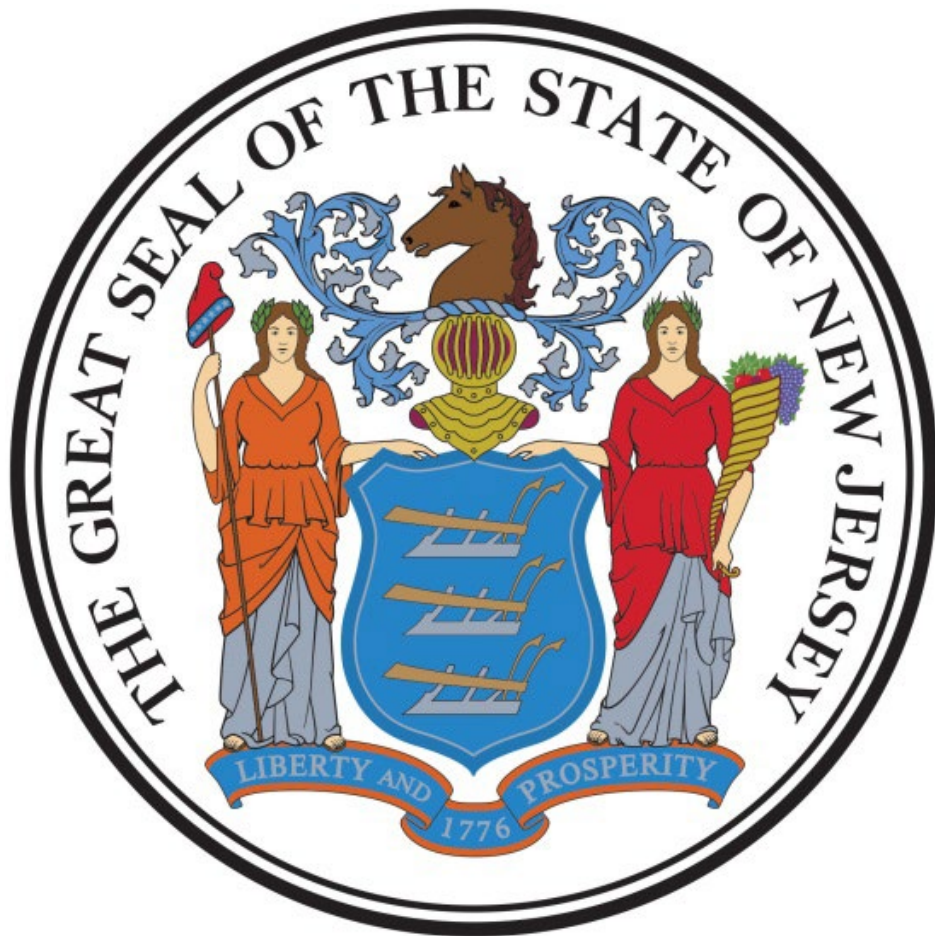


FY 2023 Budget



May 16, 2022

STATE REVENUES
FISCAL YEARS 2022 AND 2023 ESTIMATES
(thousands of dollars)

	FY 2022 Budget	FY 2022 Revised	FY 2022 Change	FY 2023 Budget	FY 2023 Revised	FY 2023 Change
Major Revenues						
Gross Income Tax	\$17,370,000	\$20,346,000	\$2,976,000	\$18,155,000	\$20,085,000	\$1,930,000
Sales Tax	12,139,956	12,333,919	193,963	12,380,255	12,580,598	200,343
Sales Tax Dedication-PTRF	975,100	993,800	18,700	994,800	1,013,200	18,400
Energy Tax Receipts - Sales Tax	788,492	788,492	0	788,492	788,492	0
Sales-Energy	51,508	91,508	40,000	71,508	101,508	30,000
Sales Tax Dedication-General Fund	(954,700)	(972,400)	(17,700)	(974,400)	(991,800)	(17,400)
Corporation Business	5,179,800	5,495,680	315,880	5,000,000	5,225,000	225,000
Corporation Business-Energy	10,000	12,000	2,000	10,000	10,000	0
Business Alternative Income Tax	3,100,000	3,700,000	600,000	2,700,000	3,400,000	700,000
Motor Fuels	467,509	467,509	0	480,000	480,000	0
Motor Vehicle Fees	448,626	439,084	(9,542)	392,466	382,749	(9,717)
Transfer Inheritance	524,970	554,258	29,288	392,000	384,541	(7,459)
Estate Tax	2,500	3,000	500	1,300	500	(800)
Casino Revenue Fund	397,906	454,938	57,032	425,137	465,084	39,947
Insurance Premium	540,000	640,000	100,000	550,000	585,000	35,000
Cigarette	41,910	34,802	(7,108)	99,381	91,607	(7,774)
Petroleum Products Gross Receipts	1,573,460	1,573,460	0	1,515,747	1,515,747	0
Petroleum Products Gross Receipts-Capital Reserves	(770,648)	(770,648)	0	(654,811)	(654,811)	0
Corporation Banks and Financial Institutions	95,000	105,000	10,000	100,000	95,000	(5,000)
Alcoholic Beverage Excise	141,432	137,810	(3,622)	136,748	129,995	(6,753)
Realty Transfer	626,031	672,980	46,949	532,126	572,033	39,907
Tobacco Products Wholesale Sales	42,287	41,154	(1,133)	40,590	34,989	(5,601)
Public Utility Excise (Reform)	19,500	19,500	0	19,500	19,500	0
Total Major Revenues	\$42,810,639	\$47,161,846	\$4,351,207	\$43,155,839	\$46,313,932	\$3,158,093
Miscellaneous Taxes, Fees, Revenues, Transfers						
Other Energy Taxes	150,000	150,000	0	155,000	155,000	0
Assessment on Real Property Greater Than \$1 Million	248,191	271,736	23,545	210,962	230,976	20,014
Medicaid Uncompensated Care	419,705	469,768	50,063	375,204	421,406	46,202
Good Driver	78,000	78,000	0	78,000	78,000	0
Hotel/Motel Occupancy Tax	117,809	117,809	0	124,613	124,613	0
Fringe Benefit Recoveries	1,001,250	1,009,305	8,055	1,139,989	1,148,103	8,114
Cannabis Regulatory, Enforcement Assistance and Marketplace Modernization Fund	4,006	4,006	0	19,055	19,055	0
Interfund Transfers	480,446	478,691	(1,755)	436,599	437,424	825
Casino Control	61,659	61,638	(21)	68,089	68,089	0
Gubernatorial Elections Fund	700	700	0	700	700	0
Other Miscellaneous	1,524,698	1,597,446	72,748	1,463,907	1,557,613	93,706
Total Miscellaneous Taxes, Fees, Revenues, Transfers	\$4,086,464	\$4,239,099	\$152,635	\$4,072,118	\$4,240,979	\$168,861
TOTAL STATE REVENUES	\$46,897,103	\$51,400,945	\$4,503,842	\$47,227,957	\$50,554,911	\$3,326,954

FY2022 Fund Balance

(In Millions)

	<u>July 1</u> <u>Approp. Act</u>	<u>Budget</u> <u>Revised</u>	<u>May</u> <u>Update</u>	<u>Change from</u> <u>Revised</u>
Opening Undesignated Surplus	\$ 4,210	\$ 4,437	\$ 4,437	\$ -
Open Space Reserve	109	217	217	-
Surplus Revenue Fund	2,443	2,447	2,447	-
Revenues				
Income	\$ 16,881	\$ 17,370	\$ 20,346	\$ 2,976
Sales	11,350	12,140	12,334	194
Corporate	3,964	5,180	5,496	316
Business Alternative Income Tax	1,370	3,100	3,700	600
Other	8,714	9,107	9,525	418
Total Revenues	<u>\$ 42,279</u>	<u>\$ 46,897</u>	<u>\$ 51,401</u>	<u>\$ 4,504</u>
Lapses	<u>-</u>	<u>1,008</u>	<u>1,139</u>	<u>131</u>
Total Resources	<u>\$ 49,041</u>	<u>\$ 55,006</u>	<u>\$ 59,641</u>	<u>\$ 4,635</u>
Appropriations				
Original	\$ 46,384	\$ 46,384	\$ 46,384	\$ -
Supplemental	-	977	1,103	126
Debt Defeasance & Prevention Fund	-	1,300	1,300	-
Total Appropriations	<u>\$ 46,384</u>	<u>\$ 48,661</u>	<u>\$ 48,787</u>	<u>\$ 126</u>
Open Space Reserve	(301)	(103)	(118)	(15)
Surplus Revenue Fund	<u>-</u>	<u>(4,463)</u>	<u>(5,193)</u>	<u>(730)</u>
Undesignated Fund Balance	<u>\$ 2,356</u>	<u>\$ 1,779</u>	<u>\$ 5,543</u>	<u>\$ 3,764</u>
Surplus Revenue Fund Balance	<u>-</u>	<u>4,463</u>	<u>5,193</u>	<u>730</u>
Combined Fund Balance	<u>\$ 2,356</u>	<u>\$ 6,242</u>	<u>\$ 10,736</u>	<u>\$ 4,494</u>

FY2022 Fund Balance - by Fund

(In Millions)

	-----As of FY 2023 May Update-----			
	GBM	General and Other Funds	Property Tax Relief Fund	Total
Opening Undesignated Surplus	\$ 4,437	\$ 1,892	\$ 2,545	\$ 4,437
CBT Open Space Reserve	217	217	-	217
Surplus Revenue Fund	2,447	2,447	-	2,447
Revenues				
Income	\$ 17,370	\$ -	\$ 20,346	\$ 20,346
Sales	12,140	11,340	994	12,334
Corporate	5,180	5,496	-	5,496
Business Alternative Income Tax	3,100	3,700	-	3,700
Other	9,107	9,525	-	9,525
Total Revenues	\$ 46,897	\$ 30,061	\$ 21,340	\$ 51,401
Lapses	1,008	931	208	1,139
Total Resources	\$ 55,006	\$ 35,548	\$ 24,093	\$ 59,641
Appropriations				
Original	\$ 46,384	\$ 26,122	\$ 20,262	\$ 46,384
Supplemental	977	994	109	1,103
Debt Defeasance & Prevention Fund	1,300	1,300	-	1,300
Appropriation Flips between Funds	-	(1,007)	1,007	-
Total Appropriations	\$ 48,661	\$ 27,409	\$ 21,378	\$ 48,787
CBT Open Space Reserve	(103)	(118)	-	(118)
Surplus Revenue Fund	(4,463)	(5,193)	-	(5,193)
Undesignated Fund Balance	\$ 1,779	\$ 2,828	\$ 2,715	\$ 5,543
Surplus Revenue Fund Balance	4,463	5,193	-	5,193
Combined Fund Balance	\$ 6,242	\$ 8,021	\$ 2,715	\$ 10,736

Changes in FY2022 Lapses

(In Thousands)

Lapses as of FY2023 Governor's Budget Message	\$ 1,008,721
EFA Debt Service - College Share	26,061 *
NJSEA - Keegan Landfill Capping Postponement	20,000 **
Mental Health Community Services Trend	15,000
Prior Year Lapse	15,000
Tuition Aid Grants Trend	15,000
Health Care Subsidy Fund Trend	11,418
DDD Community Programs Enhanced Matching Funds	7,745
Department of Health Salary Surplus	5,000
Taxation Modernization Surplus	4,000
Supplemental Security Income Trend	3,796
Permit Modernization	2,750 ***
Essex County Recidivism Program Surplus	2,500
Treasury Salary Surplus	2,500
Stabilization Aid Surplus	2,279
Military and Veterans' Affairs Salary Surplus	(3,400)
Miscellaneous < \$2 million	1,074
Total Increase/(Decrease)	<u>130,723</u>
Lapses as of May Update	<u><u>\$ 1,139,444</u></u>

* Offset by a reduction in revenue.

** Offset by an FY2023 resolution to increase the appropriation.

*** Offset by a supplemental appropriation.

Changes in FY2022 Supplementals

(In Thousands)

Supplementals as of FY2023 Governor's Budget Message	\$ 2,277,384
Health Benefits Trend	39,377
HMFA Capital Improvement Program (P.L.2022, c.8)	25,000
Non-Contributory Insurance Trend	14,604
Correction Officers Salary Increases (P.L.2021, c.406)	10,300
NJSMART	9,210 *
SEMI/MAC Administration	8,618 *
Unused Accumulated Sick Leave Trend	4,200
General Assistance Trend	4,101
Lead Programs (P.L.2021, c.182)	3,900
MVC Surcharge Debt Service	2,856
Permit Modernization	2,750 **
Miscellaneous < \$2 million	199
Total Increase/(Decrease)	<u>125,115</u>
Supplementals as of May Update	<u><u>\$ 2,402,499</u></u>

* Offset by increased revenue.

** Offset by a lapse.

FY2023 Revised Budget

(In Millions)

	FY2022	FY2023		
	May Update	GBM	May Update	Difference
Opening Undesignated Surplus	\$ 4,437	\$ 1,779	\$ 5,543	\$ 3,764
Open Space Reserve	217	103	118	15
Surplus Revenue Fund	2,447	4,463	5,193	730
Revenues				
Income	\$ 20,346	\$ 18,155	\$ 20,085	\$ 1,930
Sales	12,334	12,380	12,581	201
Corporate	5,496	5,000	5,225	225
Business Alternative Income Tax	3,700	2,700	3,400	700
Other	9,525	8,993	9,264	271
Total Revenues	\$ 51,401	\$ 47,228	\$ 50,555	\$ 3,327
Lapses	1,139	-	-	-
Total Resources	\$ 59,641	\$ 53,573	\$ 61,409	\$ 7,836
Appropriations				
Original	\$ 46,384	\$ 48,932	\$ 48,997	\$ 65
Supplemental	1,103	-	-	-
Debt Defeasance & Prevention Fund	1,300	-	-	-
Total Appropriations	\$ 48,787	\$ 48,932	\$ 48,997	\$ 65
Open Space Reserve	(118)	(409)	(438)	(29)
Surplus Revenue Fund	(5,193)	-	(5,215)	(5,215)
Undesignated Fund Balance	\$ 5,543	\$ 4,232	\$ 6,759	\$ 2,527
Surplus Revenue Fund Balance *	5,193	-	5,215	5,215
Combined Fund Balance	\$ 10,736	\$ 4,232	\$ 11,974	\$ 7,742

* Based on updated revenue performance, the Executive recommends maintaining the Surplus Revenue Fund in FY2023.

FY2023 Revised Budget - by Fund

(In Millions)

	-----FY 2023-----			
	FY 2022 May Update	General and Other Funds	Property Tax Relief Fund	Total
Opening Undesignated Surplus	\$ 4,437	\$ 2,828	\$ 2,715	\$ 5,543
CBT Open Space Reserve	217	118	-	118
Surplus Revenue Fund	2,447	5,193	-	5,193
Revenues				
Income	\$ 20,346	\$ -	\$ 20,085	\$ 20,085
Sales	12,334	11,568	1,013	12,581
Corporate	5,496	5,225	-	5,225
Business Alternative Income Tax	3,700	3,400	-	3,400
Other	9,525	9,264	-	9,264
Total Revenues	\$ 51,401	\$ 29,457	\$ 21,098	\$ 50,555
Lapses	1,139	-	-	-
Total Resources	<u>\$ 59,641</u>	<u>\$ 37,596</u>	<u>\$ 23,813</u>	<u>\$ 61,409</u>
Appropriations				
Original	\$ 46,384	\$ 29,753	\$ 19,244	\$ 48,997
Supplemental	1,103	-	-	-
Debt Defeasance & Prevention Fund	1,300	-	-	-
Appropriation Flips between Funds	-	(3,422)	3,422	-
Total Appropriations	<u>\$ 48,787</u>	<u>\$ 26,331</u>	<u>\$ 22,666</u>	<u>\$ 48,997</u>
CBT Open Space Reserve	(118)	(438)	-	(438)
Surplus Revenue Fund	(5,193)	(5,215)	-	(5,215)
Undesignated Fund Balance	<u>\$ 5,543</u>	<u>\$ 5,612</u>	<u>\$ 1,147</u>	<u>\$ 6,759</u>
Surplus Revenue Fund Balance *	5,193	5,215	-	5,215
Combined Fund Balance	<u>\$ 10,736</u>	<u>\$ 10,827</u>	<u>\$ 1,147</u>	<u>\$ 11,974</u>

* Based on updated revenue performance, the Executive recommends maintaining the Surplus Revenue Fund deposit in FY2023.

Changes in FY2023 Appropriations

(In Millions)

Appropriations as of FY2023 Governor's Budget Message	\$	48,932,062
State and Retiree Health Benefits Trend		111,859 *
Funding to Support Disasters and Emergencies		50,000
NJSEA - Keegan Landfill Capping and Ventilation Installation		20,000 **
Non-Contributory Insurance Trend		13,728 *
General Assistance Trend		6,269
State Police - Additional Salary Costs of 164th Recruit Class Acceleration		5,000
State Police - Building 15 Network Power Back-Up Costs		3,500
Charity Care		3,000 *
Criminal Justice - Forfeiture Transparency System (P.L.2019, c.304)		1,000
Fenwick Manor Repairs		500
Public Library Project Fund - Debt Service Correction		450
Enforcement Staff - Board of Examiners of Electrical Contractors		400
Enhanced Federal Matching Funds for Medicaid Programs		(150,973)
Appropriations as of May Update	\$	48,996,795

* Offset by increased revenue.

** Offset by a fiscal year 2022 lapse.