilyCare Drug Manufacturer Rebates	800,000	860,000	958,400
New Bridge MAPS	2,028	2,547	2,547
Nursing Home Provider Assessment Fee	144,364	140,000	140,000
Opioid Settlement Administration	---	384	384
PAAD Drug Manufacturer Rebates	55,392	46,650	45,924
Personal Needs Allowance	---	150	150
Racing Commission Funds for Compulsive Gambling Treatment	200	200	200
SSA Reimbursement to Enhance Vocational Rehabilitation	1,829	1,829	1,829
Traumatic Brain Injury	4,079	3,700	3,700
Work First New Jersey Child Care and Support Services	35,000	50,100	50,100
Work First New Jersey Emergency Utility Payments	334	4,758	4,758
Work First New Jersey Technology Investment - Child Support Incentives	15,330	15,456	15,456
Workability - Premiums	---	995	18,500
Miscellaneous	2,320	3,020	3,020
Subtotal, Department of Human Services	2,753,618	3,233,145	4,312,417
Department of Labor and Workforce Development:			
Asbestos Notification Fees	---	889	889
Child Labor Enforcement	265	---	---
Council on Gender Parity	---	72	72
Disadvantaged Youth Employment Opportunities Council	---	50	50
Enforcement of Workplace Standards - Receipts	---	14,618	14,618
General Administration, Agency Services, Test Development and Analytics	---	3,448	3,243
Merit Systems Board	---	57	57
NJ Community College Consortium for Workforce and Economic Development	6,000	6,000	6,000
New Jersey Builders' Utilization for Labor Diversity	3,632	3,494	3,494

**SCHEDULE 2
DEDICATED REVENUES**
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2024	2025	2026
	Actual	Estimated	Estimated
Private Disability Insurance Plan	---	1,755	7,916
Public Works Contractor Registration	---	810	810
Special Compensation Fund	210,294	195,071	194,743
State Disability Insurance Plan	---	23,648	23,648
Unemployment Compensation Administration Fund	---	---	25,000
Unemployment Compensation Auxiliary Fund	---	550	550
Unemployment Compensation Auxiliary Fund - Collection Activities	8,606	45,000	45,000
Unemployment Compensation Auxiliary Fund - EITC Notification	---	150	150
Uninsured Employer's Fund	1,817	3,017	3,017
Urban Enterprise Zone - Administrative Costs	---	30	30
Vocational Rehabilitation Services - Extended Employment	20,500	20,500	20,500
Workers' Compensation	---	23,000	23,000
Workforce Development Partnership Fund - Work First New Jersey	18,954	21,500	21,500
Workforce Development Partnership Fund - Workforce Initiatives	27,444	27,500	27,500
Workforce Literacy and Basic Skills Program	---	276	276
Miscellaneous	5	---	---
Subtotal, Department of Labor and Workforce Development	297,517	391,435	422,063
Department of Law and Public Safety:			
Annie E. Casey Foundation	---	200	200
Atlantic City Automated License Plate Recognition Units	1,131	---	---
Atlantic County Detention Center	2,301	2,887	2,887
Backstretch Benevolence	204	168	168
Body Armor Replacement Fund - Administrative Costs	---	75	75
Charity Racing Day for the Developmentally Disabled	16	25	25
Consumer Affairs	387	---	---
Consumer Affairs Charitable Registration Program	---	2,563	2,563
Consumer Affairs Legalized Games of Chance	---	1,422	1,200
Consumer Affairs Weights and Measures Program	---	2,330	3,230
Controlled Dangerous Substance Registration Program	---	1,000	1,000
Criminal Disposition and Revenue Collection Fund	---	130	130
Criminal Justice Training Academy	263	200	200
Cybersecurity and Data Protection	5,728	5,829	6,219
Delaware River Joint Toll Bridge Commission	3,895	3,750	3,750
Division of Consumer Affairs - Appropriated Receipts	---	19,216	19,816
Drug Affordability Council (P.L.2023, c.106)	---	1,500	1,500
Drunk Driving Enforcement Fund - MVC Reimbursement	49	45	45
Election Law Enforcement	---	70	70
False Claims Prosecution Fund	1,108	---	---
Fantasy Sports	320	115	200
Forfeiture Program	3,592	2,000	2,000
Insurance Fraud Operations	12,896	12,896	12,896
Investigative Unit	805	800	800
Juvenile Justice Commission HVACR Career Education Program	299	750	750
Law Enforcement Officers Training and Equipment Fund	256	300	300
McKinsey Settlement	686	---	---
Mental Health Diversion Program Support Fund	5,000	---	---
Noncriminal Records Checks	---	17,000	17,000
Pari-Mutuel Racing in Accordance with N.J.S.A. 5:5-37	286	200	200
Police Training Commission	---	350	350
Pre-Race Blood Testing and Chemical Testing Program	891	1,345	1,345
Private Employment Agencies	---	574	574
Publicis Health, LLC Settlement	9,455	---	---
Racing Commission Finger Print Fees	131	---	---
Racing Commission's Award Program	1,614	1,800	1,800
Racing Officials	1,074	1,100	1,100
Regulation of Alcoholic Beverages	10,745	10,696	13,745
Regulation of Racing Activities	3,318	2,475	2,475
Retired Officers Handgun Permits	---	546	549
Safe and Secure Neighborhoods Program	2,897	3,000	3,000
Securing the Cities	359	---	---
Securities Enforcement Fund	---	15,962	17,665
Security Officer Registration Account	3,169	3,014	3,014
Sexual Assault Nurse Examiner Program	41	30	30
South Jersey Transportation Authority	11,314	13,949	13,957
State Athletic Control	615	616	616
State Facilities Education Act (SFEA)	7,397	8,487	8,487

**SCHEDULE 2
DEDICATED REVENUES**
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2024 Actual	2025 Estimated	2026 Estimated
State Forensic Laboratory Fund Program	202	500	500
State Police DNA Laboratory Enhancement	8,092	8,500	8,500
State Veterinarians New Jersey Racing Commission	1,790	1,300	1,300
Turnpike Authority (Includes Garden State Parkway)	100,887	118,634	121,745
Victim and Witness Advocacy Fund	---	375	375
Victims of Crime Compensation	1,250	6,444	7,169
Waterfront Commission	19,016	16,944	16,944
Miscellaneous	4,272	4,380	4,380
Subtotal, Department of Law and Public Safety	227,751	296,492	306,844
Department of Military and Veterans' Affairs:			
Administration and Support Services	---	225	225
Burial Services	---	1,300	1,300
Energy Program Receipts	343	500	500
National Guard Summer Youth Camp	454	---	---
New Jersey National Guard Support Services	---	1,850	1,850
Veterans' Haven	---	1,175	1,175
Veterans' Haven North	---	875	875
Miscellaneous	486	1,321	1,321
Subtotal, Department of Military and Veterans' Affairs	1,283	7,246	7,246
Department of State:			
Agritourism Fund (P.L.2023, c.87)	2,500	---	---
Construction Apprenticeship Program (SDA)	165	278	330
Law Enforcement Officers Memorial Fund	625	550	550
NJBEST Administration & Scholarships	4,400	5,365	7,717
New Jersey Brewery, Cidery, Meadery, and Distillery Industry Promotion Account	272	150	150
New Jersey College Loans to Assist State Students (NJCLASS)	31,192	38,344	41,886
Primary Care Practitioners Loan Redemption Program	---	250	250
State Internship Program	2,455	3,000	3,000
Veterans Memorial Arts Center	408	426	447
Miscellaneous	426	331	340
Subtotal, Department of State	42,443	48,694	54,670
Department of Transportation:			
Applications and Highway Permits	---	800	800
Casualty Losses	---	2,050	1,865
Clean Energy Fund - NJ Transit Utility Costs	70,089	70,089	70,089
Commercial Vehicle Enforcement Program	29,129	28,467	28,467
Cost of "Cause" Plates	535	---	---
County and Other Shared Projects	3,809	---	---
Failure to Keep Right Surcharge	376	410	410
Highway Safety Fund	588	600	600
In-Terminal School Bus Inspection Program	1,301	1,300	1,300
Logo Sign Program	---	265	265
Motor Vehicle Services	412,634	440,443	476,431
Motorbus Regulation	605	590	590
Motorcycle Safety Education Fund	397	400	400
NJ Board of Pilot Commissioners	764	750	750
NJ Medical Service Helicopter Response Act	32,629	32,500	32,500
NJ Turnpike Authority - Gateway Development Commission Operations	20,000	15,230	10,415
NJ Turnpike Authority - NJ Transit Operations	439,816	455,000	470,000
NJ Turnpike Authority - Support for Portal North Bridge	25,000	25,000	25,000
Omnibus Safety Enforcement Fund	5	5	5
Outdoor Advertising	---	960	760
Placarded Railcar Program	---	200	300
Port Authority of New York and New Jersey	6,669	---	---
Rental Receipts - Tenant Relocation Program	---	500	500
Safety Service Patrol Sponsorship	1,500	---	---
Security Responsibility	20,757	25,839	26,485
Texting While Driving Campaign	112	120	120
Transportation Trust Fund - Subaccount for Capital Reserves	605,927	786,067	767,551
Transportation Trust Fund - Subaccount for Capital Reserves - Electric Vehicle Fee	---	52,642	73,402
Wireless Communication	3,701	3,800	3,800
Miscellaneous	74	---	---
Subtotal, Department of Transportation	1,676,417	1,944,027	1,992,805

**SCHEDULE 2
DEDICATED REVENUES**
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2024	2025	2026
	Actual	Estimated	Estimated
Department of the Treasury:			
Administration of State Lottery	14,095	17,057	17,484
Admission Surcharge at Places of Amusement	528	500	500
Annual Licensing Fee - Office of Administrative Law Publications	1,114	1,134	1,196
Cannabis Regulatory Commission	12,833	20,075	23,730
Casino Hotel Occupancy Assessment	8,136	---	---
Charge Up New Jersey Electric Vehicle Incentive Program	---	---	50,000
Civil Legal Services for the Poor - 21st Century Justice Improvement Fund	8,588	9,000	9,500
Clean Energy Program	7,246	5,585	10,400
Division of Developmental Disabilities Community Placement and Services	28,983	30,165	32,021
Division of Purchase and Property E-Procurement Receipts	4,677	5,000	5,000
Domestic Security	26,654	27,076	27,076
Drug Abuse Education Fund	59	63	63
Freehold Raceway	308	---	---
Governor's Council on Substance Use Disorder	---	---	802
Grid Modernization	---	32,500	---
Judicial Hearings Receipts	5,901	5,562	5,562
Management of DEP Properties	---	258	258
Management of State Investments	27,934	26,265	26,265
Meadowlands Regional Assessment	11,650	11,500	11,500
Monmouth Park	260	---	---
NJBPU Basic Generation Service Project	243	---	---
Office of Information Technology Indirect Cost Recoveries	9,996	6,000	6,000
Office of Management and Budget	21,618	15,785	15,785
Offshore Wind - Research and Monitoring Initiative	10,000	---	---
Orsted Settlement Funds	125,000	---	---
Other Capital Building Services	76	---	---
Pensions and Benefits	91,605	91,605	94,193
Police and Firemen's Retirement System Board of Trustees	26,987	23,248	29,782
Prequalification Fees	---	112	112
Procurement Card Rebates	---	350	350
Property Management and Construction - Property Management Services	84	80	80
Public Broadcasting Services	5,707	4,681	4,681
Rate Counsel - Insurance	256	197	197
Real Property Leasing Out Program	---	1,100	1,100
Records Management	700	2,000	2,000
State Based Exchange	60,054	74,900	79,613
Super Storm Sandy Community Development Block Grant Reimbursement	230	---	---
Taxation Compliance and Enforcement Activities	20,811	20,590	20,590
The Meadowlands	7,049	---	---
Third Party Subrogation - Property Damage	---	932	932
Treasury Technology Services	7,631	7,500	7,500
Unclaimed Property Trust Fund Administration	10,688	11,177	11,177
Urban Enterprise Zone (UEZ) Authority Administrative Expenses	13	15	13
Miscellaneous	715	150	150
Subtotal, Department of the Treasury	558,429	452,162	495,612
Interdepartmental Accounts:			
Petroleum Overcharge Reimbursement Fund	45	851	---
Utilities and Other Services	358	358	358
Subtotal, Interdepartmental Accounts	403	1,209	358
The Judiciary:			
Automated Traffic System for Municipal Courts	19,110	21,000	21,000
Civil Arbitration Program	---	1,244	1,244
Civil Courts	556	600	650
Comprehensive Enforcement Program	931	1,000	950
Court Adult Probation System	203	200	200
Court Technology Improvement Fund	9,725	9,500	9,500
E-Court Information System - 21st Century Justice Improvement Fund	8,503	8,000	8,250
Electronic Access to Court Records	10,498	8,400	10,500
Electronic Payment Service Fees	590	1,000	1,000
Family Courts	277	400	300
Foreclosure Mediation Program	853	1,000	950
Intensive Supervision Program	---	128	156
Special Civil Part Certified Mailers	1,955	1,400	2,000
Supreme Court	23,094	22,900	25,200

**SCHEDULE 2
DEDICATED REVENUES**
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2024 Actual	2025 Estimated	2026 Estimated
Miscellaneous	597	10	10
Subtotal, The Judiciary	76,892	76,782	81,910
<i>Total Dedicated</i>	<u>6,625,742</u>	<u>7,293,842</u>	<u>8,466,981</u>

**SCHEDULE 2
FEDERAL REVENUES**
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2024	2025	2026
	Actual	Estimated	Estimated
Federal:			
Department of Agriculture:			
COVID-19 - National School Lunch Program Equipment Grant	829	---	---
COVID-19 - Pandemic Electronic Benefit Transfer Administrative Costs Grant	822	---	---
COVID-19 - Supply Chain Assistance Award	30,232	---	---
COVID-19 - The Emergency Food Assistance Program (TEFAP) - Reach & Resiliency Grant - ARP Act	510	1,150	1,250
Child Care	112,299	172,325	171,425
Child Nutrition - Administration	9,307	19,620	19,695
Child Nutrition - School Breakfast	126,764	260,000	260,000
Child Nutrition - School Lunch	339,540	660,000	660,000
Child Nutrition - Special Milk	95	2,025	1,000
Child Nutrition - Summer Programs	18,423	84,495	56,995
Child Nutrition - Technology Grant	362	750	1,000
Climate Pollution Reduction Grants - Implementation Grant	---	2,755	---
Farm Risk Management Education Program	---	282	282
Farm to School State Formula Grant	82	2,000	---
Food Stamp - The Emergency Food Assistance Program (TEFAP)	4,406	6,715	6,975
Fresh Fruit and Vegetable Program	5,664	7,447	7,447
Indemnities - Avian Influenza	557	700	590
National Animal Health Laboratory Network (NAHLN) American Rescue Plan	---	1,000	---
National Resources Conservation Service - Regional Conservation Partnership	---	315	315
National School Lunch Program - Equipment Assistance for School Food Authorities ..	608	2,500	1,000
New Jersey Animal Food Testing Program	223	670	570
New Jersey Resilient Food System	---	3,400	3,400
Office of the Food Security Advocate - Food Security Innovation	---	2,000	2,000
Produce Safety Rule Implementation	724	630	680
Specialty Crop Block Grant Program	1,387	2,604	2,604
Spotted Lanternfly Federal Outreach	250	260	260
Summer Electronic Benefit Transfer Program for Children	---	2,000	1,462
Various Federal Programs and Accruals	5,475	26,388	20,926
Subtotal, Department of Agriculture	<u>658,559</u>	<u>1,262,031</u>	<u>1,219,876</u>
Department of Children and Families:			
Restricted Federal Grants	25,567	36,448	33,694
Social Services Block Grant	43,709	44,886	44,886
Title IV-B Child Welfare Services	11,709	11,950	12,577
Title IV-E Foster Care	194,355	211,138	220,774
Various Federal Programs and Accruals	21,453	---	---
Subtotal, Department of Children and Families	<u>296,793</u>	<u>304,422</u>	<u>311,931</u>
Department of Community Affairs:			
COVID-19 American Rescue Plan - Emergency Housing Vouchers	16,802	---	---
COVID-19 American Rescue Plan - Emergency Rental Assistance	72,968	---	---
COVID-19 American Rescue Plan - State and Local Fiscal Recovery Fund (SLFRF) ..	1,035,835	---	---
COVID-19 CARES Act - Community Development Block Grant (CDBG)	6,568	---	---
COVID-19 Emergency Rental Assistance Program	9,826	---	---
Community Development Block Grant (CDBG) - Recovery Housing Program	1,589	1,200	1,200
Community Development Block Grant (CDBG) - Super Storm Sandy	54,764	---	---
Community Development Block Grant - Tropical Storm Ida	15,981	---	---
Community Services Block Grant	20,557	23,213	23,213
Continuum of Care Program	2,234	4,000	4,000
Emergency Solutions Grants Program	15,921	4,500	4,500
Energy Efficiency Codes	---	---	14,000
Eviction Prevention Services	---	---	2,500
Family Self Sufficiency Program Coordinator	32	350	350
Low Income Home Energy Assistance Program	227,365	205,513	205,513
Mainstream 5	2,562	2,848	2,848
Moderate Rehabilitation Housing Assistance	3,775	10,711	10,711
National Affordable Housing - HOME Investment Partnerships	4,645	7,000	7,000
National Housing Trust Fund	10,245	30,000	30,000
Section 8 Housing Voucher Program	304,511	360,000	370,000
Small Cities Block Grant Program	9,038	8,023	8,023
Weatherization Assistance Program	9,937	9,661	9,661
Various Federal Programs and Accruals	95,136	---	---
Subtotal, Department of Community Affairs	<u>1,920,291</u>	<u>667,019</u>	<u>693,519</u>

**SCHEDULE 2
FEDERAL REVENUES**
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2024 Actual	2025 Estimated	2026 Estimated
Department of Corrections:			
Anti-Heroin Task Force	---	3,000	3,000
Defense Tactical Training	---	750	750
Diversity Training	---	250	250
Health, Safety and Wellness	---	2,500	2,500
Incarcerated Person Vocational Certifications	---	300	300
Offender Reentry	---	600	600
Promising Reentry	---	500	500
Special Investigations Division - Intelligence Technology	---	450	450
Special Operations Tactical Equipment	---	200	200
State Criminal Alien Assistance Program	12,565	7,000	7,000
Technology Enhancements	---	500	500
Various Federal Programs and Accruals	-6,136	3,250	2,000
Subtotal, Department of Corrections	6,429	19,300	18,050
Department of Education:			
21st Century Schools	29,075	31,948	30,428
AIDS Prevention Education	143	120	120
Bilingual and Compensatory Education - Homeless Children and Youth	1,809	3,225	3,100
Comprehensive Literacy State Development Grant	---	15,000	7,590
Elementary and Secondary School Emergency Relief Fund (ESSER) II - CRRSA Act	233,102	---	---
Elementary and Secondary School Emergency Relief Fund (ESSER) III - ARP Act	1,194,406	---	---
Every Student Succeeds Act - Consolidated Administration	4,789	7,548	6,792
Head Start Collaboration	222	275	276
Individuals with Disabilities Education Act Basic State Grant	445,969	433,038	444,999
Individuals with Disabilities Education Act Preschool Grants	13,985	12,524	12,750
Language Acquisition Discretionary Administration	26,126	34,808	29,250
Migrant Education - Administration/Discretionary	2,922	1,485	1,099
School-Based Mental Health Services Grant Program	1,358	4,000	4,000
State Assessments	8,079	8,707	8,749
Stronger Connections Grant Program	4,079	---	---
Student Support & Academic Enrichment State Grants	30,848	33,660	32,176
Supporting Effective Instruction State Grants	46,592	47,520	46,331
Title I - Grants to Local Educational Agencies	435,481	510,147	455,400
Title I - Part D, Neglected and Delinquent	1,402	1,584	1,584
Vocational Education - Basic Grants - Administration	29,266	29,841	29,999
Various Federal Programs and Accruals	60,776	3,878	2,513
Subtotal, Department of Education	2,570,429	1,179,308	1,117,156
Department of Environmental Protection:			
Air Pollution Maintenance Program	9,041	10,460	10,460
Artificial Reef Program - PSE&G/NJPDES Permit Fees	804	985	985
Atlantic Brant Migration Ecology Study	---	480	---
Atlantic Coastal Fisheries	---	2,150	2,150
Bat Habitat Conservation Plan	---	1,000	1,000
Beach Monitoring and Notification	650	700	700
BioWatch Monitoring	578	1,000	1,200
Boat Access (Fish and Wildlife)	---	1,000	1,000
Bobcat Hair Snare Study	---	480	---
Bog Turtle Project	---	150	150
Brownfields	1,469	4,000	4,000
Clean Diesel Retrofit	275	6,000	6,000
Clean Heavy-Duty Vehicles Program (IRA)	---	5,000	5,000
Clean Ports Program (IRA)	---	20,000	20,000
Clean Vessels	167	1,000	1,000
Clean Water State Revolving Fund	---	174,000	174,000
Climate Pollution Reduction Grants - Clean Corridor Coalition (IRA)	---	249,000	249,000
Climate Pollution Reduction Grants - Electric School Bus Program (IRA)	---	28,000	28,000
Climate Pollution Reduction Planning	91	3,000	3,000
Coastal Zone Management - Bipartisan Infrastructure Law (Non-Competitive)	---	900	900
Coastal Zone Management Implementation	3,334	6,375	6,375
Community Assistance Program	426	700	700
Community Wildfire Defense Grant (CWDG)	---	500	500
Connecting Habitat Across New Jersey (CHANJ) Assessments	---	260	260
Consolidated Forest Management	56	1,100	1,100
Cooperative Technical Partnership	137	500	500
Department of Energy (Energy Future Grant) - Just Resilience	---	758	758

**SCHEDULE 2
FEDERAL REVENUES**
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2024	2025	2026
	Actual	Estimated	Estimated
Development Compensatory Mitigation Technical Manual and NJ Floristic Quality	---	187	---
Drinking Water State Revolving Fund	2,836	175,200	222,500
Emerging Contaminants	---	67,000	67,000
Endangered Species	69	350	350
Endangered and Nongame Species Program State Wildlife Grants	128	1,070	1,070
Federal Highway Administration - Charging and Fueling Infrastructure (IIJA)	---	15,000	15,000
Fish and Wildlife Action Plan	62	135	135
Fish and Wildlife Health	---	600	600
Forest Legacy	---	4,245	4,245
Forest Resource Management - Cooperative Forest Fire Control	427	1,600	1,600
Geospatial Monitoring (IRA)	---	907	907
Hazardous Waste - Resource Conservation Recovery Act	4,200	4,880	4,880
High Hazard Dams Grants/Loans	---	1,000	---
Historic Preservation Survey and Planning	1,062	3,000	3,000
Hunters' and Anglers' License Fund	7,415	50,820	50,820
Land and Water Conservation Fund	2,085	29,000	29,000
Landscape Restoration	210	320	320
Marine Fisheries Investigation and Management	1,693	6,574	6,574
Mosquito Landing Boat Access Improvement	847	---	---
Multimedia	475	604	700
NJ - GIS Conservation Tools and Technical Guidance	394	3,500	3,500
NJ Environmental Justice and Overburdened Communities	---	1,000	1,000
NJ Outdoor Heritage Program	1,159	6,000	6,000
National Coastal Wetlands Conservation	865	3,500	3,500
National Dam Safety Program (FEMA)	147	550	550
National Estuary Program - Coastal Watershed Grant Program	---	220	220
National Fish and Wildlife Foundation Delaware River Program	---	200	200
National Geologic Mapping Program	128	304	304
National Oceanic and Atmospheric Administration (IIJA)	---	16,100	16,100
National Oceanic and Atmospheric Administration (IRA)	---	72,500	72,500
National Recreational Trails	1,862	2,300	2,300
New Jersey Atlantic and Shortnose Sturgeon	16	365	365
New Jersey's Landscape Project	---	990	990
Nonpoint Source Implementation (319H)	2,830	4,264	4,264
Particulate Monitoring Grant	494	1,000	1,000
Pesticide Technology	796	500	500
Preliminary Assessments/Site Inspections	337	1,300	1,300
Radon Program	538	500	500
Readiness & Environmental Protection Integration Infrastructure Resilience & Natural Resource Enhancement	256	10,000	10,000
Recovery Land Acquisition	51	2,500	2,500
Remedial Planning Support Agency Assistance	378	1,000	1,000
Restoring Oyster Reef Habitat in the Mullica River - Great Bay Estuary	---	---	1,300
Superfund Grants	25	5,030	5,030
Underground Storage Tank Program Standard Compliance Inspections	510	8,000	8,000
Underground Storage Tanks	1,542	20,000	20,000
Urban and Community	---	17,000	17,000
Water Infrastructure Improvements for the Nation	54	1,000	1,000
Water Monitoring and Planning	442	1,500	1,500
Water Pollution Control Program	5,468	4,787	4,787
Wildfire Risk Reduction	224	390	390
Wildlife Management Area Conservation Program	860	2,000	2,000
Wildlife and Sport Fish Restoration Outreach	236	1,500	872
Wildlife and Sport Fish Restoration Partnership Exhibit Development	4	600	600
Various Federal Programs and Accruals	-2,930	10,527	10,868
Subtotal, Department of Environmental Protection	<u>55,223</u>	<u>1,082,917</u>	<u>1,129,379</u>
Department of Health:			
ARP WIC Innovation Fund	350	---	---
ARP WIC Senior Farmers Market Nutrition Program (SFMNP)	409	---	---
Abstinence Education - Family Health Services (FHS)	901	1,900	1,900
American Rescue Plan Act - For Home Visiting	1,734	---	---
Behavioral Risk Factor Surveillance Survey	1,034	1,700	1,700
Bioterrorism Hospital Emergency Preparedness	6,845	14,786	14,786
Birth Defects Surveillance Program	361	508	508
Breast and Cervical Cancer Early Detection Program	4,118	3,475	3,475
Breastfeeding Peer Counseling	4,336	4,000	4,000

**SCHEDULE 2
FEDERAL REVENUES**
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2024 Actual	2025 Estimated	2026 Estimated
COVID-19 ARP Individuals with Disabilities Education Act	2,233	---	---
COVID-19 Detection and Mitigation Confinement Facilities	6,327	---	---
COVID-19 ELC American Rescue Plan	60,329	---	---
COVID-19 ELC Enhanced Detection Expansion	65,969	---	---
COVID-19 ELC Homeless	695	---	---
COVID-19 ELC New AMD Technologies	1,246	---	---
COVID-19 ELC Strike Teams	5,194	---	---
COVID-19 Enhancing Laboratory Capacity	1,985	---	---
COVID-19 Immunization & Vaccines	53,513	---	---
COVID-19 Public Health Disparities among Population Health	8,351	---	---
COVID-19 Public Health Workforce	17,846	---	---
COVID-19 Strengthening HAI & AR Program Capacity	2,380	---	---
COVID-19 Strengthening STD Prevention	5,336	---	---
Chronic Disease Prevention and Health Promotion	1,424	3,525	3,525
Clinical Laboratory Improvement Amendments Program	747	925	925
Comprehensive AIDS Resources Grant	42,310	47,311	47,311
Conformance with the Manufactured Food Regulatory Program Standards	276	522	522
Early Hearing Detection and Intervention (EHDI) Tracking, Research	198	250	250
Early Intervention for Infants and Toddlers with Disabilities (Part C)	8,630	14,000	14,000
Emergency Medical Services for Children (EMSC) Partnership Grants	170	230	230
Emergency Preparedness for Bioterrorism	19,989	29,581	29,581
Epidemiology and Laboratory Capacity - Affordable Care Act	6,168	11,510	11,510
Federal Lead Abatement Program	468	570	570
First Responders CARA	58	1,000	1,000
Food Inspection	509	889	889
HIV/AIDS Prevention and Education Grant	10,676	27,970	27,970
HIV/AIDS Surveillance Grant	---	3,318	3,318
Heart Disease	155	1,500	1,500
Housing Opportunities for Persons with AIDS	136	3,550	3,550
Immunization Project	5,052	30,840	30,840
Immunization Supplement for NJHS	1,823	3,000	3,000
Immunization Supplemental for Ukrainian Population	---	200	200
Lab Biomonitoring Program - Impact of Biohazards on New Jersey Citizens	892	1,550	1,550
Maternal and Child Health Block Grant	12,092	13,070	13,070
Maternal, Infant and Early Childhood Home Visiting Program	9,213	13,464	13,464
Medical Reserve Corps - STTRONG	188	1,875	1,875
Medicare/Medicaid Inspections of Nursing Facilities	13,611	19,850	19,850
Morbidity and Risk Behavior Surveillance	592	1,271	1,271
NJ Sickle Cell Data Collection (SCDC) Program	46	500	500
National Cancer Prevention and Control	142	3,071	3,071
National HIV/AIDS Behavioral Surveillance	830	1,012	1,012
National Program of Cancer Registries	---	1,400	1,400
New Jersey Childhood Lead	573	730	730
New Jersey Food Testing Program - Food Safety and Defense	646	945	945
New Jersey Personal Responsibility Education Program	1,468	1,778	1,778
New Jersey Plan for Private Well Programs	129	250	250
New Jersey State Maternal Health Innovation Program	1,587	3,084	3,084
Oral Health Grant	443	617	617
Overdose Data to Action in States	7,392	5,900	5,900
Partnership Ending HIV in Essex & Hudson	5,246	4,700	4,700
Pediatric AIDS Health Care Demonstration Project	2,238	3,305	3,305
Pediatric Mental Health Care	482	933	933
Pregnancy Risk Assessment Monitoring System	186	750	750
Preventative Health and Health Services Block Grant	3,816	15,650	15,650
Prevention & Public Health Fund - Immunization and Vaccines for Children	4,929	17,650	17,650
Prevention and Management of Diabetes, Heart Disease and Stroke	2,126	2,500	2,500
Public Health Crisis MPOX	681	1,150	1,150
Public Health Crisis Response	---	25,401	25,401
Public Health Crisis Response to COVID-19	133	6,455	6,455
Public Health Emergency Response: COVID-19 Cooperative Agreement	56,077	---	---
Rape Prevention and Education Program	1,178	2,810	2,810
Ryan White Part B - Supplemental	1,665	3,800	3,800
Senior Farmers' Market Nutrition Program	1,129	11,000	11,000
State Newborn Screening System Priorities Program	68	430	430
Strengthening Public Health (Strategy A2)	546	5,000	---
Strengthening Public Health (Strategy A3)	325	2,000	---
Supplemental Food Program - Women, Infants, and Children (WIC)	197,584	318,000	318,000
Tobacco Age of Sale Enforcement (TASE)	1,728	2,400	2,400

**SCHEDULE 2
FEDERAL REVENUES**
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2024	2025	2026
	Actual	Estimated	Estimated
Tuberculosis Control Program	3,405	5,290	5,290
Venereal Disease Project	2,052	5,582	5,582
Viral Hepatitis Surveillance	397	450	450
Vital Statistics Component	1,025	1,498	1,498
Wisewoman Breast and Cervical Cancer Early Detection	812	750	750
Women, Infants, and Children (WIC) Farmers' Market Nutrition Program	742	8,200	8,200
Various Federal Programs and Accruals	-38,021	24,354	10,597
Subtotal, Department of Health	650,674	747,485	726,728
Department of Human Services:			
9-8-8 State & Territory Improvement	---	8,000	8,000
Bipartisan Safer Communities Act Center for Mental Health Block Grants	1,047	3,001	3,001
Block Grant Mental Health Services	24,960	27,000	27,000
COVID-19 ARP - Mental Health Services	3,713	---	---
COVID-19 ARP - Build 9-8-8 Capacity	711	---	---
COVID-19 ARP - Child Care Discretionary	56,529	---	---
COVID-19 ARP - Section 9817 Home and Community-Based Services (HCBS)	73,273	---	---
COVID-19 ARP - Substance Abuse Block Grant	5,257	---	---
COVID-19 ARP Child Care Stabilization	2,175	---	---
COVID-19 ARP Supportive Services	2,867	---	---
COVID-19 ARP Title XX Elder Justice	1,186	---	---
COVID-19 CARES Act Stimulus Funding	217	---	---
COVID-19 Mental Health Block Grant Emergency Fund	6,920	---	---
COVID-19 SNAP - Administrative Expenses	1,061	---	---
COVID-19 Substance Abuse Block Grant Emergency Fund	17,834	---	---
COVID-19 Title III	4,295	---	---
COVID-19 Title XIX Managed Care	162,086	---	---
Child Care Block Grant	247,663	258,760	258,760
Child Support Enforcement Program	167,971	188,191	193,107
Developmental Disabilities Council	2,602	1,687	1,699
National Family Caregiver Program	4,304	5,500	5,500
New Jersey Money Follows the Person	18,166	14,890	14,890
New Jersey State Opioid Response	62,646	73,000	73,000
Older Americans Act - Title III	33,562	42,450	42,450
Program Integration of Primary and Behavioral Health Care	1,894	2,000	2,000
Projects for Assistance in Transition from Homelessness (PATH)	2,715	2,283	2,283
Refugee Resettlement Program	2,761	4,500	4,500
Social Services Administration	---	41,310	41,310
Strategic Prevention Framework	1,100	2,260	2,260
Substance Use Prevention, Treatment, and Recovery Services Block Grant	59,969	55,000	55,000
Summer-EBT Benefits	44,942	75,000	75,000
Supplemental Nutrition Assistance Program	148,895	239,900	239,900
Supplemental Nutrition Assistance Program - Education	9,526	10,000	10,000
Supplemental Nutrition Assistance Program - Fraud Grant	---	1,000	1,000
Supplemental Nutrition Assistance Program Research and Training Grant	137	3,000	3,000
Temporary Assistance for Needy Families Block Grant	402,712	522,172	530,583
Title XIX Child Residential	113,089	129,852	129,852
Title XIX Community Care Program	1,217,586	1,393,727	1,478,114
Title XIX ICF/IDD	257,265	262,214	278,769
Title XIX Medical Assistance	12,065,876	13,607,125	15,553,999
Title XXI Children's Health Insurance Program	666,519	730,477	803,160
Traumatic Brain Injury State Partnership Program	183	260	260
United States Department of Agriculture Older Americans	3,354	4,350	4,350
Vocational Rehabilitation Act, Section 120	15,648	15,650	15,650
Various Federal Programs and Accruals	329,456	6,550	6,550
Subtotal, Department of Human Services	16,244,672	17,731,109	19,864,947
Department of Labor and Workforce Development:			
Apprenticeship State Expansion	611	---	---
Assistive Technology	1,193	650	650
COVID-19 ARP - Fraud Prevention	3,334	---	---
COVID-19 ARP - Unemployment Insurance Information Technology Modernization Project - Claimant Experience Pilot	50	---	---
Current Employment Statistics	2,079	2,417	2,417
Disability Determination Services	71,901	77,106	77,106
Disabled Veterans' Outreach Program	3,263	4,200	4,200
Emergency Unemployment Insurance Stabilization and Access Act of 2020	19,507	---	---

**SCHEDULE 2
FEDERAL REVENUES**
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2024 Actual	2025 Estimated	2026 Estimated
Employment Services	18,080	26,921	26,921
Employment Services Grants - Alien Labor Certification	509	916	916
Independent Living	915	600	600
Industry Partnerships	---	3,000	3,000
Jersey Job Clubs	---	3,000	3,000
Local Veterans' Employment Representatives	908	1,800	1,800
National Council on Aging - Senior Community Services Employment Project	4,288	4,048	4,048
Occupational Safety Health Act - On-Site Consultation	2,306	2,703	2,703
One Stop Labor Market Information	563	1,020	1,020
Pandemic Emergency Unemployment Compensation Implementation	1,376	---	---
Pandemic Unemployment Assistance Implementation	1,682	---	---
Pandemic Unemployment Compensation Implementation	456	---	---
Preschool Development	---	200	200
Public Employees Occupational Safety and Health Act	2,999	3,998	3,998
Redesigned Occupational Safety and Health	303	400	400
Reemployment Eligibility Assessments - State Administration	9,016	25,135	25,135
Rehabilitation of Supplemental Security Income Beneficiaries	3,563	5,000	5,000
Supported Employment	277	975	975
Trade Adjustment Assistance Project	4,205	8,313	8,313
Unemployment Insurance	109,729	203,637	203,637
Unemployment Insurance Equity Grant	1,700	---	---
Vocational Rehabilitation Act of 1973	82,706	75,325	75,325
Work Opportunity Tax Credit	345	762	762
Work Opportunity Tax Credit Backlog Project	161	---	---
Workforce Data Quality Initiative	140	---	---
Workforce Innovation and Opportunity Act Supplemental Research and Evaluation	---	500	500
Workforce Investment Act	85,766	124,759	124,759
Workforce Investment Act - Adult and Continuing Education	27,341	19,330	19,330
Various Federal Programs and Accruals	-21,486	1,803	1,803
Subtotal, Department of Labor and Workforce Development	439,786	598,518	598,518
Department of Law and Public Safety:			
Advancing the Use of Technology to Assist Victims of Crime	---	750	750
Anti-Methamphetamine	407	2,500	2,500
Body Cameras	1,997	2,500	2,500
Community Oriented Policing (COPS)	4,933	8,895	8,895
Community Policing Development	---	600	600
Community-Based Violence Intervention and Prevention Initiative	---	---	4,000
Connect & Protect	15	1,000	1,000
Crime Gun Intelligence Center	---	500	500
Disaster Assistance - COVID-19 Pandemic	297,526	---	---
Disaster Assistance - Other	64,286	---	---
Disaster Assistance - Super Storm Sandy	125,366	---	---
Emergency Management Performance Grant - Non Terrorism	10,420	10,500	10,500
Enhancement of Data Analysis Center	---	225	225
Fatality Analysis Reporting System (FARS)	148	---	---
Federal Nonprofit Security Grant Program - State	2,873	2,725	2,725
First Responder Comprehensive Addiction and Recovery Act (FR-CARA)	---	1,500	1,500
Flood Mitigation Assistance	5,215	28,000	28,000
Forensic DNA Laboratory	730	2,300	2,300
Hazardous Materials Transportation	517	1,500	1,500
High Priority Commercial Motor Vehicles Grant	523	2,500	2,500
Highway Traffic Safety	20,372	46,800	46,800
Homeland Security Grant Program	8,936	6,367	6,367
Improving Outcomes for Victims of Human Trafficking	---	2,000	2,000
Incident Command	2,502	3,500	3,500
Intellectual Property	64	450	450
Internet Crimes Against Children	824	2,000	2,000
Justice Assistance Grant (JAG)	8,391	5,000	5,000
Juvenile Justice Delinquency Prevention	110	1,300	1,300
Kevin & Avonte Program	164	1,000	1,000
Matthew Shepard and James Byrd Jr. Hate Crimes Program	47	347	347
Medicaid Fraud Unit	5,950	9,750	9,875
Missing and Unidentified Human Remains	---	1,000	1,000
National Crime Statistics Exchange	---	2,000	2,000
National Criminal History Program - Office of the Attorney General	62	1,000	2,900
Non-Motorized Safety	569	2,200	2,200

**SCHEDULE 2
FEDERAL REVENUES**
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2024	2025	2026
	Actual	Estimated	Estimated
Opioids	4,062	10,346	10,346
Paul Coverdell National Forensic Science Improvement (Competitive)	---	900	900
Paul Coverdell National Forensic Science Improvement (Formula)	650	650	650
Port Security	2,210	3,000	3,000
Postconviction Testing of DNA Evidence	60	500	500
Pre-Disaster Mitigation Grant (Competitive)	11,378	10,000	10,000
Prescription Drug Monitoring Program	3,747	2,000	2,000
Preventing & Addressing Hate	---	750	750
Preventing Wrongful Convictions	---	250	250
Prison Rape Elimination Act Reallocation Funds Program	---	125	125
Prosecuting Cold Cases Using DNA	---	500	500
Recreational Boating Safety	1,058	4,800	4,800
Regional Catastrophic Preparedness Grant	663	---	---
Residential Treatment for Substance Abuse	---	500	500
STOP School Violence Prevention Program	---	650	650
Sex Offender Registration and Notification Act (SORNA)	189	975	975
Sexual Assault Kit Initiative	304	4,500	4,500
State Crisis Intervention Program	---	5,400	5,400
State and Local Cybersecurity Grant Program	6,136	5,102	1,701
Targeted Violence and Terrorism Prevention	---	750	750
Training for Juvenile Prosecution	32	225	225
UASI Nonprofit Security Grant Program (NSGP)	9,121	27,521	32,889
Urban Area Security Initiative (UASI)	19,973	16,723	16,723
Urban Search and Rescue	3,954	13,500	13,500
Victim Assistance Grants	41,960	38,750	38,750
Victim Centered Law Enforcement Training	---	750	750
Victim Compensation Award	3,249	12,000	12,000
Victims of Crime Act - Building State Technology	59	300	300
Victims of Crime Act - Training Discretionary	---	1,000	1,000
Violence Against Women Act - Criminal Justice	1,243	4,400	4,400
Various Federal Programs and Accruals	52,108	6,202	6,242
Subtotal, Department of Law and Public Safety	725,103	323,778	331,810
Department of Military and Veterans' Affairs:			
Antiterrorism Program Manager	20	225	225
Armory Renovations and Improvements	285	9,071	9,071
Army Facilities Service Contracts	541	9,104	9,104
Army National Guard Electronic Security System	49	674	674
Army National Guard Statewide Security Agreement	42	998	998
Army Training and Technology Lab	33	381	391
Atlantic City Air Base Environmental	---	198	198
Atlantic City Air Base Operations and Maintenance	39	334	334
Atlantic City Air Base Service Contracts	1,416	3,195	3,195
Atlantic City Air Base Sustainment, Restoration and Modernization	1,121	2,780	2,780
Dining Facility Operations	111	600	600
Facilities Support Contract	2,950	26,530	26,530
Fairmount and Arlington Cemetery Upkeep	---	460	460
Federal Distance Learning Program	49	567	567
Firefighter/Crash Rescue Service Cooperative Funding Agreement	1,747	3,475	3,475
Hazardous Waste Environmental Protection Program	293	3,459	3,459
Lakehurst Readiness Center	1,722	---	---
McGuire Air Force Base Operations and Maintenance	39	399	399
McGuire Air Force Base Service Contracts	448	1,866	2,137
McGuire SRM (Sustainment, Restoration and Modernization)	---	13,000	1,000
Medicare Part A Receipts for Resident Care and Operational Costs	4,392	12,000	12,000
Menlo Park HVAC Renovation	---	1,897	---
Menlo Park and Paramus Room Conversions	---	41,075	---
Mental Health Training	---	250	250
National Guard Maintenance Shop	---	35,000	---
National Guard Support Services	354	---	---
National Guard Yellow Ribbon	---	120	120
New Jersey National Guard ChalleNGe Youth Program	1,486	6,250	6,250
Newark Armory Design	---	4,000	---
Section Z Crypt	---	14,500	---
Training and Equipment - Pool Sites	171	1,239	1,239
Veterans' Education Monitoring	697	923	923
Various Federal Programs and Accruals	41,715	6,401	2,391
Subtotal, Department of Military and Veterans' Affairs	59,720	200,971	88,770

**SCHEDULE 2
FEDERAL REVENUES**
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2024 Actual	2025 Estimated	2026 Estimated
Department of State:			
AmeriCorps Grants	5,367	11,130	11,130
COVID-19 ARP Tourism Grant	8,906	---	---
Electronic Ballot Delivery Modifications	---	168	168
Foster Grandparent Program	842	910	910
Gaining Early Awareness and Readiness for Undergraduate Programs (GEAR UP)	5,709	5,000	5,000
Help America Vote Act	1,703	1,000	1,000
John R. Justice Grant Program	108	175	175
National Endowment for the Arts CARES Act	876	---	---
National Endowment for the Arts Partnership	946	1,195	1,195
National Health Service Corp - Student Loan Repayment Program	---	---	330
State Trade and Export Promotion Program	1,100	1,350	1,350
Various Federal Programs and Accruals	-6,334	630	630
Subtotal, Department of State	<u>19,223</u>	<u>21,558</u>	<u>21,888</u>
Department of Transportation:			
Airport Fund	215	4,625	5,000
Boating Infrastructure Program (New Jersey Maritime Program)	---	3,000	3,000
Commercial Drivers' License Program	566	4,500	4,500
Development and Implementation Grant - Federal Transit Administration	880	1,900	2,000
Highway Safety Programs	---	19,000	19,000
Motor Carrier Safety Assistance Program	11,022	13,450	13,450
SMART Grants Program	106	---	---
Various Federal Programs and Accruals	43	---	---
Subtotal, Department of Transportation	<u>12,832</u>	<u>46,475</u>	<u>46,950</u>
Department of the Treasury:			
Broadband Equity Access and Development Program	1,423	264,000	---
Contractor Training (Formula - Training for Residential Energy Contractors)	---	3,200	---
Digital Equity Program	1,177	18,100	---
Energy Efficiency Conservation Block Grants	---	2,400	---
Pipeline Safety	1,135	1,350	1,350
Preventing Outages and Enhancing the Resilience of the Electric Grid	---	6,000	12,828
Solar for All Grant	---	157,000	---
State Energy Conservation Program	393	1,474	1,474
State Energy Program	---	13,168	13,168
Various Federal Programs and Accruals	1,647	---	---
Subtotal, Department of the Treasury	<u>5,775</u>	<u>466,692</u>	<u>28,820</u>
The Judiciary:			
Various Federal Programs and Accruals	851	1,325	1,325
<i>Total Federal Revenues</i>	<u>23,666,360</u>	<u>24,652,908</u>	<u>26,199,667</u>

SCHEDULE 2 OTHER REVENUES (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2024 Actual	2025 Estimated	2026 Estimated
Revolving:			
Department of Community Affairs:			
Administration and Support Services	339	350	350
Liquid Petroleum Gas Education and Safety Board	376	500	500
Uniform Construction Code	20,348	20,000	20,000
Various Revolving Funds	32	---	---
Subtotal, Department of Community Affairs	<u>21,095</u>	<u>20,850</u>	<u>20,850</u>
Department of Corrections:			
Culinary Arts Vocational Program	3	57	57
Farm Operations	11,742	12,500	12,500
State Use	9,052	11,000	11,000
Subtotal, Department of Corrections	<u>20,797</u>	<u>23,557</u>	<u>23,557</u>
Department of Education:			
Administration and Support Services	3,919	3,927	3,927
Department of Environmental Protection:			
Office of Information Resource Management Assessment Funds	4,205	4,400	4,400
Pesticide Control	5	---	---
Publicly-Funded Site Remediation and Response	206	---	---
Subtotal, Department of Environmental Protection	<u>4,416</u>	<u>4,400</u>	<u>4,400</u>
Department of Health:			
Administration and Support Services	16,719	13,652	13,652
Laboratory Services	12,875	13,145	13,145
Subtotal, Department of Health	<u>29,594</u>	<u>26,797</u>	<u>26,797</u>
Department of Human Services:			
Income Maintenance Management	8,698	8,600	8,600
Department of Labor and Workforce Development:			
Administration and Support Services	364	2,500	2,500
Department of State:			
Museum Services	47	50	55
State Archives	209	230	245
Subtotal, Department of State	<u>256</u>	<u>280</u>	<u>300</u>
Department of Transportation:			
Administration and Support Services	104	140	140
Fuel Services	13,920	18,000	18,000
Subtotal, Department of Transportation	<u>14,024</u>	<u>18,140</u>	<u>18,140</u>
Department of the Treasury:			
Adjudication of Administrative Appeals	1,300	1,400	1,400
Automotive Services	78,608	30,212	30,212
Capitol Post Office	2,750	2,756	2,756
Printing Services	2,200	2,634	2,634
Property Management and Construction - Construction Management Services	10,747	7,600	7,600
Public Information Services	1,580	1,575	1,575
Purchasing and Inventory Management	51,416	51,877	51,877
Records Management Microfilm Unit Revolving Fund	847	400	400
Subtotal, Department of the Treasury	<u>149,448</u>	<u>98,454</u>	<u>98,454</u>
<i>Total Revolving</i>	<u>252,611</u>	<u>207,505</u>	<u>207,525</u>
Total Other Revenues General Fund	<u>30,544,713</u>	<u>32,154,255</u>	<u>34,874,173</u>

**SCHEDULE 2
OTHER REVENUES**
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2024 Actual	2025 Estimated	2026 Estimated
SPECIAL TRANSPORTATION FUND			
General:			
Transportation Trust Fund - Federal Highway Administration	1,217,169	1,940,392	1,660,369
Transportation Trust Fund - Local Highway Funds	376,412	400,000	400,000
Transportation Trust Fund - Public Transportation	538,310	767,000	767,000
Transportation Trust Fund - State Highway Funds	778,250	833,000	833,000
<i>Total Special Transportation Fund</i>	<u>2,910,141</u>	<u>3,940,392</u>	<u>3,660,369</u>
TOTAL OTHER REVENUES	<u>33,454,854</u>	<u>36,094,647</u>	<u>38,534,542</u>

SCHEDULE 3 EXPENDITURES BUDGETED (thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2024	2025	2026
GENERAL FUND	Actual	Estimated	Estimated
Legislative Branch			
Senate	14,735	18,690	18,690
General Assembly	23,643	25,208	25,208
Office of Legislative Services	48,982	57,410	55,272
Legislative Commissions	6,261	6,342	5,889
State Capitol Joint Management Commission	15,492	19,696	14,696
Subtotal, Legislative Branch	109,113	127,346	119,755
Executive Branch			
Chief Executive	8,977	14,745	14,745
Department of Agriculture	148,617	363,872	100,898
Department of Banking and Insurance	86,081	75,263	65,263
Department of Children and Families	1,407,738	1,523,737	1,449,156
Department of Community Affairs	392,719	278,090	139,764
Department of Corrections	1,203,720	1,196,922	1,195,776
Department of Education	5,930,411	6,209,730	5,027,670
Department of Environmental Protection	599,798	805,295	490,999
Department of Health	1,324,032	1,417,022	1,389,314
Department of Human Services	8,132,961	9,088,168	8,997,585
Department of Labor and Workforce Development	260,622	208,880	212,594
Department of Law and Public Safety	984,117	924,953	877,288
Department of Military and Veterans' Affairs	134,230	129,506	129,253
Department of State	1,999,182	2,225,783	1,872,562
Department of Transportation	1,681,404	1,858,040	2,371,767
Department of the Treasury	1,631,881	1,774,740	1,509,875
Miscellaneous Commissions	994	994	994
Subtotal, Executive Branch	25,927,484	28,095,740	25,845,503
Interdepartmental Account			
Inter-Departmental Services	692,712	1,155,807	752,245
Employee Benefits	6,069,828	6,217,811	6,577,385
Other Interdepartmental Accounts	58,061	51,025	183,912
Salary Increases and Other Benefits	10,196	11,000	251,827
Subtotal, Interdepartmental Account	6,830,797	7,435,643	7,765,369
Judicial Branch			
The Judiciary	774,330	928,314	928,314
Total General Fund	33,641,724	36,587,043	34,658,941
PROPERTY TAX RELIEF FUND			
Department of Agriculture	20,325	71,166	30,863
Department of Community Affairs	479,738	965,308	836,921
Department of Corrections	40,678	39,600	24,050
Department of Education	13,961,865	14,858,994	16,466,404
Department of Environmental Protection	10,050	12,796	4,296
Department of Human Services	267,444	273,157	275,157
Department of Law and Public Safety	9,500	9,000	8,000
Department of State	7,176	4,926	4,676
Department of Transportation	277,562	321,926	279,081
Department of the Treasury	4,704,724	4,241,143	4,356,348
Interdepartmental Accounts	45,304	14,277	14,236
Total Property Tax Relief Fund	19,824,366	20,812,293	22,300,032

**SCHEDULE 3
EXPENDITURES BUDGETED**
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2024 Actual	2025 Estimated	2026 Estimated
CASINO CONTROL FUND			
Department of Law and Public Safety	63,800	68,685	70,861
Department of the Treasury	7,323	8,745	9,068
<i>Total Casino Control Fund</i>	<u>71,123</u>	<u>77,430</u>	<u>79,929</u>
CASINO REVENUE FUND			
Department of Health	514	516	516
Department of Human Services	582,882	615,799	987,106
Department of Labor and Workforce Development	2,196	2,196	2,196
Department of Law and Public Safety	92	92	92
<i>Total Casino Revenue Fund</i>	<u>585,684</u>	<u>618,603</u>	<u>989,910</u>
GUBERNATORIAL ELECTIONS FUND			
Department of Law and Public Safety	---	28,902	25,480
GRAND TOTAL EXPENDITURES BUDGETED	<u>54,122,897</u>	<u>58,124,271</u>	<u>58,054,292</u>

**SCHEDULE 4
EXPENDITURES NOT BUDGETED**
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2024	2025	2026
	Actual	Estimated	Estimated
GENERAL FUNDS			
Dedicated Funds			
Chief Executive	693	775	775
Department of Agriculture	8,391	9,362	9,625
Department of Banking and Insurance	457	726	726
Department of Children and Families	48,601	48,597	47,697
Department of Community Affairs	180,729	172,983	170,159
Department of Corrections	21,568	24,959	26,302
Department of Education	59,021	39,071	44,450
Department of Environmental Protection	93,653	166,469	183,879
Department of Health	556,340	379,708	309,443
Department of Human Services	2,744,941	3,233,145	4,312,417
Department of Labor and Workforce Development	274,587	391,435	422,063
Department of Law and Public Safety	262,409	296,492	306,844
Department of Military and Veterans' Affairs	1,014	7,246	7,246
Department of State	39,806	48,694	54,670
Department of Transportation	1,643,526	1,944,027	1,992,805
Department of the Treasury	338,268	452,162	495,612
Interdepartmental Accounts	403	1,209	358
The Judiciary	119,065	76,782	81,910
<i>Total Dedicated Funds</i>	<u>6,393,472</u>	<u>7,293,842</u>	<u>8,466,981</u>
Federal Funds			
Department of Agriculture	491,413	1,262,081	1,219,926
Department of Children and Families	805,613	802,297	810,871
Department of Community Affairs	1,669,017	667,019	693,519
Department of Corrections	58,191	20,716	19,466
Department of Education	1,277,597	1,179,308	1,117,156
Department of Environmental Protection	173,813	1,083,452	1,129,914
Department of Health	881,192	1,017,216	996,383
Department of Human Services	15,518,211	16,820,023	18,947,956
Department of Labor and Workforce Development	506,471	603,161	603,161
Department of Law and Public Safety	728,041	349,028	357,060
Department of Military and Veterans' Affairs	69,817	200,971	88,770
Department of State	108,307	21,173	21,503
Department of Transportation	30,487	17,475	17,950
Department of the Treasury	172,942	479,972	42,100
Interdepartmental Accounts	1,241	---	---
The Judiciary	119,698	129,016	133,932
<i>Total Federal Funds</i>	<u>22,612,051</u>	<u>24,652,908</u>	<u>26,199,667</u>
Revolving Funds			
Department of Community Affairs	29,501	20,850	20,850
Department of Corrections	22,194	23,557	23,557
Department of Education	3,584	3,927	3,927
Department of Environmental Protection	5,746	4,400	4,400
Department of Health	28,096	26,797	26,797
Department of Human Services	7,370	8,600	8,600
Department of Labor and Workforce Development	247	2,500	2,500
Department of State	332	280	300
Department of Transportation	13,834	18,140	18,140
Department of the Treasury	149,298	98,454	98,454
<i>Total Revolving Funds</i>	<u>260,202</u>	<u>207,505</u>	<u>207,525</u>
<i>Total Expenditures General Fund</i>	<u>29,265,725</u>	<u>32,154,255</u>	<u>34,874,173</u>
SPECIAL TRANSPORTATION TRUST FUND			
Department of Transportation	3,781,233	3,940,392	3,660,369
GRAND TOTAL EXPENDITURES NOT BUDGETED	<u>33,046,958</u>	<u>36,094,647</u>	<u>38,534,542</u>

The Annual Tax Expenditure Report

Pursuant to P.L. 2009, c.189, the State must prepare, in time for the Governor's annual Budget Message, a report of all State tax expenditures made in the last completed fiscal year, the current fiscal year, and the fiscal year to which the Budget Message applies.

This year's Tax Expenditure Report is the sixteenth the State has issued. It includes expanded information on the objective or purpose of many tax expenditures and also includes several new categories of tax expenditures that were not part of previous reports.

The report may be accessed at:

<http://www.state.nj.us/treasury/taxation/taxexpenditurereport.shtml>