

**DEPARTMENT OF THE TREASURY
OVERVIEW**

The mission of the Department of the Treasury is to formulate and manage the State's Budget, generate and collect revenues, disburse the appropriations used to operate New Jersey State government, provide direct support to the citizens of our State, manage the State's physical and financial assets and obligations in an effort to protect and enhance the value of those assets, and provide statewide support services that enable State and local government to accomplish their goals.

The Department's overriding goal is to ensure the most beneficial use of fiscal resources and revenues to meet the needs of the citizens of New Jersey within a policy framework set by the Governor. Its objectives are to provide current, relevant financial information for management and the public; administer the tax laws of the State to ensure that all taxes due are collected; enhance revenue collection through integrated receipts processing and aggressive management of public accounts receivable; provide for a centralized purchasing system for goods and services; plan, program, design, and supervise the construction of buildings and facilities for the various State agencies; invest and reinvest funds of the various State agencies and pension funds as effectively as possible; administer all employee benefit programs at minimum cost; provide risk management, loss prevention, and claims services and management of the fire and casualty insurance program to all State agencies; and operate a central motor pool fleet at the lowest possible cost and provide State agencies with safe operating vehicles.

The fiscal 2003 budget for the Department of Treasury totals \$2.581 billion, a decrease of \$91.0 million, or 3.4%, under the fiscal 2002 adjusted appropriation of \$2.672 billion.

The implementation of the New Jersey Property Assessment Management System will continue in fiscal 2003 with no new funding. An \$11 million project to re-write this system, which is the primary source of real property information utilized by county tax boards and municipal assessors and is used to generate tax lists, notices of assessment, and various reports, was initiated in fiscal 2002.

The BEST (Budget Efficiency Savings Team) Commission will receive a \$250,000 appropriation in fiscal 2003. The Commission, which was created by Executive Order will work with the new Administration to identify and recommend ways for the State to cut waste and to operate more effectively and efficiently. This appropriation will provide for the cost of support services that the Commission may incur in carrying out its assigned tasks.

This Budget recommendation eliminates the Local Government Budget Review Unit for a savings of \$4.0 million. As of February 2001, this Unit, which was established in 1996 to assist local governments and school boards to minimize their operating costs, had completed reviews of 28 school districts, 30 municipalities, and 2 utilities authorities. The staff prepared reports suggesting ways to reduce costs and maximize associated revenue. It is anticipated that the remaining work for this Unit will be completed by June 30, 2002.

The fiscal 2003 Budget continues to provide significant property tax relief funding directly to local taxpayers, even in this current era of fiscal austerity. Because of the State's ongoing commitment to its citizens in offsetting their high property taxes, fiscal 2003 direct taxpayer relief programs will total approximately \$1.635 billion, essentially the same level of funding as fiscal 2002.

Included in the fiscal 2003 recommendation for direct tax relief is a continuation of the NJ SAVER program at \$679.1 million. The Budget proposes limiting the NJ SAVER rebates to those applicants earning less than \$200,000 so the State can serve families in greatest need of property tax relief. NJ SAVER checks will remain at last years' levels, an average of \$500 in direct relief. The Homestead Rebate program is funded at

\$514.3 million, an increase of \$13.7 million. This reflects the statutory increase of \$25, from \$750 to \$775, for those qualified to receive the maximum rebate amount. The Budget provides a \$50 increase in the property tax deduction for veterans. The Senior Tax Freeze is funded at \$18 million. This amount reflects the increase in the income thresholds, from \$18,587 to \$38,475 if single, or \$22,791 to \$47,177 if married. It is expected that the number of senior citizens participating in this program will double.

Within the Department of the Treasury, but autonomous in their operations, are the Board of Public Utilities, the Ratepayer Advocate, the Casino Control Commission, the Commerce and Economic Growth Commission, the Commission on Science and Technology, the Office of Administrative Law, the Office of the Public Defender, the State Legal Services Office, and the Office of Information Technology (OIT).

The Board of Public Utilities (BPU) regulates the rates for such essential services as natural gas, electricity, water, sewer and telecommunications including cable television. The \$20.7 million allocated to the BPU in fiscal 2003, unchanged from fiscal 2002, which is derived entirely from assessments levied on various utilities conducting business within the State, will enable the Board to effectively address utility security, the implementation of deregulation, service reliability and rate issues. In addition, the Board must continue to be responsive, accountable, knowledgeable and accessible to the public. This funding will ensure that the BPU is as responsive as possible in the face of the Board's changing structure and responsibility.

The Division of the Ratepayer Advocate (RPA) represents, protects, and advances the interests of all consumers of regulated utility services: gas, electric, water, wastewater, telecommunications and cable TV, including residential, small business, commercial and industrial ratepayers. The \$4.5 million allocated to the RPA in fiscal 2003, unchanged from fiscal 2002, is derived entirely from assessments levied separately from the BPU on various utilities conducting business within the State. This funding will allow the RPA to meet its goals and objectives by continuing to protect ratepayers including participating in the ongoing restructuring of the State's telecommunications and cable TV services.

The Casino Control Commission is responsible for the regulations of the operations of the 12 existing casino hotel complexes in Atlantic City. In addition, the Commission anticipates that the new, 2,010-room Borgata casino hotel will open in the spring of 2003. This oversight includes the licensing of all casino operators, employees, and ancillary companies conducting business with the casino industry. The fiscal 2003 Budget recommendation will provide \$26.9 million in funding from the Casino Control Fund for these activities and for overseeing the collection of all license fee and taxes. The Casino Control Fund is supported by licensing fees.

The budget for the Commerce and Economic Growth Commission is recommended to be \$18.2 million in fiscal 2003, a reduction of \$2.5 million. This is attributable to reductions in advertising and promotion and the elimination of the Business Marketing Campaign. An additional \$3 million for nanotechnology offsets these reductions. These funds will provide for public/private partnerships to transform laboratory research and design into commercial products addressing critical issues from healthcare to the security and quality of our water systems.

The Commission was created in 1998 out of what was previously the Department of Commerce and Economic development. The Commission's main focus is on the attraction, expansion and retention of businesses in New Jersey. In addition, the Commission maintains an active role in fostering international trade with New Jersey businesses.

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The Commerce and Economic Growth Commission also actively promotes the tourism industry, the State's second largest industrial sector.

Funding for the Commission on Science and Technology is reduced by \$8.8 million in fiscal 2003 reflecting the elimination of funding for the New Specialized Incubators and Technology Transfer programs.

As proposed, the FY 2003 budget provides \$10 million to re-establish the Department of Public Advocate. Pending legislation to create a separate department for the Public Advocate and establishing specific statutory functions, the operational funding for this agency is provided through the Department of Treasury in the FY 2003 spending plan. This confirms the Administration's commitment to restore the Department to give citizens an advocate to represent their interests and to fight waste and mismanagement in government. Public Advocate's key goals include investigating waste, mismanagement, and inefficiencies in State government; providing effective advocacy on behalf of children, the elderly, ratepayers, including auto insurance ratepayers, and the "voiceless"; providing residents with answers about government services and solving their problems; and prioritizing mediation throughout State agencies.

The Office of Information Technology's (OIT) operating budget for fiscal 2003, included in the Revolving Fund section, is recommended at \$103.5 million; this amount is unchanged from fiscal 2002. As the State's central information processing entity, OIT is responsible for mainframe applications and operates the Garden State Network, the statewide-integrated communications network that carries data and voice transmissions for all of State government. The OIT also maintains the NJ State Portal, New Jersey government's window to the Internet.

The Office of Administrative Law (OAL) is legislatively charged with the development and administration of a fair and uniform system of administrative practice and procedure in the Executive Branch of State government. It serves as a facilitator between the public and State agencies in the development and implementation of, accessibility to, and compliance with, the regulatory process, which includes the impartial and expeditious resolution of disputes and the public's guarantee to notice of, and opportunity to comment on, agency rulemakings. In fiscal 2003, funding is recommended at \$5.4 million for the operational Budget offices.

The OAL anticipates that up to eight new Administrative Law Judges will be appointed during the fiscal year 2002. The additional judges, when appointed, will enable OAL to provide timely services for cases that do not have specific federal or State mandates in fiscal 2003.

The Office of the Public Defender (OPD) provides legal representation to citizens unable to afford legal counsel in their dealings with government agencies and the private sector, as well as to ensure that the constitutional guarantees of counsel in criminal cases are met.

Through its Law Guardian Program, the Office of the Public Defender also represents abused and neglected children in Family Court proceedings. It also conducts institutional abuse investigations at residential facilities, group homes, and day-care centers operated by the

Division of Youth and Family Services. The Office of Dispute Settlement, another OPD civil program, which provides mediation and other dispute resolution services to resolve complex public interest disputes and civil litigation, will continue to be funded at \$328,000.

For the OPD to fully implement its portion of the Kinship Legal Guardianship Program, enacted by P.L. 2001, c. 250, the fiscal 2003 recommendation is \$1.7 million, an increase of \$847,000 and 35 positions. In order to meet this legislative mandate, the OPD provides legal counsel to indigent parents and children under Titles 9 (abuse and neglect) and 30 (termination of parental rights). The Kinship Legal Guardianship Program also contains responsibilities that are administered and funded through the Judiciary.

Higher Education System

The Department of Treasury budget also contains appropriations supporting certain higher educational services, including support to independent institutions, aid to county colleges, and miscellaneous higher education grant and capital programs.

There are 14 independent institutions in New Jersey that receive funding through the Independent College and University Assistance Act and participate in other State-funded programs, including facilities bond funds, programs for special student populations, and student grant, scholarship, and loan programs. The fiscal 2003 Budget recommends funding to the independent colleges and universities in the amount of \$24.5 million for direct operating aid, the same funding as in fiscal 2002.

The county college system is composed of 19 institutions that provide access to higher education for a broad range of New Jersey residents, many of whom might otherwise be denied the benefit of a college education. Total recommended funding for the county colleges, including operating aid, fringe benefits, and debt service funding, is \$201.6 million for fiscal 2003, a decrease of \$2.1 million from fiscal 2002 due to a reduction in debt service requirements. Direct aid to the county colleges remains at \$155.8 million, the same funding level as in fiscal 2002.

County colleges are eligible to participate in the Chapter 12 bond program, a \$330 million self-renewing capital funding mechanism specifically for these institutions. Counties or eligible authorities issue bonds for new construction, acquisition, expansion, or capital renewal or replacement, and the State shares the debt service equally with the counties. In fiscal 2003, debt service payments by the State are anticipated to be \$22.6 million. This is a reduction of \$4.6 million over the fiscal 2002 projected debt service.

In fiscal 2003, support is continued for debt service costs of a variety of valuable higher education capital programs, including the \$550 million Higher Education Capital Improvement Program, the \$100 million Equipment Leasing Fund, the \$55 million Higher Education Technology Infrastructure Bond Fund, the \$220 million Higher Education Facilities Trust Fund and the \$90 million Dormitory Safety Trust Fund. Debt service for these programs in fiscal 2003 is recommended at \$81.2 million, an increase of \$15 million over fiscal 2002.

SUMMARY OF APPROPRIATIONS BY FUND
(thousands of dollars)

Year Ending June 30, 2001						Year Ending June 30, 2003		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2002 Adjusted Approp.	Requested	Recom- mended
376,847	64,942	-168	441,621	399,634	Direct State Services	416,708	381,149	381,149
209,306	8,196	-146	217,356	139,318	Grants-In- Aid	180,077	164,103	157,685
326,641	146,441	378	473,460	266,636	State Aid	289,397	246,115	234,115
11,015	16,184	-340	26,859	13,448	Capital Construction	1,100	---	5,500
408,522	---	---	408,522	403,576	Debt Service	387,808	417,015	417,015
1,332,331	235,763	-276	1,567,818	1,222,612	Total General Fund	1,275,090	1,208,382	1,195,464
805,996	1,572	---	807,568	753,496	Total Property Tax Relief Fund	1,369,838	1,358,408	1,358,408
24,242	385	---	24,627	23,835	Total Casino Control Fund	26,938	26,938	26,938
17,180	---	---	17,180	17,180	Total Casino Revenue Fund	---	---	---
2,179,749	237,720	-276	2,417,193	2,017,123	GRAND TOTAL	2,671,866	2,593,728	2,580,810

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SUMMARY OF APPROPRIATIONS BY PROGRAM (thousands of dollars)

Year Ending June 30, 2001					Year Ending June 30, 2003		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2002 Adjusted Approp.	Requested	Recom- mended
DIRECT STATE SERVICES - GENERAL FUND							
Economic Planning and Development							
20,895	1	360	21,256	21,241	20,454	18,021	18,021
616	19	150	785	759			
<u>21,511</u>	<u>20</u>	<u>510</u>	<u>22,041</u>	<u>22,000</u>	<u>21,109</u>	<u>18,653</u>	<u>18,653</u>
Economic Regulation							
4,234	648	199	5,081	4,862	4,535	4,535	4,535
6,357	362	515	7,234	6,038	7,344	7,344	7,344
1,577	249	169	1,995	1,514	1,830	1,830	1,830
3,393	103	269	3,765	3,274	3,264	3,264	3,264
7,804	1,537	150	9,491	7,211	8,294	8,294	8,294
<u>23,365</u>	<u>2,899</u>	<u>1,302</u>	<u>27,566</u>	<u>22,899</u>	<u>25,267</u>	<u>25,267</u>	<u>25,267</u>
Governmental Review and Oversight							
571	13	68	652	649			
19,890	31,324	-17,847	33,367	30,394	645	637	637
					21,448	19,795	19,795
<u>20,461</u>	<u>31,337</u>	<u>-17,779</u>	<u>34,019</u>	<u>31,043</u>	<u>22,093</u>	<u>20,432</u>	<u>20,432</u>
Financial Administration							
92,806	5,685	2,050	100,541	89,758	105,720	85,709	85,709
16,365	1,620	483	18,468	18,468	21,903	21,662	21,662
45,900	8,708	1,212	55,820	46,377	41,802	29,774	29,774
5,583	272	86	5,941	5,923	5,952	5,882	5,882
4,687	15	---	4,702	4,556	4,703	4,703	4,703
<u>165,341</u>	<u>16,300</u>	<u>3,831</u>	<u>185,472</u>	<u>165,082</u>	<u>180,080</u>	<u>147,730</u>	<u>147,730</u>
General Government Services							
250	---	49	299	289	775	468	468
16,476	4,685	-899	20,262	13,103	14,898	13,929	13,929
30,843	643	785	32,271	32,270	32,272	31,625	31,625
10,052	1,245	1,465	12,762	11,353			
1,755	335	107	2,197	2,169	14,624	14,207	14,207
3,397	97	931	4,425	4,419	1,886	1,826	1,826
					5,622	5,394	5,394
<u>62,773</u>	<u>7,005</u>	<u>2,438</u>	<u>72,216</u>	<u>63,603</u>	<u>70,077</u>	<u>67,449</u>	<u>67,449</u>
Management and Administration							
3,690	---	260	3,950	3,935	4,007	---	---
1,431	82	90	1,603	1,596			
7,815	1,125	6,236	15,176	14,239	1,606	1,579	1,579
					13,509	10,719	10,719
<u>12,936</u>	<u>1,207</u>	<u>6,586</u>	<u>20,729</u>	<u>19,770</u>	<u>19,122</u>	<u>12,298</u>	<u>12,298</u>
Protection of Citizens' Rights							
6,603	591	257	7,451	7,395	7,675	7,617	7,617
58,413	5,344	2,185	65,942	61,901	65,159	65,952	65,952

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Year Ending June 30, 2001					Year Ending June 30, 2003			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2002 Adjusted Approp.	Requested	Recom- mended
2,866	177	90	3,133	2,913	Mental Health Screening Services	3,161	3,161	3,161
321	52	34	407	389	Dispute Settlement	342	342	342
---	---	---	---	---	Public Advocate	---	10,000	10,000
2,257	10	378	2,645	2,639	Administration and Support Services	2,623	2,248	2,248
70,460	6,174	2,944	79,578	75,237	<i>Subtotal</i>	78,960	89,320	89,320
376,847	64,942	-168	441,621	399,634	<i>Subtotal Direct State Services - General Fund</i>	416,708	381,149	381,149
					DIRECT STATE SERVICES - CASINO CONTROL FUND			
					Financial Administration			
24,242	385	---	24,627	23,835	Administration of Casino Gambling	26,938	26,938	26,938
24,242	385	---	24,627	23,835	<i>Subtotal Direct State Services - Casino Control Fund</i>	26,938	26,938	26,938
401,089	65,327	-168	466,248	423,469	TOTAL DIRECT STATE SERVICES	443,646	408,087	408,087
					GRANTS-IN-AID - GENERAL FUND			
					Higher Educational Services			
32,115	95	---	32,210	31,167	Support to Independent Institutions	29,590	29,660	26,447
68,571	5,075	---	73,646	63,465	Miscellaneous Higher Education Programs	78,162	88,481	85,276
100,686	5,170	---	105,856	94,632	<i>Subtotal</i>	107,752	118,141	111,723
					Economic Planning and Development			
12,715	100	---	12,815	7,811	Economic Development	18,455	20,050	20,050
23,905	2,926	-146	26,685	22,875	New Jersey Commission on Science and Technology	22,659	13,912	13,912
36,620	3,026	-146	39,500	30,686	<i>Subtotal</i>	41,114	33,962	33,962
					Economic Regulation			
15,000	---	---	15,000	2,000	Energy Resource Management	---	---	---
					State Subsidies and Financial Aid			
45,000	---	---	45,000	---	Direct Tax Relief	---	---	---
					Management and Administration			
---	---	---	---	---	Administration and Support Services	19,211	---	---
					Protection of Citizens' Rights			
12,000	---	---	12,000	12,000	Trial Services to Indigents and Special Programs	12,000	12,000	12,000
209,306	8,196	-146	217,356	139,318	<i>Subtotal Grants-In-Aid - General Fund</i>	180,077	164,103	157,685

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Year Ending June 30, 2001					Year Ending June 30, 2003		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2002 Adjusted Approp.	Requested	Recom- mended
GRANTS-IN-AID - PROPERTY TAX RELIEF FUND					GRANTS-IN-AID - PROPERTY TAX RELIEF FUND		
State Subsidies and Financial Aid					State Subsidies and Financial Aid		
345,699	---	---	345,699	339,863	511,199	532,329	532,329
336,689	---	---	336,689	296,961	727,428	679,142	679,142
682,388	---	---	682,388	636,824	1,238,627	1,211,471	1,211,471
682,388	---	---	682,388	636,824	1,238,627	1,211,471	1,211,471
891,694	8,196	-146	899,744	776,142	1,418,704	1,375,574	1,369,156
STATE AID - GENERAL FUND					STATE AID - GENERAL FUND		
Higher Educational Services					Higher Educational Services		
163,950	---	---	163,950	163,004	176,549	190,985	178,985
State Subsidies and Financial Aid					State Subsidies and Financial Aid		
1,049	---	378	1,427	1,386	1,349	1,441	1,441
161,016	146,441	---	307,457	102,246	111,499	50,975	50,975
626	---	---	626	---	---	2,714	2,714
162,691	146,441	378	309,510	103,632	112,848	55,130	55,130
326,641	146,441	378	473,460	266,636	289,397	246,115	234,115
STATE AID - PROPERTY TAX RELIEF FUND					STATE AID - PROPERTY TAX RELIEF FUND		
Higher Educational Services					Higher Educational Services		
27,205	---	---	27,205	20,134	27,205	22,582	22,582
State Subsidies and Financial Aid					State Subsidies and Financial Aid		
34,637	---	---	34,637	34,637	776	---	---
49,498	25	-1,913	47,610	46,173	81,378	95,719	95,719
12,268	1,547	1,913	15,728	15,728	21,852	28,636	28,636
96,403	1,572	---	97,975	96,538	104,006	124,355	124,355
123,608	1,572	---	125,180	116,672	131,211	146,937	146,937
STATE AID - CASINO REVENUE FUND					STATE AID - CASINO REVENUE FUND		
State Subsidies and Financial Aid					State Subsidies and Financial Aid		
17,180	---	---	17,180	17,180	---	---	---
17,180	---	---	17,180	17,180	---	---	---
467,429	148,013	378	615,820	400,488	420,608	393,052	381,052
CAPITAL CONSTRUCTION					CAPITAL CONSTRUCTION		
Economic Planning and Development					Economic Planning and Development		
---	---	166	166	166	---	---	---

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Year Ending June 30, 2001					Year Ending June 30, 2003			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2002 Adjusted Approp.	Requested	Recom- mended
---	---	150	150	120	Economic Regulation			
					Administration and Support Services	---	---	---
					General Government Services			
					Property Management and Construction -			
					Property Management Services	---	---	---
11,015	5,471	---	16,486	9,914	Office of Information Technology	1,100	---	5,500
11,015	16,184	-656	26,543	13,162	<i>Subtotal</i>	1,100	---	5,500
					Subtotal Capital Construction	1,100	---	5,500
1,771,227	237,720	-276	2,008,671	1,613,547	TOTAL APPROPRIATION	2,284,058	2,176,713	2,163,795

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30. EDUCATIONAL, CULTURAL AND INTELLECTUAL DEVELOPMENT

36. HIGHER EDUCATIONAL SERVICES

PROGRAM CLASSIFICATIONS

47. Support to Independent Institutions. The Independent College and University Assistance Act (N.J.S.18A:72B-15 et seq.) provides financial assistance to fourteen eligible New Jersey independent colleges and universities. This funding is based on the number of New Jersey students enrolled at these institutions, which helps to ensure that this valuable sector of the State's system of higher education will continue to provide educational opportunities for New Jersey citizens.

48. Aid to County Colleges. The New Jersey system of community colleges was established by statute in 1962 (N.J.S.18A:64A-1 et seq.). The first county colleges were opened four years later in Atlantic, Cumberland, Middlesex, and Ocean counties. Today there are 19 institutions: one community college in each of 17 counties, a bi-county college serving Somerset and Hunterdon counties, and a bi-county college serving Atlantic and Cape May counties. They enroll more than 130,000 full-time and part-time credit students and 200,000 non-credit students annually. These institutions provide access to higher education for a broad range of New Jersey residents who would otherwise be denied the advantages associated with a college education.

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

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

The \$550 million Higher Education Capital Improvement Fund is designed to address the issues of renewal, renovation, improvement, expansion, construction and reconstruction of facilities and technology infrastructure (P.L. 1999, c.217). The Educational Facilities Authority (EFA) issues bonds to finance these projects, with the debt service supported by State appropriations. The State pays two-thirds of the debt service for public institutions and one-half of the debt service for independent institutions.

The Dormitory Safety Trust Fund (P.L. 2000, c. 56) provides loans to eligible public or private secondary schools, military schools or boarding schools, and public or private institutions of higher education to install automatic fire suppression systems. Funds for the trust were provided from the issuance of \$90 million in State bonds.

APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2001					Year Ending June 30, 2003				
Orig. & Supplemental	Reapp. & Recpts.	Transfers & Emergencies	Total Available	Total Expended	2002 Prog. Class.	2002 Adjusted Approp.	Requested	Recommended	
GRANTS-IN-AID									
Distribution by Fund and Program									
32,115	95	---	32,210	31,167	Support to Independent Institutions	47	29,590	29,660	26,447
68,571	5,075	---	73,646	63,465	Miscellaneous Higher Education Programs	49	78,162	88,481	85,276
100,686	5,170	---	105,856	94,632	Total Grants-in-Aid		107,752	118,141	111,723
Distribution by Fund and Object									
Grants:									
25,245	---	---	26,245	25,245	Aid to Independent Colleges and Universities	47	24,485	27,485	24,485
1,000 ^S	---	---	200	200	Clinical Legal Programs for the Poor - Seton Hall University (P.L. 1996, c.52)	47	200	200	200
200	---	---	3,500	3,500	Monmouth University - Multi-Purpose Regional Activity Center	47	1,500	---	---

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Year Ending June 30, 2001					Year Ending June 30, 2003			
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	Prog. Class.	2002 Adjusted Approp.	Requested	Recommended
GRANTS- IN- AID								
65	---	---	65	65				
					47	65	65	65
150	---	---	150	150				
					47	150	100	100
150	---	---	150	150				
					47	150	100	100
65	---	---	65	65				
					47	65	65	65
65	---	---	65	65				
					47	65	65	65
75	---	---	75	75				
					47	75	75	75
65	---	---	65	65				
					47	65	65	65
100	---	---	100	100				
					47	100	100	100
65	---	---	65	65				
					47	65	65	65
100	---	---	100	100				
					47	100	100	100
---	---	---	---	---				
					47	35	---	---
---	---	---	---	---				
					47	500	---	---
---	---	---	---	---				
					47	500	---	---
75	---	---	75	75				
					47	75	75	75
1,000	---	---	1,000	1,000				
					47	1,000	1,000	787
---	---	---	---	---				
					47	300	---	---
5	---	---	5	5				
					47	---	---	---
190	95	---	285	242				
					47	95	100	100
2,500	2,500	---	5,000	5,000				
					49	2,500	2,500	---
2,500	2,500	---	5,000	3,432				
					49	2,500	2,500	2,214
400	---	---	400	10				
					49	400	100	100
8,161	---	---	8,161	4,050				
					49	26,909	31,319	31,319

TREASURY

Year Ending June 30, 2001					Year Ending June 30, 2003				
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended		2002 Prog. Class.	Adjusted Approp.	Requested	Recommended
GRANTS-IN-AID									
19,267	---	---	19,267	19,262	Equipment Leasing Fund -- Debt Service	49	2,708	13,422	13,422
21,019	---	---	21,019	20,605	Higher Education Facilities Trust Fund -- Debt Service	49	21,019	21,019	21,019
6,373	---	---	6,373	5,680	Higher Education Technology Bond -- Debt Service	49	6,400	6,419	6,419
526	---	---	526	526	Marine Sciences Consortium	49	526	945	526
---	---	---	---	---	Salem Community College - Capital Improvements	49	200	---	---
3,000	---	---	3,000	---	Dormitory Safety Trust Fund -- Debt Service	49	9,095	8,982	8,982
1,200	---	---	1,200	1,200	Statewide Systemic Initiative to Reform Mathematics and Science Education	49	1,200	1,200	1,200
75	---	---	75	75	Walter Rand Institute for Public Affairs at Rutgers University - Camden	49	75	---	---
250	---	---	250	250	Gloucester County College - Road to Success	49	225	---	---
150	---	---	150	150	Cumberland Community College - Aquaculture Technology Transfer Center	49	250	---	---
100	---	---	100	100	Chair in Educational Leadership, Rowan University	49	100	---	---
---	75	---	75	75	Henry John Raimondo Chair in Urban Public Policy Research at the New Jersey City University	49	75	75	75
1,000	---	---	1,000	1,000	Centenary College - Educational Technology Center	49	---	---	---
---	---	---	---	---	Distance Learning Institute - Fairleigh Dickinson University	49	3,900	---	---
---	---	---	---	---	Ocean County College - New Jersey Coastal Community	49	30	---	---
50	---	---	50	50	Ocean County College -- Camp Viking	49	50	---	---
2,000	---	---	2,000	2,000	Community Athletic Complex - Rutgers University	49	---	---	---
STATE AID									
Distribution by Fund and Program									
191,155	---	---	191,155	183,138	Aid to County Colleges	48	203,754	213,567	201,567
163,950	---	---	163,950	163,004	(From General Fund)		176,549	190,985	178,985
27,205	---	---	27,205	20,134	(From Property Tax Relief Fund)		27,205	22,582	22,582
191,155	---	---	191,155	183,138	Total State Aid		203,754	213,567	201,567
163,950	---	---	163,950	163,004	(From General Fund)		176,549	190,985	178,985
27,205	---	---	27,205	20,134	(From Property Tax Relief Fund)		27,205	22,582	22,582
Distribution by Fund and Object									
State Aid:									
143,884	---	---	143,884	143,749	Operational Costs	48	155,749	167,749	155,749
27,205	---	---	27,205	20,134	Debt Service for Chapter 12 N.J.S. C.18A:64A-22.1 (PTRF)	48	27,205	22,582	22,582

Year Ending June 30, 2001					Year Ending June 30, 2003				
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended		2002 Prog. Class.	Adjusted Approp.	Requested	Recommended
16,141	---	-397	15,744	15,048					
146	---	---	146	146					
3,259	---	397	3,656	3,625					
450	---	---	450	366					
<u>70</u>	<u>---</u>	<u>---</u>	<u>70</u>	<u>70</u>					
<u>291,841</u>	<u>5,170</u>	<u>---</u>	<u>297,011</u>	<u>277,770</u>					
					STATE AID				
					Employer Contributions --				
					Alternate Benefit Program	48	15,796	15,908	15,908
					Employer Contributions --				
					Teachers' Pension and				
					Annuity Fund	48	197	---	---
					Additional Health Benefits	48	4,285	6,802	6,802
					Employer Contributions --				
					FICA for County College				
					Members of Teachers'				
					Pension and Annuity Fund	48	450	450	450
					Debt Service on Pension				
					Obligation Bonds P.L. 1997,				
					c.114 (C.34:1B-7.50)	48	<u>72</u>	<u>76</u>	<u>76</u>
					Grand Total State Appropriation		<u>311,506</u>	<u>331,708</u>	<u>313,290</u>

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

For the purpose of implementing the "Independent College and University Assistance Act," P.L. 1979, c.132 (C.18A:72B-15 et seq.), the number of full-time equivalent students (FTE) at the eight State Colleges is 50,807 for fiscal year 2002.

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

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

Language Recommendations -- State Aid - General Fund

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

Notwithstanding the provisions of any other law or regulation to the contrary, of the appropriation hereinabove for Operational Costs, \$15,000,000 shall be derived from the Supplemental Workforce Fund for Basic Skills revenue.

HIGHER EDUCATIONAL SERVICES

Of the amount hereinabove for Higher Educational Services, such sums as the Director of the Division of Budget and Accounting shall determine from the schedule included in the Governor's Budget Recommendation dated March 26, 2002, first shall be charged to the State Lottery Fund.

Language Recommendations -- State Aid - Property Tax Relief Fund

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

50. ECONOMIC PLANNING, DEVELOPMENT AND SECURITY

51. ECONOMIC PLANNING AND DEVELOPMENT

OBJECTIVES

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

PROGRAM CLASSIFICATIONS

38. **Economic Development.** Economic development entities that operate outside the New Jersey Commerce and Economic

Growth Commission include the Motion Picture and Television Development Commission and the Economic Development Authority (EDA).

The Motion Picture and Television Development Commission facilitates the cooperation off all governmental agencies and private sector groups for applications, locations, production and auxiliary facilities in the production of motion picture and television projects.

EDA arranges long-term, low-interest financing for businesses, not-for-profit organizations and government agencies for buildings, equipment, working capital and other investments that could create and retain jobs in New Jersey.

TREASURY

EVALUATION DATA

	Actual FY 2000	Actual FY 2001	Revised FY 2002	Budget Estimate FY 2003
PROGRAM DATA				
Economic Development				
Motion Picture and Television Development				
Total film/television productions	660	672	550	675
Direct spending by companies (millions)	\$65	\$72	\$66	\$75
Economic Development Authority				
Projects closed	449	344	350	350
Total generated capital investment (millions)	\$1,448	\$1,044	\$1,300	\$1,300
Value of Authority assistance (millions)	\$1,120	\$663	\$750	\$750
Construction employment	12,390	13,529	15,000	15,000
Permanent employment	5,847	3,400	2,700	2,700

PERSONNEL DATA

Position Data

Filled Positions by Funding Source

State Supported	4	4	4	4
Total Positions	4	4	4	4
Filled Positions by Program Class				
Motion Picture	4	4	4	4
Total Positions	4	4	4	4

Notes

Actual payroll counts are reported for fiscal years 2000 and 2001 as of December and revised fiscal year 2002 as of September. The Budget Estimate for fiscal year 2003 reflects the number of positions funded.

The revised fiscal year 2002 for the Motion Picture and Television Development Commission have been lowered due to the impact of the World Trade Center disaster on the New Jersey/ New York production industry in the fall of 2001.

APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2001					Year Ending June 30, 2003				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Total Expended	2002 Prog. Class.	2002 Adjusted Approp.	Requested	Recom- mended	
<u>DIRECT STATE SERVICES</u>									
Distribution by Fund and Program									
369	1	52	422	407	Economic Development	38	410	406	406
369	1	52	422	407	Total Direct State Services		410 (a)	406	406
Distribution by Fund and Object									
Personal Services:									
259	---	42	301	298	Salaries and Wages		320	296	296
259	---	42	301	298	Total Personal Services		320	296	296
17	---	---	17	15	Materials and Supplies		17	20	20
75	---	10	85	79	Services Other Than Personal		59	65	65
10	---	---	10	8	Maintenance and Fixed Charges		10	15	15
8	1	---	9	7	Additions, Improvements and Equipment		4	10	10
<u>GRANTS-IN-AID</u>									
Distribution by Fund and Program									
11,800	---	---	11,800	6,896	Economic Development	38	17,800	19,500	19,500
11,800	---	---	11,800	6,896	Total Grants-in-Aid		17,800	19,500	19,500

Year Ending June 30, 2001					Year Ending June 30, 2003			
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	2002 Prog. Class.	Adjusted Approp.	Requested	Recommended
GRANTS-IN-AID								
Distribution by Fund and Object								
Grants:								
7,500	---	---	7,500	5,284	Business Employment Incentive Program	38	7,500 6,000 ^S	13,500 13,500
<u>4,300^S</u>	---	---	<u>4,300</u>	<u>1,612</u>	Brownfield and Contaminated Site Remediation Fund	38	<u>4,300</u>	<u>6,000</u> <u>6,000</u>
<u>12,169</u>	<u>1</u>	<u>52</u>	<u>12,222</u>	<u>7,303</u>	Grand Total State Appropriation		<u>18,210</u>	<u>19,906</u> <u>19,906</u>

Notes

(a) The fiscal year 2002 appropriation has been adjusted for the allocation of salary program and has been reduced to reflect the transfer of funds to the Salary Increases and Other Benefits accounts.

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

In addition to the amount hereinabove, there is appropriated to the Department of the Treasury on behalf of the New Jersey Economic Development Authority from the General Fund such sums as may be necessary to fund the Business Employment Incentive Program, the amount of which shall not exceed the total amount of revenues received as withholdings, as defined in section 2 of P.L. 1996, c.26 (C.34:1B-125), from all businesses receiving grants pursuant to the "Business Employment Incentive Program Act," P.L. 1996, c.26 (C.34:1B-124 et seq.), as certified by the Director of the Division of Taxation. The authority shall provide the Joint Budget Oversight Committee and the Director of the Division of Budget and Accounting, on or before November 1, 2002, with a report of the grants funded in the prior fiscal year including, but not limited to, a summary of each grant agreement and the amount of each grant funded in that year.

In addition to the amount hereinabove for the Brownfield and Contaminated Site Remediation Fund, there are appropriated such sums as may be necessary to make payments under the provisions of P.L. 1997, c. 278, subject to the approval of the Director of the Division of Budget and Accounting.

50. ECONOMIC PLANNING, DEVELOPMENT AND SECURITY

51. ECONOMIC PLANNING AND DEVELOPMENT

2041. NEW JERSEY COMMERCE AND ECONOMIC GROWTH COMMISSION

OBJECTIVES

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

PROGRAM CLASSIFICATIONS

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

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

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

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

TREASURY

EVALUATION DATA

	Actual FY 2000	Actual FY 2001	Revised FY 2002	Budget Estimate FY 2003
PROGRAM DATA				
Travel and Tourism				
Revenue generated by tourism (billions)	\$28.40	\$29.10	\$30.00	\$30.10
Tax revenue generated by tourism (billions)	\$2.46	\$2.52	\$2.60	\$3.80
Overnight & day visitors (millions)	171.00	175.40	179.80	169.10
International Trade				
Total value of New Jersey exports (billions)	\$26.10	\$30.10	\$34.60	\$37.02
Jobs generated through exporting	313,200	361,200	415,200	399,816
Development for Small Businesses and Women and Minority Businesses				
Set-Aside Contracts awarded (millions)	\$832.00	\$840.00	\$848.00	\$975.00
Jobs created and retained	19,646	19,824	20,012	17,842
Tax revenue generated by Set-Aside Program (millions)	\$44.46	\$47.83	\$48.28	\$53.62
Economic Development				
Urban Enterprise Zone Program				
Participating businesses	6,481	6,801	6,800	6,900
Total number of jobs created (annually)	3,163	3,000	3,500	3,500
Private investment generated (annual value in millions)	\$1,152	\$1,262	\$1,372	\$1,422
Zone Assistance Fund projects (annual value in millions)	64.72	65.10	60.00	60.00
Business Retention, Attraction and Expansion				
Number of new jobs in new businesses	11,137	10,000	10,000	10,000
Number of new jobs in existing businesses	10,125	10,000	10,000	10,000
Number of jobs retained	11,214	10,000	10,000	10,000
OPERATING DATA				
Economic Development				
Program Expenditures - Commerce Commission (thousands)				
Business Retention, Expansion & Attraction	\$3,015	\$3,015	\$3,015	\$3,015
Export Promotion	\$1,389	\$1,437	\$1,085	\$1,085
Travel and Tourism	\$6,789	\$10,828	\$11,064	\$9,064
Business Marketing Campaign	\$1,000	\$2,000	\$2,000	---
Small Businesses and Women and Minority Businesses .	\$1,973	\$1,816	\$1,878	\$1,878
Other Key Industries and Initiatives	\$1,274	\$1,738	\$1,002	\$2,573
Special Purpose Appropriations (thousands)				
Office of Sustainability	\$602	\$550	\$550	\$550
Advertising and Promotion	\$4,579	\$8,450	\$8,450	\$8,450
Travel & Tourism Cooperative Marketing	\$1,781	\$1,850	\$1,850	\$1,850
NJ Community Development Bank	\$1,000	\$1,000	\$1,000	---
PERSONNEL DATA				
Affirmative Action Data				
Male Minority	16	16	17	17
Male Minority %	13%	12%	13%	13%
Female Minority	17	18	19	19
Female Minority %	13%	14%	15%	15%
Total Minority	33	34	36	36
Total Minority %	26%	26%	28%	28%
Position Data				
State Supported	114	118	117	117
All Other	13	12	13	13
Total Positions	127	130	130	130

Filled Positions by Program Class	Actual FY 2000	Actual FY 2001	Revised FY 2002	Budget Estimate FY 2003
Export Promotion	8	8	11	11
Travel and Tourism	35	35	32	32
Development for Small Businesses and Women and Minority Businesses	9	10	9	9
Business Retention, Expansion and Attraction	35	35	38	38
Other Key Industries and Initiatives	40	42	40	40
Total Positions	127	130	130	130

Notes

Actual payroll counts are reported for fiscal years 2000 and 2001 as of December and revised fiscal year 2002 as of September. The Budget Estimate for fiscal year 2003 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2001					Year Ending June 30, 2003				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2002 Adjusted Approp.	Requested	Recom- mended	
<u>DIRECT STATE SERVICES</u>									
Distribution by Fund and Program									
20,526	---	308	20,834	20,834	Economic Development	38	20,044	17,615	17,615
20,526	---	308	20,834	20,834	Total Direct State Services (a)		20,044	17,615	17,615
Distribution by Fund and Object									
Special Purpose:									
20,526	---	263	20,789	20,789	New Jersey Commerce and Economic Growth Commission	38	19,990	17,570	17,570
---	---	45	45	45	Council of Economic Advisors	38	9 ^S 45	45	45
<u>GRANTS-IN-AID</u>									
Distribution by Fund and Program									
915	100	---	1,015	915	Economic Development	38	655	550	550
915	100	---	1,015	915	Total Grants-in-Aid		655	550	550
Distribution by Fund and Object									
Grants:									
250	---	---	250	250	The Greater Wildwoods Tourism Improvement and Development Auth.- Adv. & Promotion	38	---	---	---
---	100	---	100	---	Monmouth/Ocean Develop- ment Council-Marketing	38	---	---	---
115	---	---	115	115	New Jersey Trade Development Corporation	38	---	---	---
550	---	---	550	550	Prosperity New Jersey, Incorporated	38	550	550	550
---	---	---	---	---	Bayshore Development Office - Economic Development Activites	38	105	---	---
<u>CAPITAL CONSTRUCTION</u>									
Distribution by Fund and Program									
---	---	166	166	166	Economic Development	38	---	---	---
---	---	166	166	166	Total Capital Construction		---	---	---

TREASURY

Year Ending June 30, 2001					Year Ending June 30, 2003			
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	2002 Prog. Class.	2002 Adjusted Approp.	Requested	Recommended
CAPITAL CONSTRUCTION								
Distribution by Fund and Object								
New Jersey Commerce and Economic Growth Commission								
---	---	166	166	166	38	---	---	---
21,441	100	474	22,015	21,915	Grand Total State Appropriation	20,699	18,165	18,165
OTHER RELATED APPROPRIATIONS								
All Other Funds								
---	---	---	---	---	08	450	450	450
---	25	---	25	25				
---	---	---	---	1,077	20	160	160	160
---	25	---	25	1,102	38	1,795	1,795	1,795
21,441	125	474	22,040	23,017	Total All Other Funds	2,405	2,405	2,405
GRAND TOTAL ALL FUNDS						23,104	20,570	20,570

Notes

(a) The fiscal year 2002 appropriation has been adjusted for the allocation of salary program and has been reduced to reflect the transfer of funds to the Salary Increases and Other Benefits accounts.

Language Recommendations -- Direct State Services - General Fund

Of the sum hereinabove appropriated for the New Jersey Commerce and Economic Growth Commission, there is no less than \$6,450,000 for Advertising and Promotion, from which \$50,000 shall be allocated to each of the six regional tourism councils for regional tourism promotion; \$3,015,000 for Business Retention, Expansion and Attraction; \$1,850,000 for the Travel and Tourism Cooperative Marketing Program; \$3,000,000 for Nanotechnology and other technologies; except that the amount for the Cooperative Marketing Program is available for expenditure only to the extent that an amount equal to 25% of the State funds are expended from funds raised by the Commerce Commission, pursuant to subsection j. of section 9 of P.L. 1977, c.225 (C.34:1A-53), through contributions from private tourism industry concerns and non-State public entities as determined by the Director of the Division of Budget and Accounting. These accounts shall be considered special purpose appropriations for accounting and reporting purposes.

Subject to the approval of the Director of the Division of Budget and Accounting, there is appropriated to the New Jersey Commerce and Economic Growth Commission, from the General Fund such sums as may be necessary, as certified by the Commissioner and the Director of the Division of Taxation, to fund business relocation grants made under the "Business Relocation Assistance Grant Act," the amount of which shall not exceed the new income tax revenues as defined in section 2 of P.L.1996, c.25 (C.34:1B-113). In addition to the report required pursuant to section 10 of P.L.1996, c.25 (C.34:1B-121), the Chief Executive Officer and Secretary of the Commission shall provide the Joint Budget Oversight Committee, on or before November 1, 2002, with a report of the grants funded in the prior fiscal year including, but not limited to, a summary of each grant agreement and the amount of each grant funded in that year.

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

The Chief Executive Officer and Secretary of the Commission shall report semi-annually on the expenditure of State funds and private contributions during the preceding six months for the Advertising and Promotion Program and the Travel and Tourism, Advertising and Promotion - Cooperative Marketing Program. The first semi-annual report covering the first six months of fiscal year 2003 shall be completed not later than January 31, 2003, the second semi-annual report covering the second six months of fiscal year 2003 shall be completed not later than July 31, 2003 and both reports shall be submitted to the Governor and the Joint Budget Oversight Committee.

50. ECONOMIC PLANNING, DEVELOPMENT AND SECURITY

51. ECONOMIC PLANNING AND DEVELOPMENT

2042. NEW JERSEY COMMISSION ON SCIENCE AND TECHNOLOGY

OBJECTIVES

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

TREASURY

Year Ending June 30, 2001					Year Ending June 30, 2003				
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	2002 Prog. Class.	Adjusted Approp.	Requested	Recommended	
<u>DIRECT STATE SERVICES</u>									
Distribution by Fund and Object									
Personal Services:									
529	---	40	569	569		579	579	579	
						<u>579</u>	<u>579</u>	<u>579</u>	
529	---	40	569	569	Total Personal Services	579	579	579	
9	---	13	22	20	Materials and Supplies	9	9	9	
61	---	107	168	167	Services Other Than Personal	53	33	33	
11	---	-10	1	1	Maintenance and Fixed Charges	11	11	11	
6	19	---	25	2	Additions, Improvements and Equipment	3	---	---	
<u>GRANTS-IN-AID</u>									
Distribution by Fund and Program									
23,905	2,926	-146	26,685	22,875	New Jersey Commission on Science and Technology	39	22,659	13,912	
						<u>39</u>	<u>22,659</u>	<u>13,912</u>	<u>13,912</u>
<u>23,905</u>	<u>2,926</u>	<u>-146</u>	<u>26,685</u>	<u>22,875</u>	Total Grants-in-Aid	22,659	13,912	13,912	
Distribution by Fund and Object									
Grants:									
11,838	85	---	11,923	11,911	Research and Development Programs	39	11,825	11,825	
2,095	12	-66	2,041	1,822	Business Assistance	39	2,087	2,087	
5,000	---	-80	4,920	4,203	New Specialized Incubators	39	4,775	---	
4,972	2,829	---	7,801	4,939	Technology Transfer Program	39	3,972	---	
<u>24,521</u>	<u>2,945</u>	<u>4</u>	<u>27,470</u>	<u>23,634</u>	Grand Total State Appropriation	23,314	14,544	14,544	

Notes

(a) The fiscal year 2002 appropriation has been adjusted for the allocation of salary program and has been reduced to reflect the transfer of funds to the Salary Increases and Other Benefits accounts.

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

The unexpended balances as of June 30, 2002 in the Science and Technology grant accounts are appropriated.

50. ECONOMIC PLANNING, DEVELOPMENT AND SECURITY

52. ECONOMIC REGULATION

OBJECTIVES

1. To ensure that utility services are provided at reasonable, non-discriminatory rates to all members of the public who desire such services.
2. To provide a comprehensive energy supply and demand strategy that allows for responsible and necessary economic growth and development without compromising the environment and quality of life in New Jersey.
3. To ensure that New Jersey has adequate and economical natural gas supplies to meet its home heating requirements, industrial load and an ever growing alternative power production industry.
4. To assist in the development of a state-of-the-art telecommunications network that permits the timely introduction and marketing of new and advanced technology. In addition, seek to ensure the full utilization of such network by all segments of our society regardless of income status or physical disabilities.
5. To ensure that New Jersey residents have economical and environmentally safe water supplies that are provided through strict compliance with the State's Safe Drinking Water Act by all

private and public water purveyors under the Board's jurisdiction.

6. To provide adequate, economical and efficient cable television service, with a degree of uniform operation, and the protection of the municipality in the franchise process. In addition, the Board will seek to ensure the responsiveness of cable operators to subscriber's complaints and needs, and the availability of competitively priced alternative television program packaging.

PROGRAM CLASSIFICATIONS

53. **Ratepayer Advocacy.** Pursuant to N.J.S.A. 52:27E-50 et seq., the responsibilities of the Division of the Ratepayer Advocate are to represent the interests of New Jersey ratepayers before regulatory and legal tribunals and decision making bodies, and to establish rates and State policies for the delivery of essential regulated services including natural gas, electric, telecommunications, water, wastewater and cable television. The Division is also responsible for the oversight and accounting of revenues received as statutory assessments from regulated utilities and the oversight of its expenditures.

54. **Utility Regulation.** The Board of Public Utilities controls, through its rate approval process, the charges paid by the public for gas, electric, water, sewer, telephone, telegraph, and pipeline services. A uniform system of accounts and quarterly and annual financial statements and reports are required for disclosure and to permit intelligent public participation in the process. Filings for both rate and fuel adjustment charge changes are approved only to generate sufficient revenues to cover allowable expenses and an equitable return on investment.

The Board assures the safety, adequacy and availability of utility services by conducting hearings that result in the promulgation of rules, regulations and orders, and their enforcement through inspections and investigations. Regular tests are conducted by engineering personnel to minimize the possibility of disruptions or discontinuance of essential services. A new Division of Service Evaluation was created in 1996 to ensure the safety and reliability of services as a result of the increase in the competition within the marketplace.

55. **Regulation of Cable Television.** Assists local jurisdictions in preparing legislation, franchise and consent agreements; regulates operating and competitive practices to assure reasonable uniformity, reliability, economy and quality of cable television services; cooperates with other states and the federal government in promoting and coordinating beneficial uses of

cable television through balanced programming, including local and educational services.

56. **Energy Resource Management.** Develops and implements the State's energy policies and associated programs, including funding mechanisms to support energy conservation projects, energy education and outreach, energy data collection and analysis, and evaluation of energy use and supply.

97. **Regulatory Support Services.** Provides economic analysis of conditions affecting regulated utilities to the Board of Public Utilities and its technical divisions and conducts audits of regulated utilities.

99. **Administration and Support Services.** The Board of Public Utilities is a regulatory authority with a statutory mandate to ensure safe, adequate, and proper public utility services at the most equitable rates for all customers in New Jersey. Specifically, the Board has regulatory authority over the electric, gas, telecommunications, water and sewer, and cable television industries. To accomplish its mandate, the Board regulates rates for such utilities by conducting comprehensive reviews to determine the fairness and reasonableness of rates. The Board also has general supervisory responsibility for monitoring utility service, responding to utility consumer complaints, and investigating utility accidents.

EVALUATION DATA

	Actual FY 2000	Actual FY 2001	Revised FY 2002	Budget Estimate FY 2003
PROGRAM DATA				
Utility Regulation				
Utilities Regulated				
Electric	5	5	5	5
Gas	4	4	4	4
Telephone and telegraph	23	100	100	104
Water and sewer	90	90	90	67
Municipal water companies	10	10	10	10
Cable TV (Basic Service)	---	---	41	41
Cases Pending June 30				
Cable TV	171	159	45	60
Electric	144	180	147	160
Gas	536	257	151	200
Telephone	358	500	687	650
Water and sewer	107	112	407	407
Audits, rates, tariff revisions, generic rulemaking, other	---	---	125	125
Customer Relations				
Consumer Complaints (phone calls)	15,600	13,378	15,300	15,300
Consumer Complaints (walk-ins)	320	305	348	348
Consumer Information Requests	12,926	12,099	13,000	13,000
Consumer Complaints (letters)	---	4,077	4,150	4,150
Total Calls received as of 11/14/01	---	52,238	59,000	59,000
Service Evaluation				
One-Call Cases Handled	3,250	3,080	3,300	3,300
Meter Tests Conducted	187	211	225	225
Gas Pipeline Inspections	425	429	435	435
Informal Service Investigations	450	546	470	470
Regulation of Cable Television				
Cable television systems	41	41	41	41
No. of Municipalities w/certification for operation ...	---	---	562	562
Cable television subscribers (thousands)	2,416	2,464	2,486	2,486

TREASURY

	Actual FY 2000	Actual FY 2001	Revised FY 2002	Budget Estimate FY 2003
Electric Power Suppliers and Gas Suppliers				
Electric Suppliers who submitted applications	---	55	---	---
Electric Suppliers who submitted renewal applications	---	---	40	40
Electric Suppliers who received final licenses	---	35	3	3
Electric Suppliers who received renewal licenses	---	---	27	27
Gas Suppliers who submitted applications	---	70	3	3
Gas suppliers who received renewal licenses	---	---	31	31
Gas Suppliers who received final licenses	---	45	2	2
Gas Suppliers who submitted renewal applications	---	---	43	43
Energy Agent and Private Aggregator Registration				
Energy Agents who received applications	---	29	1	1
Energy Agents who submitted renewal applications	---	---	2	2
Energy Agents who were granted final registration	---	24	1	1
Private Aggregators who received applications	---	31	1	1
Private Aggregators who were granted final registration	---	25	1	1

PERSONNEL DATA

Position Data

Filled Positions by Funding Source

State Supported	278	273	293	312
Federal	15	16	11	20
Total Positions	293	289	304	332

Filled Positions by Program Class

Ratepayer Advocacy	35	36	41	45
Utility Regulation	91	90	96	107
Regulation of Cable Television	25	25	25	30
Energy Resource Management	15	16	11	20
Regulatory Support Services	58	54	54	50
Administration and Support Services	69	68	77	80
Total Positions	293	289	304	332

Notes

Actual payroll counts are reported for fiscal years 2000 and 2001 as of December and revised fiscal year 2002 as of September. The Budget Estimate for fiscal year 2003 reflects the number of positions funded.

APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2001					Year Ending June 30, 2003				
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Total Expended	2002 Prog. Class.	2002 Adjusted Approp.	Requested	Recommended	
<u>DIRECT STATE SERVICES</u>									
Distribution by Fund and Program									
4,234	648	199	5,081	4,862	Ratepayer Advocacy	53	4,535	4,535	4,535
6,357	362	515	7,234	6,038	Utility Regulation	54	7,344	7,344	7,344
1,577	249	169	1,995	1,514	Regulation of Cable Television	55	1,830	1,830	1,830
3,393	103	269	3,765	3,274	Regulatory Support Services	97	3,264	3,264	3,264
7,804	1,537	150	9,491	7,211	Administration and Support Services	99	8,294	8,294	8,294
23,365	2,899	1,302	27,566	22,899	Total Direct State Services		25,267^(a)	25,267	25,267
Distribution by Fund and Object									
Personal Services:									
19,883	1,035 672 ^R	1,302	22,892	19,318	Salaries and Wages		22,060	22,060	22,060
19,883	1,707	1,302	22,892	19,318	Total Personal Services		22,060	22,060	22,060

TREASURY

Year Ending June 30, 2001					Year Ending June 30, 2003			
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	Prog. Class.	2002 Adjusted Approp.	Requested	Recommended
<u>DIRECT STATE SERVICES</u>								
355	120	-26	449	220		345	345	345
2,245	702	319	3,266	2,709		1,947	1,947	1,947
590	105	-146	549	500		620	620	620
Special Purpose:								
20	---	13	33	33	53	20	20	20
---	2 32 ^R	---	34	---	54	---	---	---
---	9 5 ^R	---	14	---	55	---	---	---
---	49 45 ^R	---	94	---	99	---	---	---
272	123	-160	235	119		275	275	275
<u>GRANTS- IN- AID</u>								
Distribution by Fund and Program								
15,000	---	---	15,000	2,000	56	---	---	---
15,000	---	---	15,000	2,000	Total Grants-in-Aid			
Distribution by Fund and Object								
Grants:								
15,000 ^S	---	---	15,000	2,000	56	---	---	---
<u>CAPITAL CONSTRUCTION</u>								
Distribution by Fund and Program								
---	---	150	150	120	99	---	---	---
---	---	150	150	120	Total Capital Construction			
Distribution by Fund and Object								
Management and Administration								
---	---	150	150	120	99	---	---	---
38,365	2,899	1,452	42,716	25,019	Grand Total State Appropriation			
						25,267	25,267	25,267
<u>OTHER RELATED APPROPRIATIONS</u>								
Federal Funds								
600	30	---	630	303	54	600	600	600
1,700								
491 ^S	374	---	2,565	1,826	56	2,025	2,025	2,025
2,791	404	---	3,195	2,129	Total Federal Funds			
						2,625	2,625	2,625
All Other Funds								
---	237 21 ^R	---	258	20	56	---	---	---
---	258	---	258	20	Total All Other Funds			
41,156	3,561	1,452	46,169	27,168	GRAND TOTAL ALL FUNDS			
						27,892	27,892	27,892

Notes

(a) The fiscal year 2002 appropriation has been adjusted for the allocation of salary program.

Language Recommendations -- Direct State Services - General Fund

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

Receipts derived from fees are appropriated.

TREASURY

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

The unexpended balances as of June 30, 2002 are appropriated.

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

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

Notwithstanding the provisions of any other law, the balances from the Petroleum Overcharge Reimbursement Fund and the Secondary Stage Refunds and the monies required to be deposited in that fund from projects which have been completed or are no longer viable are reappropriated for new projects consistent with the court rulings which served as the basis for the original awards, subject to the approval of the Director of the Division of Budget and Accounting.

70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL

72. GOVERNMENTAL REVIEW AND OVERSIGHT

OBJECTIVES

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

PROGRAM CLASSIFICATIONS

03. **Employee Relations and Collective Negotiations (Executive Orders No. 4, 1970 and No. 33, 1995).** Staff assistance is provided the Governor and decisions are implemented concerning employee relations. Through the Governor's Employee Relations Policy Council, assistance in the development of overall policy and execution of policies is provided. Negotiations with unions and other representatives of State employees are conducted. Agencies are assisted and advised concerning employee relations activities.
07. **Office of Management and Budget (NJSA 52:27B-12,33).** Coordinates the annual agency-based planning process, identifies and projects trends affecting the demand for services, provides information and planning support for the process of allocating available financial and human resources, and evaluates strategic and long-term issues arising from the ability to provide services.

Plans for the most beneficial use of fiscal resources to meet the needs of the citizens of New Jersey within the policy framework

set by the Governor in the immediate budget year. Provides continuous studies of State fiscal requirements. Based on these studies and on official requests for appropriations by State departments, determines the necessity and advisability of budget requests and formulates the annual budget submitted by the Governor to the Legislature. Develops and reviews State agency responses on proposed federal legislation and regulations to ensure that the broad State interest and fiscal policy are taken into account.

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

Also provides for capital planning, evaluation of capital construction projects, financing of capital facilities, and project review relative to coordinating federally financed construction projects for State, local, and private agencies.

Provides for the receipt, processing, recording, reconciling, and reporting of all financial data of the State's various funds, in accordance with existing statutes and generally accepted accounting principles. Pursues financial decisions to protect the state's credit and its cost of borrowing. Reviews all financial transactions for propriety before entry into the computerized accounting system, from which official State monthly and annual fiscal reports are prepared. Also, assures that State employees are paid accurately and on a timely basis.

EVALUATION DATA

	Actual FY 2000	Actual FY 2001	Revised FY 2002	Budget Estimate FY 2003
PROGRAM DATA				
Office of Management and Budget				
Number of non-payroll checks avoided by electronic funds transfer	1,296,000	1,391,000	1,490,000	1,590,000
Percent of "Unqualified" audit opinion ratings on the consolidated financial report (for the last five years) (a)	100%	100%	100%	100%
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	219	219	216	226
Total Positions	219	219	216	226

	Actual FY 2000	Actual FY 2001	Revised FY 2002	Budget Estimate FY 2003
Filled Positions by Program Class				
Employee Relations and Collective Negotiations	7	8	8	8
Office of Management and Budget	212	211	208	218
Total Positions	219	219	216	226

Notes

Actual payroll counts are reported for fiscal years 2000 and 2001 as of December and revised fiscal year 2002 as of September. The Budget Estimate for fiscal year 2003 reflects the number of positions funded.
 (a) "Unqualified" is the highest opinion rating in conformity with generally accepted accounting principles

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2001					Year Ending June 30, 2003				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Total Expended	Prog. Class.	2002 Adjusted Approp.	Requested	Recom- mended	
<u>DIRECT STATE SERVICES</u>									
Distribution by Fund and Program									
571	13	68	652	649					
					03	645	637	637	
19,890	31,324	-17,847	33,367	30,394	07	21,448	19,795	19,795	
20,461	31,337	-17,779	34,019	31,043		22,093 (a)	20,432	20,432	
Distribution by Fund and Object									
Personal Services:									
12,886	247 ^R	349	13,482	13,347		14,169	13,759	13,759	
12,886	247	349	13,482	13,347		14,169	13,759	13,759	
254	---	71	325	309		254	294	294	
6,382	---	760	7,142	6,791		6,687	5,765	5,765	
72	---	50	122	117		72	122	122	
Special Purpose:									
---	30,165 ^R	-30,165	---	---	07	---	---	---	
---	---	11,327	11,327	8,859		---	---	---	
460	---	---	803	803	07	460	460	460	
343 ^S	---	---	---	---		419 ^S	---	---	
64	---	---	64	64		---	---	---	
---	925	-171	754	753	07	32	32	32	
20,461	31,337	-17,779	34,019	31,043		22,093	20,432	20,432	
GRAND TOTAL STATE APPROPRIATION									
OTHER RELATED APPROPRIATIONS									
All Other Funds									
---	26,461	-6,294	20,167	---					
					07	8,700	8,700	8,700	
---	26,461	-6,294	20,167	---		8,700	8,700	8,700	
20,461	57,798	-24,073	54,186	31,043		30,793	29,132	29,132	
GRAND TOTAL ALL FUNDS									

Notes

(a) The fiscal year 2002 appropriation has been adjusted for the allocation of salary program and has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits accounts.

Language Recommendations -- Direct State Services - General Fund

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

TREASURY

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

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

70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL

73. FINANCIAL ADMINISTRATION

OBJECTIVES

1. To administer the tax laws of the State so that all properly due taxes are collected.
2. To manage unclaimed property in the State as effectively as possible.
3. To enhance revenue collection through integrated receipts processing and aggressive management of public accounts receivable.
4. To maximize revenues from the State lottery and minimize illegal organized gambling.
5. To invest and reinvest funds of the various State agencies and pension funds as effectively as possible.
6. To ensure that legalized gambling in New Jersey maintains the highest standard of integrity and serves as an effective method for rebuilding and developing existing facilities in Atlantic City in order to provide a meaningful and permanent contribution to the resort, convention, and tourist industry of New Jersey.
7. To provide for the recording, filing, processing and control of documents required or permitted to be filed under various statutes.

PROGRAM CLASSIFICATIONS

15. **Taxation Services and Administration (NJSA 54:1-2).** Services include general administration, payment and accounting records, issuance of licenses and administration of local property and public utility functions. Specific functions performed include auditing tax returns and taxpaying entities; performing office and field audits; preparing tax refunds, certificates of tax lien search and certificates of tax lien release; holding taxpayer hearings and conferences; providing revenue analysis, research, and statistics for tax administration. Provides services involving bankruptcies, judgments, bulk sales, liens, levies, seizures, proclamations and reinstatements; investigates tax-related matters having criminal and/or civil potential; renders taxpayer service to the public. The Office of Revenue and Economic Analysis collects and synthesizes revenue and economic data.
16. **Administration of State Lottery (NJSA 5:9-1).** Daily and weekly lotteries are conducted. Lottery programs are continually reviewed so that State revenues are maximized.

17. **Administration of Revenues (Executive Reorganization Plan 001-97).** Oversees and coordinates collection and processing of revenues arising from state taxation, motor vehicle licensing and regulation and environmental protection laws and regulations. Centrally manages the collection and processing of revenues related to Unemployment Insurance, Temporary Disability, Worker's Compensation and Special Compensation and other employer filings. Centrally manages the collection and processing of delinquencies owed to the State by motorists, taxpayers, professional license holders and violators of State statute and regulation. Continue streamlining business reporting requirements by creating a central collection point for all tax collections, including corporate business taxes. Additionally, the Business Services Bureau (formerly Commercial Recording, NJSA 52:16A-36 et seq.) provides essential services to the public and legal communities. These include filing and processing information permitted and/or required Title 14A Corporations General; Title 15A, Associations Not for Profit; and Title 16, Corporations and Associations Not for Profit; and the issuing of regulations, in addition to a number of similar functions. Through its Expedited Services, information is provided via telephone or the Internet.
19. **Management of State Investments (NJSA 52:18A-79).** Activities involve investment and reinvestment of State funds, including the various State pension funds, the State Disability Benefits Fund, the General Investment Fund, and the State of New Jersey Cash Management Fund, together with the control of principal proceeds and interest receipts. Detailed reports of operations are published monthly and an annual report is presented to the Governor and Legislature. Investment functions are provided to other State agencies involving investment accounts.
25. **Administration of Casino Gambling (NJSA 5:12-1).** The Casino Control Commission is responsible for the regulation of legalized casino gambling in New Jersey including the licensure of facilities, employees and ancillary industries. In addition, the Commission is responsible for the collection of all license fees and taxes imposed by the Casino Control Act. It promulgates regulations and carries on a continuous study of existing and developing methods to control the casino gaming and casino service industries, prevents the material involvement of undesirable persons in casino gaming, conducts hearings pertaining to Civil Violations of the Act or its regulations and levies and collects all penalties appropriate thereto.

EVALUATION DATA

	Actual FY 2000	Actual FY 2001	Revised FY 2002	Budget Estimate FY 2003
PROGRAM DATA				
Taxation Services and Administration				
Taxpayer Information Services				
Telephone Inquiries	1,662,322	1,965,145	2,200,000	2,400,000
Correspondence	53,099	51,677	66,925	70,000
GIT Filings By Phone/PC	188,067	140,793	155,000	170,000
NJSAVER Filings By Phone	1,346,078	1,574,629	1,600,000	1,600,000
Tax Services (High Level Technical Requests)				
Telephone Inquiries	13,011	10,325	11,400	11,400
Correspondence	9,124	9,000	9,200	9,200
Taxpayer Accounting				
Telephone Inquiries- Individual	15,555	17,168	21,000	18,000
Telephone Inquiries- Business	21,839	14,638	16,000	17,500
Correspondence- Individual	73,558	62,385	70,000	70,000
Correspondence- Business	46,407	43,352	48,000	52,000
Enforcement				
Audits				
Average Number of Auditors	393	363	425	427
Assessment Amount	\$271,664,349	\$280,172,021	\$291,700,000	\$289,200,000
Audits Completed	122,896	150,237	159,000	162,000
Average Assessment/Auditor	\$691,258	\$771,824	\$686,353	\$677,283
Compliance				
Number of Collectors	270	300	295	295
Collections	\$131,183,912	\$157,393,149	\$154,592,980	\$154,592,980
Number of Closed Cases	367,987	688,009	690,000	692,000
Average Collection Per Collector	\$485,866	\$524,644	\$524,044	\$524,044
Bankruptcy Claims	2,987	3,212	3,200	3,200
Judgments	13,908	13,106	15,000	15,000
Deferred Payment Plans	4,073	4,076	4,500	4,725
Criminal Investigations				
Prosecution Recommendations	98	92	92	92
Assessment Amount	\$3,577,514	\$3,817,726	\$3,800,000	\$3,800,000
Billings Mailed				
Individual	252,075	220,512	210,000	210,000
Business	81,782	273,039	200,000	210,000
Refunds Reviewed				
Individual	42,835	44,684	63,500	63,500
Business	4,108	5,473	5,000	5,500
Property Administration				
Real Estate Appraisals- Inheritance Tax	251	249	250	250
Informal Assessors' Appeals	1,268	1,065	1,100	1,100
Sales Ratio Study				
Sales Evaluated	260,597	253,411	250,000	255,000
Sales Investigated, Office	62,400	91,500	120,000	125,000
Sales Investigated, Field	17,455	15,827	16,000	16,500
Intestates/Escheated Estates	140	161	165	175
Unclaimed Property				
Reports Filed	9,631	8,616	9,000	9,300
Earned Income Tax Credit				
Estimated Beneficiaries	---	211,600	220,000	220,000
Average Benefit	---	\$233	\$369	\$408 (a)

TREASURY

	Actual FY 2000	Actual FY 2001	Revised FY 2002	Budget Estimate FY 2003
Administration of State Lottery				
Agents	6,000	6,000	6,000	6,000
Drawings	1,104	1,260	1,248	2,132
Net Sales (millions)	\$1,800	\$1,800	\$1,815	\$2,098
Cents Spent to Generate One Sales Dollar	8.2	8.3	8.5	8.3
Cents Spent to Generate One Government Dollar	21.4	21.3	21.4	21.3
Government Revenue as a Percent of Sales	40%	39%	39%	39%
Sales as a Percent of State Personal Income	0.63%	0.63%	0.58%	0.62%
Administration of State Revenues				
Documents Processed				
Gross Income Tax-Imaged	3,337,860	3,696,361	3,700,000	3,700,000
Gross Income Tax-Manual	646,018	355,963	300,000	300,000
WR-30 Documents-Imaged	389,750	392,300	400,000	400,000
WR-30 Documents - Manual	270,011	217,150	200,000	200,000
PTR Document - Manual	47,760	40,162	40,000	40,000
NJSAVER-Manual	152,710	86,201	90,000	90,000
Taxes Other Than GIT-Remittance Process	3,379,086	4,507,393	4,600,000	4,600,000
Taxes Other Than GIT-Manual	757,201	1,654,258	1,700,000	1,700,000
DMV License Registrations	3,406,470	3,665,875	3,700,000	3,700,000
OMB Checks	17,913,900	13,372,000	13,400,000	13,400,000
Total Documents Processed	30,300,766	27,987,663	28,130,000	28,130,000
Alternate Filing				
Individual Electronic Filing	382,039	472,213	485,000	500,000
Combined Employer Return (927)	257,000	289,790	290,000	300,000
Employer Reports of Wages Paid (WR-30)	265,000	310,492	325,000	350,000
Number of Payments via Electronic Fund Transfer	2,110,000	2,330,348	2,400,000	2,500,000
Client Registrations				
Registration File Updates	200,000	197,936	200,000	200,000
Telephone Inquiries	65,000	68,957	69,000	69,000
Collection Activity				
DMV Surcharge Contract	131,192,681	125,226,319	129,500,000	129,500,000
Telecollection of Delinquent Taxes Contracts	34,077,492	37,550,207	30,000,000	30,000,000
Number of SOIL Setoffs	195,445	203,718	205,000	205,000
Revenue Accounting				
Checks Processed	9,020,499	8,700,000	9,000,000	9,000,000
Electronic Invoices	100,000	127,371	130,000	130,000
Bills Generated (Department of Environmental Protection)	159,000	199,229	190,000	190,000
Licenses Issued (Cigarette and Motor Fuels)	16,265	21,432	21,000	21,000
Dishonored Checks	30,604	25,000	26,000	26,000
Cigarette Stamps Sold	491,500,000	485,844,000	482,000,000	482,000,000
Business Support Services				
Corporations and Related Filings	103,750	151,962	150,000	150,000
Corporations Information Requests	157,793	181,191	200,000	200,000
Annual Reports	108,071	229,121	250,000	250,000
Uniform Commercial Code Filings	100,995	123,424	120,000	120,000
Uniform Commercial Code Searches	56,485	58,456	58,000	58,000
Notary and Related Transactions	64,151	53,198	55,000	55,000
Trade Name/Trademark and Related Transactions	33,751	26,803	30,000	30,000
Management of State Investments				
Market Value of Investments as of 6/30 (millions)	\$94,064	\$83,632	\$96,000	\$103,000
Cash Management Returns	5.58%	5.94%	3.50%	2.50%
Net Investment Earnings, Cash Basis (millions)	\$4,372	\$3,339	\$3,000	\$3,000
Funds Managed	169	178	181	185

	Actual FY 2000	Actual FY 2001	Revised FY 2002	Budget Estimate FY 2003
Administration of Casino Gambling				
Number of Casinos in Operation	12	12	12	13 ^(b)
Number of Persons Employed by the Casino Industry ..	48,542	48,254	49,500	54,000
Casino Industry Gross Revenue (in billions)	\$4.23	\$4.25	\$4.25	\$4.38
New Casino Key Licenses Issued	141	119	180	375
New Casino Employee Licenses Issued	2,798	3,092	3,600	5,500
Renewals of Casino Key and Employee Licenses	8,397	6,035	2,940	4,760
Casino Service Employee Registrations Issued	1,392	1,324	1,300	2,200
Casino Service Industry Licenses Issued:				
New Licenses	262	174	236	224
Renewal Licenses	230	178	198	202
Slot Machine Licenses Issued	36,030	38,006	38,100	43,000
Casino Table Games in Operation	1,347	1,298	1,300	1,450
Junket Enterprise Licenses				
Junket Licenses Issued	10	8	12	10
Junket Licenses Renewed	16	17	14	16
Contract Review:				
Vendor and Junket Enterprise Registration Forms				
Processed	3,040	2,744	2,607	2,868
Notice of Intent to Conduct Business with Enterprises	537	570	542	596
Contested Case Hearings:				
Employee Applications and Renewals	488	609	705	875
Casino Service Industry Applications and Renewals ..	48	40	40	40
Revocations and Violation Complaints	318	304	388	396
Miscellaneous	2	5	5	3
Exclusions	2	3	14	6
Litigation	5	3	1	3
Motion for Relief from Casino Control Commission				
Orders and Other Reasons	21	40	23	23
Reapplication for Permission to Work With or Without				
Credentials	18	30	24	32
PERSONNEL DATA				
Position Data				
Filled Positions by Funding Source				
State Supported	1,933	1,948	2,045	2,049
All Other	382	391	405	433
Total Positions	2,315	2,339	2,450	2,482
Filled Positions by Program Class				
Taxation Services and Administration	1,296	1,301	1,414	1,425
Administration of State Lottery	149	152	154	146
Administration of State Revenues	474	484	477	479
Management of State Investments	69	69	68	68
Administration of Casino Gambling	327	333	337	364
Total Positions	2,315	2,339	2,450	2,482

Notes

Actual payroll counts are reported for fiscal years 2000 and 2001 as of December and revised fiscal year 2002 as of September. The Budget Estimate for fiscal year 2003 reflects the number of positions funded.

(a) Benefits for this program range up to \$601 per family, depending on family size and income.

(b) The Borgata anticipates opening in the spring of 2003.

TREASURY

APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2001					Year Ending June 30, 2003				
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Total Expended	Prog. Class.	2002 Adjusted Approp.	Requested	Recommended	
<u>DIRECT STATE SERVICES</u>									
Distribution by Fund and Program									
92,806	5,685	2,050	100,541	89,758	Taxation Services and Administration	15	105,720	85,709	85,709
16,365	1,620	483	18,468	18,468	Administration of State Lottery	16	21,903	21,662	21,662
45,900	8,708	1,212	55,820	46,377	Administration of State Revenues	17	41,802	29,774	29,774
5,583	272	86	5,941	5,923	Management of State Investments	19	5,952	5,882	5,882
24,242	385	---	24,627	23,835	Administration of Casino Gambling	25	26,938	26,938	26,938
24,242	385	---	24,627	23,835	(From Casino Control Fund)		26,938	26,938	26,938
4,687	15	---	4,702	4,556	Commercial Recording	50	4,703	4,703	4,703
189,583	16,685	3,831	210,099	188,917	Total Direct State Services		207,018	174,668	174,668
165,341	16,300	3,831	185,472	165,082	(From General Fund)		180,080 ^(a)	147,730	147,730
24,242	385	---	24,627	23,835	(From Casino Control Fund)		26,938	26,938	26,938
Distribution by Fund and Object									
Personal Services:									
---	---	---	---	462	Chairman and Commissioners (CCF)		455 44 ^S	499	499
83,888					Salaries and Wages		95,675	93,346	93,346
932 ^S	2,747 ^R	4,401	91,968	90,688	Salaries and Wages (CCF)		17,346	18,562	18,562
21,514	---	-247	21,267	16,546	Employee Benefits (CCF)		1,216 ^S 4,716 433 ^S	5,149	5,149
---	---	---	---	4,259	Total Personal Services		119,885	117,556	117,556
106,334	2,747	4,154	113,235	111,955	(From General Fund)		95,675	93,346	93,346
84,820	2,747	4,401	91,968	90,688	(From Casino Control Fund)		24,210	24,210	24,210
21,514	---	-247	21,267	21,267	Materials and Supplies		5,577	5,304	5,304
5,534					Materials and Supplies (CCF)		243	248	248
23 ^S	---	285	5,842	5,736	Services Other Than Personal		41,787	45,821	45,821
243	---	-38	205	205	Services Other Than Personal (CCF)		16,475 ^S 888	986	986
39,270	1,242				Maintenance and Fixed Charges		1,472	1,735	1,735
17,019 ^S	476 ^R	-546	57,461	55,720	Maintenance and Fixed Charges (CCF)		1,297	1,317	1,317
888	---	-399	489	487	Special Purpose:				
1,495	---	278	1,773	1,642	Property Assessment Management System (PAMS)	15	8,500	---	---
1,297	---	-6	1,291	1,291	Tax Amnesty Program	15	7,000 ^S	---	---
8,500	---	---	8,500	500	Revenue Management System	17	---	---	---
---	---	---	---	---	Wage Reporting/Temporary Disability Insurance	17	1,524 500 ^S	1,524	1,524
2,500	7,500	---	10,000	1,946	Administration of Casino Gambling (CCF)	25	105	105	105
1,524					Additions, Improvements and Equipment		45 1,525 ^S	---	---
923 ^S	828	---	3,275	3,275	Additions, Improvements and Equipment (CCF)		195	72	72
105	---	-21	84	84	Grand Total State Appropriation		207,018	174,668	174,668
239									
3,494 ^S	3,507	-587	6,653	5,575					
195	385	711	1,291	501					
189,583	16,685	3,831	210,099	188,917					

TREASURY

Year Ending June 30, 2001					Year Ending June 30, 2003				
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	Prog. Class.	2002 Adjusted Approp.	Requested	Recommended	
OTHER RELATED APPROPRIATIONS									
All Other Funds									
---	4,549 ^R	---	4,551	4,550	15	5,771	5,406	5,406	
---	436	---	34,140	9,147	17	12,522	12,522	12,522	
---	<u>33,704^R</u>	---	<u>38,691</u>	<u>13,697</u>		<u>18,293</u>	<u>17,928</u>	<u>17,928</u>	
<u>189,583</u>	<u>55,376</u>	<u>3,831</u>	<u>248,790</u>	<u>202,614</u>		<u>225,311</u>	<u>192,596</u>	<u>192,596</u>	
					GRAND TOTAL ALL FUNDS				

Notes

(a) The fiscal year 2002 appropriation has been adjusted for the allocation of salary program and has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits accounts.

Language Recommendations -- Direct State Services - General Fund

So much of the receipts derived from the sale of confiscated equipment, materials and supplies under the "Cigarette Tax Act," P.L. 1948, c.65 (C.54:40A-1 et seq.), as may be necessary for confiscation, storage, disposal and other related expenses thereof, are appropriated.

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

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

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

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

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

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

Pursuant to the provisions of section 12 of P.L. 1992, c.165 (C.40:54D-12) there are appropriated such sums as may be required to compensate the Department of the Treasury for costs incurred in administering the "Tourism Improvement and Development District Act", P.L. 1992 c.165 (C.40:54D-1 et seq.).

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

Notwithstanding any provision of any other law to the contrary, there are available out of fees derived from the cost of collection imposed pursuant to section 8 of P.L. 1987,c.76 (C.54:49-12.1) such sums as may be required for compliance and enforcement activities associated with the collection process as promulgated by the Taxpayers' Bill of Rights under P.L.1992, c.175.

The unexpended balances as of June 30, 2002 in the Tax Amnesty account are appropriated.

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

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

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

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

TREASURY

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

The unexpended balances as of June 30, 2002 in the Revenue Management System account are appropriated.

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

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

Receipts in excess of those anticipated from the over-the-counter surcharges are appropriated to meet the costs of the Division of Revenue's commercial recording function, subject to the approval of the Director of the Division of Budget and Accounting.

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

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

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

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

Language Recommendations -- Direct State Services - Casino Control Fund

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

70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL

74. GENERAL GOVERNMENT SERVICES

OBJECTIVES

1. To centralize all press and public relations services.
2. To provide a centralized purchasing system for goods and services needed to operate all State government departments, and to provide a savings opportunities for school districts, county, and local governments through cooperative purchasing.
3. To provide maintenance and operation services for the preservation and protection of the buildings in the Capitol Complex.
4. To provide for centralized management of the rental and lease of real property, disposal of surplus State real property and purchase of real property, and effective management of employee housing.
5. To plan, program, design and supervise the construction of buildings and facilities for the various State agencies.
6. To administer all employee benefit programs at minimum cost.
7. To operate a central motor pool fleet at the lowest possible cost and provide State agencies with safe operating vehicles.
8. To provide printing services to State agencies.
9. To provide food service in the State House Complex cafeterias and other State-owned facilities in the Trenton area.

10. To provide risk management, loss prevention and claims services, and management of the fire and casualty insurance program to all State agencies.
11. To warehouse commodities by purchasing in large volume shipments, making goods available on request at the lowest possible prices, and to coordinate on a State-wide basis the assembling, distribution, and sale of State-owned surplus personal property.
12. To provide a mail processing/delivery system at minimum cost.
13. To coordinate New Jersey's land and historic preservation goals and programs.

PROGRAM CLASSIFICATIONS

02. **Garden State Preservation Trust.** The Garden State Preservation Trust fulfills a statutory responsibility to oversee New Jersey's progress in achieving its land preservation goals, conducts related education and outreach, and reviews and recommends to the Legislature funding for open space, farmland, and historic preservation projects submitted respectively by the Department of Environmental Protection's Green Acres Program, the State Agricultural Development Committee and the New Jersey Historic Trust.

- 04. **Public Information Services.** Executive Order No. 30, dated January 14, 1976, centralized all press and public relations services of the various departments of State government.
- 09. **Purchasing and Inventory Management (NJSA 52:18A-3).** The Division of Purchase and Property, pursuant to the provisions of the law, administers a centralized statewide purchasing system, including the setting of purchasing standards and specifications; makes available contracts for products and services to school districts, municipalities, and other political subdivisions through the cooperative purchasing program; contracts major lease/purchase arrangements through the Master Lease Program; maintains a centralized distribution center to permit bulk purchases for all State departments; performs testing and inspection functions; supervises the disposition of State surplus property.
- 12. **Property Management and Construction - Construction Management Services (NJSA 52:18A).** Accomplishes all architectural and engineering design and construction supervision of new facilities, as well as the renovation and rehabilitation of existing facilities; provides technical advice and assistance to all State agencies in preliminary planning, programming, design, layout and cost estimating; administers construction and professional service contracts associated with building programs; provides for field supervision on State construction projects; insures that all building programs are completed, in accordance with the predetermined goals and objectives of the State agencies within established budgets.
- 21. **Pensions and Benefits (NJSA 52:18A-95 et seq.).** Eligibility determinations are made for those who are required or optionally permitted to participate in the benefit programs. Certifications of membership, rates involving employer and employee contributions, and proper designation of beneficiaries for the several benefit schedules are provided.

Monies are accounted for in individual accounts of members, and to the credit of the several systems in the general and subsidiary ledgers. A complete and proper accounting of all disbursements to eligible employers and employees and their beneficiaries is provided.
- 22. **Capital City Redevelopment Corporation (NJSA 52:9Q-9 et seq.).** The Capital City Redevelopment Corporation (CCRC) was created to guide a revitalization effort in the capitol district of downtown Trenton, and to act as a central facilitator of the implementation of the Renaissance Plan.
- 26. **Property Management and Construction - Property Management Services.** Disposal of surplus real property and

- purchase of all real property (exclusive of Department of Transportation highway and public transportation requirements and Department of Environmental Protection "Green Acres" and water supply acquisitions) is a responsibility of the Office of Property Management. In addition, Property Management Services is charged with meeting and securing all leased office, warehouse and other State space requirements. Also, Property Management Services provides, in the Trenton area, full maintenance services for 34 State-owned buildings, including the State Records Storage Center, the Richard J. Hughes Justice Complex, Mary G. Roebing, William Ashby, War Memorial, and the Environmental Protection buildings; also provides renovation and alteration services valued at less than \$39,600. Carries out all related contract administration services, including the processing of change orders, pre-qualification of contractors, public advertising, awarding of bids; prepares and maintains central contract files and all other records, including plans and specifications.
- 37. **Risk Management.** Operates to reduce the adverse impact of catastrophic pure loss on State operations and budgets through a combination of risk management and loss prevention techniques. Administers claims against the State and its employees under Title 59, Tort Claims Act, R.S. 34 Workers Compensation statute and various Federal statutes and laws. Risk Management also administers claims on behalf of the State against others responsible for damage to the State, its employees and property.
- 41. **Automotive Services.** Pursuant to Executive Order No. 33, dated June 7, 1991, the State Central Motor Pool administers central fleet management and maintains and operates central facilities for the repair and storage of State-owned motor vehicles. The pool has legal ownership of the vehicles and prescribes rules for the efficient and economical operation of the fleet. Since the pool is self-supporting, rental fees based on usage are billed to the State using agencies. The revenues collected are then used to purchase replacement vehicles and also cover all costs of the pool operation.
- 43. **Printing Services.** The Treasury Print Shop operates as a revolving fund. The costs of labor and materials are reimbursed by various agencies including, but not limited to the Department of the Treasury, the Office of the Chief Executive, the Legislature, and the Department of State.
- 44. **Capitol Post Office.** The Capitol Post Office operates as a revolving fund, providing postal services to all State departments.
- 62. **State Cafeterias.** Provides food services on a receipt basis and operates as a dedicated fund.

EVALUATION DATA

PROGRAM DATA	Actual FY 2000	Actual FY 2001	Revised FY 2002	Budget Estimate FY 2003
Purchasing and Inventory Management				
Vendor purchases (millions)	\$1,279	\$1,468	\$1,250	\$1,250
Term contracts	1,907	1,364	1,300	1,300

TREASURY

	Actual FY 2000	Actual FY 2001	Revised FY 2002	Budget Estimate FY 2003
Pensions and Benefits				
Financial Data				
Assets, all funds (thousands)	\$86,116,483	\$75,555,344	\$80,502,330	\$85,773,220
Benefit payments (thousands)	\$4,838,913	\$5,494,578	\$6,173,295	\$6,935,852
Lump sum death benefit payments (thousands) . . .	\$163,598	\$162,503	\$188,893	\$219,570
Member loans outstanding (thousands)	\$1,091,926	\$1,184,618	\$1,296,742	\$1,419,479
Membership, all retirement systems	478,336	495,962	510,097	524,635
Retired members and beneficiaries	180,762	187,060	194,355	201,935
Membership, other systems				
Supplemental annuity	4,373	4,551	4,667	4,667
Health benefits program members	303,342	326,612	341,149	357,121
Health benefits program covered lives	644,980	728,832	784,742	844,941
Prescription drug program members	118,424	125,797	133,629	141,949
Prescription drug program covered lives	320,302	311,928	331,348	351,978
Dental program members	87,480	93,921	93,921	93,921
Dental program covered lives	199,394	221,385	221,385	221,385
Benefit Processing Data				
New enrollments or transfers	60,600	76,964	81,000	81,000
Withdrawals	9,560	8,841	9,200	9,500
Death claims	9,108	9,821	8,500	9,000
New retirements	11,704	13,294	15,100	17,000
Pensions adjustments	10,690	8,936	10,000	11,000
Service purchase requests	13,371	17,572	18,500	19,500
Member loans	122,034	134,795	136,300	133,000
Client Services				
Telephone inquiries	1,565,136	1,393,167	1,450,000	1,500,000
Interviews	12,227	11,136	13,000	14,000
Correspondence	27,799	26,048	26,500	28,000
Internet inquiries	8,258	9,580	10,000	11,000
Seminars	530	507	520	520
Property Management and Construction - Property Management Services				
Leased facilities	348	343	345	346
Area in square feet	5,050,000	5,200,000	5,300,000	5,325,000
State-owned space maintained (square feet)	5,968,867	5,968,867	6,065,635	5,965,000

PERSONNEL DATA

Position Data

Filled Positions by Funding Source

State Supported	709	739	762	731
All Other	2	2	2	2
Total positions	711	741	764	733

Filled Positions by Program Class

Garden State Preservation Trust	---	3	4	7
Purchasing and Inventory Management	106	110	113	106
Pensions and Benefits	341	352	379	357
Capital City Redevelopment Corporation	2	2	2	2
Property Management	202	216	210	202
Risk Management	60	58	56	59
Total Positions	711	741	764	733

Notes

Actual payroll counts are reported for fiscal years 2000 and 2001 as of December and revised fiscal year 2002 as of September. The Budget Estimate for fiscal year 2003 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2001					Year Ending June 30, 2003				
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Total Expended	Prog. Class.	2002 Adjusted Approp.	Requested	Recommended	
<u>DIRECT STATE SERVICES</u>									
Distribution by Fund and Program									
250	---	49	299	289	Garden State Preservation Trust	02	775	468	468
16,476	4,685	-899	20,262	13,103	Purchasing and Inventory Management	09	14,898	13,929	13,929
30,843	643	785	32,271	32,270	Pensions and Benefits	21	32,272	31,625	31,625
10,052	1,245	1,465	12,762	11,353	Property Management and Construction - Property Management Services	26	14,624	14,207	14,207
1,755	335	107	2,197	2,169	Risk Management	37	1,886	1,826	1,826
59,376	6,908	1,507	67,791	59,184	Total Direct State Services		64,455^(a)	62,055	62,055
Distribution by Fund and Object									
29,308	103 ^R	1,661	31,072	31,056	Personal Services:				
					Salaries and Wages		34,788 142 ^S	33,788	33,788
29,308	103	1,661	31,072	31,056	Total Personal Services		34,930	33,788	33,788
763	---	347	1,110	1,094	Materials and Supplies		698 65 ^S	763	763
16,818	---	1,322	18,140	18,139	Services Other Than Personal		18,268 260 ^S	18,388	18,388
1,679	523 482 ^R	-441	2,243	1,554	Maintenance and Fixed Charges		1,589	1,589	1,589
250	---	49	299	289	Special Purpose:				
---	---	250	250	199	Garden State Preservation Trust	02	775	468	468
---	---	---	---	---	Gubernatorial Transition - Governor	09	250	---	---
---	---	---	---	---	Gubernatorial Transition - Governor - Elect	09	250	---	---
9,821	4,307	-1,430	12,698	5,617	Gubernatorial Inaugural Commission	09	100	---	---
128	---	32	160	160	Fleet Renewal Management Program	09	6,931	6,931	6,931
---	219 ^R	-60	159	---	State Pension System Audit	21	128	128	128
250	---	---	250	48	Real Property Leasing Out Program	26	---	---	---
350 ^S	---	---	350	---	Land Use Regulation Specialists	26	---	---	---
---	326 ^R	-308	18	---	New Jersey Water Supply Authority Round Valley Fund	26	---	---	---
9	948	85	1,042	1,028	Third Party Subrogation For Property Damage	37	---	---	---
					Additions, Improvements and Equipment		8 203 ^S	---	---
<u>CAPITAL CONSTRUCTION</u>									
Distribution by Fund and Program									
---	10,713	-656	10,057	3,248	Property Management and Construction - Property Management Services	26	---	---	---
11,015	5,471	---	16,486	9,914	Office of Information Technology	40	1,100	---	5,500
11,015	16,184	-656	26,543	13,162	Total Capital Construction		1,100	---	5,500

TREASURY

Year Ending June 30, 2001					Year Ending June 30, 2003				
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	Prog. Class.	2002 Adjusted Approp.	Requested	Recommended	
CAPITAL CONSTRUCTION									
Distribution by Fund and Object									
Office of Information Technology									
1,765	668	---	2,433	709					
---	1,022	---	1,022	254	40	---	---	---	
4,896	6	---	4,902	4,764	40	---	---	---	
---	3,000	---	3,000	93	40	---	---	---	
---	654	---	654	641	40	---	---	---	
1,239	121	---	1,360	1,360	40	---	---	---	
115	---	---	115	106	40	---	---	---	
2,500	---	---	2,500	1,823	40	---	---	---	
500	---	---	500	164	40	---	---	---	
---	---	---	---	---	40	---	---	---	
---	---	---	---	---	40	---	---	5,500	
---	---	---	---	---	40	400	---	---	
---	---	---	---	---	40	700	---	---	
Property Management and Construction									
---	2,434	---	---	---	26	---	---	---	
---	5,552 R	-1,678	6,308	1,112	26	---	---	---	
---	293	---	293	277	26	---	---	---	
---	634	34	668	182	26	---	---	---	
---	327	---	327	107	26	---	---	---	
---	201	---	201	46	26	---	---	---	
---	572	---	572	450	26	---	---	---	
---	700	500	1,200	1,068	26	---	---	---	
---	---	488	488	6	26	---	---	---	
70,391	23,092	851	94,334	72,346	Grand Total State Appropriation		65,555	62,055	67,555
OTHER RELATED APPROPRIATIONS									
All Other Funds									
---	112	---	---	---	22	---	---	---	
---	203 R	---	315	314	22	328	328	328	
---	818	---	---	---	26	---	---	---	
---	2,965 R	-8	3,775	2,467	26	2,465	2,465	2,465	
---	---	---	---	---	37	300	300	300	
---	278	---	---	---	62	---	---	---	
---	56 R	---	334	44	62	70	70	70	
---	4,432	-8	4,424	2,825	Total All Other Funds		3,163	3,163	3,163
70,391	27,524	843	98,758	75,171	GRAND TOTAL ALL FUNDS		68,718	65,218	70,718

Notes

- (a) The fiscal year 2002 appropriation has been adjusted for the allocation of salary program and has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits accounts.

Language Recommendations -- Direct State Services - General Fund

- The Director of the Division of Budget and Accounting is empowered to transfer or credit to any central data processing center any appropriation made to any department which had been appropriated or allocated to such department for its share of costs of such data processing center including the replacement of data processing equipment and the purchase of additional data processing equipment.
- There are appropriated, out of receipts derived from service fees billed to political subdivisions for the operating costs of the cooperative purchasing program, such sums as may be necessary to administer and operate the above purchasing activity.
- There are appropriated, out of receipts derived from service fees billed to authorities for the handling of insurance procurement and risk management services, such sums as may be necessary to administer the above insurance and risk management activities.
- Notwithstanding the provisions of any other law to the contrary, there are appropriated, out of the receipts derived from third party subrogation, such sums as may be necessary for the administrative expenses of this program.
- Notwithstanding the provisions of section 15 of article 6 of P.L. 1944, c.112 (C.52:27B-67), revenues in excess of the anticipation derived from the sale of surplus state vehicles are available for the replacement of Central Motor Pool temporary assignment vehicles, subject to the approval of the Director of the Division of Budget and Accounting.
- Notwithstanding the provisions of any other law to the contrary, there are appropriated, out of receipts derived from service fees billed to the various state departments for the purpose of travel services, such sums as may be necessary for the administrative expenses of the program.
- The Director of the Division of Budget and Accounting is empowered to transfer or credit to the Capitol Post Office revolving fund any appropriation made to any department for postage costs appropriated or allocated to such departments for their share of costs of the Capitol Post Office.
- The Director of the Division of Budget and Accounting is empowered to transfer or credit to the Print Shop revolving fund any appropriation made to any department for printing costs appropriated or allocated to such departments for their share of costs of the Print Shop and the Office of Printing Control.
- The unexpended balances in the State cafeteria accounts as of June 30, 2002, and receipts obtained from cafeteria operations, are appropriated for the improvement and extension of cafeteria services and facilities pursuant to section 2 of P.L.1951, c.312 (C.52:18A-19.6).
- The Director of the Division of Budget and Accounting is empowered to transfer or credit to the Property Management and Construction program classification, from appropriations for construction and improvements, a sufficient sum to pay for the cost of architectural work, superintendence and other expert services in connection with such work.
- From the receipts derived from the sale of real property, such sums are appropriated for the costs incurred in order to preserve and maintain the property's value and condition and for costs incurred in the selling of the real property, including appraisal, survey, advertising, maintenance, security and other costs related to the preservation and disposal, subject to the approval of the Director of the Division of Budget and Accounting.
- The unexpended balances in excess of \$300,000 in the Management of the Department of Environmental Protection Properties account as of June 30, 2002 are appropriated for the same purpose.
- Receipts derived from the leasing of State surplus real property are appropriated for the maintenance of leased property subject to the approval of the Director of the Division of Budget and Accounting, provided that a sum not to exceed \$100,000 shall be available for the administrative expenses of the program.
- There are appropriated such additional sums as may be necessary for the purchase of expert witness services related to the State's defense against inverse condemnation claims of the Land Use Regulation program.
- Receipts from employee maintenance charges in excess of \$300,000 are appropriated for maintenance of employee housing and associated relocation costs; provided, however, that a sum not to exceed \$25,000 shall be available for management of the program, the expenditure of which shall be subject to the approval of the Director of the Division of Budget and Accounting.
- There are appropriated out of receipts derived from lease proceeds billed to the occupants of the James J. Howard Marine Science Laboratory, such sums as may be required to operate and maintain the facility and for the payment of interest and/or principal due from the issuance of bonds for this facility.
- Notwithstanding the provisions of any law to the contrary, there are appropriated such sums as may be required to provide education, outreach, and associated costs in order for the Garden State Preservation Trust to fulfill its statutory responsibility and achieve land preservation goals subject to the approval of the Director of the Division of Budget and Accounting.
- Notwithstanding any other law to the contrary, an amount not to exceed \$468,000 is transferred from the Garden State Farmland Preservation Trust Fund, the Garden State Green Acres Preservation Trust Fund and the Garden State Historic Preservation Trust Fund to the General Fund in an allocation to be determined by the Garden State Preservation Trust and approved by the Director of the Division of Budget and Accounting and such amount is appropriated to the Garden State Preservation Trust.
- In addition to the amounts hereinabove, there are appropriated such additional sums as may be necessary for independent audits of the State's pension systems, provided that such appropriations shall be reimbursed to the General Fund from the resources available to the various pension funds.

TREASURY

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

In addition to the amounts hereinabove, there is appropriated an amount, not to exceed \$12,000,000, for the re-engineering of the pension and health benefits computer systems as referenced in the Division of Pensions and Benefits organizational study, provided that such appropriations shall be reimbursed to the General Fund from the resources available to the various pension funds.

There are appropriated sufficient sums as may be required for the expenses of the Pensions and Health Benefits Commission, provided that such appropriation shall be reimbursed to the General Fund from the resources available to the various pensions and health benefits funds.

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

The unexpended balance in the Gubernatorial transition - Governor account as of June 30, 2002 is appropriated for the same purpose.

70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL

74. GENERAL GOVERNMENT SERVICES

2026. OFFICE OF ADMINISTRATIVE LAW

OBJECTIVES

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

more than 11,000 administrative cases; develops and administers a program for the continuing training and education of judicial corps.

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

PROGRAM CLASSIFICATIONS

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

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

Judicial Administration creates standards and maintains filing, docketing, record keeping, and decision making systems for

EVALUATION DATA

	Actual FY 2000	Actual FY 2001	Revised FY 2002	Budget Estimate FY 2003
PROGRAM DATA				
Adjudication of Administrative Appeals				
Cases pending as of July 1	5,576	4,517	4,018	3,190
Cases filed	11,475	9,862	10,272	10,400
Cases disposed of	12,534	10,361	11,100	11,100
Cases pending as of June 30	4,517	4,018	3,190	2,490
Cases disposed of per judge	329	296	300	300
PERSONNEL DATA				
Affirmative Action Data				
Male Minority	6	5	5	5
Male Minority %	5.2	4.5	4.3	3.9
Female Minority	28	30	33	33
Female Minority %	24.3	27.0	28.9	26.1
Total Minority	34	35	38	38
Total Minority %	29.5	31.5	33.3	30.1

	Actual FY 2000	Actual FY 2001	Revised FY 2002	Budget Estimate FY 2003
Position Data				
Filled Positions by Funding Source				
State Supported	104	101	104	115
All Other	11	10	10	11
Total Positions	115	111	114	126
Filled Positions by Program Class				
Adjudication of Administrative Appeals	115	111	114	126
Total Positions	115	111	114	126

Notes

Actual payroll counts are reported for fiscal years 2000 and 2001 as of December and revised fiscal year 2002 as of September. The Budget Estimates for fiscal year 2003 reflects the number of positions funded.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2001					Year Ending June 30, 2003			
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Total Expended	Prog. Class.	2002 Adjusted Approp.	Requested	Recommended
DIRECT STATE SERVICES								
Distribution by Fund and Program								
3,397	3,249	945	7,591	7,585				
3,397	97	931	4,425	4,419	45	8,549	8,321	8,321
---	3,152	14	3,166	3,166		5,622	5,394	5,394
						2,927	2,927	2,927
3,397	3,249	945	7,591	7,585		8,549 (a)	8,321	8,321
---	(3,152)	(14)	(3,166)	(3,166)		(2,927)	(2,927)	(2,927)
3,397	97	931	4,425	4,419		5,622	5,394	5,394
Distribution by Fund and Object								
2,567	---	4,158	6,725	6,526				
---	---	---	---	199		7,448	7,448	7,448
						147	147	147
2,567	---	4,158	6,725	6,725		7,595	7,595	7,595
179	---	-70	109	109		209	209	209
489	95	62	646	646		596	381	381
130	---	-71	59	59		130	130	130
6	---	---	6	6				
---	2,145 R	-2,147	---	---	45	6	6	6
---	862 R	-862	---	---	45	---	---	---
---	143 R	-143	---	---	45	---	---	---
26	2	18	46	40	45	---	---	---
---	(3,152)	(14)	(3,166)	(3,166)		13	---	---
3,397	97	931	4,425	4,419		(2,927)	(2,927)	(2,927)
						5,622	5,394	5,394

TREASURY

Year Ending June 30, 2001					Year Ending June 30, 2003			
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	2002 Prog. Class.	2002 Adjusted Approp.	Requested	Recommended
OTHER RELATED APPROPRIATIONS								
---	<u>3,152</u>	<u>14</u>	<u>3,166</u>	<u>3,166</u>	Total All Other Funds		<u>2,927</u>	<u>2,927</u>
<u>3,397</u>	<u>3,249</u>	<u>945</u>	<u>7,591</u>	<u>7,585</u>	GRAND TOTAL ALL FUNDS		<u>8,549</u>	<u>8,321</u>

Notes

(a) The fiscal year 2002 appropriation has been adjusted for the allocation of salary program and has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits accounts.

Language Recommendations -- Direct State Services - General Fund

In addition to the amount hereinabove, such sums as may be received or receivable from any department or non-State fund source for administrative hearing costs by the Office of Administrative Law and the unexpended balance as of June 30, 2002 of such sums are appropriated, subject to the approval of the Director of the Division of Budget and Accounting.

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

Receipts derived from the annual license fee, payable to the Office of Administrative Law, and the unexpended balance as of June 30, 2002 of such receipts are appropriated.

Receipts derived from the royalties, payable to the Office of Administrative Law, and the unexpended balance as of June 30, 2002 of such receipts are appropriated.

70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL

75. STATE SUBSIDIES AND FINANCIAL AID

PROGRAM CLASSIFICATIONS

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

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

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

28. **County Boards of Taxation.** A County Board of Taxation (R.S.54:3-1) is established in each county. Each board consists

of three members, except in the first-class counties of Bergen, Essex and Hudson, the second-class county of Middlesex, and the fifth-class counties of Monmouth and Ocean, where there are five members. The board hears appeals of taxpayers from local tax assessments, certifies tax duplicates to the collectors, determines local tax rates, prepares county abstracts of ratables, promulgates equalization tables, supervises the activities of assessors, and does related work in the enforcement of local property tax laws.

29. **Locally Provided Services.** Payments for local services to State property, in lieu of municipal property taxes on State property, are provided in certain cases as specified by annual appropriations laws. Payments on new State Building Authority projects and new State prisons, which began in fiscal year 1997, were integrated into the Consolidated Municipal Property Tax Relief Aid program, funded under the Department of Community Affairs, in fiscal year 1998.

33. **Homestead Exemptions.** The Homestead Property Tax Rebate Act of 1990 (P.L. 1990, c. 61) entitles certain New Jersey homeowners and tenants to annual rebates of property taxes on their principal residence. Under recent modifications effective in fiscal year 2002, senior citizen, blind and disabled homeowners and tenants with incomes up to \$100,000 receive rebates in the amount by which their property taxes, or rents constituting property taxes, exceed 5 percent of their income, up to a maximum of \$775. Pursuant to the New Jersey School Assessment Valuation Exemption Relief and Homestead Property Tax Rebate Act (P.L. 1999, c. 63), non-senior and non-disabled tenants with incomes up to \$100,000 will receive a \$100 Homestead Rebate when this program is fully implemented, while senior tenants and disabled tenants remain eligible for an average \$615 Homestead Rebate benefit.

Pursuant to P.L. 1997 c.348, certain senior and disabled residents will be eligible for a homestead property tax reimbursement, beginning in calendar year 1999. The reimbursement will be calculated based on the difference between the amount of the property tax due and paid in any year on any principal homestead and the amount of the property tax due and paid in the base year. The base year is assumed to be tax year 1997 or the tax year in which a claimant subsequently becomes eligible. Claimants must be those age 65 or over or disabled residents with incomes below \$38,475, if single, or \$47,177, if married. In addition to the above criteria, qualified residents must have paid property taxes directly, or indirectly through rent, on any homestead used as their principal residence for at least 10 consecutive years. For at least three of these years, the resident must have been the owner of the principal residence for which a property tax reimbursement is being sought.

- 34. **Reimbursement of Senior/Disabled Citizens' and Veterans' Tax Exemptions.** The State provides each municipality a direct payment in reimbursement of amounts exempted from the local property tax bills of senior citizens, disabled citizens and veterans. Based on certifications made annually by county boards of taxation, and confirmed by the Director of the Division of Taxation, payments for the total amount due are made to municipalities on November 1 of each year. Veterans receive a \$200 tax exemption, while disabled and senior citizens receive a \$250 tax exemption; both of these exemptions are paid from the Property Tax Relief Fund.
- 35. **Consolidated Police and Firemen's Pension Fund.** The Consolidated Police and Firemen's Pension Fund was established (R.S.43:16-1 et seq.) to place 213 police and firemen's pension funds on an actuarial basis. The liabilities of these local funds are now being shared, two-thirds by the participating municipalities and one-third by the State. The commission administering this fund consists of two police

representatives, two fire representatives, the State Treasurer, and four persons appointed by the Governor.

- 42. **Energy Tax Receipts Property Tax Relief Fund.** The Energy Tax Receipts Property Tax Relief Act (P.L. 1997, C.167) replaced the method of distributing certain funds awarded to municipalities from the State's taxation of regulated gas and electric utilities, as well as water and sewer utilities and certain telecommunications companies. Municipalities will receive a State Aid distribution of \$755 million in fiscal year 2003.

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

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

- 84. **Direct Tax Relief.** When fully implemented in fiscal year 2004, the New Jersey School Assessment Valuation Exemption Relief program (NJ SAVER) will be the largest property tax relief program ever provided by the State of New Jersey. Created in fiscal year 2000 (P.L. 1999, c. 63), NJ SAVER provides New Jersey homeowners with direct school property tax relief. The NJ SAVER benefit is determined by applying the 1997 equalized school tax rate against the first \$45,000 of equalized assessed value of eligible owner-occupied, primary residences. The fiscal year 2003 Budget will provide NJ SAVER rebate checks at the fiscal year 2002 level of \$500 (average) to eligible taxpayers with household incomes of less than \$200,000.

APPROPRIATIONS DATA
(thousands of dollars)

Year Ending June 30, 2001					Year Ending June 30, 2003			
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	Prog. Class.	Adjusted Approp.	Requested	Recommended
GRANTS- IN- AID								
Distribution by Fund and Program								
345,699	---	---	345,699	339,863	33	511,199	532,329	532,329
345,699	---	---	345,699	339,863		511,199	532,329	532,329
381,689	---	---	381,689	296,961	84	727,428	679,142	679,142
45,000	---	---	45,000	---		---	---	---
336,689	---	---	336,689	296,961		727,428	679,142	679,142
727,388	---	---	727,388	636,824		1,238,627	1,211,471	1,211,471
45,000	---	---	45,000	---		---	---	---
682,388	---	---	682,388	636,824		1,238,627	1,211,471	1,211,471

TREASURY

Year Ending June 30, 2001					Year Ending June 30, 2003				
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	Prog. Class.	2002 Adjusted Approp.	Requested	Recommended	
STATE AID									
---	---	---	---	---					
20,000	5,163	---	25,163	24,105	29	131 ^S	---	---	
14,459	---	-1,913	12,546	11,134	29	23,000	---	---	
17,180	---	---	17,180	17,180	34	28,339	26,000	26,000	
35,039	---	---	35,039	35,039	34	---	---	---	
---	25	---	25	---	34	53,039	69,719	69,719	
---	---	---	---	---	34	---	---	---	
6,539	---	---	6,539	6,539	35	---	2,714	2,714	
5,729	1,547	1,913	9,189	9,189	35	11,382	15,897	15,897	
626	---	---	626	---	35	10,470	12,739	12,739	
1,003,662	148,013	378	1,152,053	854,174	Grand Total State Appropriation	1,455,481	1,390,956	1,390,956	
OTHER RELATED APPROPRIATIONS									
All Other Funds									
---	2,625 ^R	---	2,625	2,625	27	3,264	3,264	3,264	
---	750,000 ^R	---	750,000	750,000	42	755,000	755,000	755,000	
---	752,625	---	752,625	752,625	Total All Other Funds				
1,003,662	900,638	378	1,904,678	1,606,799	GRAND TOTAL ALL FUNDS				
						2,213,745	2,149,220	2,149,220	

Notes

- (a) Originally budgeted as an appropriation in FY2001, payments are properly recorded as a reduction in State revenues.
- (b) The fiscal 2002 adjusted appropriation for the School Construction and Renovation Fund has been adjusted for the transfer of \$100,000,000 to the Additional Abbott v. Burke State Aid account in the Department of Education in accordance with the fiscal 2002 Appropriations Act.
- (c) Solid Waste Management - County Environmental Investment Debt Service Aid has been moved to Interdepartmental Accounts in fiscal 2003.

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

- In addition to the amount hereinabove, there are appropriated from the Property Tax Relief Fund such additional sums as may be required for payments to homeowners and tenants qualifying for homestead property tax rebates, subject to the limitations and conditions provided in this act.
- In addition to the amount hereinabove, there are appropriated from the Property Tax Relief Fund such additional sums as may be required for payments of property tax credits to homeowners and tenants pursuant to the "Property Tax Deduction Act," P. L. 1996, c.60 (C.54A:3A-15 et seq.).
- Notwithstanding the provisions of P. L. 1997, c.348 (C.54:4-8.67 et seq.), as amended by P. L. 2001, c.251, the amount hereinabove for the Senior and Disabled Citizens' Property Tax Freeze, and any additional sum which may be required for this purpose, is appropriated from the Property Tax Relief Fund.

TREASURY

In addition to the amount appropriated hereinabove, there is appropriated from the Property Tax Relief Fund such additional sums as may be required for payments to homeowners and tenants qualifying for direct school tax relief, subject to the limitations and conditions provided in the "New Jersey School Assessment Valuation Exemption Relief and Homestead Property Tax Rebate Act," P. L. 1999, c.63 (C.54:4-8.57 et al.), as amended by P. L. 2001, c.106, subject to the approval of the Director of the Division of Budget and Accounting.

From the amount appropriated hereinabove for the NJ SAVER program, there are appropriated such sums as may be necessary for the administration of the "New Jersey School Assessment Valuation Exemption Relief and Homestead Property Tax Rebate Act," P. L. 1999, c.63 (C.54:4-8.57 et al.), subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of P. L. 2001, c. 106 (C.54:4-8.58b) to the contrary, the NJ SAVER rebate amount for the 2001 tax year shall be the same amount as the rebate amount for tax year 2000, except that applicants with incomes of \$200,000 and above shall not be eligible for a rebate.

Language Recommendations -- State Aid - General Fund

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

There are appropriated such additional sums as may be certified to the Governor by the South Jersey Port Corporation as necessary to meet the requirements of the "South Jersey Port Corporation Debt Service Reserve Fund" under section 14 of P. L. 1968, c. 60 (C.12:11A-14), the expenditure of which shall be subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balance as of June 30, 2002 in the School Construction and Renovation Fund account is appropriated for the same purpose.

Of the amount hereinabove appropriated to the School Construction and Renovation Fund, such sums as are necessary for the administrative, insurance, operating and other expenses of the New Jersey Economic Development Authority for implementation of the provisions of P. L. 2000, c. 72 (C.18A:7G-1 et al.), are available for use, subject to the approval of the Director of the Division of Budget and Accounting.

Of the amount hereinabove appropriated to the School Construction and Renovation Fund, such sums as are required for payment of retroactive debt service in accordance with section 9 of P. L. 2000, c. 72 (C.18A:7G-9), may be transferred to the Department of Education to make such payments to eligible school districts.

In addition to the sum hereinabove appropriated to make payments under the contracts authorized pursuant to section 18 of P. L. 2000, c. 72 (C.18A:7G-18), there are hereby appropriated such other sums as the Director of the Division of Budget and Accounting shall determine are required to pay all amounts due from the State pursuant to such contracts.

The State Treasurer may pay the amount hereinabove for the South Jersey Port Corporation Property Tax Reserve Fund directly to the City of Camden, any provision of law to the contrary notwithstanding and in the absence of an approved agreement between the Corporation and the City pursuant to section 20 of P. L. 1968, c. 60 (C.12:11A-20), upon notification from the Commissioner of the Department of Community Affairs that the payment is anticipated as revenue in any city budget adopted by the city with the approval of the Camden Financial Review Board.

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

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

The unexpended balance as of June 30, 2002 from the taxes collected pursuant to P. L. 1940, c. 4 (C.54:30A-16 et seq.) and P. L. 1940, c. 5 (C.54:30A-49 et seq.) shall lapse.

There is appropriated \$755,000,000 from the "Energy Tax Receipts Property Tax Relief Fund" pursuant to P. L. 1997, c.167 (C.52:27D-438 et seq.).

Notwithstanding the provisions of P. L. 1999, c. 168 (C.52:27D-439) to the contrary, an amount not to exceed \$755,000,000 is set aside for fiscal year 2003 Energy Tax Receipts Property Tax Relief Fund payments. These payments shall be distributed in the same amounts, and to the same municipalities that received funding pursuant to the fiscal year 2002 annual appropriations act. P. L. 2001, c. 130, subject to the approval of the Director of the Division of Budget and Accounting.

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

Language Recommendations -- State Aid - Property Tax Relief Fund

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

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

70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL
76. MANAGEMENT AND ADMINISTRATION

OBJECTIVES

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

anticipated that the remaining work for this unit will be completed by June 30, 2002.

98. **Contract Compliance and Equal Employment Opportunity in Public Contracts (P.L. 1975, c.127).** The Division oversees all State, county and local units of government in the State to ensure contractors, subcontractors and businesses afford equal opportunity in employment in performance of their contracts.
99. **Administration and Support Services (NJSA 52:27B-8).** The Office of the State Treasurer develops and exercises general policy and administrative control over the operations of the divisions and offices of the Department. The Administrative Division, the Fiscal Section, and the Human Resources Section provide fiscal, personnel, and other facilitating services for the Department of Treasury. The Federal Liaison Office represents the Governor and assists State agencies in negotiating with federal agencies for approval of grants and entitlements, in order to maximize New Jersey's share of total federal grant funds; maintains liaison with Congress, on behalf of the Governor and New Jersey government, in connection with proposed and pending federal legislation affecting the State and provides updated information on such matters to State agencies. Pursuant to Executive Order No. 2 (2002), the Budget Efficiency Savings Team (BEST) Commission was created to undertake a complete, comprehensive and thorough examination of all aspects of the State's spending practices.

PROGRAM CLASSIFICATIONS

86. **Local Government Budget Review.** In order to assist local governments and school boards to minimize their operating costs, the Governor established the Local Government Budget Review group. The staff reviews municipal and school district budgets and submits reports suggesting ways to reduce costs and maximize associated revenue. In fiscal 2003, the Local Government Budget Review function is phased out. It is

EVALUATION DATA

	Actual FY 2000	Actual FY 2001	Revised FY 2002	Budget Estimate FY 2003
PROGRAM DATA				
Treasury Management Information System				
Desktop Services				
Personal Computers Supported	1,811	1,947	2,246	2,296
Printers supported	840	882	595	625
Anticipated Help Desk Service Requests	11,425	15,700	9,703	10,800
Applications Support				
Applications Maintained	109	170	185	210
Anticipated Help Desk Service Requests	240	616	700	750
Anticipated Client Application Service Requests Received	86	104	110	120
Local Area Network Administration				
LAN Servers Supported	40	42	58	40
Users Supported	1,611	1,732	1,853	1,900
User Accounts Maintained	5,758	6,190	6,654	6,750
Help Desk Service Requests	1,462	1,754	2,193	3,500
LAN Printers Supported	270	278	286	300
Network Switches Supported	---	130	140	140
Network Hubs Supported	---	30	30	30
Local Government Budget Review				
Municipal Audits				
Municipal audits in progress	27	22	32	---
Municipal audits completed	13	24	32	---
Solid Waste Partnership Program Audits				
Utility audits in progress	4	---	---	---
Utility audits completed	10	4	---	---
School District Audits				
District audits in progress	26	11	15	---
District audits completed	16	23	15	---

TREASURY

	Actual FY 2000	Actual FY 2001	Revised FY 2002	Budget Estimate FY 2003
Total Number of Audits				
In progress	57	33	47	---
Completed	39	51	47	---
PERSONNEL DATA				
Affirmative Action Data				
Male Minority	235	253	264	261
Male Minority %	6.7	6.8	6.8	7.4
Female Minority	564	632	686	680
Female Minority %	16.1	17.0	17.7	19.3
Total Minority	799	885	950	941
Total Minority %	22.8	23.9	24.5	27.0
Position Data				
Filled Positions by Funding Source				
State Supported	264	299	325	243
All Other	14	12	14	14
Total Positions	278	311	339	257
Filled Positions by Program Class				
Contract Compliance and Equal Employment Opportunity in Public Contracts	19	29	31	26
Administration and Support Services	202	221	239	217
Local Government Budget Review	52	56	55	---
Budget Efficiency Savings Team (BEST) Commission	---	---	9	9
Federal Liaison Activities	5	5	5	5
Total Positions	278	311	339	257

Notes

Actual payroll counts are reported for fiscal years 2000 and 2001 as of December and revised fiscal year 2002 as of September. The Budget Estimate for fiscal year 2003 reflects the number of positions funded.

APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2001					Year Ending June 30, 2003			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Total Expended	Prog. Class.	2002 Adjusted Approp.	Requested	Recom- mended
<u>DIRECT STATE SERVICES</u>								
Distribution by Fund and Program								
3,690	---	260	3,950	3,935				
1,431	82	90	1,603	1,596	86	4,007	---	---
7,815	1,125	6,236	15,176	14,239	98	1,606	1,579	1,579
					99	13,509	10,719	10,719
12,936	1,207	6,586	20,729	19,770		19,122 (a)	12,298	12,298
Distribution by Fund and Object								
7,330	70	1,823	9,223	9,212				
						9,959	9,722	9,722
7,330	70	1,823	9,223	9,212		9,959	9,722	9,722
93	4	31	128	128		93	93	93
1,724	3	1,455	3,182	3,071		2,134	2,134	2,134
76	2	85	163	159		76	76	76
3,690	---	260	3,950	3,935				
					86	4,007	---	---

TREASURY

Year Ending June 30, 2001					Year Ending June 30, 2003			
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Total Expended	Prog. Class.	2002 Adjusted Approp.	Requested	Recommended
DIRECT STATE SERVICES								
---	---	---	---	---				
---	50	---	50	---	99	---	250	250
23	---	---	23	---	99	---	---	---
---	---	10	10	10	99	23	23	23
---	---	---	---	---	99	---	---	---
---	5	-5	---	---	99	2,830 ^S	---	---
---	154	350	504	70	99	---	---	---
---	---	1,573	1,573	1,572	99	---	---	---
---	---	740	740	676	99	---	---	---
---	919	264	1,183	937	99	---	---	---
GRANTS-IN-AID								
Distribution by Fund and Program								
---	---	---	---	---	99	19,211	---	---
---	---	---	---	---	19,211^(c)		---	---
Distribution by Fund and Object								
Grants:								
---	---	---	---	---	99	25	---	---
---	---	---	---	---	99	2,000	---	---
---	---	---	---	---	99	25	---	---
---	---	---	---	---	99	50	---	---
---	---	---	---	---	99	50	---	---
---	---	---	---	---	99	10	---	---
---	---	---	---	---	99	270	---	---
---	---	---	---	---	99	50	---	---
---	---	---	---	---	99	20	---	---
---	---	---	---	---	99	130	---	---
---	---	---	---	---	99	100	---	---
---	---	---	---	---	99	50	---	---
---	---	---	---	---	99	15	---	---
---	---	---	---	---	99	120	---	---

TREASURY

Year Ending June 30, 2001					Year Ending June 30, 2003				
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	2002 Prog. Class.	2002 Adjusted Approp.	Requested	Recommended	
---	---	---	---	---	GRANTS- IN- AID				
---	---	---	---	---	Boys and Girls Club of Monmouth County	99	75	---	---
---	---	---	---	---	Boys and Girls Club of Passaic	99	30	---	---
---	---	---	---	---	Boys and Girls Club, Camden	99	300	---	---
---	---	---	---	---	Branch Brook Alliance	99	100	---	---
---	---	---	---	---	Branchville Borough - Paulinskill River Cleanup	99	250	---	---
---	---	---	---	---	BranchvilleHoseCompanyNo. 1 - Fire Truck	99	100	---	---
---	---	---	---	---	Broaden Your Horizons, Vineland	99	25	---	---
---	---	---	---	---	Burlington County - New Jersey EcoComplex	99	200	---	---
---	---	---	---	---	BusinessPartnership, Somerset County	99	75	---	---
---	---	---	---	---	Cape May County Chamber of Commerce - Environmental EducationObservationDeck	99	25	---	---
---	---	---	---	---	Cathedral Assembly by the Shore - Youthimprovement Program	99	5	---	---
---	---	---	---	---	Catholic Charities, Trenton Dioceses - BRIDGE	99	45	---	---
---	---	---	---	---	Catholic Charities, Trenton Dioceses - Emergency Services	99	250	---	---
---	---	---	---	---	Catholic Community Services, Newark	99	250	---	---
---	---	---	---	---	Center for Grace, Fort Lee	99	20	---	---
---	---	---	---	---	Center Players, Inc., Freehold	99	9	---	---
---	---	---	---	---	Chesterfield Township - Public Safety	99	100	---	---
---	---	---	---	---	Coastal Caregivers, Point Pleasant Beach	99	25	---	---
---	---	---	---	---	Community Christian Choirs, Mercer County	99	5	---	---
---	---	---	---	---	Conquer Hunger and Needy Together(CHANT), Neptune	99	5	---	---
---	---	---	---	---	CoraHartshorn Arboretumand Bird Sanctuary, Short Hills	99	50	---	---
---	---	---	---	---	Crawford Crews American Legion Post No. 251, Bloomfield - Resource Center for Seniors and Veterans	99	125	---	---
---	---	---	---	---	CumberlandPlayers - Facilities	99	5	---	---
---	---	---	---	---	Deepwater Fire Company, Pennsville - Fire Station Improvements	99	50	---	---
---	---	---	---	---	Delaney Hall Drug Treatment Program	99	6,000	---	---
---	---	---	---	---	EnvironmentalLearningCenter of Ocean County	99	170	---	---
---	---	---	---	---	Evesham Township Fire District No. 1 -- Equipment	99	75	---	---
---	---	---	---	---	Fairton Fire Co. No. 1, - Vehicle	99	40	---	---
---	---	---	---	---	Family Services of Morris County -- Property Acquisition	99	50	---	---

TREASURY

Year Ending June 30, 2001					Year Ending June 30, 2003			
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	Prog. Class.	2002 Adjusted Approp.	Requested	Recommended
GRANTS-IN-AID								
---	---	---	---	---				
---	---	---	---	---	99	35	---	---
---	---	---	---	---	99	5	---	---
---	---	---	---	---	99	150	---	---
---	---	---	---	---	99	65	---	---
---	---	---	---	---	99	100	---	---
---	---	---	---	---	99	75	---	---
---	---	---	---	---	99	50	---	---
---	---	---	---	---	99	15	---	---
---	---	---	---	---	99	24	---	---
---	---	---	---	---	99	10	---	---
---	---	---	---	---	99	100	---	---
---	---	---	---	---	99	500	---	---
---	---	---	---	---	99	25	---	---
---	---	---	---	---	99	75	---	---
---	---	---	---	---	99	125	---	---
---	---	---	---	---	99	50	---	---
---	---	---	---	---	99	50	---	---
---	---	---	---	---	99	500	---	---
---	---	---	---	---	99	40	---	---
---	---	---	---	---	99	25	---	---
---	---	---	---	---	99	35	---	---
---	---	---	---	---	99	25	---	---
---	---	---	---	---	99	150	---	---
---	---	---	---	---	99	47	---	---
---	---	---	---	---	99	8	---	---
---	---	---	---	---	99	125	---	---
---	---	---	---	---	99	25	---	---
---	---	---	---	---	99	100	---	---

TREASURY

Year Ending June 30, 2001					Year Ending June 30, 2003			
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	Prog. Class.	2002 Adjusted Approp.	Requested	Recommended
GRANTS-IN-AID								
---	---	---	---	---				
---	---	---	---	---	99	6	---	---
---	---	---	---	---	99	175	---	---
---	---	---	---	---	99	10	---	---
---	---	---	---	---	99	60	---	---
---	---	---	---	---	99	25	---	---
---	---	---	---	---	99	100	---	---
---	---	---	---	---	99	80	---	---
---	---	---	---	---	99	125	---	---
---	---	---	---	---	99	50	---	---
---	---	---	---	---	99	10	---	---
---	---	---	---	---	99	20	---	---
---	---	---	---	---	99	20	---	---
---	---	---	---	---	99	50	---	---
---	---	---	---	---	99	25	---	---
---	---	---	---	---	99	50	---	---
---	---	---	---	---	99	35	---	---
---	---	---	---	---	99	50	---	---
---	---	---	---	---	99	100	---	---
---	---	---	---	---	99	25	---	---
---	---	---	---	---	99	18	---	---
---	---	---	---	---	99	60	---	---
---	---	---	---	---	99	5	---	---
---	---	---	---	---	99	50	---	---
---	---	---	---	---	99	85	---	---
---	---	---	---	---	99	50	---	---
---	---	---	---	---	99	90	---	---

TREASURY

Year Ending June 30, 2001					Year Ending June 30, 2003				
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended		2002 Prog. Class.	Adjusted Approp.	Requested	Recommended
GRANTS-IN-AID									
---	---	---	---	---	Newark Do Something	99	100	---	---
---	---	---	---	---	Niagra Hose Co. No. 6, Burlington City - Equipment	99	22	---	---
---	---	---	---	---	Nora Gardens Senior Housing Corporation III, Union	99	75	---	---
---	---	---	---	---	North Wall Little League - Lighting	99	50	---	---
---	---	---	---	---	Northwest New Jersey Community Action Program - Building Renovation	99	283	---	---
---	---	---	---	---	Ocean Acres Community Center	99	50	---	---
---	---	---	---	---	Ocean Grove Historic Preservation Society - Neptune Performing Arts Center Restoration	99	25	---	---
---	---	---	---	---	Omega Community Development, Inc. - Technology Enhancement	99	40	---	---
---	---	---	---	---	Our Gang Players, Inc., Beach Haven	99	75	---	---
---	---	---	---	---	Palmyra Cinnaminson Riverton Emergency Medical Services - Ambulance Refurbishment	99	75	---	---
---	---	---	---	---	Point Pleasant Boro Fire Co. Number 2	99	6	---	---
---	---	---	---	---	Point Pleasant First Aid and Emergency Squad, Point Pleasant Beach	99	16	---	---
---	---	---	---	---	Police Athletic League of New Jersey	99	20	---	---
---	---	---	---	---	Police Athletic League of Parsippany - Troy Hills	99	90	---	---
---	---	---	---	---	Powhatan Renape Nation Rankokus Indian Reservation - Youth Programs	99	25	---	---
---	---	---	---	---	Puerto Rican Action Committee, Inc. - Woodbine Office Renovation	99	30	---	---
---	---	---	---	---	Puerto Rican Congress - Digital Technological Media Arts Center	99	30	---	---
---	---	---	---	---	Quinton Fire and Rescue - Communications Equipment	99	25	---	---
---	---	---	---	---	River Edge Borough - Abatement of Erosion and Environmental Problems in Oak Avenue Ditch	99	150	---	---
---	---	---	---	---	River Edge Cultural Center - Exhibit and Concerts	99	5	---	---
---	---	---	---	---	Robert Wood Johnson University Hospital at Hamilton - Grounds for Healing Project	99	25	---	---
---	---	---	---	---	Ronald McDonald House, Long Branch - Building Improvements	99	5	---	---
---	---	---	---	---	Saint Aloysius, Jackson - Gym and Classroom Improvements	99	30	---	---

TREASURY

Year Ending June 30, 2001					Year Ending June 30, 2003				
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	Prog. Class.	2002 Adjusted Approp.	Requested	Recommended	
GRANTS-IN-AID									
---	---	---	---	---	99	50	---	---	
---	---	---	---	---	99	15	---	---	
---	---	---	---	---	99	358	---	---	
---	---	---	---	---	99	63	---	---	
---	---	---	---	---	99	80	---	---	
---	---	---	---	---	99	150	---	---	
12,936	1,207	6,586	20,729	19,770	Grand Total State Appropriation		38,333	12,298	12,298
OTHER RELATED APPROPRIATIONS									
408,522	---	---	408,522	403,576	Total Debt Service		387,808	417,015	417,015
All Other Funds									
---	6,047	---	---	---	Administration and Support Services		---	---	---
---	26,942 ^R	-4,550	28,439	23,790	99	29,219	31,003	31,003	
---	32,989	-4,550	28,439	23,790	Total All Other Funds		29,219	31,003	31,003
421,458	34,196	2,036	457,690	447,136	GRAND TOTAL ALL FUNDS		455,360	460,316	460,316

Notes

- (a) The fiscal year 2002 appropriation has been adjusted for the allocation of salary program and has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits accounts.
- (b) Additional sums in the amount of \$468,000 are provided in the recommended amounts for State departments that receive direct services from the Federal Liaison Office in Washington, D.C.
- (c) These items were transferred from the Department of Community Affairs to the Department of Treasury to expedite administrative processing based on a Memorandum of Understanding dated August 7, 2001.

Language Recommendations -- Direct State Services - General Fund

- There are appropriated from the investment earnings of general obligation bond proceeds, such sums as may be necessary for the payment of debt service administrative costs.
- The unexpended balance as of June 30, 2002 in the Productivity and Efficiency Program is appropriated for the same purpose.
- There is appropriated from investment earnings of State funds a sum, not to exceed \$700,000, for public finance activities.
- There are appropriated out of receipts derived from service fees billed to authorities for the handling of Public Finance transactions such sums as may be necessary to administer the above public finance activities.
- Such sums as may be necessary for payment of expenses incurred by issuing officials appointed under the several bond acts of the State are appropriated for the purposes and from the sources defined in those acts.
- Pursuant to the provisions of P.L. 1999, c.12 deposits made to the "Drug Abuse Education Fund" and the unexpended balance as of June 30, 2002 of such deposits are appropriated for collection or administration costs of the Department of Treasury and for transfer to the Department of Education for program costs and grants, subject to the approval of the Director of the Division of Budget and Accounting.
- An amount equivalent to the amount due to be paid in fiscal year 2003 to the State by the Port Authority of New York and New Jersey pursuant to the regional economic development agreement dated January 1, 1990 among the States of New York and New Jersey and the Port Authority of New York and New Jersey is appropriated to the Economic Recovery Fund established pursuant to section 3 of P.L. 1992, c.16 (C.34:1B-7.12) for the purposes of P.L. 1992, c.16 (C.34:1B-7.10 et seq.).
- Notwithstanding the provisions of any law to the contrary, there are appropriated from the "Drug Enforcement and Demand Reduction Fund" such sums as may be required to provide for the administrative expenses of the Governor's Council on Alcoholism and Drug Abuse and for programs and grants to other agencies, subject to the approval of the Director of the Division of Budget and Accounting.
- Fees collected on behalf of the Contract Compliance and Equal Employment Opportunity in Public Contracts program and the unexpended balance as of June 30, 2002 of such fees are appropriated for program costs, subject to allotment by the Director of the Division of Budget and Accounting.
- There are appropriated such additional sums as may be required to pay for the operating expenses of the Casino Revenue Fund Advisory Commission, subject to the approval of the Director of the Division of Budget and Accounting.

TREASURY

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

OBJECTIVES

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

PROGRAM CLASSIFICATIONS

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

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

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

EVALUATION DATA

PROGRAM DATA	Actual FY 2000	Actual FY 2001	Revised FY 2002	Budget Estimate FY 2003
Appellate Services to Indigents				
Cases open (July 1)	1,650	1,746	2,004	1,859
Added	1,990	2,189	1,990	1,990
Closed	1,894	1,931	2,135	2,045
Private Pool	687	701	868	778
Staff	1,207	1,230	1,267	1,267
Open (June 30)	1,746	2,004	1,859	1,804
Closed cases per staff attorney	36.6	38.4	38.4	38.4
Staff attorneys	33	32	33	33
Backlog (months)	10.5	11.0	11.2	10.9
Excessive Sentence Program Dispositions	715	705	705	705
Briefs filed	920	960	1,164	1,074
Dismissals	259	266	266	266
Reversals and modifications	230	254	254	254
Percent appeals from adverse trial decisions	2.69	3.02	3.02	3.02
Trial Services to Indigents and Special Programs				
Cases open (July 1)	82,684	88,037	97,849	106,691
Added	77,922	79,704	79,704	79,704
Closed	72,569	69,892	70,862	70,862
Private pool	9,646	8,676	9,646	9,646
Staff	62,878	61,216	61,216	61,216
Open (June 30)	88,037	97,849	106,691	115,533
Closed cases per staff attorney	239	242	243	243
Staff attorneys	263	253	252	252
Backlog (months)	13.6	14.7	16.1	17.4

	Actual FY 2000	Actual FY 2001	Revised FY 2002	Budget Estimate FY 2003
Child abuse - Title 9				
Cases open (July 1)	8,150	8,616	9,327	10,038
Added	4,552	4,596	4,596	4,596
Closed	4,086	3,885	3,885	4,274
Open (June 30)	8,616	9,327	10,038	10,361
Institutional Abuse investigations (DYFS)	230	193	193	193
Child Abuse - Title 30				
Cases open (July 1)	27	1,402	2,605	3,416
Added	1,671	1,595	1,595	1,595
Closed	296	392	784	1,595
Open (June 30)	1,402	2,605	3,416	3,416
Special Hearings Unit - Megan's Law				
Cases open (July 1)	108	132	82	82
Added	275	294	294	294
Closed	251	344	294	294
Open (June 30)	132	82	82	82
ISP Program Staff				
Cases open (July 1)	68	48	227	227
Added	1,305	1,284	1,400	1,400
Closed	1,325	1,105	1,400	1,400
Open (June 30)	48	227	227	227
Mental Health Screening Services				
Regional Representation (Civil Commitment)				
Cases Added	14,978	16,021	16,021	15,405
Cases Closed	14,364	15,405	15,405	15,405
Percentage of dispositions successful	87	83	83	83
Dispositions per staff attorney	1,084	1,185	1,185	1,185
Sexual Offender Representation (Civil Commitment)				
Cases Added	85	223	223	223
Cases Closed	59	208	208	208
Dispute Settlement				
Cases July 1	-	-	96	96
Added	573	954	937	937
Closed	573	858	937	937
Cases June 30	-	96	96	96
Dispositions per representative	143	172	187	187
 PERSONNEL DATA				
Affirmative Action Data				
Male Minority	90	101	101	101
Male Minority %	10.0	10.8	10.7	10.3
Female Minority	229	245	245	245
Female Minority %	25.5	26.3	26.0	24.9
Total Minority	319	346	346	346
Total Minority %	35.5	37.2	36.8	35.2
 Position Data				
Filled Positions by Funding Source				
State Supported	895	929	939	982
All Other	2	2	2	2
Total Positions	897	931	941	984

TREASURY

	Actual FY 2000	Actual FY 2001	Revised FY 2002	Budget Estimate FY 2003
Filled Positions by Program Class				
Appellate Services to Indigents	64	62	66	70
Trial Services to Indigents and Special Programs	743	768	777	822
Mental Health Screening Services	45	53	48	53
Dispute Settlement	6	7	7	7
Administration and Support Services	39	41	43	32
Total Positions	897	931	941	984

Notes

Actual payroll counts are reported for fiscal years 2000 and 2001 as of December and revised fiscal year 2002 as of September. The Budget Estimates for fiscal year 2003 reflects the number of positions funded.

APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2001					Year Ending June 30, 2003				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Total Expended	2002 Prog. Class.	2002 Adjusted Approp.	Requested	Recom- mended	
DIRECT STATE SERVICES									
Distribution by Fund and Program									
6,603	591	257	7,451	7,395	06	7,675	7,617	7,617	
58,413	5,344	2,185	65,942	61,901					
2,866	177	90	3,133	2,913	57	65,159	65,952	65,952	
321	52	34	407	389	58	3,161	3,161	3,161	
2,257	10	378	2,645	2,639	61	342	342	342	
					99	2,623	2,248	2,248	
70,460	6,174	2,944	79,578	75,237	78,960 (a)		79,320	79,320	
Distribution by Fund and Object									
47,783	12	2,674	50,469	50,384	Personal Services:				
					Salaries and Wages				
						53,661	53,286	53,286	
47,783	12	2,674	50,469	50,384	Total Personal Services				
741	88	---	829	784	Materials and Supplies				
16,804	2,709	444	19,957	17,962	Services Other Than Personal				
438	174	83	695	561	Maintenance and Fixed Charges				
					Special Purpose:				
	249		500	---	Trial Services to Indigents and Special Programs				
---	500 ^R	-249	500	---	57	---	---	---	
3,218	1,668	-131	4,755	3,365	Continuous Representation - Title 9 to Title 30				
					57	4,889	4,889	4,889	
					57	184	184	184	
					Law Guardian - Kinship Guardianship				
					57	873 ^S	1,720	1,720	
602	136	-25	713	565	Representation of Civilly Committed Sexual Offenders				
					58	602	602	602	
	2		4	---	Dispute Settlement				
---	39 ^R	-37	4	---	61	---	---	---	
64	---	---	64	64	Affirmative Action and Equal Employment Opportunity				
					99	64	64	64	
810	597	185	1,592	1,552	Additions, Improvements and Equipment				
						405	293	293	
GRANTS-IN-AID									
Distribution by Fund and Program									
12,000	---	---	12,000	12,000	57	12,000	12,000	12,000	
					Trial Services to Indigents and Special Programs				
12,000	---	---	12,000	12,000	12,000		12,000	12,000	

TREASURY

Year Ending June 30, 2001					Year Ending June 30, 2003				
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	2002 Prog. Class.	Adjusted Approp.	Requested	Recommended	
GRANTS-IN-AID									
Distribution by Fund and Object									
Grants:									
4,000	---	---	4,000	4,000	57	4,000	4,000	4,000	
<u>8,000</u>	<u>---</u>	<u>---</u>	<u>8,000</u>	<u>8,000</u>					
82,460	6,174	2,944	91,578	87,237	57	8,000	8,000	8,000	
					Grand Total State Appropriation				
						90,960	91,320	91,320	
OTHER RELATED APPROPRIATIONS									
Federal Funds									
1,228	19	---	1,247	1,246					
<u>223</u>	<u>---</u>	<u>---</u>	<u>223</u>	<u>223</u>	57	1,228	1,228	1,228	
1,451	19	---	1,470	1,469	58	<u>223</u>	<u>223</u>	<u>223</u>	
					Total Federal Funds				
						1,451	1,451	1,451	
All Other Funds									
---	---	---	---	---					
<u>---</u>	<u>348^R</u>	<u>---</u>	<u>348</u>	<u>298</u>	57	500	---	---	
<u>---</u>	<u>348</u>	<u>---</u>	<u>348</u>	<u>298</u>	61	<u>375</u>	<u>375</u>	<u>375</u>	
83,911	6,541	2,944	93,396	89,004	Total All Other Funds				
						875	375	375	
					GRAND TOTAL ALL FUNDS				
						93,286	93,146	93,146	

Notes

(a) The fiscal year 2002 appropriation has been adjusted for the allocation of salary program and has been reduced to reflect the transfer of funds to the Interdepartmental Salary and Other Benefits accounts.

Language Recommendations -- Direct State Services - General Fund

Sums provided for legal and investigative services are available for payment of obligations applicable to prior fiscal years.

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

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

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

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

The unexpended balances as of June 30, 2002 are appropriated subject to the approval of the Director of the Division of Budget and Accounting.

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

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

80. SPECIAL GOVERNMENT SERVICES
82. PROTECTION OF CITIZENS' RIGHTS
2029. PUBLIC ADVOCATE

OBJECTIVES

1. To provide clear policy guidance and execution for the programs of the Public Advocate.
2. To provide advocacy functions for the citizens of New Jersey in their dealings with departments and agencies of State government, other governmental agencies and regulated industries.

TREASURY

PROGRAM CLASSIFICATIONS

64. **Public Advocate.** This Public Advocate touches the lives of virtually every New Jersey citizen. The Public Advocate's role is to investigate waste, mismanagement, and inefficiencies in State

government in relationship to its advocacy functions; providing effective advocacy on behalf of children, the elderly, ratepayers, and the "voiceless". Provides citizens with answers about government services, resolves disputes, and prioritizes mediation throughout the Department and other State agencies.

APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2001					Year Ending June 30, 2003			
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	2002 Prog. Class.	2002 Adjusted Approp.	Requested	Recommended
<u>DIRECT STATE SERVICES</u>								
Distribution by Fund and Program								
---	---	---	---	---	64	---	10,000	10,000
---	---	---	---	---	Total Direct State Services		10,000	10,000
Distribution by Fund and Object								
Special Purpose:								
---	---	---	---	---	64	---	10,000	10,000
---	---	---	---	---	Grand Total State Appropriation		10,000	10,000

Language Recommendations -- Direct State Services - General Fund

The amount hereinabove recommended for the Public Advocate is available pursuant to the passage of enabling legislation.

Of the amount hereinabove, such sums as are required for employee benefits shall be transferred to the Interdepartmental account for costs attributable to the staff of the Public Advocate, subject to the approval of the Director of the Division of Budget and Accounting.