

The State of New Jersey  
**Budget Summary**



Fiscal Year  
**2018**



**Chris Christie, Governor**

Kim Guadagno, Lt. Governor

State of New Jersey

# The Governor's FY 2018 Budget Budget Summary



**Chris Christie, Governor**  
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February 28, 2017

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**State of New Jersey**

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**CHRIS CHRISTIE**  
*Governor*

**FISCAL YEAR 2018 BUDGET  
OF  
CHRIS CHRISTIE  
GOVERNOR OF NEW JERSEY  
TRANSMITTED TO THE SECOND ANNUAL SESSION  
OF THE TWO HUNDRED SEVENTEENTH LEGISLATURE**


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

**In accordance with the provisions of C.52:27B-20, I hereby submit my budget recommendations for fiscal year 2017 - 2018.**

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

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

**Respectfully submitted,**



**CHRIS CHRISTIE**  
**Governor of New Jersey**

**Attest:**



**Thomas Scivo**  
**Chief Counsel to the Governor**  
**February 28, 2017**

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## CRISIS, RECOVERY AND A FOUNDATION FOR FUTURE PROSPERITY

This is the eighth and final budget of Governor Christie's two terms as Governor. When the Governor proposed his first budget in 2010, New Jersey was in the middle of an undeniable, unprecedented fiscal crisis.

Upon entering office in January 2010, Governor Christie faced an immediate \$2.2 billion mid-year fiscal deficit for fiscal 2010, as well as a \$10.7 billion projected budget gap for fiscal 2011, more than a third of the prior year's budget.

The budget that Governor Christie inherited in fiscal 2010, with a \$13 billion two-year gap, represented the culmination of years of shortsighted policies and poor budgeting practices that ignored economic realities. As both the state and national economies faltered, spending in Trenton continued unabated at unsustainable levels - increasing 58% from 2001 to 2008.

The fiscal 2010 budget was propped up with temporary income tax hikes, corporate surtaxes, reckless reliance on one-time federal stimulus funds, temporary employee furloughs and other desperate gimmicks.

It was not easy, but the Governor laid out a decisive plan to do what was necessary to stabilize the State's finances without raising taxes or incurring massive new debt. Deep but necessary cuts were made to every department of State government, while still honoring the Governor's commitment to provide for the most vulnerable New Jerseyans. The Christie Administration cut spending, cut red tape, and unleashed the State's small businesses with targeted tax cuts.

Building on a foundation of fiscal restraint and responsibility, and overcoming years of fiscal irresponsibility, in addition to unforeseen challenges, such as those posed by Super Storm Sandy, the Governor has delivered strong and steady economic progress and job growth throughout his two terms, while funding \$2 billion less in discretionary spending in fiscal 2018 than in fiscal 2008.

### Fostering Economic Growth

#### *Jobs and the Economy*

Since Governor Christie took office, New Jersey has created an impressive 282,000 private-sector jobs. That is seven consecutive years of positive private-sector job growth. New Jersey has not only recovered all of the private-sector jobs lost in the Great Recession, it has created an additional 33,000 jobs. This strong performance in the job market has had a dramatic impact on the unemployment rate, which has dropped to only 4.7%, the lowest it has been since March 2008. This unemployment rate is less than half of the recessionary peak of 9.58% in January 2010. The number of New Jersey residents filing a continuing claim for unemployment insurance at the end of 2016 was nearly 40% lower than the number from February 2010.

New Jersey's unemployment rate is below that of the nation as a whole, while the percentage of our hard-working population participating in the labor force exceeds the average of the United States, at 63.4% compared to 62.7%. This increase in employment has led New Jersey's total personal income to rise by a very healthy 25% since the first quarter of 2010, a growth rate of 3.5% annually.

With more jobs comes a stronger housing market, and 2016 continued to be a good year for both existing home sales and residential construction. The year-to-date number of single-family homes sold grew to a level 15.1% higher than a year ago.

### *Intelligent Tax Policy*

On October 14, 2016, Governor Christie signed a package of tax changes that demonstrates his continued commitment to providing tax relief for working New Jerseyans of all income levels, including senior citizens, military veterans and property owners, while ensuring solid, reliable, state-of-the-art roads, bridges and mass transit systems. Revenues from an increase in the gas tax will provide a record \$32 billion in State and federal funds for infrastructure improvements and modernizations in New Jersey. As a result of Governor Christie's advocacy for tax fairness, the agreement offsets increased costs on New Jersey residents with significant broad-based tax reductions, including:

**Sales Tax Reduction** – To provide tax relief to each and every resident, on January 1, 2017, the sales tax was decreased from 7% to 6.875%. The sales tax rate will drop again, from 6.875% to 6.625% on January 1, 2018. A 0.375% decrease in the sales tax is the first statewide tax cut that has been provided in New Jersey since 1996.

**Tax Savings for Retirees** – To make New Jersey more affordable for the seniors who want nothing more than to remain close to their families and friends, the New Jersey gross income tax exclusion on pension and retirement income will increase over four years to \$100,000 for joint filers, \$75,000 for individuals and \$50,000 for married/filing separately.

**Elimination of the Estate Tax** – To prevent further out-migration of individuals who want to pass their hard-earned assets along to loved ones and not the government, the estate tax will be phased out entirely. The exclusion threshold of \$675,000 was increased to \$2 million on January 1, 2017, and a complete elimination of the estate tax will occur on January 1, 2018.

**Tax Savings for Veterans** – As a thank you to the men and women of our armed services for their dedication and sacrifice, a new personal exemption on State income taxes will be provided for all New Jersey veterans honorably discharged from active service in the military or the National Guard.

**Increased Earned Income Tax Credit (EITC)** – To further enhance this important incentive for residents to join and remain in the workforce, EITC for the working poor is increased from 30% to 35% of the federal benefit amount beginning in tax year 2016. This increase follows Governor Christie's enhancement of the credit from 20% to 30% in 2015 and makes New Jersey's EITC program one of the most generous programs in the country, providing approximately 588,000 Garden State households with increased tax relief, with the credit for an average working family rising to approximately \$800.

The 2016 Transportation Trust Fund agreement is simply the most recent example of Governor Christie's dedication to reducing the overall tax burden in New Jersey. The Christie administration has an outstanding record of success in proposing and enacting changes to the tax code that benefit both individuals and businesses, including:

**Over \$3 Billion in Business Tax Cuts and Reforms** – Beginning with the fiscal 2012 budget, Governor Christie tackled New Jersey's uncompetitive business tax climate with tax cuts and reforms that had stalled in Trenton for years. Among the tax reforms included were: long-awaited changes to a single sales factor formula that incentivizes businesses to invest in New Jersey; income/loss netting and loss carry-forward reform; a 25% reduction in the minimum tax on S-corporations, which is how many small businesses file their taxes; research and development incentives; and elimination of the Transitional Energy Facility Assessment. These reforms have provided over \$3 billion in cumulative business tax relief.

**Economic Opportunity Act of 2013** – In September 2013, Governor Christie signed sweeping economic development and investment incentive reform legislation that is making New Jersey notably more competitive as a place to invest, build and grow jobs. The Economic Opportunity Act of 2013 strengthened and streamlined New Jersey's economic development incentive programs into two categories: GrowNJ, which is now the State's main job creation incentive program, and the Economic Redevelopment and Growth Program, which is now New Jersey's sole incentive program for developers. Since the law took effect, the New Jersey Economic Development Authority (EDA) has approved 269 active projects for a total of up to \$4.9 billion in assistance under the Economic Opportunity Act. These projects leveraged more than \$7.3 billion in private investments, created more than 33,810 new, permanent jobs and retained 27,280 jobs "at risk" of leaving the state.

**Business Employment Incentive Program (BEIP)** – The BEIP program, put in place prior to Governor Christie's administration, promised businesses agreeing to invest and create new jobs in New Jersey a tax rebate through the Economic Development Authority. However, these grants were subject to annual appropriations. Governor Christie proposed and enacted legislation authorizing conversion of the grants, which were unreliable and subject to the uncertainties of the budget process, into reliable tax credits, thereby restoring credibility to the program and allowing businesses to plan and grow accordingly.

**\$1 Billion in Tax Reductions Through Responsible Oversight of the Unemployment Insurance Trust Fund** – Vigorous monitoring and implementation of anti-fraud measures under the Christie Administration have saved taxpayers more than \$915 million in improper spending from the Unemployment Insurance Trust Fund. This responsible oversight has restored the solvency of the Trust Fund, now at a positive balance of more than \$1.9 billion, well ahead of schedule and has triggered annual, incremental tax rate reductions for employers that will save them more than \$1 billion over the next five years.

**Holding the Line on Taxes** – Governor Christie has consistently vetoed any proposals to raise taxes in a punitive manner on New Jersey citizens, including the many times the New Jersey Legislature has attempted to increase income taxes on the state's citizens and increase corporate taxes on the state's business community.

## *Shrinking Government and Controlling Property Taxes*

From the beginning, one of Governor Christie's fundamental goals was to shrink the size and expense of government at all levels. The impacts of this multi-year effort have been dramatic and far reaching – proving that intelligent management and fiscal restraint can lead to a more effective and affordable government without the need for the continuous tax increases New Jerseyans had become accustomed to in the past.

**A Smaller State Workforce** – Through aggressive management, the Christie Administration is doing more with less. Without the need for any large scale layoffs, the State has reduced its workforce by more than 10,000 employees.

**Reducing the State Footprint** – To maximize the financial benefit of a smaller workforce, a statewide lease consolidation effort led by the Department of the Treasury has reduced the State's inventory of leases from 311 down to 265. These efforts have resulted in a net reduction of over half a million square feet of rental space and \$15 million in annual rent savings. In addition, the State has vacated an additional 1.5 million square feet of State-owned properties. Many of these properties have been sold or are being actively marketed for private use as part of a comprehensive effort to review all State agency space utilization.

**Pension and Health Benefits Reform** – In 2011, Governor Christie enacted historic, bipartisan reform of the pension and health benefits systems for public employees, saving New Jersey taxpayers more than \$120 billion over the next 30 years, securing these systems for retirees, and reforming a major cost driver for local government -- employee and retiree fringe benefits.

**A Two Percent Cap on Property Taxes and Reforms to Control the Cost of Government** – The Governor's historic Cap 2.0 has forced local governments to end skyrocketing increases in spending and make choices to fund core priorities. The Cap is the centerpiece of a comprehensive property tax reform agenda to ease the burden on taxpayers that also includes: a 2% cap on interest arbitration awards; pension and health benefits reforms; and shared services and consolidation incentives. Annual increases in property taxes have averaged just 2.04% since Governor Christie took office in 2010.

## **Making Critical Investments**

### *The Fight Against Drug Addiction*

Governor Christie has consistently advocated for change in the way society views drug addiction to correct misconceptions about who it impacts, how it affects lives, and how we deal with it. Throughout his administration, Governor Christie has taken concrete actions to build on this commitment.

**Addressing Treatment Capacity** – In January 2017, the Governor announced the expansion of residential services within the Department of Children and Families (DCF) to allow 18- and 19-year-old young adults to receive substance use services in DCF licensed facilities to ensure full utilization of treatment beds in both DCF and Human Services licensed facilities, while maximizing treatment opportunities for both children and adults. In addition, at the direction of the Governor,



the Department of Health has advertised for the need of up to 900 newly licensed hospital beds for the treatment of residents suffering from co-occurring behavioral health and addiction issues.

**Minimizing the Risk of Addiction** – Governor Christie recently signed P.L.2017, c.28. First, in an effort to reduce the risk of addiction, this law limits to five days the first opioid prescription a patient receives after injury or surgery. Second, the law mandates that insurance companies must cover the first six months of inpatient and outpatient treatment of substance use disorders without prior authorization when services are determined to be medically necessary. Further, during each plan year, the first 28 days of inpatient treatment must be provided without any retrospective review or concurrent review of medical necessity. Additionally, with the exception of applicable copayment, deductible or co-insurance, no pre-payment of medical expenses during the first 180 days is required. Also, the Governor has launched an awareness campaign informing anyone affected by addiction that treatment options are available, and can be accessed 24 hours a day, seven days a week, at REACHNJ.GOV or 1-844-REACH-NJ.

**Recovery Dorms Program** – To further support New Jersey's college students who have been caught in the addiction epidemic, Governor Christie announced the expansion of the Recovery Dorms program. The fiscal 2018 budget provides \$1.5 million in funding for recovery housing, which promotes a healthy living environment and supportive services to help students maintain sobriety and have a meaningful, successful college experience.

**Prescription Drug Monitoring** – The New Jersey Prescription Monitoring Program (NJMP), launched in 2011, has been continuously enhanced and now actively shares data with seven other states to help identify misuse of controlled dangerous substances, including prescriptions for opiate-based pain medication.

**Focusing On Treatment** – Governor Christie has followed through on his commitment to take a smarter and more effective approach focused on treating drug-addicted offenders by signing into law landmark legislation to put in place a statewide, mandatory Drug Court Program. The fiscal 2018 budget recommends total funding of nearly \$64 million to support the Drug Courts.

**Inmate Drug Treatment Program** – Continuing his commitment to help all individuals with substance use disorders, Governor Christie is re-opening Mid-State Correctional Facility in 2017 as an institution dedicated to drug treatment. The new Mid-State Correctional Facility substance use disorder treatment program will be licensed by the Division of Mental Health and Addiction Services.

**Saving The Lives Of Overdose Victims** – Governor Christie implemented a statewide program to help reduce the number of heroin-related deaths by training and equipping police officers and first responders to administer the antidote Narcan to overdose victims.

**Overdose Protection Act** – Governor Christie signed into law the Overdose Protection Act, which provides legal protection to people who may be in violation of the law while they are attempting to help a drug overdose victim. Additionally, it eliminates negative legal action against health care professionals, first responders and bystanders who administer overdose antidotes in life-threatening situations.

**Behavioral Health Rate Increase** – The Governor raised reimbursement rates, the first significant behavioral health rate increase in more than a decade, and increased access to substance use and mental health treatment. A continued State and federal investment in fiscal 2018 of more than \$136 million will help to increase access to quality mental health and substance use disorder treatment.

**Opioid Overdose Recovery Program** – As a direct result of the Facing Addiction Task Force's work, the Opioid Overdose Recovery program launched in January 2016. In fiscal 2018, the budget provides \$2.8 million in funding to the 11 counties currently participating in the program.

### *Community-Based Care*

In a fundamental change to the way the State supports its most vulnerable residents, the Christie Administration has prioritized reforms that keep individuals in the communities in which they want to live, rather than in an institutional setting.

**Developmental Disabilities and Behavioral Health** – The focus on community-based settings that keep individuals with developmental disabilities and behavioral health issues among family, friends and neighbors will result in over 1,725 fewer residents living in State institutions than when Governor Christie took office. This dramatic decrease in institutional care has allowed for the closure of three State facilities and the reinvestment of operating funds into community-based care.

**Aging Services** – Senior citizens and individuals with disabilities enrolled in the NJ FamilyCare program now have access to a full array of coordinated, community-based, long-term care services through the Managed Long Term Services and Supports (MLTSS) program. MLTSS recipients receive care coordination and additional community-based services tailored to their needs, allowing them to maintain their independence and preventing or delaying the need to enter an institutional setting.

### *K through 12 Education*

Governor Christie has fought for and won sweeping reforms and historic funding to give every New Jersey child the education he or she deserves.

**School Aid** – This budget once again provides the highest amount of State support for education in New Jersey history, surpassing the previous spending total for the seventh consecutive year. The fiscal 2018 budget proposes spending more than \$13.8 billion on education, an increase of \$523.2 million from fiscal 2017. Of the total school aid, almost \$9.2 billion represents direct aid to schools, an increase of \$16.1 million over fiscal 2017. State support for school aid has increased by over 46% since Governor Christie took office in 2010.

**Tenure Reform** – Marking the first extensive reform of New Jersey's tenure law in over 100 years, Governor Christie signed into law the Teacher Effectiveness and Accountability for the Children of New Jersey (TEACHNJ) Act, a sweeping, bipartisan overhaul of the oldest tenure law in the nation. The fiscal 2018 budget maintains funding for arbitrators under this law.

**Charters and School Choice** – The Christie Administration has increased the overall number of charter schools in New Jersey to 88 in fiscal 2017, while relentlessly focusing on quality and holding all schools accountable for results as 17 low-performing charter schools have closed during the Christie Administration. The fiscal 2018 budget is projected to support more than 55,000 students in charter schools. In addition, the Interdistrict Public School Choice Program is increasing educational opportunities for students and their families by providing students with the option of attending a public school outside their district of residence without cost to their parents.

**Opportunity Scholarship Act** –The Christie Administration is once again recommending funding to support a pilot Opportunity Scholarship Demonstration Program. This support of \$1 million in fiscal 2018 will provide additional opportunities to some of the most at-risk students in New Jersey.

### *Higher Education*

Among Governor Christie's highest priorities has been strengthening New Jersey's higher education community.

**Higher Education Restructuring** – Enacted by Governor Christie in 2013, this sweeping restructuring promotes long-term, sustainable economic growth and high academic achievement by fostering three hubs of higher education excellence in the northern, central and southern parts of the state. These historic changes have created unprecedented opportunities for the restructured institutions to dramatically enhance educational programs and increase federal, private and philanthropic research dollars.

**Tuition Aid Grant Program (TAG)** – To ensure an affordable in-state college education is available to all, TAG grants are available at 56 public and private institutions across New Jersey. Since taking office, Governor Christie has increased State funding for the TAG program by 68%, to a total of \$419.4 million in fiscal 2018. Over 68,000 full-time undergraduate students attending school in New Jersey will receive support from TAG.

**College Readiness Now** – Funded at \$1 million in both fiscal 2017 and 2018, this program helps students prepare for college level course work before they graduate high school. Funding will fully support partnerships between the county colleges and 135 high schools throughout the state, representing 28% of New Jersey's public high schools.

**Building Our Future** – In November 2012, voters approved the issuance of \$750 million in bonds to provide matching grants to colleges and universities to build, equip and expand higher education by investing in capital projects. This funding, in conjunction with the reauthorization of four other higher education funding programs, provided \$1.3 billion for 176 projects spanning 46 institutions in 2013. In June 2016, an additional \$180 million for 35 projects at 32 institutions was announced.

### *Health Benefits Reform*

One of the main drivers of the unsustainable increases in government costs in recent years has been the unrelenting rise in the cost of providing generous health benefits coverage to current and retired State employees, as well as the retired teachers and local employees for whom the State budget funds benefits. The Christie Administration has led the charge to adopt common-sense reforms to contain increases in

costs for State and local employers as well as control premium growth for employees. In conjunction with labor representatives, several measures have been adopted including:

**Prescription Drugs** – Drug formulary changes, mandatory generic utilization, maximization of Medicare benefits and elimination of high-cost drugs, including compounds, resulted in cumulative budget savings of \$1.6 billion since fiscal 2012, with minimal impact on plan beneficiaries.

**Out-of-Network Costs** – Containment of out-of-network charges for physical therapy, acupuncture and chiropractic services saves the budget \$29.5 million.

**Patient-Centered Medical Homes (PCMH)** – In an effort to improve patient care and reduce costs to taxpayers, a PCMH pilot was adopted that is expected to cover at least 60,000 government employees including police, teachers and firefighters. The focus of the PCMH is to improve healthcare delivery by improving a patient's primary care experience and controlling downstream specialty costs. The outcome is healthier patients and lower health benefits spending.

**Medicare Advantage Plans** – State costs were reduced by \$20 million through retiree enrollment in Medicare Advantage plans.

In fiscal 2018, the savings initiatives adopted in the prior fiscal years will continue and help offset the normal growth in health benefits costs to both State and local government employers and employees. In addition, further changes are anticipated, most notably, a reverse auction approach to procure prescription drug administration services (P.L.2016, c.67) and expected changes to improve transparency and address out-of-network costs. Similarly, the budget anticipates that the School Employees' Health Benefits Program (SEHBP) will adopt the same common-sense cost controls as the State Health Benefits Program (SHBP).



## THE FISCAL YEAR 2018 BUDGET

### The State Budget at a Glance

Governor Christie's fiscal 2018 budget calls for \$35.5 billion in State appropriations, a 2.6% increase over the fiscal 2017 adjusted appropriation.

### FY 2018 Budget

(In Millions)

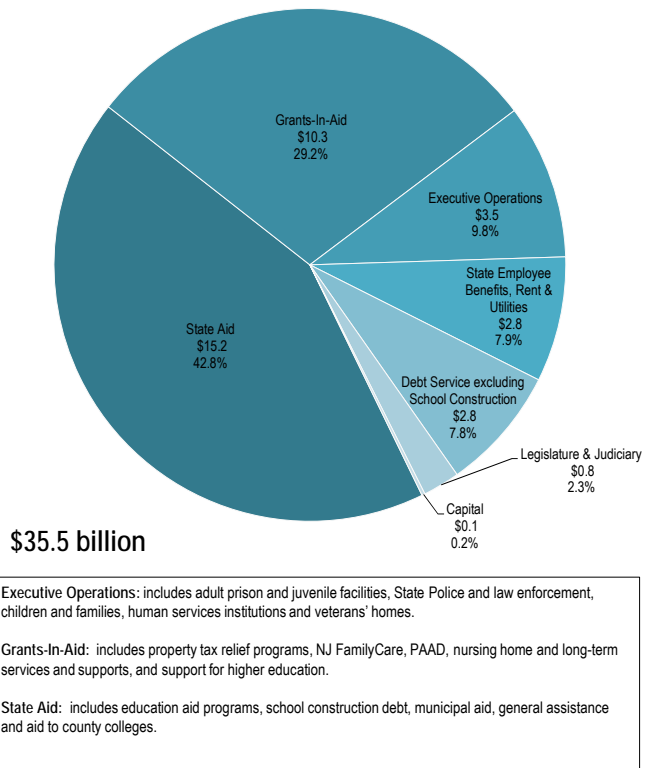
	FY 2017	FY 2018	Change	
	Adjusted		Budget	\$
	Approp.			
Opening Budgetary Surplus	\$ 482	\$ 491		
Open Space Reserve*	40	115		
Revenues				
Income	\$ 13,940	\$ 14,435	495	3.6
Sales	9,295	9,451	156	1.7
Corporation	2,471	2,595	124	5.0
Other	9,065	10,041	976	10.8
Gas Tax Reserve**	(416)	(927)	(511)	122.8
Total Revenues	\$ 34,355	\$ 35,595	1,240	3.6
Lapses	344	-		
Total Resources	\$ 35,221	\$ 36,201		
Appropriations				
Original	\$ 34,509	\$ 35,514	1,005	2.9
Supplemental	106	-		
Total Appropriations	\$ 34,615	\$ 35,514	899	2.6
Open Space Reserve	(115)	(194)		
Projected Budgetary Fund Balance	\$ 491	\$ 493		

\* Open Space funding from the constitutional dedication of Corporate Business Tax revenues is not part of the annual Appropriations Act and is separately appropriated by the Legislature.

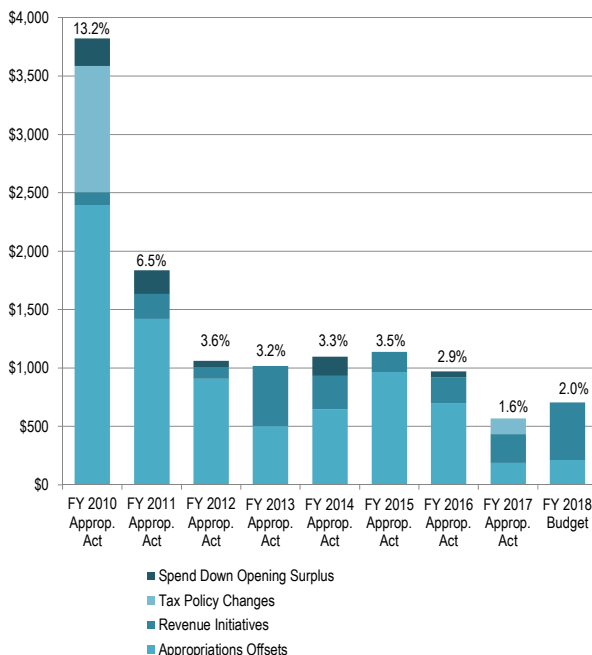
\*\* Represents the amount of constitutionally dedicated Petroleum Products Gross Receipts Tax in excess of the required debt service payments for Transportation Trust Fund Authority projects that will be appropriated separately for pay-as-you-go projects.

- 72% of State appropriations will flow out from State government to local governments in the form of State Aid or Grants-in-Aid (in general, direct State services to the public).
- Debt Service (excluding school construction, which is a form of State Aid) will be \$2.8 billion or approximately 8% of the budget.
- State Employee Benefits, Rent and Utilities will be \$2.8 billion, approximately 8% of the budget.
- Executive Operations (the cost of running State government) will be \$3.5 billion or approximately 10% of the budget.

**Building the FY 2018 Budget**  
(In Billions)



**Reliance on Non-Recurring Resources Reduced**  
From 13.2% to 2.0%  
FY 2010 to FY 2018  
(In Millions)



The fiscal 2018 budget anticipates revenue growth of over \$1.2 billion, approximately 3.6%, across a range of tax and non-tax revenues. As in previous years, Governor Christie's budget proposal continues to reflect a dramatically reduced reliance on non-recurring resources, from a high of 13.2% in fiscal 2010 to a projected 2% in fiscal 2018.

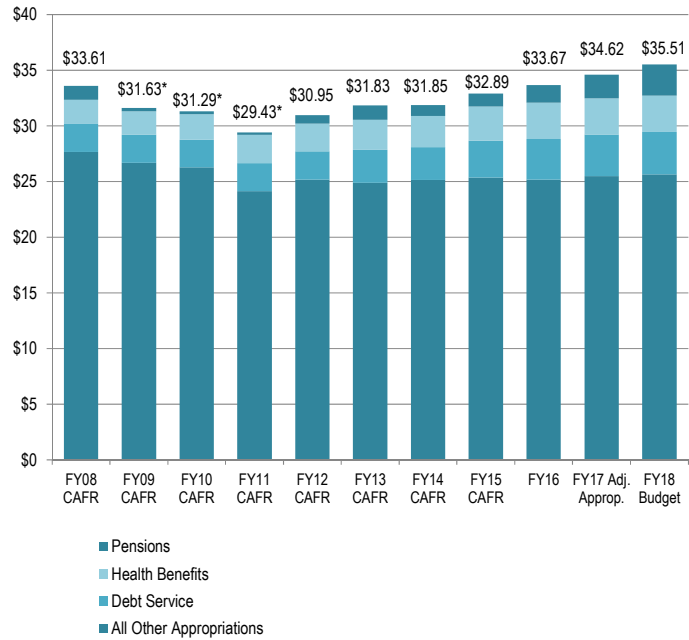
In recent years, the cost of pensions, public employee health benefits and debt service have accounted for the bulk of year-to-year growth. The Governor's fiscal 2018 budget includes a \$2.5 billion contribution to the State's defined benefit pension funds. This will bring total contributions by the Christie Administration to \$8.8 billion, which is more than two and a half times the total contributions made by all Governors combined during the 16-year period from fiscal 1995 through fiscal 2010.

- The increased defined benefit pension contribution accounts for almost 72% of the total increase in State appropriations.
- Increased funding for pensions and employee health benefits together comprise approximately 75% of the year-over-year increase, but without reform, the increase would represent 78%.
- Increased pension, employee health benefits and debt service costs together account for 82% of the growth over the fiscal 2017 State budget.

To make progress towards significantly increasing the pension payment, Governor Christie's budget restrains the growth in State spending across a wide range of categories:

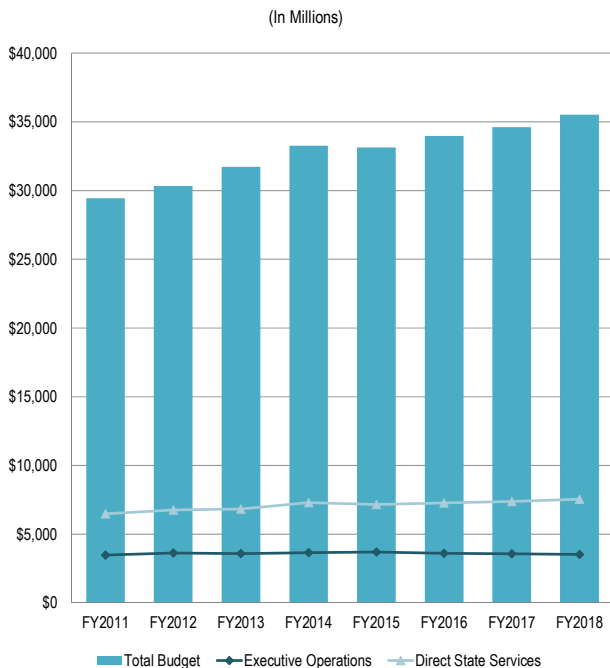
- Funding for Executive Operations - one important measure of the cost of State government - will remain at \$3.5 billion and continues to be a declining share of overall State expenses.

### Christie Administration Continues to Control Core Spending (In Billions)



\* Includes federal stimulus-supported expenditures that would have otherwise been State-supported expenditures.

### Executive Operations Spending Has Been Restrained



- The fiscal 2018 budget reflects the sustained reduction in the size of the State workforce. Since Governor Christie took office, the workforce has decreased by more than 10,000 positions.

- A dramatically smaller government workforce also creates a much smaller physical footprint. Nearly 50 leases totaling over half a million square feet of space have been eliminated, with ongoing efforts expected to generate an additional \$5 million in savings in fiscal 2018.

- Consolidation has also aided the ongoing effort to vacate and sell State-owned buildings. This ongoing effort is expected to generate additional revenue and savings to the State budget as properties are sold or repurposed.

### Employee Benefits

Despite the significant bipartisan reforms of 2010 and 2011 and management improvements implemented by the Christie Administration, the rising costs of defined benefit pensions and health benefits continue to burden State government and constrain the ability to be responsive to other priorities.

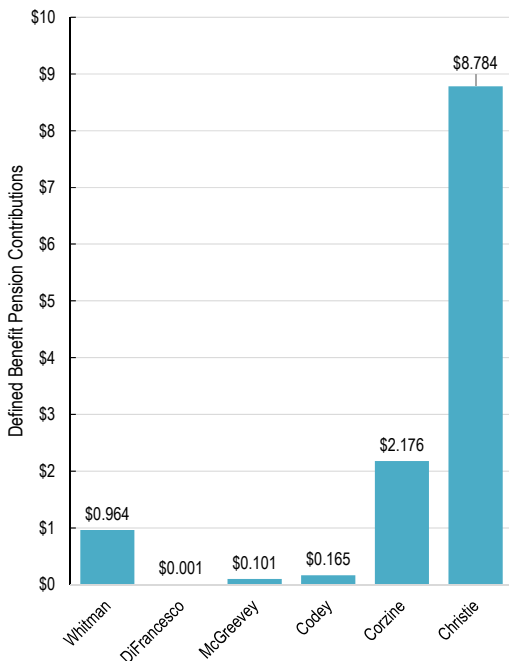
- As of June 30, 2015, the State’s combined Other Post-Employment Benefits (OPEB) and net pension liability was over \$160 billion, over four times the annual State budget.
- Health benefits and post-retirement medical benefits for current and retired State employees, local teacher retirees and the enhanced benefits for local government retirees represent 9.2% of the Governor’s fiscal 2018 State budget, compared to 6.4% in fiscal 2008.
- Even after the reforms proposed in this budget, the combined increase in pension and health benefit costs represents 75% of the year-over-year growth in the Governor’s fiscal 2018 budget.

Without additional reform, pension and health benefits liabilities will continue to grow in the coming fiscal years. Absent common-sense plan design changes to lower state health benefits insurance premiums, the State could be subject to the federal “Cadillac Tax” on benefit-rich plans beginning in 2020. This tax alone may add billions of dollars to the future cost of providing health care benefits.

### Defined Benefit Pension Payment

#### Governor Christie Continues Unprecedented Support to the Pension Systems

(In Billions)



While the need for real and sustainable long-term reform to contain the ever-increasing cost of pension and health benefits cannot be understated, minimizing the continued compounding of the problem requires a substantial increase in State contributions in the near term. Accordingly, the Governor’s fiscal 2018 budget includes a defined benefit pension payment of \$2.5 billion, \$647 million more than the fiscal 2017 amount, and 5/10ths of the Actuarially Determined Contribution (ADC). This will be the largest defined benefit contribution in New Jersey history.

- Approximately two-thirds of the total contribution, or \$1.6 billion, funds pension benefits on behalf of local school districts, municipalities, and county colleges.
- Through fiscal 2018, the Christie Administration will have contributed nearly \$9 billion to the State’s underfunded pension system,

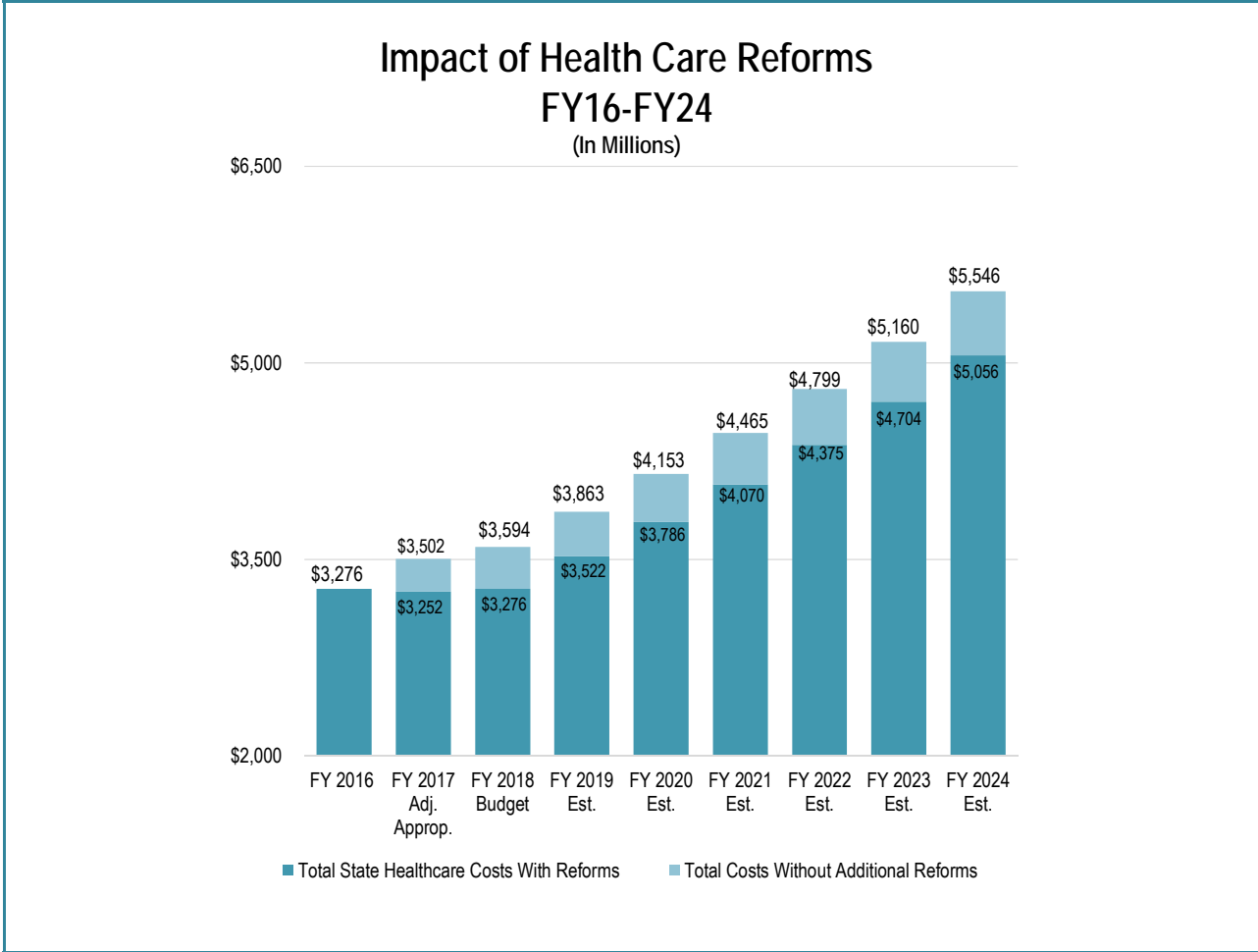


a commitment to funding that exceeds that of any previous administration. This contribution level is more than two and a half times the total funding from fiscal 1995 through fiscal 2010.

### *Public Employee Health Care Reforms*

The fiscal 2018 budget assumes that a combination of reasonable new reforms will save \$125 million in public employee and retiree health care costs to offset anticipated growth. These reforms would additionally save local governments, school districts - and the property taxpayers who fund them - approximately \$127 million. These reforms would also provide cost controls as the State moves into plan year 2018 that would contain increases in State and local employee premium sharing.

- Absent implemented and proposed reforms, State costs in support of providing health care to public employees and certain retirees would have increased even more dramatically over time, from 4.5% of the State budget in fiscal 2001 to 10% of the State budget in fiscal 2018. State appropriations would increase by \$342 million from fiscal 2017 to 2018, and at a comparable amount annually thereafter for several years.
- These annual increases, if left unchecked, would significantly erode the State's ability to address important priorities, including: providing critical services to residents in need; making investments that create jobs; and increasing pension payments.



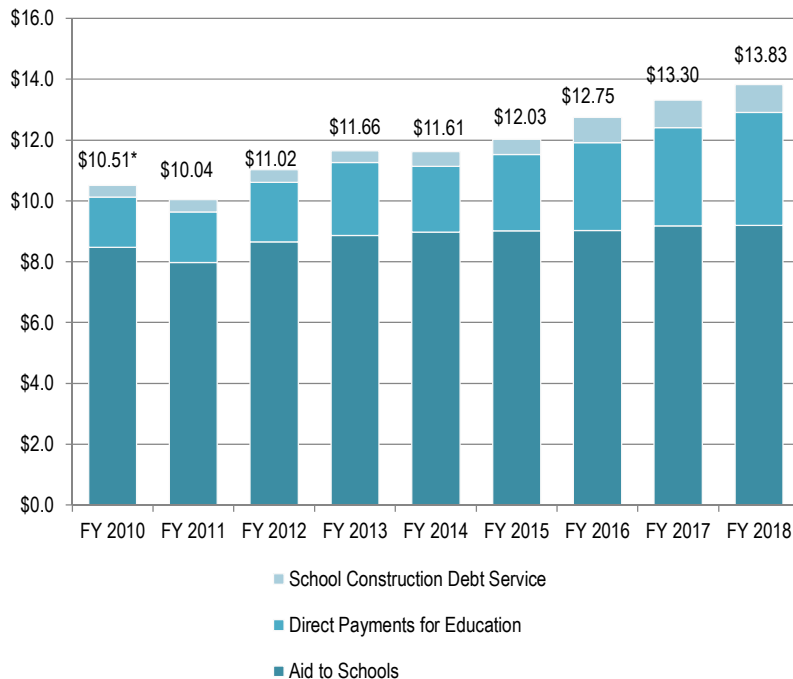
- Increases in health care costs also impact every level of local government, including schools, counties, municipalities, fire districts, water authorities and sewer authorities, because most of the employees and retirees of these entities are enrolled in the State health plans, or plans that are similarly structured.
- Management and public employees will continue to need to work together to reduce their costs through the plan design committees created by the broader health care reform legislation enacted in 2011 (P.L.2011, c.78). That law established one plan design committee with the authority to change health benefits plans used by teachers and another committee with the authority to change health benefits plans used by all other public employees. These committees, with equal management and union representation, have made recent changes that provide reasonable savings while ensuring quality care continues. Estimated at \$193 million, these savings have reduced overall growth from \$342 million to \$149 million. This level of year-over-year increase is not sustainable for the State budget or the budgets of local employers. Also, it is not sustainable for State, school district and local government employees whose premium sharing will increase as well.
- The fiscal 2018 budget assumes implementation of changes that will contain out-of-network costs. Similarly, the budget anticipates that the State Health Benefits Program (SHBP) Plan Design

Committee will readopt changes approved in 2016 and that the School Employees' Health Benefits Program (SEHBP) Plan Design Committee will adopt the same common sense cost controls that have been adopted for the SHBP. Savings of \$43 million will be achieved if the School Employees' Health Benefits Plan Design Committee, which up to this point has refused to approve changes, agrees to initiatives already approved for police, firefighters and other public-sector employees. This would reduce local employer and employee costs by an additional \$37 million.

## Pre-K - 12 Education

### History of School Aid

State Funding for School Aid Has Increased 46% Since FY 2010  
(In Billions)



\*FY 2010 includes \$1.06 billion in federal stimulus funding.

For the seventh consecutive year, Governor Christie's budget proposes the highest amount of School Aid supporting Pre-K - 12 education in New Jersey history. The fiscal 2018 budget proposes spending more than \$13.8 billion on education, an increase of \$523.2 million from fiscal 2017. Of the total school aid, almost \$9.2 billion represents direct aid to schools, an increase of \$16.1 million over fiscal 2017. In addition to aid to schools, direct payments for education, including pension and health benefits payments as well as School Construction Debt Service, will increase in fiscal 2018, providing more support for local school districts.

Despite constraints on State resources, all school districts will receive at least the same funding

in fiscal 2018 in order to uphold New Jersey's continued commitment to education. This budget provides the highest level of funding for School Choice Aid to support a record number of students participating in the program in fiscal 2018.

Funding will also be provided to support Charter School Aid, as well as Host District Support Aid, to ensure that the funding provided to charter schools in fiscal 2018 is not less than the 2017 funding, on either a per-pupil or total revenue basis. The Department expects new charter schools to open in fiscal 2018, and the fiscal 2018 budget is projected to support more than 55,000 students in charter schools.

The fiscal 2018 budget also includes \$1 million to support a pilot demonstration of the Opportunity Scholarship Act program. This funding will provide scholarships to allow certain students in chronically failing schools to attend another public or nonpublic school within New Jersey. Through this program, children from families of limited means will have greater educational opportunities and more school choice.

### *Higher Education*

The fiscal 2018 budget maintains the Governor's commitment to higher education in New Jersey. Overall, higher education funding is maintained at a total of \$2.2 billion in fiscal 2018.

Funding for the State's flagship student aid program, Tuition Aid Grants, will increase \$15.7 million over fiscal 2017, to a total of \$419.4 million. Awards at all levels of need will increase by 2% over fiscal 2017 award levels, and the program will support more than 68,000 New Jersey students. The Governor's Urban Scholarship program will add a sixth class, and will now support an estimated 600 scholars from targeted school districts. Recommended funding for other student aid programs will meet projected levels of demand.

Funding is continued for College Readiness Now in the amount of \$1 million in fiscal 2018 to help students prepare for college level course work before they graduate high school. Partnerships between county colleges and high schools throughout the state have more than doubled since the program's inception in fiscal 2017, increasing from approximately 60 to 135.



## Health and Human Services

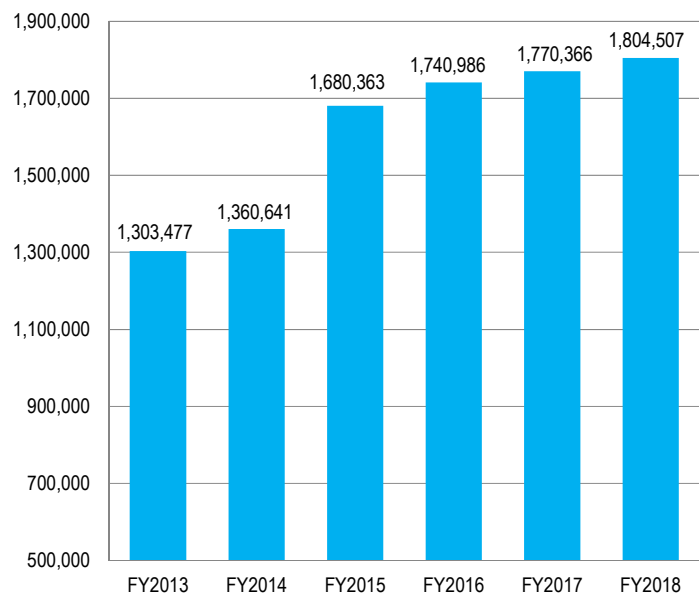
### NJ FamilyCare

The NJ FamilyCare program currently provides comprehensive health care coverage to more than 1.7 million New Jersey residents at a projected \$4.2 billion cost to the fiscal 2018 budget. The program serves individuals eligible for both Medicaid and the Children's Health Insurance Program (CHIP), and represents a partnership between the State and the federal government. NJ FamilyCare is administered at the State level; however, the benefit design is subject to approval by the federal Centers for Medicare and Medicaid Services (CMS). The services provided through the program receive federal financial support ranging from 50% to 94% of total costs, depending on the service being provided and the eligibility group being served.

The NJ FamilyCare program, while having some of the highest income limits in the nation, has traditionally provided health coverage exclusively to low-income families, seniors and people with disabilities. On January 1, 2014, Governor Christie expanded the program, using 100% federal funding, to provide health coverage to low-income childless adults. The fiscal 2018 budget represents the fourth full fiscal year of the NJ FamilyCare expansion, and while a fraction of the costs associated with this eligibility group have shifted to the State budget, the expansion continues to represent a tremendous value for New Jersey.

Since the Governor's decision to expand NJ FamilyCare in 2014, an additional 487,000 uninsured New Jersey residents have gained coverage under NJ FamilyCare. Not only did this expansion provide reliable medical coverage to many formerly uninsured residents, the infusion of federal dollars has generated more than \$2 billion in cumulative savings to the State budget.

**NJ FamilyCare Enrollment**



### Hospitals

With the goal of ensuring a stable and accessible hospital system that provides care of the highest possible quality, the Department of Health's budget makes significant investments in three hospital subsidy programs: Charity Care; Graduate Medical Education; and Delivery System Reform Incentive Payments.

#### Charity Care

As widely anticipated, Governor Christie's expansion of NJ FamilyCare has led to a dramatic increase in NJ FamilyCare enrollment, which continues to be funded almost entirely by the federal government. The associated decrease in uninsured residents has reduced by more than half the

documented claims for uncompensated care submitted by New Jersey's hospitals. Since the expansion took effect on January 1, 2014, 487,000 low-income residents have gained health insurance through NJ FamilyCare, a 38% increase in program enrollment. This fundamental shift allows for a \$25 million reduction in State funding for Charity Care in fiscal 2018.

The fiscal 2018 budget provides \$252 million in combined federal and State support to offset the costs hospital facilities incur in treating the uninsured.

### Graduate Medical Education (GME)

The fiscal 2018 budget increases support to New Jersey's teaching hospitals by \$30 million, with the total amount available through the Graduate Medical Education program now totaling \$218 million. This marks the third year in a row that funding for this critical program has been increased, with the total amount available now more than triple the funding provided when Governor Christie took office. This enhanced commitment to GME will help to ensure that New Jersey residents have continued access to an adequate number of well-trained doctors.

### Delivery System Reform Incentive Payment (DSRIP)

Funded at \$166.6 million, the Delivery System Reform Incentive Payment (DSRIP) program was launched in fiscal 2014 as a replacement for the Hospital Relief Subsidy Fund. The program continues to reward innovation and quality by distributing funds to hospitals based on measurable improvements in health outcomes.

## Hospital Funding

### State and Federal

(In Millions)

	FY 2016	FY 2017 Adjusted Approp.	FY 2018 Budget
Charity Care	\$ 502.0	\$ 302.0	\$ 252.0
Graduate Medical Education	127.3	188.0	218.0
Delivery System Reform Incentive Payments	166.6	166.6	166.6
Hospital Mental Health Offset Payments	24.5	24.7	24.7
University Hospital	43.8	43.8	43.8
<b>Total Hospital Funding</b>	<b>\$ 864.2</b>	<b>\$ 725.1</b>	<b>\$ 705.1</b>

It is anticipated that the fiscal 2018 decrease in Charity Care will be offset by insurance payments that hospitals will receive on behalf of residents who now have health care coverage through the expanded NJ FamilyCare program and the federal marketplace.

## Long Term Care Services

The fiscal 2018 budget includes the resources necessary to continue the transition to community-based care through the Managed Long Term Services and Supports (MLTSS) program. It is expected that more than 26,000 low-income seniors and people with disabilities enrolled in NJ FamilyCare will be receiving care coordination and enhanced community-based services by the end of fiscal 2018, helping to eliminate or delay the need for institutional care.

## Mental Health and Addiction Services

With the fiscal 2018 budget, Governor Christie continues his efforts to take a smarter and more effective approach to how the State supports individuals with substance use disorders. Governor Christie has made an unprecedented increase in the amount of funding provided for addiction services since he took office, increasing the amount of combined State and federal funding by 52%, from \$282.7 million in the fiscal 2010 Appropriations Act to a recommended \$430 million in his fiscal 2018 budget.

Governor Christie recently signed P.L.2017, c.28. First, in an effort to reduce the risk of addiction, this law limits to five days the first opioid prescription a patient receives after injury or surgery. Second, the law mandates that insurance companies must cover the first six months of inpatient and outpatient treatment of substance use disorders without prior authorization when services are determined to be medically necessary. Further, during each plan year, the first 28 days of inpatient treatment must be provided without any retrospective review or concurrent review of medical necessity. Additionally, with the exception of applicable copayment, deductible or co-insurance, no pre-payment of medical expenses during the 180 days is required.

The Christie Administration launched a one-stop website and hotline, 1-844-REACH-NJ and REACHNJ.GOV, which puts information on addiction services in one place to make it easier for individuals and families to get answers to their questions when seeking help with addiction. The website and hotline offer information regarding treatment options, insurance, locations of State-licensed rehabilitation facilities for children and adults, and employment support programs for those in recovery. In addition, the Governor launched an awareness campaign of his newly-implemented REACHNJ.GOV resource hub that further emphasizes the dangers of addiction and promotes the availability of treatment options.

The Governor continues the historic financial commitment to the behavioral health rate increase, which improved access to substance use and mental health treatments with a combined State and federal investment in fiscal 2018 of more than \$136 million. The rate increase, which was the first significant behavioral health rate increase in more than a decade, allowed the State to provide more competitive reimbursement rates for services and providers and extend access to care. These increased reimbursement rates allow for improved critical services and more treatment capacity for those who need it most.

By providing greater access to care in the community, the burden that hospital emergency departments face in treating these patients can be alleviated. When these individuals seek treatment through the appropriate channels, other health complications can be prevented, reducing the need for more expensive services. By improving access to care in the community, the pressure on hospitals and emergency rooms to serve these patients will be assuaged.

The State’s commitment to the Opioid Overdose Recovery Program (OORP) continues in fiscal 2018. The budget provides \$2.8 million in funding to continue supporting the program in 11 counties. The OORP reaches and connects drug overdose survivors with treatment, counseling and support services in the immediate aftermath of their overdose. The coaches engage individuals saved from an opioid overdose to provide non-clinical assistance, recovery supports and appropriate referrals for assessment and substance use disorder treatment.

To further support New Jersey’s college students who have been caught in the addiction epidemic, Governor Christie announced the expansion of the Recovery Dorms program. The fiscal 2018 budget provides \$1.5 million in funding for on-campus housing for college students in recovery. This program provides students with a sober environment, counseling and additional supports, all of which are useful tools in the life-long battle to maintain sobriety.

To improve access to treatment, the Governor has instructed the Department of Children and Families to expand its residential services for 18- and 19-year-olds who are struggling with substance use. This transition will ensure full utilization of treatment beds in both adult and children’s facilities, maximizing treatment opportunities for both populations. In addition, at the direction of the Governor, the Department of Health has advertised the need of up to 900 newly-licensed hospital beds for the treatment of residents suffering from co-occurring behavioral health and addiction issues.

In January 2017, Governor Christie announced \$5 million in additional funding for the statewide expansion of a successful pilot program on pediatric behavioral health. The program provides a collaboration of primary care physicians and mental health specialists aimed at improving the capability of primary care physicians to screen, care, manage and increase access to mental health services for children with behavioral health conditions and substance use issues.

The Narcan initiative is a vital component of the Governor’s multi-pronged response to the opiate crisis. Since the signing of the Overdose Prevention Act in May 2013, there have been over 22,500 naloxone administrations by emergency management and law enforcement personnel. The goal of the program is to help reduce the number of heroin-related deaths by training and equipping police officers and first responders to administer Narcan to overdose victims.

To help incarcerated individuals with substance use disorders, Governor Christie is investing an additional \$2 million for the Mid-State Correctional Facility that will re-open in 2017 as an institution dedicated to the treatment of inmates. The new Mid-State Correctional Facility substance use disorder treatment program will be licensed by the Division of Mental Health and Addiction Services.

Mental Health <i>Olmstead</i> Settlement Targets					
Settlement Requirement	Target	Actual	Continuing Commitment	Target	Actual/Projected
FY2010	230	248			
FY2011	215	253	FY2015		385
FY2012	145	242	FY2016		200
FY2013	225	447	FY2017		220
FY2014	250	330	FY2018		200
Subtotal	1,065	1,520	Grand Total	1,065	2,525

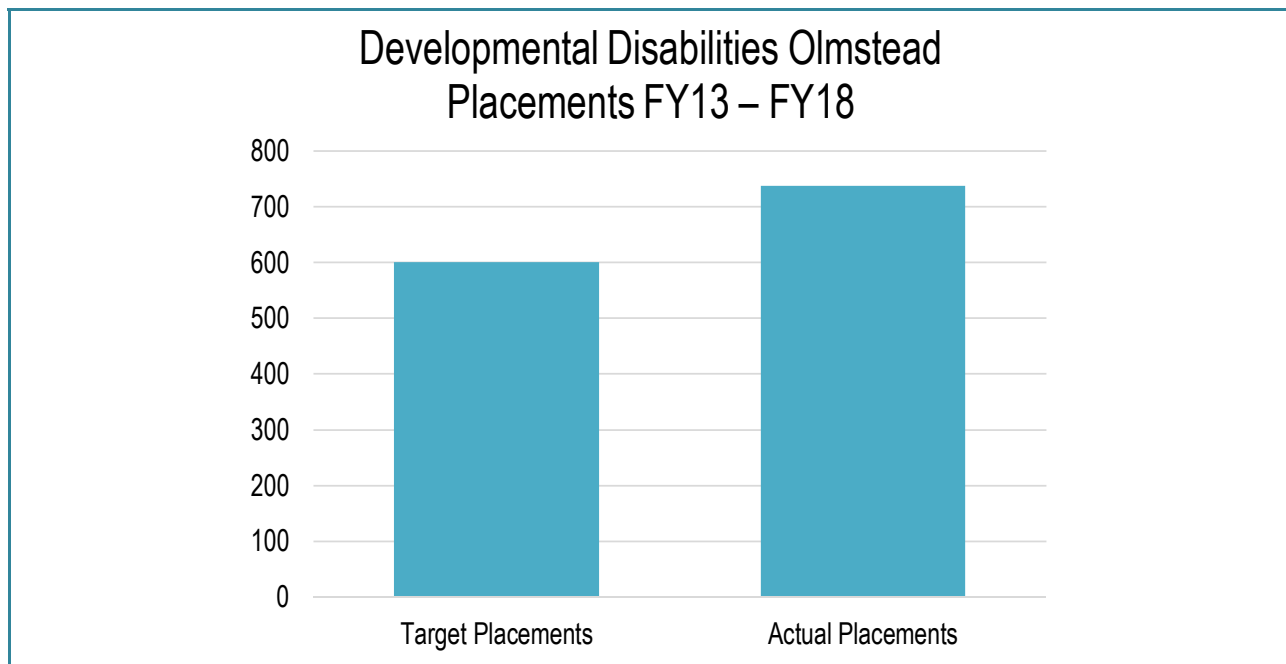
Continuing the Christie Administration’s commitment to providing services for individuals with mental illness in home and community-based settings, the fiscal 2018 budget includes \$116.9 million in funding to support the Division of Mental Health and Addiction Services’ *Olmstead*

initiatives. The State has exceeded the required number of community placements from psychiatric hospitals outlined in the *Olmstead* settlement agreement, which required 1,065 community placements between fiscal years 2010-2014.

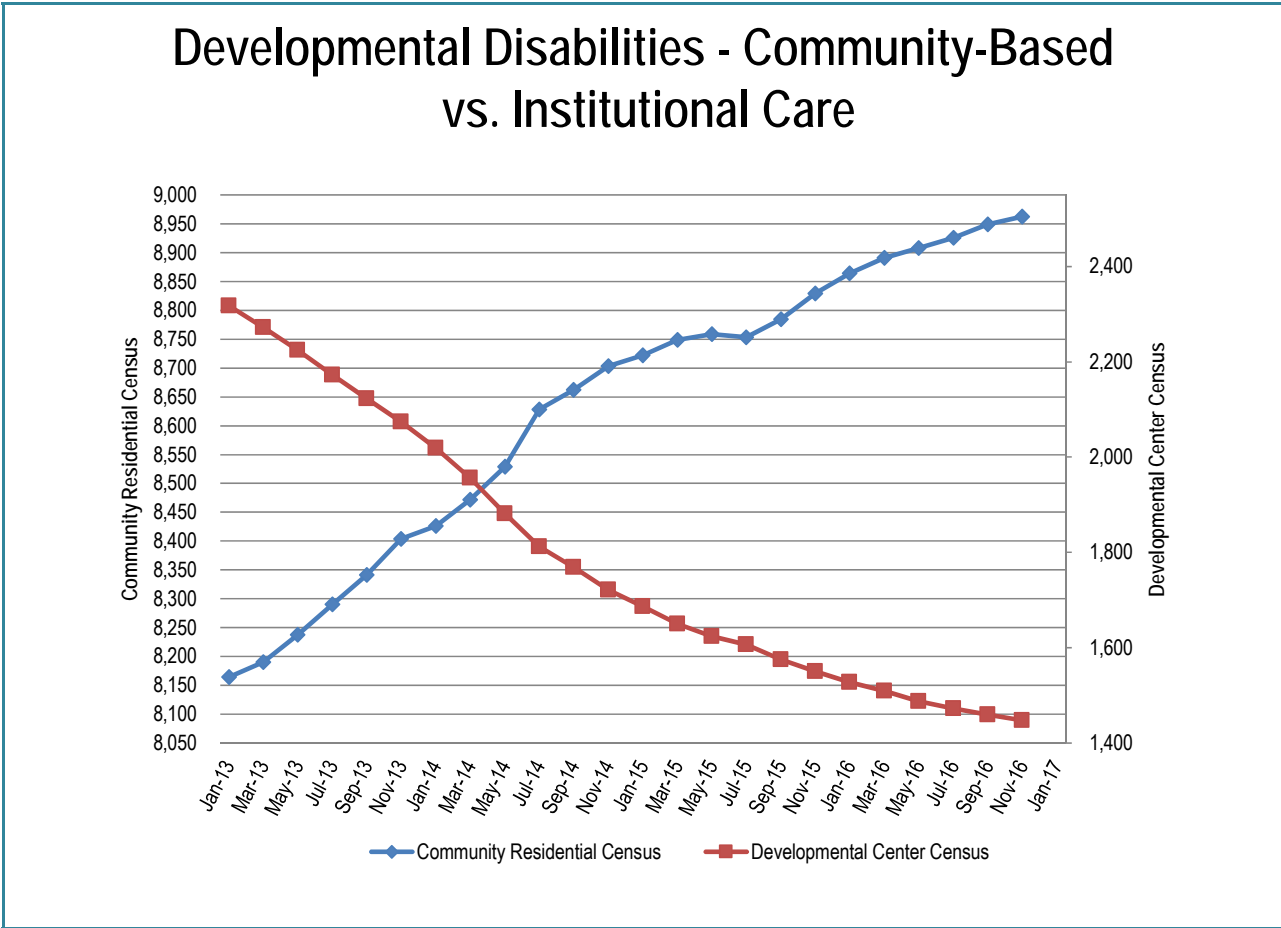
### Developmental Disabilities

Governor Christie is committed to fundamentally changing the way services and programs support individuals with developmental disabilities and their families, by moving away from a system that has historically focused on institutionalization to one that emphasizes home and community-based services and supports. To this end, resources have been refocused to provide people with intellectual and developmental disabilities with the ability to live as independently as possible with the proper supports.

The five-year *Olmstead* settlement agreement, signed February 2013, covered fiscal years 2013-2017 and required 600 placements over that time period. By the end of fiscal 2018, the Department expects to have placed a total of 737 individuals. Due to the acceleration of placements from the closure of North Jersey Developmental Center and Woodbridge Developmental Center in fiscal 2015, the State has exceeded the required number of community placements from developmental centers outlined in the *Olmstead* settlement agreement.



In addition to the *Olmstead* commitment to move individuals with developmental disabilities out of developmental centers, Governor Christie's determination to provide services in the community includes funds to develop additional community placements and services that divert admissions to developmental centers. The fiscal 2018 budget provides \$89.7 million of new State and federal funding to create community placements and services, including *Olmstead*. The following chart highlights this shift in service delivery.



As a result of reforms initiated under the Medicaid Comprehensive Waiver, adults with intellectual and developmental disabilities that are living independently or with family are becoming eligible for substantially increased in-home support services for which the State will receive a federal match. When the Supports Program is fully implemented, it is expected to generate approximately \$100 million in matching funding on previously State-only costs to create an estimated \$200 million program, which will allow for the further expansion of services.

**Family Services**

The fiscal 2018 budget continues and enhances the Christie Administration’s commitment to providing a wide array of services to children and families throughout New Jersey.

Child Protection and Permanency (CP&P) is responsible for investigating allegations of child abuse and neglect and, if necessary, arranging for the child’s protection and the family’s treatment. The fiscal 2018 budget includes a total of \$986.6 million in State and federal funds for the operations and services provided by this Division.



Children's System of Care (CSOC) addresses the holistic needs and concerns of families with children with multiple needs, including behavioral health, substance use and intellectual and developmental disabilities. This program helps more youth remain at home, in school and in their own communities, while still receiving the full scope of services they require, and provides coordinated care for more than 61,000 children and adolescents. The fiscal 2018 budget includes a total of \$592.5 million in State and federal funds for the operations and services provided by this Division, an increase of \$24.3 million over the fiscal 2017 Appropriations Act.

The Governor's proposed budget protects funding for Family Success Centers, which are community-based organizations that provide a wide array of services ranging from day care, resume writing and parenting classes to domestic violence prevention and substance use disorder services. The number of Family Success Centers in New Jersey will increase to a total of 58 in fiscal 2018.

### *Property Tax Relief*

## Funding for Property Tax Relief

4.1% Increase  
(In Millions)

<u>Programs</u>	<u>FY 2017 Adjusted Approp.</u>	<u>FY 2018 Budget</u>	<u>Change</u>
School Aid	\$ 13,302.8	\$ 13,826.0	\$ 523.2
Municipal Aid	1,529.9	1,531.6	1.7
Other Local Aid	878.0	1,078.1	200.1
Direct Property Taxpayer Relief	1,045.3	1,012.8	(32.5) *
<b>Total Property Tax Relief</b>	<b>\$ 16,756.0</b>	<b>\$ 17,448.5</b>	<b>\$ 692.5</b>

\* FY 2018 continues these programs unaltered. The change amount reflects the change in forecasted costs.

Governor Christie's fiscal 2018 budget provides over \$17 billion in direct and indirect property tax relief, nearly half the total budget, including:

- \$13.8 billion in school aid
- \$1.5 billion in municipal aid
- \$1 billion in direct property taxpayer relief programs

The fiscal 2018 budget continues providing over \$1 billion for direct property taxpayer relief programs:

- 423,300 seniors and citizens with disabilities will receive an average Homestead Benefit of \$511. 169,500 other homeowners earning up to \$75,000 will receive an average Homestead Benefit of \$397.
- 138,200 seniors and citizens with disabilities will continue receiving Property Tax Freeze benefits averaging \$1,401, while 25,100 new beneficiaries will receive their first year of benefits averaging \$219.

## Direct Property Taxpayer Relief Programs

(In Millions)

	FY 2017 Adjusted Approp.	FY 2018 Budget	Change
Property Tax Deduction Act	\$ 455.8	\$ 462.2	\$ 6.4
Homestead Benefit Program	322.5	291.9	(30.6)
Senior and Disabled Citizens' Property Tax Freeze	204.9	200.3	(4.6)
Veterans' Property Tax Deductions	51.2	48.5	(2.7)
Senior and Disabled Citizens' Property Tax Deductions	10.9	9.9	(1.0)
<b>Total Property Taxpayer Relief Programs</b>	<b><u>\$ 1,045.3</u></b>	<b><u>\$ 1,012.8</u></b>	<b><u>\$ (32.5) *</u></b>

\* FY 2018 continues these programs unaltered. The change amount reflects the change in forecasted costs.

*Local Government*

Governor Christie's fiscal 2018 budget continues providing over \$1.5 billion in Municipal Aid:

- \$1.43 billion in combined Consolidated Municipal Property Tax Relief Aid (CMPTRA) and Energy Tax Receipts aid.
- \$93 million in Transitional Aid to continue assistance for distressed cities with protracted financial and management challenges. This aid goes hand-in-hand with direct State expertise and oversight to promote good government, best management practices and a true transition to financial independence.

## Municipal Aid

(In Millions)

	FY 2017 Adjusted Approp.	FY 2018 Budget	Change
Consolidated Municipal Property Tax Relief Aid (CMPTRA) / Energy Tax Receipts	\$ 1,411.6	\$ 1,427.7	\$ 16.1
Transitional Aid to Localities	107.4	93.0	(14.4)
Open Space Payments In Lieu of Taxes (PILOT)	6.5	6.5	-
Highlands Protection Fund Aid	4.4	4.4	-
<b>Total Municipal Aid</b>	<b>\$ 1,529.9</b>	<b>\$ 1,531.6</b>	<b>\$ 1.7</b>

## *Public Safety and Criminal Justice*

### **A New Class of New Jersey State Troopers**

Reflecting his commitment to maintaining the New Jersey State Police as one of the nation's premier law enforcement agencies, Governor Christie's fiscal 2018 budget provides support for the 159th recruit class of State Troopers. This will be the ninth new class trained since 2010.

### *Bail Reform*

In 2014, Governor Christie signed legislation and voters approved a State constitutional amendment to reform New Jersey's criminal justice system. These reforms will keep dangerous individuals off of the streets by allowing people charged with the most serious violent crimes to be held without bail. In addition, the reforms make the bail system fairer by allowing individuals who commit minor, nonviolent offenses to have nonmonetary options for pretrial release instead of being confined to jail because they cannot afford even low bail amounts.

In furthering the support for the implementation of the criminal justice reform initiative, Governor Christie signed P.L.2016, c.103, into law. This legislation authorizes an additional 20 judgeships. The fiscal 2018 budget includes \$9.3 million to help address new pretrial release and detention proceedings and speedy trial requirements.

### **Office of the Public Defender**

The fiscal 2018 budget includes \$1.1 million in additional funding to support the hiring of attorneys and investigators to meet the speedy trial requirements and court rule changes established in the bail reform legislation and constitutional amendment, which are designed to expedite the trial process.

In conjunction with the bail reform initiative, the Public Defender converted to a flat fee billing process in January 2015 to allow for more transparency and fairer billing of indigent legal representation.

### **Division of State Police**

In response to the shortened time frame required by the bail reform initiative, the fiscal 2018 budget includes additional funding for staff and equipment necessary to readily process DNA and perform toxicology analyses.

## *Transportation*

### **Transportation Capital Program**

In October 2016, Governor Christie signed legislation that reauthorized the New Jersey Transportation Trust Fund Authority Act. As a result of that legislation, Governor Christie's fiscal 2018 budget provides a record \$2 billion State Transportation Capital Program. The Program includes over \$1.3 billion for State and local highway and bridge projects, and another \$677 million for mass transportation projects. With a \$16 billion TTF plan in full gear over the next 8 years with 100% of gas tax revenues constitutionally dedicated

to repair and replace New Jersey roads and bridges, the average New Jersey driver will see a reduction in vehicle repairs.

### *Lead Safety*

Through continuing and increased appropriations, Governor Christie's fiscal 2018 budget addresses lead concerns in New Jersey, ensuring the State remains a national leader on this issue.

Governor Christie has added \$10 million in additional State funding to effectuate the update in lead regulations to make New Jersey's standards for identifying elevated blood-lead levels in children consistent with those of the federal Centers for Disease Control and Prevention.

The Department of Community Affairs will continue working through nonprofit organizations to remediate lead-based paint hazards affecting low- and moderate-income households in New Jersey.

The fiscal 2017 budget provided \$10 million to reimburse school districts for costs related to lead testing between July 13, 2016, and July 13, 2017. School districts that tested their water during that time period can continue to seek reimbursement in fiscal 2018 from unexpended fiscal 2017 balances.

## NEW JERSEY ECONOMIC OUTLOOK

The New Jersey labor market continued to strengthen in 2016. Preliminary data indicates that 14,800 new private sector jobs were created during the year, and there is some evidence to suggest that revisions to the numbers will show a somewhat higher increase. Private sector employment has grown by 282,000 net new jobs since February 2010, and as a result is now higher than the pre-Recession peak by 33,000 jobs. Employment growth in 2016 was strongest in the education and health services, financial services and construction sectors.

New Jersey's unemployment rate was 4.7% in December 2016, and is below the national figure. New Jersey continued to have a higher share of residents participating in the labor force as evidenced by its labor force participation rate, 63.4%, versus the national rate of 62.7%, and employment-population ratio, 60.4%, versus the national figure of 59.7%.

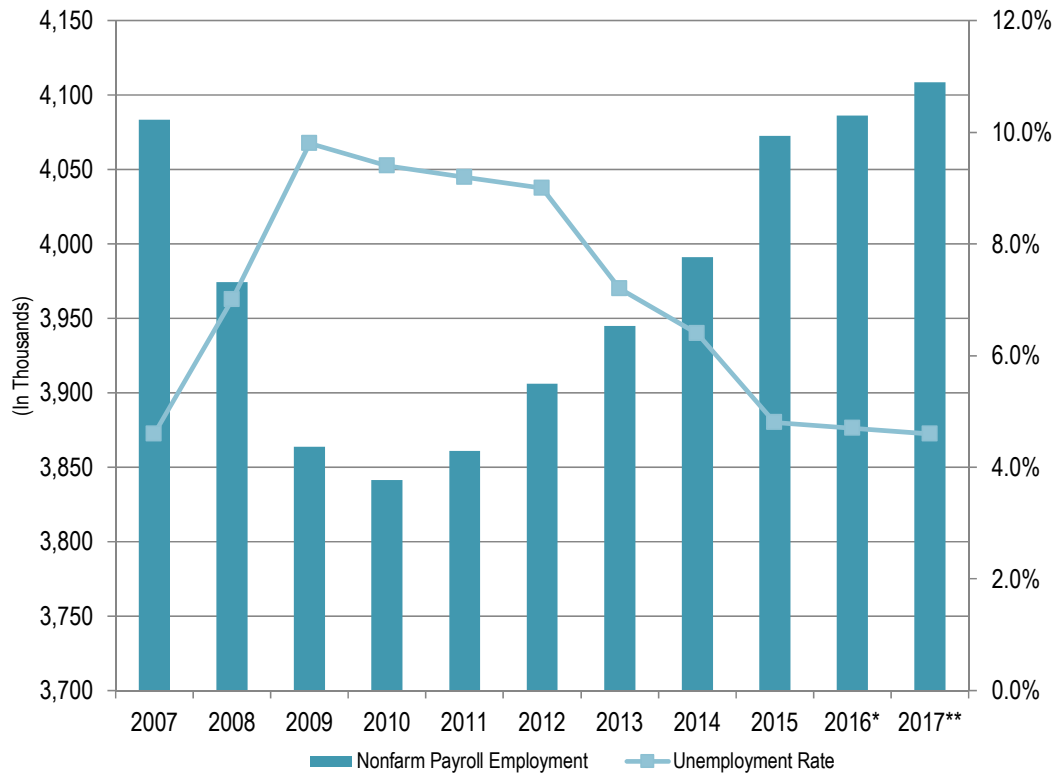
The housing market was a source of strength for New Jersey's economic recovery. Existing home sales followed a good year in 2015 with another solid year in 2016. Single-family home sales in 2016 were 15.1% higher than a year ago and townhouse-condo sales were 8.8% higher. Residential construction remained on track in 2016 as the total number of building permits issued remained above the 25,000 mark for a third year in a row. The total number of new car sales in 2016 exceeded the 600,000 mark for the first time in a decade.

Overall, New Jersey's economy continues to strengthen and improve. Real gross state product is estimated to have grown at a 3.9% annualized rate during the third quarter of 2016. Wages and salaries paid by New Jersey employers reached a new all-time high during the third quarter of 2016 at just over \$260 billion. In addition, aggregate personal income, which adds to wages income from all other sources such as transfers and investments, increased for a fourteenth consecutive quarter and is now above the \$550 billion mark. The Federal Reserve Bank of Philadelphia produces a *Coincident Index*, which measures current economic activity. The index value for New Jersey increased by 2.4% over the course of 2016.

The outlook for the New Jersey economy remains positive. Private sector employment expanded for a sixth consecutive year in 2016. The positive momentum in existing home sales should continue into 2017 according to the pending sales figures. The Federal Reserve Bank of Philadelphia also releases a *Leading Index*, which is a six-month forecast of the *Coincident Index*. The *Leading Index* value for New Jersey is 3.1, which points towards continued expansion through the first half of 2017. Further bolstering the outlook for New Jersey is the positive outlook for the U.S. economy as a whole. The Federal Reserve thought the economy was on a strong enough footing for the Federal Open Market Committee (FOMC) to raise the federal funds rate target during its December meeting and anticipates additional rate increases in 2017.



## New Jersey Unemployment Rate and Nonfarm Payroll Employment



\* Preliminary

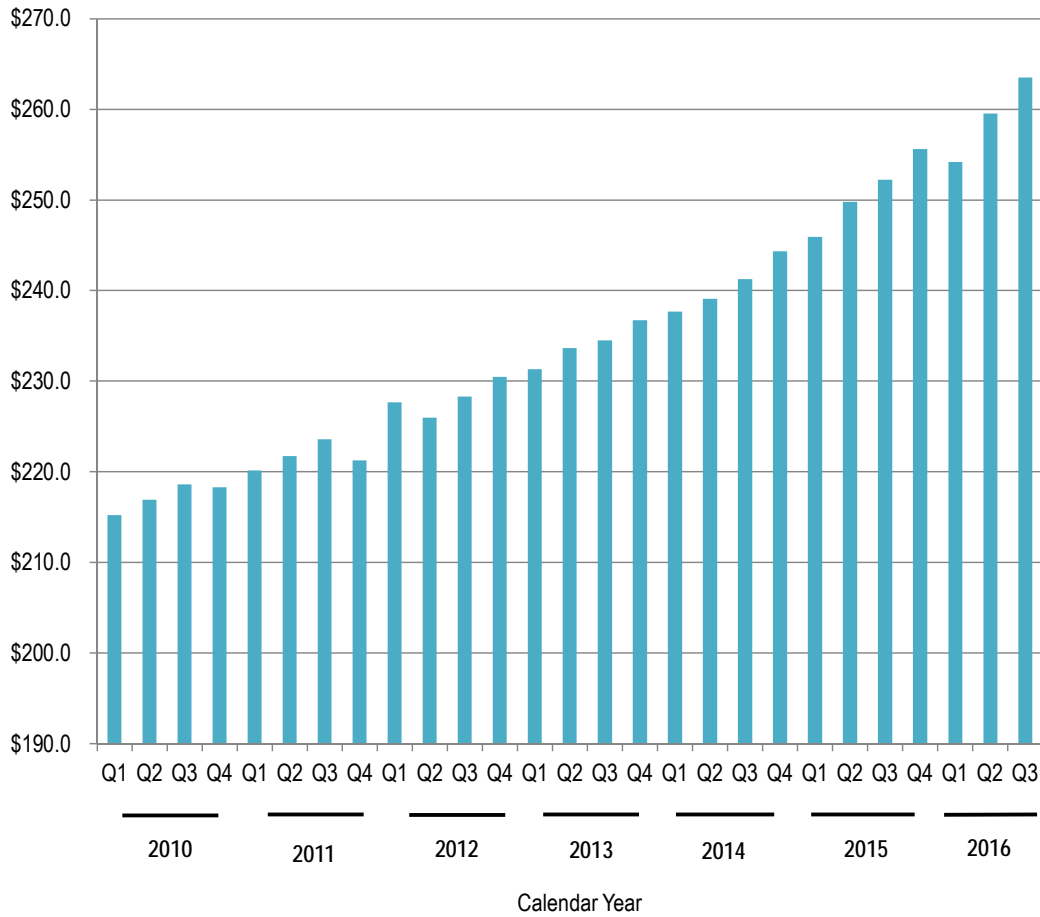
\*\* Projection

Source: U.S. Bureau of Labor Statistics. December end-of-year figures are reported.

## New Jersey Private Wages and Salaries

Overall 22.4% Increase Since 1<sup>st</sup> Quarter 2010

(In Billions)



Source: The U.S. Bureau of Economic Analysis

## Fiscal 2018 Revenues

Total and individual revenues reflect the impact of the second phase of the tax reductions adopted during fiscal 2017. Revenue adjustments have been made to reflect the lowering of the sales tax from 7% to 6.625% and the elimination of the Estate Tax. Income tax revenues also are reduced to reflect a new personal exemption being provided to veterans, an increased pension and retirement income exclusion and an increase in the Earned Income Tax Credit from 30% to 35% of the federal benefit amount.

For fiscal 2018, total revenues are projected to increase 3.6%.

### Fiscal 2018 Revenues (In Millions)

	FY 2017	FY 2017	FY 2018	Change from Revised	
	Approp. Act	Revised	Estimate	\$	%
Income*	\$ 13,982	\$ 13,940	\$ 14,435	495	3.6
Sales	9,597	9,295	9,451	156	1.7
Corporation**	2,471	2,471	2,595	124	5.0
Other***	8,552	8,649	9,114	465	5.4
<b>Total</b>	<b>\$ 34,602</b>	<b>\$ 34,355</b>	<b>\$ 35,595</b>	<b>1,240</b>	<b>3.6</b>

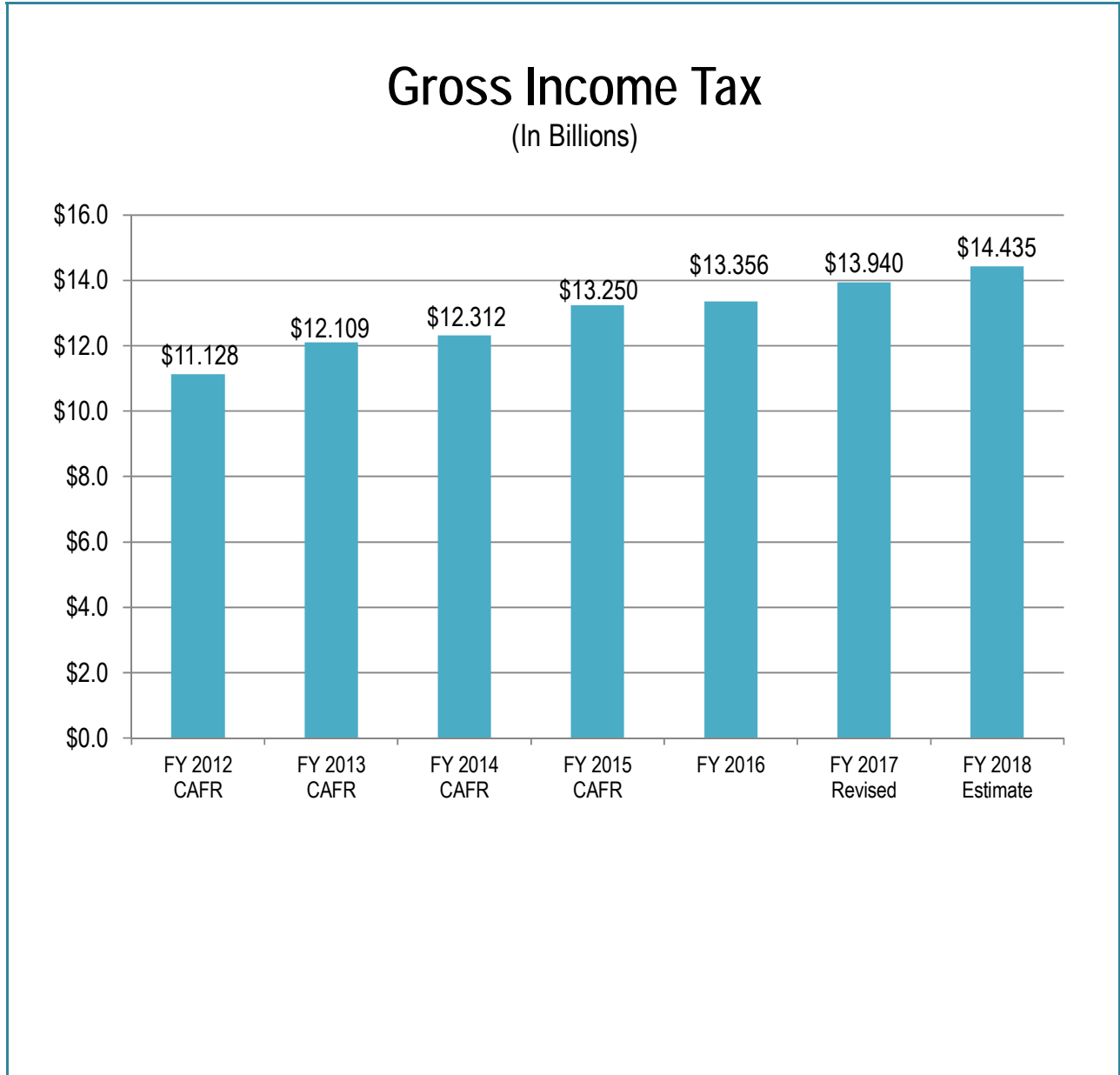
\* P.L.2016, c.57 increased the State Earned Income Tax Credit (EITC) to 35% from 30% of the federal EITC level, decreasing income taxes by an estimated \$63.5 million.

\*\* Corporation Business Tax revenues are inclusive of a change in the schedule for the issuance of tax credits under Business Employment Incentive Program (BEIP) pursuant to P.L.2016, c.9.

\*\*\* Other includes all Sales Tax and Corporation Business Tax on energy and the increase in gas taxes, net of the required reserve.

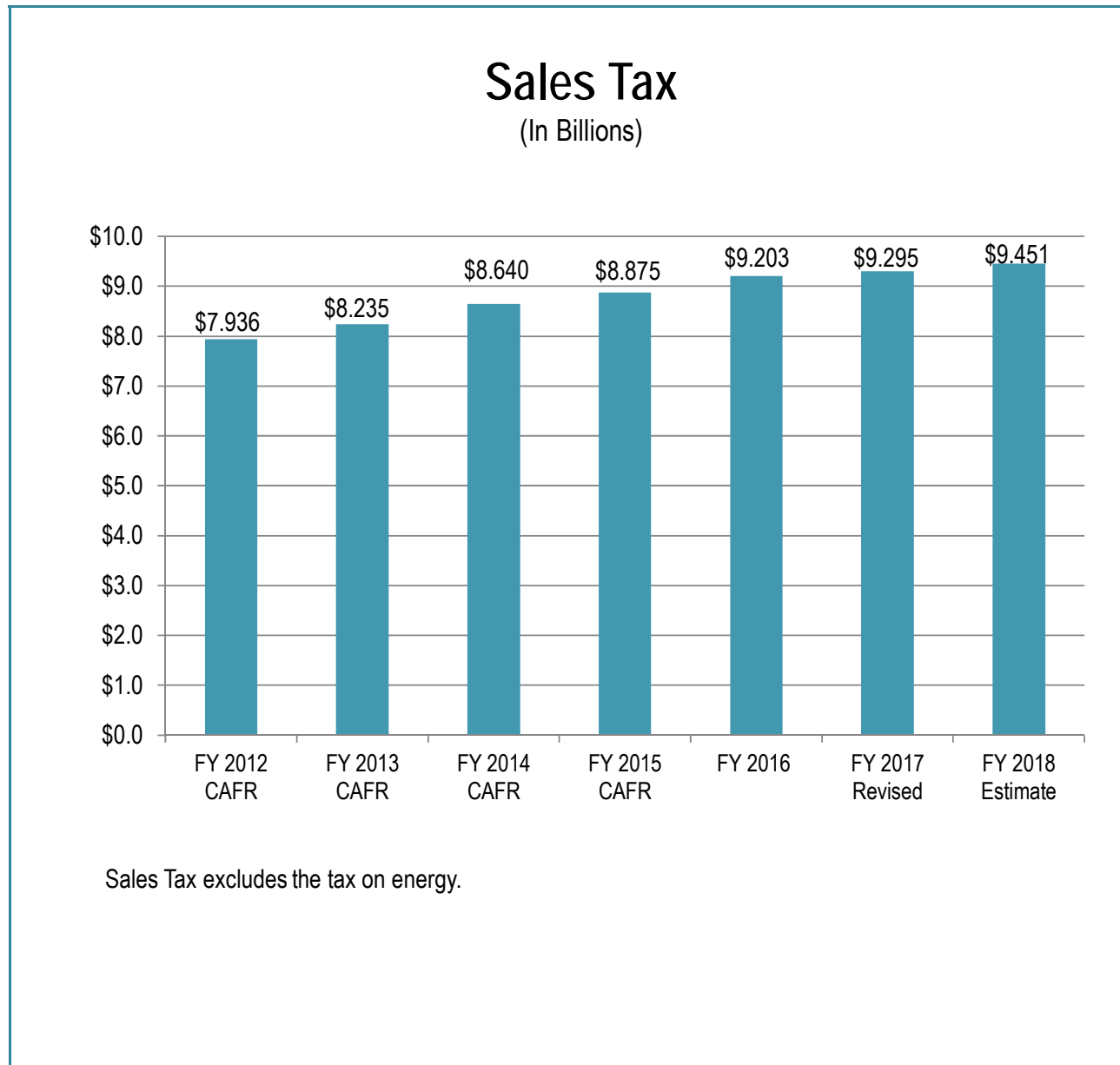
*Gross Income Tax*

GIT revenue is projected to grow by 3.6% in fiscal 2018. This reflects the revenue reduction associated with the tax changes enacted in fiscal 2017.



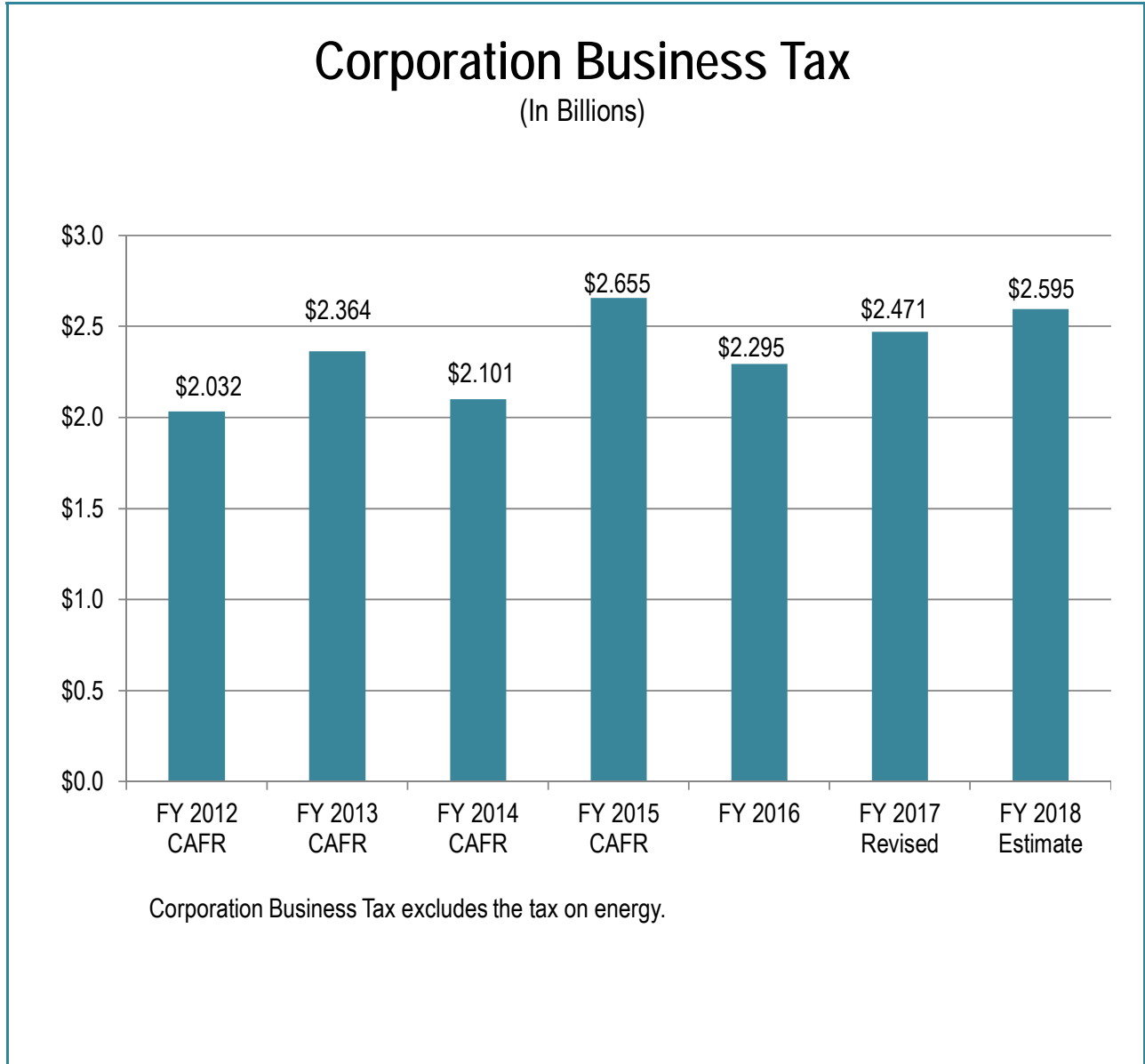
## Sales Tax

Sales tax revenue is projected to grow by 1.7% in fiscal 2018, reflecting a further rate reduction to 6.625%. Overall consumer spending continues to remain healthy, but this has not translated into strong sales tax growth in recent years, both for New Jersey as well as other states, as the composition of, and point of sale for, consumer spending has changed.



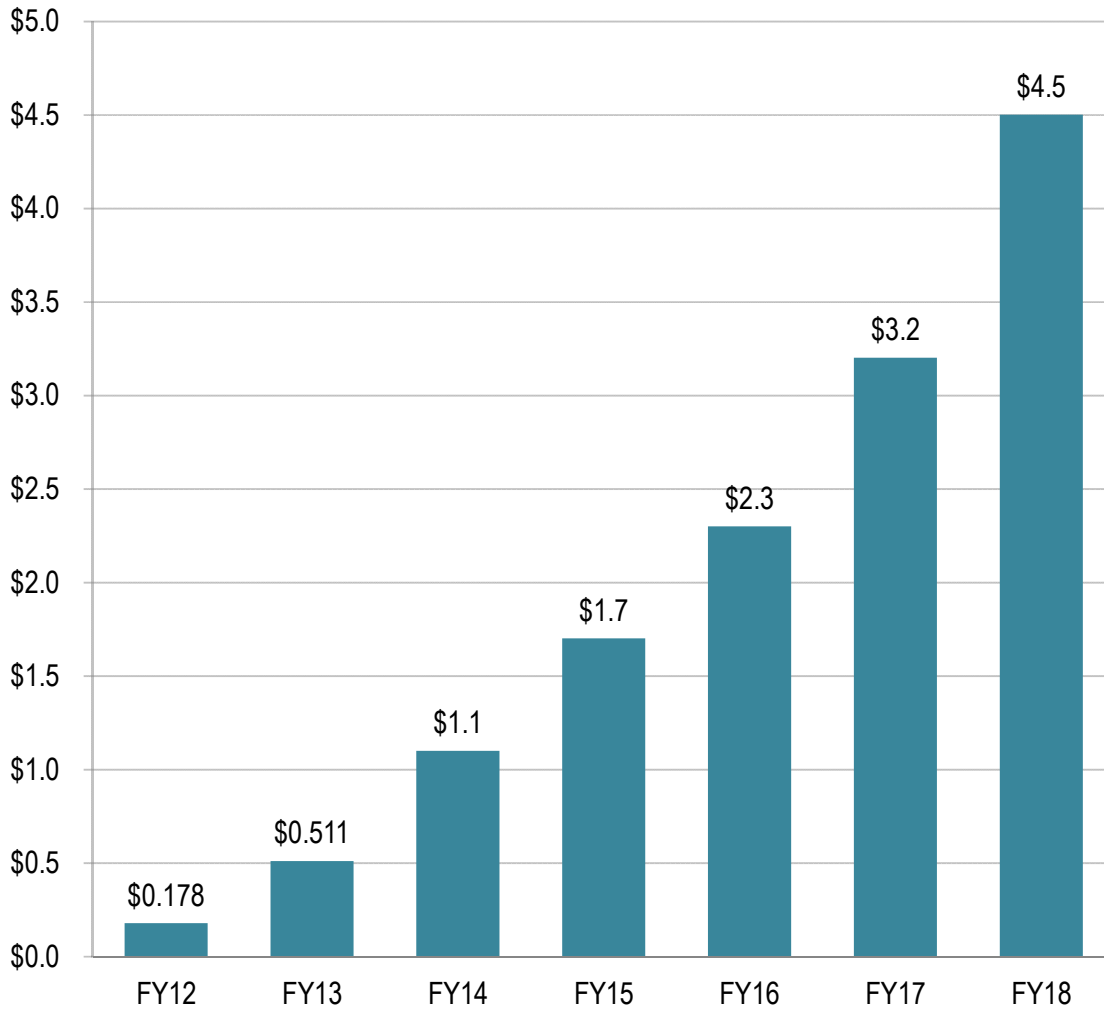
*Corporation Business Tax*

Corporation Business Tax revenue is projected to rise by 5.0% in fiscal 2018. The Corporation Business Tax is the most volatile of the major taxes.





## Governor Christie's Cumulative Tax Relief (In Billions)



The columns summarize New Jersey taxpayer savings from changes that became operational in 2012 and 2016. The 2012 changes included (1) phase-in of individual and S-corporation loss carry-forward and cross-category income netting, (2) shift of Corporate Business Tax to single sales factor and reduction of S-corporation minimum tax, (3) increased research and development credits, (4) full funding of Technology Business Tax Certificate Transfer Program, and (5) phase-out of Transitional Energy Facility Assessment (TEFA). Starting in fiscal 2017 the phase-in of the sales tax reduction, elimination of the estate tax and increased pension exclusion are added.

## FY 2017 Budget

(In Millions)

	FY 2017	FY 2017	Change	
	Approp. Act	Adjusted Approp.	\$	%
Opening Budgetary Surplus	\$ 558	\$ 482		
Open Space Reserve*	40	40		
Revenues				
Income	\$ 13,982	\$ 13,940	(42)	(0.3)
Sales	9,597	9,295	(302)	(3.1)
Corporation	2,471	2,471	-	-
Other	8,552	9,065	513	6.0
Gas Tax Reserve**	-	(416)	(416)	-
Total Revenues	\$ 34,602	\$ 34,355	(247)	(0.7)
Lapses	-	344		
Total Resources	\$ 35,200	\$ 35,221		
Appropriations				
Original	\$ 34,509	\$ 34,509		
Supplemental		106		
Total Appropriations	\$ 34,509	\$ 34,615	106	0.3
Open Space Reserve	(112)	(115)		
Projected Budgetary Fund Balance	\$ 579	\$ 491		

\* Open Space funding from the constitutional dedication of Corporate Business Tax revenues is not part of the annual Appropriations Act and is separately appropriated by the Legislature.

\*\* Represents the amount of constitutionally dedicated Petroleum Products Gross Receipts Tax in excess of the required debt service payments for Transportation Trust Fund Authority projects that will be appropriated separately for pay-as-you-go projects.

# Pension Contribution History

(In Thousands)

Governor	Fiscal Year	Defined Benefit Pension Contribution (a)
Whitman	1995	\$ 193,342
Whitman	1996	227,916
Whitman	1997 (b)	104,616
Whitman	1998	90,194
Whitman	1999	286,203
Whitman	2000	61,663
Whitman	2001	-
	Cumulative Totals	<u>\$ 963,934</u>
DiFrancesco	2002	\$ 563
	Cumulative Totals	<u>\$ 563</u>
McGreevey	2003	\$ 11,181
McGreevey	2004 (c)	27,520
McGreevey	2005	62,723
	Cumulative Totals	<u>\$ 101,424</u>
Codey	2006	\$ 165,026
	Cumulative Totals	<u>\$ 165,026</u>
Corzine	2007	\$ 1,023,192
Corzine	2008	1,046,136
Corzine	2009	106,268
Corzine	2010	-
	Cumulative Totals	<u>\$ 2,175,596</u>
Christie	2011	\$ -
Christie	2012	484,484
Christie	2013	1,029,296
Christie	2014	699,379
Christie	2015	892,634
Christie	2016	1,307,104
Christie	2017	1,861,608
Christie	2018 (d)	2,509,100
	Cumulative Totals	<u>\$ 8,783,605</u>

(a) Pension contribution amounts from FY 1995 to FY 2005 include funding for non-contributory life insurance; life insurance costs are not included thereafter.

(b) As of June 30, 1997, \$2.75 billion in proceeds from the issuance of Pension Obligation Bonds was contributed to the State funded pension systems. Additionally, corresponding legislation enacted authorized the use of excess assets in the systems to fund any contribution requirements going forward.

(c) Between 1997 and 2003 excess assets were used to offset pension contributions. Beginning in 2004, after excess assets exhausted in most pension funds, the State was to resume making full pension contributions. For 2004, 2005 and 2006 funds accumulated to support enhanced benefits were diverted to cover a phase-in of contributions for PERS and TPAF.

(d) FY 2018 funds approximately 5/10ths of the actuarially determined contribution (ADC).

## FY 2018 Budget by Department

(In Thousands)

Department	FY 2017	FY 2018	Change	
	Adjusted Approp.		Budget	\$
Chief Executive	\$ 6,736	\$ 6,736	-	-
Agriculture	20,017	19,787	(230)	(1.1)
Banking and Insurance	64,013	64,013	-	-
Children and Families	1,130,890	1,138,240	7,350	0.6
Community Affairs	841,588	827,699	(13,889)	(1.7)
Corrections	1,053,175	1,024,111	(29,064)	(2.8)
Education	11,135,360	11,177,461	42,101	0.4
Environmental Protection	276,570	274,282	(2,288)	(0.8)
Health	518,069	568,604	50,535	9.8
Human Services	6,448,401	6,647,644	199,243	3.1
Labor and Workforce Development	168,226	167,806	(420)	(0.2)
Law and Public Safety	598,753	587,646	(11,107)	(1.9)
Military and Veterans' Affairs	97,554	95,678	(1,876)	(1.9)
State	1,284,440	1,291,233	6,793	0.5
Transportation	1,540,398	1,513,978	(26,420)	(1.7)
Treasury	1,506,147	1,459,606	(46,541)	(3.1)
Miscellaneous Commissions	776	776	-	-
<b>Total Executive Branch</b>	<b>\$ 26,691,113</b>	<b>\$ 26,865,300</b>	<b>174,187</b>	<b>0.7</b>
Interdepartmental	4,319,680	4,549,365	229,685	5.3
Local Pensions and Health Benefits - Education and Treasury	2,443,969	2,946,923	502,954	20.6
General Obligation Debt Service - Environmental Protection and Treasury	340,834	326,370	(14,464)	(4.2)
Legislature	81,673	78,136	(3,537)	(4.3)
Judiciary	738,455	747,755	9,300	1.3
<b>Total Appropriations</b>	<b>\$ 34,615,724</b>	<b>\$ 35,513,849</b>	<b>898,125</b>	<b>2.6</b>

## Direct State Services by Department

### Christie Administration Controls the Cost of State Government

(In Thousands)

Department	FY 2017	FY 2018 Budget	Change \$	%
	Adjusted Approp.			
Chief Executive	\$ 6,736	\$ 6,736	-	-
Agriculture	7,583	7,353	(230)	(3.0)
Banking and Insurance	64,013	64,013	-	-
Children and Families	261,871	266,871	5,000	1.9
Community Affairs	41,038	40,744	(294)	(0.7)
Corrections	920,814	920,950	136	-
Education	79,469	78,834	(635)	(0.8)
Environmental Protection	208,907	204,942	(3,965)	(1.9)
Health	42,384	34,622	(7,762)	(18.3)
Human Services	583,537	579,212	(4,325)	(0.7)
Labor and Workforce Development	94,684	94,264	(420)	(0.4)
Law and Public Safety	565,309	550,602	(14,707)	(2.6)
Military and Veterans' Affairs	94,890	93,264	(1,626)	(1.7)
State	33,227	31,373	(1,854)	(5.6)
Transportation	85,188	43,788	(41,400)	(48.6)
Treasury	489,720	500,136	10,416	2.1
Miscellaneous Commissions	776	776	-	-
<b>Total Executive Branch</b>	<b>\$ 3,580,146</b>	<b>\$ 3,518,480</b>	<b>(61,666)</b>	<b>(1.7)</b>
Interdepartmental*	2,996,843	3,190,935	194,092	6.5
Legislature	81,673	78,136	(3,537)	(4.3)
Judiciary	738,455	747,755	9,300	1.3
<b>Total Direct State Services</b>	<b>\$ 7,397,117</b>	<b>\$ 7,535,306</b>	<b>138,189</b>	<b>1.9</b>

\*Pensions for State Employees represents 27% of the FY 2018 Interdepartmental Direct State Services budget.

## School Aid

(In Millions)

	FY 2017 Adjusted Approp.	FY 2018 Budget	Change
<b>Aid to Schools</b>			
Formula Aid	\$ 7,890.5	\$ 7,890.5	\$ -
Preschool Education Aid	655.5	655.5	-
School Choice Aid	53.7	55.0	1.3
Under Adequacy Aid	16.8	16.8	-
Supplemental Enrollment Growth Aid	4.1	4.1	-
Professional Learning Community Aid	13.4	13.4	-
Commercial Valuation Stabilization Aid	32.0	32.0	-
Extraordinary Special Education Aid	170.0	170.0	-
School Building Aid	46.0	40.6	(5.4)
Debt Service Aid	72.5	89.9	17.4
Other Aid	221.0	223.8	2.8
<b>Total Aid to Schools</b>	<b>\$ 9,175.5</b>	<b>\$ 9,191.6</b>	<b>\$ 16.1</b>
<b>Direct State Payments for Education</b>			
Teachers' Pension and Annuity Fund	\$ 1,123.2	\$ 1,534.7	\$ 411.5
Post Retirement Medical	1,126.7	1,196.3	69.6
Debt Service on Pension Obligation Bonds	210.8	226.2	15.4
Teachers' Social Security	768.3	758.4	(9.9)
<b>Total Direct State Payments for Education</b>	<b>\$ 3,229.0</b>	<b>\$ 3,715.6</b>	<b>\$ 486.6</b>
<b>School Construction Debt Service</b>	<b>\$ 898.3</b>	<b>\$ 918.8</b>	<b>\$ 20.5</b>
<b>Total School Aid</b>	<b>\$ 13,302.8</b>	<b>\$ 13,826.0</b>	<b>\$ 523.2</b>



# Higher Education

(In Thousands)

	FY 2017		FY 2018	
	Adjusted Approp.	Budget	Change \$	%
<b>Senior Public Institutions</b>				
Rutgers University	\$ 394,984	\$ 393,984	(1,000) <sup>(a)</sup>	(0.3)
New Jersey Institute of Technology	35,440	35,440	-	-
Thomas Edison State University	3,292	3,292	-	-
Rowan University	87,883	85,383	(2,500) <sup>(a)</sup>	(2.8)
New Jersey City University	24,154	24,154	-	-
Kean University	30,469	30,469	-	-
William Paterson University	30,357	30,357	-	-
Montclair State University	35,859	35,859	-	-
College of New Jersey	27,177	27,177	-	-
Ramapo College of New Jersey	14,953	14,953	-	-
Stockton University	18,391	18,391	-	-
Subtotal Senior Publics Direct Aid	702,959	699,459	(3,500)	(0.5)
Senior Publics Net Fringe Benefits	693,644	728,703	35,059	5.1
<b>Total Senior Public Institutions</b>	<b>\$ 1,396,603</b>	<b>\$ 1,428,162</b>	<b>31,559</b>	<b>2.3</b>
<b>County Colleges</b>				
Operating Support <sup>(b)</sup>	\$ 134,123	\$ 134,123	-	-
Fringe Benefits	52,008	53,927	1,919	3.7
Chapter 12 Debt Service	36,723	35,630	(1,093)	(3.0)
<b>Total County Colleges</b>	<b>\$ 222,854</b>	<b>\$ 223,680</b>	<b>826</b>	<b>0.4</b>
<b>Total Independent Colleges and Universities</b>	<b>\$ 1,000</b>	<b>\$ 1,000</b>	<b>-</b>	<b>-</b>
<b>Student Financial Assistance</b>				
Tuition Aid Grants	\$ 403,647	\$ 419,359	15,712	3.9
Part-Time Tuition Aid Grants for County Colleges	8,737	8,737	-	-
NJSTARS I & II	6,907	6,907	-	-
EOF Grants and Scholarships	42,387	38,822	(3,565)	(8.4)
Governor's Urban Scholarship Program	945	945	-	-
Other Student Aid Programs	2,260	2,260	-	-
<b>Total Student Financial Assistance</b>	<b>\$ 464,883</b>	<b>\$ 477,030</b>	<b>12,147</b>	<b>2.6</b>
<b>Other Programs</b>				
Debt Service	\$ 101,772	\$ 106,790	5,018	4.9
All Other Programs	17,316	6,398	(10,918)	(63.1)
<b>Total Other Programs</b>	<b>\$ 119,088</b>	<b>\$ 113,188</b>	<b>(5,900)</b>	<b>(5.0)</b>
<b>Grand Total Higher Education</b>	<b>\$ 2,204,428</b>	<b>\$ 2,243,060</b>	<b>38,632</b>	<b>1.8</b>

(a) Fiscal year 2017 includes one-time payments to Rutgers-Camden of \$1 million and Rowan University of \$2.5 million.

(b) Includes funding from the Supplemental Workforce Fund for Basic Skills of \$18.8 million.

## TABLES AND SCHEDULES

**NEW JERSEY TOTAL SPENDING**  
**DEPARTMENTS, AUTHORITIES AND COLLEGES**  
(thousands of dollars)

The following financial data is provided in accordance with the provisions of Executive Order 8, signed by Governor Christie on January 20, 2010. It reflects amounts, by fund source, that are represented in the fiscal 2018 Governor's budget. Separately, it also includes revenues that are uniquely available to State authorities and colleges and universities for which the State is financially accountable. The bottom line of this report shows the full value of services provided by State government and its associated entities.

<b>Summary by Fund</b>	<b>FY 2017</b>	<b>FY 2018</b>
<b>State, Federal and Dedicated</b>		
State Appropriations	34,615,724	35,513,849
Federal Funds	14,016,742	14,108,428
All Other Funds (Dedicated)	5,382,151	5,992,533
Transportation Trust Fund	2,524,357	2,955,070
<b>Special Revenue / Trust / Bonds / Proprietary Funds</b>		
Special Revenue / Trust / Bond Funds	1,923,320	1,722,125
Proprietary Fund (Unemployment Insurance)	2,230,000	2,305,000
Proprietary Fund (Lottery)	2,269,047	2,353,300
<b>Independent Authorities, Colleges and Universities</b>	<b>12,231,707</b>	<b>12,309,267</b>
<b>Grand Total</b>	<b>75,193,049</b>	<b>77,259,572</b>

<b>Summary by Organization and Fund</b>	<b>FY 2017</b>	<b>FY 2018</b>
<b>Legislature</b>		
State Appropriations	81,673	78,136
<b>Chief Executive</b>	<b>7,511</b>	<b>7,511</b>
State Appropriations	6,736	6,736
All Other Funds (Dedicated)	775	775
<b>Agriculture</b>		
<b>605,622</b>	<b>605,622</b>	<b>613,248</b>
State Appropriations	20,017	19,787
Federal Funds	541,114	568,172
All Other Funds (Dedicated)	7,509	7,814
Special Revenue / Trust / Bond Funds	36,982	17,475
<b>Banking and Insurance</b>		
<b>64,469</b>	<b>64,469</b>	<b>64,472</b>
State Appropriations	64,013	64,013
All Other Funds (Dedicated)	445	448
Special Revenue / Trust / Bond Funds	11	11
<b>Children and Families</b>		
<b>1,764,664</b>	<b>1,764,664</b>	<b>1,786,960</b>
State Appropriations	1,130,890	1,138,240
Federal Funds	581,498	596,444
All Other Funds (Dedicated)	52,276	52,276

**NEW JERSEY TOTAL SPENDING**  
**DEPARTMENTS, AUTHORITIES AND COLLEGES**  
(thousands of dollars)

<b>Summary by Organization and Fund</b>	<b>FY 2017</b>	<b>FY 2018</b>
<b>Community Affairs</b>	<b>1,395,873</b>	<b>1,392,161</b>
State Appropriations	841,588	827,699
Federal Funds	461,392	456,917
All Other Funds (Dedicated)	88,849	98,602
Special Revenue / Trust / Bond Funds	4,044	8,943
<b>Corrections</b>	<b>1,085,960</b>	<b>1,056,166</b>
State Appropriations	1,053,175	1,024,111
Federal Funds	9,021	8,805
All Other Funds (Dedicated)	22,956	22,806
Special Revenue / Trust / Bond Funds	808	444
<b>Education</b>	<b>14,301,279</b>	<b>14,815,200</b>
State Appropriations	13,385,291	13,908,517
Federal Funds	901,800	892,689
All Other Funds (Dedicated)	14,188	13,994
<b>Environmental Protection</b>	<b>936,731</b>	<b>949,099</b>
State Appropriations	327,282	313,328
Federal Funds	189,520	188,985
All Other Funds (Dedicated)	127,965	130,760
Special Revenue / Trust / Bond Funds	291,964	316,026
<b>Health</b>	<b>1,587,419</b>	<b>1,586,519</b>
State Appropriations	518,069	568,604
Federal Funds	568,749	569,499
All Other Funds (Dedicated)	495,901	443,716
Special Revenue / Trust / Bond Funds	4,700	4,700
<b>Human Services</b>	<b>17,941,752</b>	<b>18,311,825</b>
State Appropriations	6,448,401	6,647,644
Federal Funds	9,810,333	9,875,414
All Other Funds (Dedicated)	1,671,209	1,777,654
Special Revenue / Trust / Bond Funds	11,809	11,113
<b>Labor and Workforce Development</b>	<b>3,796,979</b>	<b>3,886,559</b>
State Appropriations	168,226	167,806
Federal Funds	496,862	496,862
All Other Funds (Dedicated)	291,615	290,615
Proprietary Fund (Unemployment Insurance)	2,230,000	2,305,000
Special Revenue / Trust / Bond Funds	610,276	626,276

**NEW JERSEY TOTAL SPENDING**  
**DEPARTMENTS, AUTHORITIES AND COLLEGES**  
(thousands of dollars)

<b>Summary by Organization and Fund</b>	<b>FY 2017</b>	<b>FY 2018</b>
<b>Law and Public Safety</b>	<b>1,042,811</b>	<b>1,038,029</b>
State Appropriations	598,753	587,646
Federal Funds	210,021	209,058
All Other Funds (Dedicated)	204,055	212,572
Special Revenue / Trust / Bond Funds	29,982	28,753
 <b>Military and Veterans' Affairs</b>	 <b>174,476</b>	 <b>172,598</b>
State Appropriations	97,554	95,678
Federal Funds	72,129	72,130
All Other Funds (Dedicated)	4,708	4,705
Special Revenue / Trust / Bond Funds	85	85
 <b>State</b>	 <b>1,610,053</b>	 <b>1,399,430</b>
State Appropriations	1,284,440	1,291,233
Federal Funds	25,436	26,086
All Other Funds (Dedicated)	18,621	18,819
Special Revenue / Trust / Bond Funds	281,556	63,292
 <b>Transportation</b>	 <b>5,287,982</b>	 <b>6,240,721</b>
State Appropriations	1,540,398	1,513,978
Federal Funds	14,816	14,816
Transportation Trust Fund	2,524,357	2,955,070
All Other Funds (Dedicated)	1,068,409	1,610,076
Special Revenue / Trust / Bond Funds	140,002	146,781
 <b>Treasury</b>	 <b>5,939,760</b>	 <b>5,977,437</b>
State Appropriations	1,990,307	1,962,797
Federal Funds	9,326	9,326
All Other Funds (Dedicated)	1,159,980	1,153,786
Proprietary Fund (Lottery)	2,269,047	2,353,300
Special Revenue / Trust / Bond Funds	511,101	498,228
 <b>Miscellaneous Commissions</b>	 <b>776</b>	 <b>776</b>
State Appropriations	776	776
 <b>Interdepartmental Accounts</b>	 <b>4,372,993</b>	 <b>4,602,678</b>
State Appropriations	4,319,680	4,549,365
All Other Funds (Dedicated)	53,313	53,313
 <b>The Judiciary</b>	 <b>962,557</b>	 <b>970,782</b>
State Appropriations	738,455	747,755
Federal Funds	124,725	123,225
All Other Funds (Dedicated)	99,377	99,802

**NEW JERSEY TOTAL SPENDING**  
**DEPARTMENTS, AUTHORITIES AND COLLEGES**  
(thousands of dollars)

<b>Summary by Organization and Fund</b>	<b>FY 2017</b>	<b>FY 2018</b>
<b>Independent Authorities (a)</b>	<b>7,596,786</b>	<b>7,670,272</b>
New Jersey Transit Corporation	2,641,923	2,651,150
Higher Education Student Assistance Authority	2,008,060	2,104,699
New Jersey Turnpike Authority (b)	1,675,042	1,669,749
University Hospital	534,922	545,620
New Jersey Housing and Mortgage Finance Agency	278,864	297,164
South Jersey Transportation Authority (b)	113,292	116,274
Casino Reinvestment Development Authority (b)	106,985	99,236
Economic Development Authority (b)	114,500	68,142
New Jersey Water Supply Authority	29,208	34,047
South Jersey Port Corporation (b)	36,545	34,311
New Jersey Sports and Exposition Authority (b)	39,535	31,493
New Jersey Environmental Infrastructure Trust	8,468	8,339
New Jersey Health Care Facilities Financing Authority (b)	4,216	3,833
New Jersey Educational Facilities Authority	4,044	3,753
New Jersey Redevelopment Authority (b)	1,182	2,462
<b>Colleges and Universities (a)</b>	<b>4,634,921</b>	<b>4,638,995</b>
Rutgers, The State University - New Brunswick	2,011,199	2,011,832
Rowan University	423,041	425,440
New Jersey Institute of Technology	374,242	374,242
Montclair State University	347,217	350,692
Rutgers, The State University - Newark	308,955	309,251
The College of New Jersey	188,575	184,507
Kean University	170,600	170,600
Stockton University	162,683	164,141
William Paterson University of New Jersey	150,442	150,878
Rutgers, The State University - Camden	143,568	143,685
Ramapo College of New Jersey	112,912	112,240
New Jersey City University	104,694	104,694
Thomas Edison State University	66,049	66,049
New Jersey Agricultural Experiment Station	70,744	70,744
<b>Grand Total</b>	<b>75,193,049</b>	<b>77,259,572</b>

**Notes:**

(a) Revenues do not include State appropriations or bond proceeds.

(b) Authority operates on a calendar year budget. In these instances, FY 2017 represents calendar-year ending 12/31/2016, and FY 2018 represents calendar-year ending 12/31/2017.

**SUMMARY OF APPROPRIATIONS  
MAJOR INCREASES AND DECREASES**

This table summarizes the major increases and decreases in the fiscal year 2018 budget and is organized by category.

Categories of recommended appropriations are defined as follows:

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

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

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

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

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

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

	<u>Increases</u>	<u>Decreases</u>	<u>Net Change</u>
<b>State Operations</b>			
Pensions - State Employees.....	\$ 182.188		
Central Salary Program.....	81.403		
State Active and Retiree Employee Health Benefits.....	21.285		
Bail Reform.....	13.550		
Statewide 9-1-1 Emergency Telecommunication System.....	13.000		
Employer Taxes.....	7.740		
Restoration of FY17 Legislative Reduction in Corrections Salaries.....	7.200		
Child Collaborative Mental Health Care Pilot Program.....	5.000		
Debt Service.....	4.361		
Mid-State Correctional Facility Licensed Drug Treatment Program.....	2.000		
State Police - 159th Recruit Class.....	0.500		
<b>Subtotal - State Operations Increases</b>	<u>\$ 338.227</u>		
Health Benefits Reforms Savings.....		\$ (74.505)	
Winter Operations/Snow Removal.....		(40.000)	
FY17 Tort Claims Liability Fund.....		(17.400)	
Salary Savings.....		(12.829)	
FY17 Division of Law - Contingency and Legal Fees.....		(10.000)	
Department of Corrections Efficiencies.....		(6.138)	

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

	<u>Increases</u>	<u>Decreases</u>	<u>Net Change</u>
Lease Consolidation Savings.....		(5.000)	
Other (Net).....		(34.166)	
<b>Subtotal - State Operations Decreases</b>		<u>\$ (200.038)</u>	
<b>Net Change (State Operations)</b>			<u>\$ 138.189</u>
<b>Grants-In-Aid</b>			
NJ FamilyCare Health Care.....	\$ 280.006		
Reduced Federal Match on Affordable Care Act.....	69.851		
Managed Long Term Services and Supports/Nursing Homes.....	65.394		
Pensions - Higher Education Employees.....	31.330		
Graduate Medical Education.....	30.000		
Higher Education Employee Benefits Excluding Pension.....	26.726		
Tuition Aid Grants - 2% Increase.....	15.712		
Children's System of Care Grant Trend.....	15.390		
Gubernatorial Elections Fund - General Election.....	13.480		
Work First New Jersey Child Care Trend.....	11.176		
Shift of Funding from Institutions to Community Settings.....	10.317		
Department of Health Lead Testing.....	10.000		
Substance Use Disorders Residential Services Expansion.....	6.000		
FY17/FY18 Mental Health Olmstead Support Services.....	5.120		
Opportunity Scholarship Demonstration Program.....	1.000		
Opioid Overdose Recovery Program.....	0.987		
<b>Subtotal - Grants-In-Aid Increases</b>	<u>\$ 592.489</u>		
NJ FamilyCare Efficiencies and Enhanced Federal Match.....		\$ (76.668)	
Health Insurance Providers Fee Moratorium.....		(54.873)	
Charity Care.....		(50.000)	
Homestead Benefit Program Trend.....		(30.600)	
Health Benefits Reforms Savings.....		(16.795)	
Seton Hall University School of Health and Medical Sciences.....		(9.500)	
Gubernatorial Elections Fund - Primary.....		(7.880)	
Brownfield Site Reimbursement Fund.....		(6.043)	
Essex County Recidivism Pilot Program.....		(6.000)	
Legal Services of New Jersey - Legal Assistance in Civil Matters.....		(5.000)	
Elimination of Developmental Disabilities One-Time Community Provider Increases.....		(5.000)	
Senior and Disabled Citizens' Property Tax Freeze Trend.....		(4.600)	
Liberty Science Center.....		(3.600)	
Economic Redevelopment and Growth Grants Trend.....		(1.715)	
PAAD/Senior Gold Prescription Discount Program Trend.....		(1.152)	
NJ Sports and Exposition Authority.....		(1.000)	
Debt Service.....		(1.000)	
Other (Net).....		(38.959)	
<b>Subtotal - Grants-In-Aid Decreases</b>		<u>\$ (320.385)</u>	
<b>Net Change (Grants-In-Aid)</b>			<u>\$ 272.104</u>



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

	<u>Increases</u>	<u>Decreases</u>	<u>Net Change</u>
<b>State Aid</b>			
Pensions - Teachers.....	\$ 411.537		
Teachers' Post - Retirement Medical.....	131.869		
Debt Service.....	52.498		
Pensions - Local Employees.....	22.115		
Charter School Aid.....	8.790		
School Aid Payment Changes.....	7.256		
Nonpublic Pupil Transportation Pilot Program.....	3.000		
Unknown District of Residence (School Aid).....	2.500		
Host District Support Aid (School Aid).....	1.823		
School Choice Aid.....	1.348		
Local Employee Benefits.....	1.113		
Transportation Assistance for Seniors and Disabled Residents.....	0.278		
<b>Subtotal - State Aid Increases</b>	<b><u>\$ 644.127</u></b>		
Health Benefits Reforms Savings.....		\$ (63.700)	
Essex and Union Counties Inmate Services and Programs.....		(22.500)	
General Assistance Trend.....		(11.594)	
Elimination of One-Time Grants for Lead Testing - Schools.....		(10.000)	
Local School Districts - Teacher Social Security Payments.....		(9.944)	
Food Stamp Administration.....		(7.000)	
Supplemental Security Income Trend.....		(6.509)	
School Building Aid Trend.....		(5.420)	
County Prosecutor Funding Initiative Pilot Program.....		(4.000)	
Senior/Disabled and Veterans' Property Tax Deductions Trend.....		(3.700)	
Consolidation Implementation.....		(3.000)	
Essex Crime Prevention.....		(2.000)	
Other (Net).....		(8.703)	
<b>Subtotal - State Aid Decreases</b>		<b><u>\$ (158.070)</u></b>	
<b>Net Change (State Aid)</b>			<b><u>\$ 486.057</u></b>
<b>Capital Construction</b>			
New Jersey Transportation Capital Program.....	\$ 14.702		
Corporation Business Tax Dedication.....	1.677		
<b>Subtotal - Capital Construction Increases</b>	<b><u>\$ 16.379</u></b>		
New Jersey Building Authority - Debt Service.....		\$ (0.122)	
Garden State Preservation Trust Debt Service.....		(0.018)	
<b>Subtotal - Capital Construction Decreases</b>		<b><u>\$ (0.140)</u></b>	
<b>Net Change (Capital Construction)</b>			<b><u>\$ 16.239</u></b>
<b>Debt Service</b>			
General Obligation Bond Debt Service.....		\$ (14.464)	
<b>Subtotal - Debt Service Decreases</b>		<b><u>\$ (14.464)</u></b>	
<b>Net Change (Debt Service)</b>			<b><u>\$ (14.464)</u></b>
<b>GRAND TOTAL</b>	<b><u>\$ 1,591.222</u></b>	<b><u>\$ (693.097)</u></b>	<b><u>\$ 898.125</u></b>

**TABLE I**  
**SUMMARY OF FISCAL YEAR 2017-18 APPROPRIATION RECOMMENDATIONS**  
(thousands of dollars)

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

	<b>2017 Adjusted Approp.</b>	<b>2018 Recommended</b>	<b>----- Change ----- Dollar</b>	<b>Percent</b>
<b>GENERAL FUND AND PROPERTY TAX RELIEF FUND</b>				
<b>State Aid and Grants</b>	<b>25,094,710</b>	<b>25,845,135</b>	<b>750,425</b>	<b>3.0 %</b>
<b>State Operations</b>				
Executive Branch	3,528,915	3,467,474	(61,441)	(1.7)
Legislature	81,673	78,136	(3,537)	(4.3)
The Judiciary	738,455	747,755	9,300	1.3
Interdepartmental Accounts	2,996,843	3,190,935	194,092	6.5
<b>Total State Operations</b>	<b>7,345,886</b>	<b>7,484,300</b>	<b>138,414</b>	<b>1.9 %</b>
<b>Capital Construction</b>	<b>1,548,438</b>	<b>1,564,677</b>	<b>16,239</b>	<b>1.0</b>
<b>Debt Service</b>	<b>340,834</b>	<b>326,370</b>	<b>(14,464)</b>	<b>(4.2)</b>
<b>TOTAL GENERAL FUND AND PROPERTY TAX RELIEF FUND</b>	<b>34,329,868</b>	<b>35,220,482</b>	<b>890,614</b>	<b>2.6 %</b>
<b>CASINO CONTROL FUND</b>	<b>50,268</b>	<b>50,043</b>	<b>(225)</b>	<b>(0.4)</b>
<b>CASINO REVENUE FUND</b>	<b>221,508</b>	<b>223,644</b>	<b>2,136</b>	<b>1.0</b>
<b>GUBERNATORIAL ELECTIONS FUND</b>	<b>14,080</b>	<b>19,680</b>	<b>5,600</b>	
<b>GRAND TOTAL STATE APPROPRIATIONS</b>	<b>34,615,724</b>	<b>35,513,849</b>	<b>898,125</b>	<b>2.6 %</b>

**TABLE II**  
**SUMMARY OF FISCAL YEAR 2017-18 APPROPRIATION RECOMMENDATIONS**  
(thousands of dollars)

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

Year Ending June 30, 2016						Year Ending June 30, 2018		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2017 Adjusted Approp.	Requested	Recom- mended
					<b>General Fund</b>			
7,221,461	472,387	35,581	7,729,429	7,320,267	Direct State Services	7,345,886	7,484,800	7,484,300
9,584,152	105,724	-21,748	9,668,128	9,204,044	Grants-in-Aid	9,609,295	10,056,211	9,909,141
862,346	27,652	-2,635	887,363	834,991	State Aid	848,035	742,181	733,911
1,483,108	275,250	10,105	1,768,463	1,540,328	Capital Construction	1,548,438	1,564,677	1,564,677
445,835	---	---	445,835	437,834	Debt Service	340,834	326,370	326,370
<b>19,596,902</b>	<b>881,013</b>	<b>21,303</b>	<b>20,499,218</b>	<b>19,337,464</b>	<b>Total General Fund</b>	<b>19,692,488</b>	<b>20,174,239</b>	<b>20,018,399</b>
<b>14,111,094</b>	<b>11,623</b>	<b>34,098</b>	<b>14,156,815</b>	<b>14,079,350</b>	<b>Property Tax Relief Fund</b>	<b>14,637,380</b>	<b>15,210,083</b>	<b>15,202,083</b>
55,202	838	---	56,040	45,989	<b>Casino Control Fund</b>	<b>50,268</b>	<b>50,043</b>	<b>50,043</b>
204,185	69	---	204,254	203,990	<b>Casino Revenue Fund</b>	<b>221,508</b>	<b>223,644</b>	<b>223,644</b>
---	30	---	30	---	<b>Gubernatorial Elections Fund</b>	<b>14,080</b>	<b>19,680</b>	<b>19,680</b>
<b>33,967,383</b>	<b>893,573</b>	<b>55,401</b>	<b>34,916,357</b>	<b>33,666,793</b>	<b>GRAND TOTAL STATE APPROPRIATIONS</b>	<b>34,615,724</b>	<b>35,677,689</b>	<b>35,513,849</b>

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

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

Orig. & (S) Supplemental	Year Ending June 30, 2016				2017 Adjusted Approp.	Year Ending June 30, 2018	
	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended		Requested	Recommended
<b><u>DIRECT STATE SERVICES</u></b>							
<b>Legislative Branch</b>							
11,700	2,759	---	14,459	12,431	12,700	11,700	11,700
18,217	4,745	---	22,962	18,254	19,217	18,217	18,217
31,667	2,821	502	34,990	33,273	34,183	32,646	32,646
15,573	7,307	1	22,881	15,299	15,573	15,573	15,573
<b>77,157</b>	<b>17,632</b>	<b>503</b>	<b>95,292</b>	<b>79,257</b>	<b>81,673</b>	<b>78,136</b>	<b>78,136</b>
<b>Executive Branch</b>							
6,722	277	---	6,999	5,988	6,736	6,736	6,736
7,308	2,598	557	10,463	10,079	7,583	7,353	7,353
64,013	1,044	2	65,059	51,051	64,013	64,013	64,013
266,282	44	207	266,533	263,239	261,871	266,871	266,871
40,226	24,288	-6,635	57,879	56,115	41,038	40,744	40,744
935,619	11,466	20,011	967,096	937,254	920,814	920,950	920,950
90,843	1,590	367	92,800	85,564	79,469	78,834	78,834
226,155	58,863	2,952	287,970	264,669	208,907	204,942	204,942
46,151	13,680	1,466	61,297	56,902	42,384	34,622	34,622
607,785	32,236	57,855	697,876	630,693	583,537	579,212	579,212
606,914	32,223	57,855	696,992	629,844	582,666	578,341	578,341
871	13	---	884	849	871	871	871
93,994	32,966	376	127,336	114,509	94,684	94,264	94,264
530,205	150,741	4,427	685,373	627,541	565,309	550,602	550,602
483,077	150,320	4,427	637,824	587,527	522,687	507,980	507,980
47,036	421	---	47,457	39,922	42,530	42,530	42,530
92	---	---	92	92	92	92	92
94,750	8,244	74	103,068	98,928	94,890	93,264	93,264
31,622	311	370	32,303	31,216	33,227	31,873	31,373
80,520	12,178	5,151	97,849	93,256	85,188	43,788	43,788
494,881	26,706	6,044	527,631	480,057	489,720	500,136	500,136
486,715	26,289	6,044	519,048	473,990	481,982	492,623	492,623
8,166	417	---	8,583	6,067	7,738	7,513	7,513
776	14	---	790	785	776	776	776
<b>3,617,852</b>	<b>377,246</b>	<b>93,224</b>	<b>4,088,322</b>	<b>3,807,846</b>	<b>3,580,146</b>	<b>3,518,980</b>	<b>3,518,480</b>
3,561,687	376,395	93,224	4,031,306	3,760,916	3,528,915	3,467,974	3,467,474
55,202	838	---	56,040	45,989	50,268	50,043	50,043
963	13	---	976	941	963	963	963
<b>Interdepartmental Accounts</b>							
148,820	79	10,404	159,303	155,037	150,841	146,211	146,211
163,045	16,609	---	179,654	159,341	146,167	127,378	127,378
2,462,515	---	-26,729	2,435,786	2,419,458	2,645,950	2,794,160	2,794,160
20,438	23,103	-526	43,015	32,466	19,627	12,525	12,525
67,366	23,326	-18,388	72,304	13,106	20,165	96,568	96,568
10,680	61	2,500	13,241	12,814	14,093	14,093	14,093
<b>2,872,864</b>	<b>63,178</b>	<b>-32,739</b>	<b>2,903,303</b>	<b>2,792,222</b>	<b>2,996,843</b>	<b>3,190,935</b>	<b>3,190,935</b>

Year Ending June 30, 2016					Year Ending June 30, 2018			
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	2017 Adjusted Approp.	Requested	Recommended	
<b><u>DIRECT STATE SERVICES</u></b>								
<b>Judicial Branch</b>								
709,753	15,182	-25,407	699,528	687,872	The Judiciary	738,455	747,755	747,755
<b>709,753</b>	<b>15,182</b>	<b>-25,407</b>	<b>699,528</b>	<b>687,872</b>	<b>Total Judicial Branch</b>	<b>738,455</b>	<b>747,755</b>	<b>747,755</b>
<b>7,277,626</b>	<b>473,238</b>	<b>35,581</b>	<b>7,786,445</b>	<b>7,367,197</b>	<b>Total Direct State Services</b>	<b>7,397,117</b>	<b>7,535,806</b>	<b>7,535,306</b>
7,221,461	472,387	35,581	7,729,429	7,320,267	(From General Fund)	7,345,886	7,484,800	7,484,300
55,202	838	---	56,040	45,989	(From Casino Control Fund)	50,268	50,043	50,043
963	13	---	976	941	(From Casino Revenue Fund)	963	963	963
<b><u>GRANTS-IN-AID</u></b>								
<b>Executive Branch</b>								
6,818	728	46	7,592	7,184	Department of Agriculture	6,818	6,818	6,818
845,078	73	29,200	874,351	861,839	Department of Children and Families	869,019	871,369	871,369
44,390	1,431	6,850	52,671	48,045	Department of Community Affairs	54,035	45,640	45,640
109,561	---	-2,467	107,094	103,590	Department of Corrections	109,861	103,161	103,161
5,085	---	---	5,085	4,935	Department of Education	3,085	3,650	3,650
2,125	94,657	---	96,782	1,968	Department of Environmental Protection	2,025	2,025	2,025
378,850	1,619	1,574	382,043	353,530	Department of Health	475,685	533,982	533,982
378,321	1,619	1,574	381,514	353,063	(From General Fund)	475,156	533,453	533,453
529	---	---	529	467	(From Casino Revenue Fund)	529	529	529
5,668,292	2,903	-42,369	5,628,826	5,395,128	Department of Human Services	5,473,579	5,702,250	5,702,250
5,486,619	2,903	-42,369	5,447,153	5,213,566	(From General Fund)	5,273,282	5,500,095	5,500,095
181,673	---	---	181,673	181,562	(From Casino Revenue Fund)	200,297	202,155	202,155
72,724	---	2,467	75,191	75,191	Department of Labor and Workforce Development	73,542	73,542	73,542
70,528	---	2,467	72,995	72,995	(From General Fund)	71,346	71,346	71,346
2,196	---	---	2,196	2,196	(From Casino Revenue Fund)	2,196	2,196	2,196
17,364	30	---	17,394	16,239	Department of Law and Public Safety	31,444	37,044	37,044
17,364	---	---	17,364	16,239	(From General Fund)	17,364	17,364	17,364
---	30	---	30	---	(From gubernatorial Elections Fund)	14,080	19,680	19,680
2,514	---	-66	2,448	2,340	Department of Military and Veterans' Affairs	2,664	2,414	2,414
1,214,091	720	2,059	1,216,870	1,195,901	Department of State	1,236,208	1,390,925	1,244,855
33,156	419	2	33,577	33,428	Department of Transportation	140,856	140,856	140,856
766,705	3,071	---	769,776	702,389	Department of the Treasury	747,118	695,704	694,704
207,005	3,070	---	210,075	160,556	(From General Fund)	219,718	203,504	202,504
559,700	1	---	559,701	541,833	(From Property Tax Relief Fund)	527,400	492,200	492,200
<b>9,166,753</b>	<b>105,651</b>	<b>-2,704</b>	<b>9,269,700</b>	<b>8,801,707</b>	<b>Total Executive Branch</b>	<b>9,225,939</b>	<b>9,609,380</b>	<b>9,462,310</b>
8,422,655	105,620	-2,704	8,525,571	8,075,649	(From General Fund)	8,481,437	8,892,620	8,745,550
559,700	1	---	559,701	541,833	(From Property Tax Relief Fund)	527,400	492,200	492,200
184,398	---	---	184,398	184,225	(From Casino Revenue Fund)	203,022	204,880	204,880
---	30	---	30	---	(From gubernatorial Elections Fund)	14,080	19,680	19,680
<b>Interdepartmental Accounts</b>								
1,030,441	15	-18,458	1,011,998	998,107	Employee Benefits	1,015,111	1,057,035	1,057,035
131,056	89	-586	130,559	130,288	Aid to Independent Authorities	112,747	106,556	106,556
<b>1,161,497</b>	<b>104</b>	<b>-19,044</b>	<b>1,142,557</b>	<b>1,128,395</b>	<b>Total Interdepartmental Accounts</b>	<b>1,127,858</b>	<b>1,163,591</b>	<b>1,163,591</b>
<b>10,328,250</b>	<b>105,755</b>	<b>-21,748</b>	<b>10,412,257</b>	<b>9,930,102</b>	<b>Total Grants-in-Aid</b>	<b>10,353,797</b>	<b>10,772,971</b>	<b>10,625,901</b>
9,584,152	105,724	-21,748	9,668,128	9,204,044	(From General Fund)	9,609,295	10,056,211	9,909,141
559,700	1	---	559,701	541,833	(From Property Tax Relief Fund)	527,400	492,200	492,200
184,398	---	---	184,398	184,225	(From Casino Revenue Fund)	203,022	204,880	204,880
---	30	---	30	---	(From gubernatorial Elections Fund)	14,080	19,680	19,680

Year Ending June 30, 2016					Year Ending June 30, 2018			
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	2017 Adjusted Approp.	Requested	Recommended	
<b>STATE AID</b>								
<b>Executive Branch</b>								
5,616	---	---	5,616	5,615	Department of Agriculture	5,616	5,616	5,616
717,515	114	-319,381	398,248	396,338	Department of Community Affairs	746,515	741,315	741,315
1,600	114	---	1,714	1,503	(From General Fund)	1,600	1,600	1,600
715,915	---	-319,381	396,534	394,835	(From Property Tax Relief Fund)	744,915	739,715	739,715
22,500	---	---	22,500	21,259	Department of Corrections	22,500	---	---
22,500	---	---	22,500	21,259	(From Property Tax Relief Fund)	22,500	---	---
12,777,516	7,621	8,898	12,794,035	12,752,404	Department of Education	13,302,737	13,826,033	13,826,033
533,874	---	-2,817	531,057	530,980	(From General Fund)	553,201	456,000	456,000
12,243,642	7,621	11,715	12,262,978	12,221,424	(From Property Tax Relief Fund)	12,749,536	13,370,033	13,370,033
8,860	633	904	10,397	9,677	Department of Environmental Protection	9,010	9,010	9,010
6,160	633	150	6,943	6,225	(From General Fund)	6,310	9,010	9,010
2,700	---	754	3,454	3,452	(From Property Tax Relief Fund)	2,700	---	---
433,997	28,285	---	462,282	401,485	Department of Human Services	391,285	366,182	366,182
265,863	24,284	---	290,147	241,699	(From General Fund)	231,670	213,567	213,567
168,134	4,001	---	172,135	159,786	(From Property Tax Relief Fund)	159,615	152,615	152,615
2,000	1,679	32	3,711	3,711	Department of Law and Public Safety	2,000	---	---
---	1,679	32	1,711	1,711	(From General Fund)	---	---	---
2,000	---	---	2,000	2,000	(From Property Tax Relief Fund)	2,000	---	---
15,005	---	---	15,005	15,005	Department of State	15,005	23,275	15,005
18,824	56	---	18,880	18,824	Department of Transportation	17,523	17,801	17,801
18,824	56	---	18,880	18,824	(From Casino Revenue Fund)	17,523	17,801	17,801
430,731	942	341,010	772,683	767,014	Department of the Treasury	463,347	488,633	480,633
34,228	942	---	35,170	32,253	(From General Fund)	34,633	33,113	33,113
396,503	---	341,010	737,513	734,761	(From Property Tax Relief Fund)	428,714	455,520	447,520
<b>14,432,564</b>	<b>39,330</b>	<b>31,463</b>	<b>14,503,357</b>	<b>14,391,332</b>	<b>Total Executive Branch</b>	<b>14,975,538</b>	<b>15,477,865</b>	<b>15,461,595</b>
862,346	27,652	-2,635	887,363	834,991	(From General Fund)	848,035	742,181	733,911
13,551,394	11,622	34,098	13,597,114	13,537,517	(From Property Tax Relief Fund)	14,109,980	14,717,883	14,709,883
18,824	56	---	18,880	18,824	(From Casino Revenue Fund)	17,523	17,801	17,801
<b>14,432,564</b>	<b>39,330</b>	<b>31,463</b>	<b>14,503,357</b>	<b>14,391,332</b>	<b>Total State Aid</b>	<b>14,975,538</b>	<b>15,477,865</b>	<b>15,461,595</b>
862,346	27,652	-2,635	887,363	834,991	(From General Fund)	848,035	742,181	733,911
13,551,394	11,622	34,098	13,597,114	13,537,517	(From Property Tax Relief Fund)	14,109,980	14,717,883	14,709,883
18,824	56	---	18,880	18,824	(From Casino Revenue Fund)	17,523	17,801	17,801
<b>CAPITAL CONSTRUCTION</b>								
<b>Executive Branch</b>								
---	3,100	2,296	5,396	2,182	Department of Corrections	---	---	---
---	429	---	429	---	Department of Education	---	---	---
72,514	145,483	-3,601	214,396	96,250	Department of Environmental Protection	56,628	58,305	58,305
---	1,023	---	1,023	33	Department of Human Services	---	---	---
---	430	2,775	3,205	402	Department of Law and Public Safety	---	---	---
---	1,500	3,028	4,528	3,996	Department of Military and Veterans' Affairs	---	---	---
1,199,928	84,187	---	1,284,115	1,220,133	Department of Transportation	1,296,831	1,311,533	1,311,533
---	2,578	---	2,578	2,101	Department of the Treasury	---	---	---
<b>1,272,442</b>	<b>238,730</b>	<b>4,498</b>	<b>1,515,670</b>	<b>1,325,097</b>	<b>Total Executive Branch</b>	<b>1,353,459</b>	<b>1,369,838</b>	<b>1,369,838</b>
<b>Interdepartmental Accounts</b>								
210,666	36,520	5,607	252,793	215,231	Capital Projects - Statewide	194,979	194,839	194,839
<b>210,666</b>	<b>36,520</b>	<b>5,607</b>	<b>252,793</b>	<b>215,231</b>	<b>Total Interdepartmental Accounts</b>	<b>194,979</b>	<b>194,839</b>	<b>194,839</b>
<b>1,483,108</b>	<b>275,250</b>	<b>10,105</b>	<b>1,768,463</b>	<b>1,540,328</b>	<b>Total Capital Construction</b>	<b>1,548,438</b>	<b>1,564,677</b>	<b>1,564,677</b>

Year Ending June 30, 2016					Year Ending June 30, 2018			
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Total Expended		2017 Adjusted Approp.	Requested	Recommended
					<b>DEBT SERVICE</b>			
					<b>Executive Branch</b>			
46,469	---	-1,113	45,356	37,725	Department of Environmental Protection	50,712	39,046	39,046
399,366	---	1,113	400,479	400,109	Department of the Treasury	290,122	287,324	287,324
<b>445,835</b>	<b>---</b>	<b>---</b>	<b>445,835</b>	<b>437,834</b>	<b>Total Executive Branch</b>	<b>340,834</b>	<b>326,370</b>	<b>326,370</b>
<b>445,835</b>	<b>---</b>	<b>---</b>	<b>445,835</b>	<b>437,834</b>	<b>Total Debt Service</b>	<b>340,834</b>	<b>326,370</b>	<b>326,370</b>
<b>33,967,383</b>	<b>893,573</b>	<b>55,401</b>	<b>34,916,357</b>	<b>33,666,793</b>	<b>GRAND TOTAL - STATE APPROPRIATIONS</b>	<b>34,615,724</b>	<b>35,677,689</b>	<b>35,513,849</b>
19,596,902	881,013	21,303	20,499,218	19,337,464	(From General Fund)	19,692,488	20,174,239	20,018,399
55,202	838	---	56,040	45,989	(From Casino Control Fund)	50,268	50,043	50,043
14,111,094	11,623	34,098	14,156,815	14,079,350	(From Property Tax Relief Fund)	14,637,380	15,210,083	15,202,083
204,185	69	---	204,254	203,990	(From Casino Revenue Fund)	221,508	223,644	223,644
---	30	---	30	---	(From gubernatorial Elections Fund)	14,080	19,680	19,680

**TABLE IV  
SUMMARY OF APPROPRIATIONS BY CATEGORY OR PURPOSE**

(thousands of dollars)

*Table IV shows prior year expenditures, current year appropriations, and budget year request & recommendations by Category or Purpose within fund and major spending category.*

	2016 Expenditures	2017 Adjusted Appropriation	2018 Requested	2018 Recom- mended
<b>General Fund--</b>				
Direct State Services--				
Personal Services .....	3,317,550	3,260,325	3,283,359	3,283,359
Materials and Supplies .....	186,437	173,811	170,701	170,701
Services Other Than Personal .....	535,545	461,682	455,226	455,226
Maintenance and Fixed Charges .....	294,929	287,516	241,842	241,842
Improvements and Equipment .....	82,515	51,042	51,959	51,959
Employee Pension and Health Benefits .....	2,419,458	2,645,950	2,794,160	2,794,160
Special Purpose .....	483,833	465,560	487,553	487,053
<i>Total Direct State Services</i> .....	<u>7,320,267</u>	<u>7,345,886</u>	<u>7,484,800</u>	<u>7,484,300</u>
Grants-in-Aid--				
Employee Pension and Health Benefits .....	998,107	1,015,111	1,057,035	1,057,035
Rutgers, The State University .....	393,984	394,984	439,219	393,984
New Jersey Institute of Technology .....	35,440	35,440	42,540	35,440
Rowan University .....	86,583	87,883	109,669	85,383
State Colleges and Universities .....	184,652	184,652	244,101	184,652
Other Higher Education Programs .....	77,835	104,572	109,590	109,590
Student Aid-Scholarships and Grants .....	425,818	464,887	477,034	477,034
Support of Independent Higher Education Institutions .....	2,737	12,237	3,944	2,944
Correctional Programs .....	103,590	114,861	103,161	103,161
Support of the Arts .....	16,260	16,500	16,500	16,500
Transit Subsidy .....	33,156	140,856	140,856	140,856
Welfare Support Programs .....	187,356	203,614	214,790	214,790
NJ FamilyCare .....	3,910,587	3,934,252	4,145,308	4,145,308
Pharmaceutical Assistance Programs .....	57,458	61,263	60,111	60,111
Children and Families .....	861,839	869,019	871,369	871,369
Services for Individuals with Developmental Disabilities .....	621,114	604,438	607,341	607,341
Community Mental Health and Addiction Services .....	415,333	442,460	448,190	448,190
AIDS Programs .....	21,441	21,651	21,651	21,651
Other Health and Human Services Programs .....	381,091	508,511	563,908	563,908
Economic Development .....	6,764	23,906	15,967	15,967
Other Grants-In-Aid .....	382,899	368,198	363,927	353,927
<i>Total Grants-in-Aid</i> .....	<u>9,204,044</u>	<u>9,609,295</u>	<u>10,056,211</u>	<u>9,909,141</u>
State Aid--				
Educational .....	530,980	553,201	456,000	456,000
Cash Assistance and County Welfare Administration .....	237,046	227,016	208,913	208,913
Health and Human Services .....	4,653	4,654	4,654	4,654
Aid to Counties and Municipalities .....	29,832	32,322	43,037	34,767
Other State Aid .....	32,480	30,842	29,577	29,577
<i>Total State Aid</i> .....	<u>834,991</u>	<u>848,035</u>	<u>742,181</u>	<u>733,911</u>
Capital Construction--				
Transportation Trust Fund .....	1,216,749	1,296,831	1,311,533	1,311,533
Environmental .....	28,672	31,500	31,500	31,500
Institutional .....	2,215	---	---	---
Constitutionally Dedicated Projects .....	165,215	122,829	124,488	124,488
All Other .....	127,477	97,278	97,156	97,156
<i>Total Capital Construction</i> .....	<u>1,540,328</u>	<u>1,548,438</u>	<u>1,564,677</u>	<u>1,564,677</u>

	2016 Expenditures	2017 Adjusted Appropriation	2018 Requested	2018 Recom- mended
<b>Debt Service--</b>				
Principal .....	363,523	251,925	244,725	244,725
Interest .....	74,311	88,909	81,645	81,645
<i>Total Debt Service</i> .....	<u>437,834</u>	<u>340,834</u>	<u>326,370</u>	<u>326,370</u>
<b>Total General Fund</b> .....	<b><u>19,337,464</u></b>	<b><u>19,692,488</u></b>	<b><u>20,174,239</u></b>	<b><u>20,018,399</u></b>
<b>Property Tax Relief Fund--</b>				
Aid to County Colleges .....	200,667	204,054	212,880	204,880
Health and Human Services .....	159,786	159,615	152,615	152,615
Educational .....	12,221,424	12,749,536	13,370,033	13,370,033
Direct Property Tax Relief .....	205,707	204,900	200,300	200,300
Aid to Counties and Municipalities .....	1,291,766	1,319,275	1,274,255	1,274,255
<i>Total Property Tax Relief Fund</i> .....	<u>14,079,350</u>	<u>14,637,380</u>	<u>15,210,083</u>	<u>15,202,083</u>
<b>Casino Control Fund--</b>				
Enforcement .....	39,922	42,530	42,530	42,530
Administration .....	6,067	7,738	7,513	7,513
<i>Total Casino Control Fund</i> .....	<u>45,989</u>	<u>50,268</u>	<u>50,043</u>	<u>50,043</u>
<b>Casino Revenue Fund--</b>				
Pharmaceutical Assistance Programs .....	8,618	8,176	8,176	8,176
Programs for Senior Citizens and Individuals with Disabilities .....	195,372	213,332	215,468	215,468
<i>Total Casino Revenue Fund</i> .....	<u>203,990</u>	<u>221,508</u>	<u>223,644</u>	<u>223,644</u>
<b>Gubernatorial Elections Fund--</b>				
Public Financing of Gubernatorial Elections .....	---	14,080	19,680	19,680
<i>Total Gubernatorial Elections Fund</i> .....	<u>---</u>	<u>14,080</u>	<u>19,680</u>	<u>19,680</u>
<b>GRAND TOTAL STATE APPROPRIATIONS</b> .....	<b><u>33,666,793</u></b>	<b><u>34,615,724</u></b>	<b><u>35,677,689</u></b>	<b><u>35,513,849</u></b>



**DEBT SERVICE**  
(thousands of dollars)

Year Ending June 30, 2016					Year Ending June 30, 2018			
Orig. & (S)Supple- mental	Reapp. & (R)Repts.	Transfers & (E)Emer- gencies	Total Available	Expended		2017 Adjusted Approp.	Requested	Recom- mended
82,810	---	-5,200	77,610	74,311	Interest on Bonds	88,909	81,645	81,645
363,025	---	5,200	368,225	363,523	Bond Redemption	251,925	244,725	244,725
<b>445,835</b>	<b>---</b>	<b>---</b>	<b>445,835</b>	<b>437,834</b>	<b>Total Appropriation</b>	<b>340,834</b>	<b>326,370</b>	<b>326,370</b>
86	---	---	86	45	Clean Waters Bonds (P.L. 1976, c. 92)	88	12	12
77	---	---	77	37	State Land Acquisition and Development Bonds (P.L. 1978, c. 118)	75	---	---
2	---	---	2	1	Energy Conservation Bonds (P.L. 1980, c. 68)	3	---	---
50	---	---	50	25	Natural Resources Bonds (P.L. 1980, c. 70)	51	---	---
1,198	---	---	1,198	1,122	Water Supply Bonds (P.L. 1981, c. 261)	1,193	1,042	1,042
391,162	---	1,113	392,275	392,274	Refunding Bonds (P.L. 1985, c. 74, as amended by P.L. 1992, c. 182)	247,695	237,040	237,040
74	---	---	74	69	Pinelands Infrastructure Trust Bonds (P.L. 1985, c. 302)	77	64	64
747	---	---	747	747	Hazardous Discharge Bonds (P.L. 1986, c. 113)	745	747	747
611	---	---	611	304	Green Acres, Cultural Centers and Historic Preservation Bonds (P.L. 1987, c. 265)	610	---	---
863	---	---	863	638	Stormwater Management and Combined Sewer Overflow Abatement Bonds (P.L. 1989, c. 181)	851	420	420
219	---	---	219	196	New Jersey Open Space Preservation Bonds (P.L. 1989, c. 183)	222	362	362
1,044	---	---	1,044	802	Green Acres, Clean Water, Farmland and Historic Preservation Bonds (P.L. 1992, c. 88)	1,050	562	562
454	---	---	454	224	Developmental Disabilities Waiting List Reduction and Human Services Facilities Construction Bonds (P.L. 1994, c. 108)	456	---	---
736	---	---	736	478	Green Acres, Farmland and Historic Preservation and Blue Acres Bonds (P.L. 1995, c. 204)	742	225	225
8,699	---	-1,113	7,586	5,445	Port of New Jersey Revitalization, Dredging Bonds (P.L. 1996, c. 70)	9,533	3,429	3,429
275	---	---	275	137	Statewide Transportation and Local Bridge Bond Act of 1999 (P.L. 1999, c. 181)	275	---	---
8,726	---	---	8,726	5,010	Dam, Lake, Stream, Water Resources, and Wastewater Treatment Project Bonds (P.L. 2003, c. 162)	8,722	1,422	1,422
10,671	---	---	10,671	10,139	Green Acres, Farmland, Blue Acres, and Historic Preservation Bonds (P.L. 2007, c. 119)	10,673	10,172	10,172
12,668	---	---	12,668	12,668	Green Acres, Water Supply and Floodplain Protection, and Farmland and Historic Preservation Bonds (P.L. 2009, c. 117)	16,080	20,589	20,589
7,473	---	---	7,473	7,473	Building our Future Bonds (P.L. 2012, c. 41)	32,943	50,284	50,284
---	---	---	---	---	Payments on Future Bond Sales	8,750	---	---
<b>445,835</b>	<b>---</b>	<b>---</b>	<b>445,835</b>	<b>437,834</b>	<b>Total Appropriation</b>	<b>340,834</b>	<b>326,370</b>	<b>326,370</b>

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**SUMMARY**  
**ESTIMATED REVENUES, EXPENDITURES AND UNDESIGNATED FUND BALANCES**  
**BUDGETED STATE FUNDS**

(thousands of dollars)

	----- Fiscal Year Ending June 30 -----		
	2017	2018	Change
	Estimated	Estimated	
Beginning Balances July 1			
Undesignated Fund Balances			
General Fund .....	469,766	490,886	21,120
Surplus Revenue Fund .....	---	---	---
Property Tax Relief Fund .....	3,341	---	(3,341)
Casino Control Fund .....	676	---	(676)
Casino Revenue Fund .....	7,479	---	(7,479)
Gubernatorial Elections Fund .....	1,111	---	(1,111)
<i>Total Undesignated Fund Balances</i> .....	<u>482,373</u>	<u>490,886</u>	<u>8,513</u>
State Revenues			
General Fund .....	19,406,512	20,118,545	712,033
Property Tax Relief Fund .....	14,681,380	15,202,083	520,703
Casino Control Fund .....	49,591	50,043	452
Casino Revenue Fund .....	216,081	223,644	7,563
Gubernatorial Elections Fund .....	700	700	---
<i>Total State Revenues</i> .....	<u>34,354,264</u>	<u>35,595,015</u>	<u>1,240,751</u>
Other Adjustments			
General Fund			
Balances lapsed .....	233,584	---	(233,584)
From/(To) Property Tax Relief Fund .....	158,069	---	(158,069)
From/(To) Gubernatorial Elections Fund .....	(12,269)	(18,980)	(6,711)
From/(To) Casino Control Fund .....	---	---	---
From/(To) Casino Revenue Fund .....	2,052	---	(2,052)
From/(To) Reserved Fund Balance .....	(74,340)	(79,299)	(4,959)
Property Tax Relief Fund			
Balances lapsed .....	110,728	---	(110,728)
From/(To) General Fund .....	(158,069)	---	158,069
Casino Control Fund			
Balances lapsed .....	1	---	(1)
From/(To) General Fund .....	---	---	---
Casino Revenue Fund			
Balances lapsed .....	---	---	---
From/(To) General Fund .....	(2,052)	---	2,052
Gubernatorial Elections Fund			
Balances lapsed .....	---	---	---
From/(To) General Fund .....	12,269	18,980	6,711
<i>Total Other Adjustments</i> .....	<u>269,973</u>	<u>(79,299)</u>	<u>(349,272)</u>
<i>Total Available</i> .....	<u>35,106,610</u>	<u>36,006,602</u>	<u>899,992</u>
Appropriations			
General Fund .....	19,692,488	20,018,399	325,911
Property Tax Relief Fund .....	14,637,380	15,202,083	564,703
Casino Control Fund .....	50,268	50,043	(225)
Casino Revenue Fund .....	221,508	223,644	2,136
Gubernatorial Elections Fund .....	14,080	19,680	5,600
<i>Total Appropriations</i> .....	<u>34,615,724</u>	<u>35,513,849</u>	<u>898,125</u>
Ending Balances June 30			
Undesignated Fund Balances			
General Fund .....	490,886	492,753	1,867
Surplus Revenue Fund .....	---	---	---
Property Tax Relief Fund .....	---	---	---
Casino Control Fund .....	---	---	---
Casino Revenue Fund .....	---	---	---
Gubernatorial Elections Fund .....	---	---	---
<i>Total Undesignated Fund Balances</i> .....	<u>490,886</u>	<u>492,753</u>	<u>1,867</u>

**STATE REVENUES**  
**FISCAL YEARS 2017 AND 2018 ESTIMATES**  
(thousands of dollars)

	FY 2017 Approp Act	FY 2017 Revised	FY 2017 Change	FY 2018 Estimate	FY 2017 to FY 2018 Change
<b>Major Revenues</b>					
Gross Income Tax.....	13,982,280	13,940,280	(42,000)	14,434,983	494,703
Sales Tax Dedication-PTRF.....	751,100	741,100	(10,000)	767,100	26,000
Sales Tax.....	9,597,412	9,294,662	(302,750)	9,450,747	156,085
Less: Sales Tax Dedication-General Fund.....	(729,000)	(719,000)	10,000	(745,000)	(26,000)
Corporation Business .....	2,470,973	2,470,973	---	2,594,522	123,549
State Lottery Fund.....	965,000	970,000	5,000	1,014,000	44,000
Motor Fuels.....	540,000	562,017	22,017	573,257	11,240
Motor Vehicle Fees.....	515,585	514,150	(1,435)	498,225	(15,925)
Transfer Inheritance.....	848,496	703,943	(144,553)	657,539	(46,404)
Casino Revenue Fund.....	208,548	216,081	7,533	223,644	7,563
Insurance Premium.....	688,716	615,488	(73,228)	661,649	46,161
Cigarette.....	149,040	176,608	27,568	172,994	(3,614)
Petroleum Products Gross Receipts.....	218,064	939,042	720,978	1,457,865	518,823
Less: Petroleum Products Gross Receipts-Capital Reserves.....	---	(416,228)	(416,228)	(926,531)	(510,303)
Corporation Banks and Financial Institutions.....	150,000	172,739	22,739	185,694	12,955
Alcoholic Beverage Excise.....	110,827	110,263	(564)	111,917	1,654
Realty Transfer.....	330,366	339,288	8,922	369,824	30,536
Tobacco Products Wholesale Sales.....	22,396	23,800	1,404	24,871	1,071
Public Utility Excise (Reform).....	15,570	17,800	2,230	18,400	600
<b>Total Major Revenues.....</b>	<b>30,835,373</b>	<b>30,673,006</b>	<b>(162,367)</b>	<b>31,545,700</b>	<b>872,694</b>
<b>Miscellaneous Taxes, Fees, Revenues, Transfers</b>					
Other Energy Taxes.....	306,208	286,783	(19,425)	310,000	23,217
Assessment on Real Property Greater Than \$1 Million.....	124,512	137,757	13,245	144,645	6,888
Medicaid Uncompensated Care.....	371,885	357,760	(14,125)	337,590	(20,170)
Good Driver.....	81,300	81,178	(122)	82,802	1,624
Hotel/Motel Occupancy Tax.....	105,452	102,337	(3,115)	106,431	4,094
Fringe Benefit Recoveries.....	712,151	762,714	50,563	751,861	(10,853)
Interfund Transfers.....	489,164	484,577	(4,587)	478,429	(6,148)
Casino Control.....	50,268	49,591	(677)	50,043	452
Gubernatorial Elections Fund.....	700	700	---	700	---
Other Miscellaneous.....	1,525,034	1,417,861	(107,173)	1,786,814	368,953
<b>Total Miscellaneous Taxes, Fees, Revenues, Transfers.....</b>	<b>3,766,674</b>	<b>3,681,258</b>	<b>(85,416)</b>	<b>4,049,315</b>	<b>368,057</b>
<b>TOTAL STATE REVENUES.....</b>	<b>34,602,047</b>	<b>34,354,264</b>	<b>(247,783)</b>	<b>35,595,015</b>	<b>1,240,751</b>

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

	-----Fiscal Year Ending June 30-----		
	2016 Actual	2017 Estimated	2018 Estimated
<b>Major Taxes:</b>			
Sales .....	9,245,306	9,442,445	9,615,747
Less: Sales Tax Dedication .....	(690,724)	(719,000)	(745,000)
Corporation Business .....	2,299,017	2,480,973	2,606,522
Petroleum Products Gross Receipts .....	214,760	939,042	1,457,865
Less: Petroleum Products Gross Receipts - Capital Reserves .....	---	(416,228)	(926,531)
Insurance Premium .....	597,562	615,488	661,649
Transfer Inheritance .....	769,688	703,943	657,539
Motor Fuels .....	554,472	562,017	573,257
Motor Vehicle Fees .....	473,633	514,150	498,225
Realty Transfer .....	313,556	339,288	369,824
Corporation Banks and Financial Institutions .....	178,191	172,739	185,694
Cigarette .....	167,460	176,608	172,994
Alcoholic Beverage Excise .....	105,799	110,263	111,917
Tobacco Products Wholesale Sales .....	23,510	23,800	24,871
Public Utility Excise (Reform) .....	17,152	17,800	18,400
<i>Total Major Taxes</i> .....	<u>14,269,382</u>	<u>14,963,328</u>	<u>15,282,973</u>
<b>Miscellaneous Taxes, Fees, and Revenues:</b>			
Executive Branch--			
Department of Agriculture:			
Animal Disease Control .....	442	---	---
Environmental Services .....	122	---	---
Fertilizer Inspection Fees .....	725	366	366
Garden State Farmland Preservation Fund .....	576	---	---
Milk Control Licenses and Fees .....	610	---	---
Miscellaneous Revenue .....	390	2	2
Subtotal, Department of Agriculture .....	<u>2,865</u>	<u>368</u>	<u>368</u>
Department of Banking and Insurance:			
Actuarial Services .....	22	29	29
Banking - Assessments .....	11,526	13,024	13,024
Banking - Licenses and Other Fees .....	2,037	1,900	1,900
Fraud Fines .....	1,513	1,500	1,500
HMO Covered Lives .....	394	200	100
Insurance - Examination Billings .....	1,039	1,000	1,000
Insurance - Licenses and Other Fees .....	44,344	43,961	51,961
Insurance - Special Purpose Assessment .....	33,848	38,894	38,894
Insurance Fraud Prevention .....	23,295	29,207	29,207
Public Adjusters Licensing .....	13	---	---
Real Estate Commission .....	3,915	11,000	3,900
Subtotal, Department of Banking and Insurance .....	<u>121,946</u>	<u>140,715</u>	<u>141,515</u>
Department of Children and Families:			
Child Care Licensing .....	296	300	300
Contract Recoveries .....	11,974	12,000	12,000
Divorce Filing Fees .....	1,342	1,300	1,300
Marriage License/Civil Union Fees .....	1,223	1,150	1,150
Subtotal, Department of Children and Families .....	<u>14,835</u>	<u>14,750</u>	<u>14,750</u>
Department of Community Affairs:			
Affordable Housing and Neighborhood Preservation - Fair Housing .....	41,232	41,261	51,261
Boarding Home Fees .....	950	---	---
Construction Fees .....	23,416	16,972	16,972
Fire Safety .....	28,969	17,424	17,424
Housing Inspection Fees .....	14,362	10,703	10,703
Miscellaneous Revenue .....	154	---	---
New Jersey Housing and Mortgage Finance Agency .....	---	---	18,500
Planned Real Estate Development Fees .....	869	750	750
Subtotal, Department of Community Affairs .....	<u>109,952</u>	<u>87,110</u>	<u>115,610</u>
Department of Corrections:			
Miscellaneous Revenue .....	153	---	---

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

	-----Fiscal Year Ending June 30-----		
	2016	2017	2018
	Actual	Estimated	Estimated
<b>Department of Education:</b>			
Audit Recoveries .....	166	75	75
Audit of Enrollments .....	1,300	1,500	1,500
Nonpublic Schools Handicapped and Auxiliary Recoveries .....	13,357	7,500	7,500
Nonpublic Schools Textbook Recoveries .....	2,035	2,000	2,000
School Construction Inspection Fees .....	817	600	600
State Board of Examiners .....	5,659	4,310	4,310
	<u>23,334</u>	<u>15,985</u>	<u>15,985</u>
<b>Subtotal, Department of Education .....</b>			
<b>Department of Environmental Protection:</b>			
Air Pollution Fees - Minor Sources .....	8,131	9,000	9,000
Air Pollution Fees - Title V Operating Permits .....	4,476	4,500	4,500
Air Pollution Fines .....	1,555	1,300	1,300
Clean Water Enforcement Act .....	2,056	1,400	1,400
Coastal Area Facility Review Act .....	1,979	1,800	1,800
Endangered Species Tax Check-Off .....	285	158	158
Environmental Infrastructure Financing Program Administrative Fee .....	5,339	5,000	5,000
Excess Diversion .....	179	170	170
Freshwater Wetlands Fees .....	3,898	3,100	3,100
Freshwater Wetlands Fines .....	137	225	250
Hazardous Discharge Site Cleanup .....	12,709	---	---
Hazardous Waste Fees .....	4,245	3,900	3,800
Hazardous Waste Fines .....	695	560	560
Hunters' and Anglers' Licenses .....	14,063	11,983	11,983
Industrial Site Recovery Act .....	49	45	45
Laboratory Certification Fees .....	2,770	2,500	2,600
Laboratory Certification Fines .....	758	40	40
Marina Rentals .....	852	885	885
Marine Lands - Preparation and Filing Fees .....	1,911	125	110
Medical Waste .....	5,032	5,100	5,000
Miscellaneous Revenue .....	55	---	---
New Jersey Pollutant Discharge Elimination System/Stormwater Permits .....	20,646	16,700	16,700
New Jersey Spill Compensation Fund .....	8,027	---	---
Parks Management Fees and Permits .....	9,790	4,300	4,300
Parks Management Fines .....	83	70	60
Pesticide Control Fees .....	5,649	4,400	4,400
Pesticide Control Fines .....	30	30	30
Radiation Protection Fees .....	3,086	5,000	3,100
Radiation Protection Fines .....	202	150	150
Radon Testers Certification .....	242	240	240
Safe Drinking Water Fund .....	233	---	---
Solid Waste - Utility Regulation Assessments .....	5,014	3,100	3,100
Solid Waste Fines .....	1,261	1,000	1,000
Solid Waste Management Fees .....	6,772	11,000	5,800
Solid and Hazardous Waste Disclosure .....	210	202	202
Stream Encroachment .....	4,982	3,800	3,800
Toxic Catastrophe Prevention Fees .....	1,596	1,730	1,730
Toxic Catastrophe Prevention Fines .....	172	100	100
Treatment Works Approval .....	1,568	1,400	1,400
Underground Storage Tanks Fees .....	654	650	650
Water Allocation .....	5,465	2,425	2,425
Water Supply Management Regulations .....	1,452	1,215	1,215
Water/Wastewater Operators Licenses .....	452	210	210
Waterfront Development Fees .....	2,622	3,000	3,100
Waterfront Development Fines .....	40	20	30
Well Permits/Well Drillers/Pump Installers Licenses .....	1,819	1,100	1,100
Wetlands .....	99	125	125
Worker Community Right to Know - Fees .....	387	---	---
Worker Community Right to Know - Fines .....	5	5	5
	<u>153,732</u>	<u>113,763</u>	<u>106,673</u>
<b>Subtotal, Department of Environmental Protection .....</b>			
<b>Department of Health:</b>			
Admission Charge Hospital Assessment .....	6,000	6,000	6,000
Clinical Laboratory .....	1,709	---	---
Federal Funds - Graduate Medical Education .....	---	123,328	141,046
Health Care Reform .....	1,200	1,200	1,200

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

	-----Fiscal Year Ending June 30-----		
	2016	2017	2018
	Actual	Estimated	Estimated
Licenses, Fines, Permits, Penalties and Fees . . . . .	13,589	2,540	5,000
Miscellaneous Revenue . . . . .	6	50	50
Subtotal, Department of Health . . . . .	22,504	133,118	153,296
Department of Human Services:			
Commission for the Blind . . . . .	243	---	---
Early Periodic Screening, Diagnosis and Treatment . . . . .	7,685	7,972	7,972
Interim Assistance . . . . .	500	---	---
Medicaid Uncompensated Care - Acute . . . . .	285,699	143,457	123,287
Medicaid Uncompensated Care - Mental Health . . . . .	33,763	35,618	35,618
Medicaid Uncompensated Care - Psychiatric . . . . .	176,220	178,685	178,685
Medical Assistance - Federal Match on PAAD/Medicaid Dual Eligibles . . . . .	3	---	---
Miscellaneous Revenue . . . . .	978	600	600
Patients' and Residents' Cost Recovery - Developmental Disabilities . . . . .	16,639	13,792	13,842
Patients' and Residents' Cost Recovery - Psychiatric Hospitals . . . . .	83,465	81,222	86,421
School Based Medicaid . . . . .	24,890	34,491	74,963
Subtotal, Department of Human Services . . . . .	630,085	495,837	521,388
Department of Labor and Workforce Development:			
Examination Fees . . . . .	1,811	---	---
Merit Systems Board Appeals Fees . . . . .	137	---	---
Miscellaneous Revenue . . . . .	136	145	145
Special Compensation Fund . . . . .	1,480	1,942	1,942
State Disability Benefits Fund . . . . .	2,708	---	---
Training Fees . . . . .	1,883	---	---
Workers' Compensation Assessment . . . . .	22,895	13,673	13,673
Workplace Standards - Licenses, Permits and Fines . . . . .	17,638	4,358	4,358
Subtotal, Department of Labor and Workforce Development . . . . .	48,688	20,118	20,118
Department of Law and Public Safety:			
Beverage Licenses . . . . .	4,199	4,199	4,199
Casino Fines . . . . .	246	---	---
Charities Registration Section . . . . .	2,313	556	556
Consumer Affairs . . . . .	19,513	830	830
Controlled Dangerous Substances . . . . .	1,077	100	100
Criminal Disposition . . . . .	337	---	---
Elevator, Escalator and Moving Walkway Mechanics Licensing Board . . . . .	---	2	2
Forfeiture Funds . . . . .	1,000	250	250
Legal Services . . . . .	62,240	---	---
Legalized Games of Chance Control . . . . .	2,051	1,200	1,200
Miscellaneous Revenue . . . . .	267	20	20
Motor Vehicle Fees . . . . .	72	---	---
New Jersey Cemetery Board . . . . .	175	4	2
Private Employment Agencies . . . . .	871	258	258
Recreational Boating . . . . .	1,963	2,000	2,000
Retired Officer Handgun Permit . . . . .	521	---	---
Securities Enforcement . . . . .	21,077	13,394	13,394
Settlements . . . . .	2,622	140,000	75,000
State Board of Architects . . . . .	1,229	238	480
State Board of Audiology and Speech-Language Pathology Advisory . . . . .	1,169	25	444
State Board of Certified Psychoanalysts . . . . .	7	---	---
State Board of Certified Public Accountants . . . . .	382	35	920
State Board of Chiropractors . . . . .	1,194	14	452
State Board of Cosmetology and Hairstyling . . . . .	1,755	1,960	400
State Board of Court Reporting . . . . .	88	18	92
State Board of Dentistry . . . . .	4,782	126	2,556
State Board of Electrical Contractors . . . . .	248	140	720
State Board of HVAC Contractors . . . . .	1,582	70	560
State Board of Marriage Counselor Examiners . . . . .	603	595	220
State Board of Massage and Bodyworks . . . . .	322	333	118
State Board of Master Plumbers . . . . .	174	307	60
State Board of Medical Examiners . . . . .	6,411	6,215	1,680
State Board of Mortuary Science . . . . .	435	144	154
State Board of Nursing . . . . .	13,705	3,217	4,800
State Board of Occupational Therapists and Assistants . . . . .	1,095	18	408
State Board of Ophthalmic Dispensers and Ophthalmic Technicians . . . . .	738	13	274
State Board of Optometrists . . . . .	65	298	16

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

	-----Fiscal Year Ending June 30-----		
	2016	2017	2018
	Actual	Estimated	Estimated
State Board of Orthotics and Prosthetics . . . . .	9	31	3
State Board of Pharmacy . . . . .	2,414	1,505	480
State Board of Physical Therapy . . . . .	1,546	23	480
State Board of Polysomnography . . . . .	19	70	6
State Board of Professional Engineers and Land Surveyors . . . . .	1,687	228	620
State Board of Professional Planners . . . . .	336	2	136
State Board of Psychological Examiners . . . . .	184	357	54
State Board of Real Estate Appraisers . . . . .	1,557	27	580
State Board of Respiratory Care . . . . .	397	11	224
State Board of Social Workers . . . . .	385	805	56
State Board of Veterinary Medical Examiners . . . . .	168	210	46
State Police - Fingerprint Fees . . . . .	14,578	3,694	7,337
State Police - Other Licenses . . . . .	410	300	300
State Police - Private Detective Licenses . . . . .	165	185	185
Victim and Witness Advocacy Fund . . . . .	929	---	---
Victims of Violent Crime Compensation . . . . .	7,166	3,372	3,372
Weights and Measures - General . . . . .	4,262	2,612	2,612
	<u>192,740</u>	<u>190,011</u>	<u>128,656</u>
Subtotal, Department of Law and Public Safety . . . . .			
Department of Military and Veterans' Affairs:			
Miscellaneous Revenue . . . . .	5,193	---	---
Soldiers' Homes . . . . .	54,129	53,000	53,000
	<u>59,322</u>	<u>53,000</u>	<u>53,000</u>
Subtotal, Department of Military and Veterans' Affairs . . . . .			
Department of State:			
Miscellaneous Revenue . . . . .	25	1	---
New Jersey World Trade Center Scholarship Program . . . . .	270	---	---
	<u>295</u>	<u>1</u>	<u>---</u>
Subtotal, Department of State . . . . .			
Department of Transportation:			
Air Safety Fund . . . . .	893	965	965
Applications and Highway Permits . . . . .	3,134	2,000	2,500
Autonomous Transportation Authorities . . . . .	53,500	24,500	24,500
Casualty Losses . . . . .	---	---	350
Drunk Driving Fines . . . . .	400	400	400
Good Driver . . . . .	79,827	81,178	82,802
Logo Sign Program Fees . . . . .	444	300	300
Maritime Program Receipts . . . . .	1,926	2,000	2,000
Miscellaneous Revenue . . . . .	40	40	40
Outdoor Advertising . . . . .	1,606	740	740
Placarded Railcar . . . . .	310	---	---
Rental Receipts - Tenant Relocation Program . . . . .	379	---	---
	<u>142,459</u>	<u>112,123</u>	<u>114,597</u>
Subtotal, Department of Transportation . . . . .			
Department of the Treasury:			
Assessment on Real Property Greater Than \$1 Million . . . . .	131,198	137,757	144,645
Assessments - Cable TV . . . . .	2,988	4,696	4,702
Assessments - Public Utility . . . . .	26,383	31,748	31,702
Asset Sales . . . . .	---	---	325,000
CATV Universal Access . . . . .	9,094	9,790	9,790
Commercial Recording - Expedited . . . . .	1,387	1,150	1,150
Commissions (Notary) . . . . .	1,217	1,250	1,250
Cost Assessment . . . . .	6,105	---	---
Domestic Security . . . . .	37,822	38,820	38,820
Dormitory Safety Trust Fund - Debt Service Recovery . . . . .	---	362	351
Equipment Leasing Fund - Debt Service Recovery . . . . .	---	4,141	4,086
General Revenue - Fees (Commercial Recording and UCC) . . . . .	63,523	64,000	64,000
Higher Education Capital Improvement Fund - Debt Service Recovery . . . . .	---	17,535	23,907
Hotel/Motel Occupancy Tax . . . . .	98,400	102,337	106,431
Investment Earnings . . . . .	6,226	---	---
Miscellaneous Revenue . . . . .	3,142	508	1,500
NJ Economic Development Authority . . . . .	---	12,000	10,957
NJ Public Records Preservation . . . . .	33,624	30,000	30,000
New Jersey Public Broadcasting Authority . . . . .	9,000	5,350	5,725
Nuclear Emergency Response Assessment . . . . .	5,537	5,696	4,490
Office of Dispute Settlement Mediation . . . . .	39	50	50
Office of Information Technology Receipts . . . . .	58,264	---	---



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

	-----Fiscal Year Ending June 30-----		
	2016	2017	2018
	Actual	Estimated	Estimated
Prequalification Fees .....	145	---	---
Public Defender Client Receipts .....	3,551	3,750	3,750
Public Finance Activities .....	1,230	---	---
Public Utility Fines .....	2,092	1,050	1,050
Public Utility Gross Receipts and Franchise Taxes (Water/Sewer) .....	124,187	129,000	133,000
Railroad Tax - Class II .....	4,638	5,000	5,000
Railroad Tax - Franchise .....	6,961	7,000	7,000
Rate Counsel .....	6,709	7,000	8,656
Surplus Property .....	1,893	1,800	1,800
Tax Referral Cost Recovery Fee .....	10,960	10,000	10,000
Telephone Assessment .....	122,150	121,304	134,304
Tire Clean-Up Surcharge .....	9,875	9,800	9,800
Tobacco Settlement Financing Corporation - MSA Payments .....	53,344	---	---
Subtotal, Department of the Treasury .....	<u>841,684</u>	<u>762,894</u>	<u>1,122,916</u>
Other Sources:			
Miscellaneous Revenue .....	1,861	1,000	1,000
Interdepartmental Accounts:			
Administration and Investment of Pension and Health Benefit Funds - Recoveries .....	2,511	2,810	2,810
Employee Maintenance Deductions .....	315	300	300
Federal Fringe Benefit Recoveries from School Districts .....	46,527	53,300	58,800
Fringe Benefit Recoveries from Colleges and Universities/University Hospital .....	207,626	245,495	246,074
Fringe Benefit Recoveries from Federal and Other Funds .....	350,783	399,075	384,624
Indirect Cost Recoveries - DEP Other Funds .....	11,745	11,600	11,600
MTF Revenue Fund .....	40,007	17,420	15,230
Miscellaneous Revenue .....	39	---	---
Rent of State Building Space .....	3,492	3,470	3,470
Social Security Recoveries from Federal and Other Funds .....	62,771	64,844	62,363
Standard Offer Payments - Utilities .....	128	---	---
Subtotal, Interdepartmental Accounts .....	<u>725,944</u>	<u>798,314</u>	<u>785,271</u>
The Judiciary:			
Civil Arbitration Program .....	2,136	---	---
Court Fees .....	50,670	49,500	48,000
Miscellaneous Revenue .....	514	---	---
Subtotal, The Judiciary .....	<u>53,320</u>	<u>49,500</u>	<u>48,000</u>
Total Miscellaneous Taxes, Fees, and Revenues .....	<u>3,145,719</u>	<u>2,988,607</u>	<u>3,343,143</u>
<b>Interfund Transfers:</b>			
Beaches and Harbor Fund .....	3	5	5
Building Our Future Fund .....	748	838	1,056
Cultural Centers and Historic Preservation Fund .....	---	2	4
Dam, Lake, Stream and Flood Control Project Fund - 2003 .....	25	38	22
Developmental Disabilities Waiting List Reduction Fund .....	3	4	1
Dredging and Containment Facility Fund .....	430	---	---
Emergency Flood Control Fund .....	1	1	3
Energy Conservation Fund .....	1	1	3
Enterprise Zone Assistance Fund .....	83,450	71,057	66,728
Fund for the Support of Free Public Schools .....	5,022	5,724	6,002
Garden State Farmland Preservation Trust Fund .....	2,025	2,080	2,080
Garden State Green Acres Preservation Trust Fund .....	4,531	5,731	5,731
Garden State Historic Preservation Trust Fund .....	605	84	84
Hazardous Discharge Fund .....	1	1	1
Hazardous Discharge Site Cleanup Fund .....	18,276	19,022	19,022
Housing Assistance Fund .....	13	22	23
Judiciary Bail Fund .....	87	33	33
Judiciary Probation Fund .....	21	9	9
Judiciary Special Civil Fund .....	9	4	4
Judiciary Superior Court Miscellaneous Fund .....	12	3	3
Legal Services Fund .....	9,160	9,150	9,150
Mortgage Assistance Fund .....	2,081	323	346
Motor Vehicle Security Responsibility Fund .....	1	1	1
NJ Bridge Rehab. and Improvement and R.R. Right-of-Way Preservation Fund .....	7	12	13
Natural Resources Fund .....	3	4	5
New Jersey Spill Compensation Fund .....	15,924	16,914	16,914

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

	-----Fiscal Year Ending June 30-----		
	2016	2017	2018
	Actual	Estimated	Estimated
New Jersey Spinal Cord Research Fund . . . . .	3,500	---	---
New Jersey Workforce Development Partnership Fund . . . . .	30,375	32,089	32,089
Pollution Prevention Fund . . . . .	949	1,024	1,024
Public Purpose Buildings and Community-Based Facilities Construction Fund . . . . .	1	1	1
Safe Drinking Water Fund . . . . .	2,364	2,573	2,573
Shore Protection Fund . . . . .	18	29	31
State Disability Benefit Fund . . . . .	29,474	38,890	38,490
State Land Acquisition and Development Fund . . . . .	---	1	1
State Lottery Fund . . . . .	987,000	970,000	1,014,000
State Lottery Fund - Administration . . . . .	10,048	13,271	13,271
State Recycling Fund . . . . .	---	---	12,000
State of New Jersey Cash Management Fund . . . . .	1,374	1,374	1,374
Statewide Transportation and Local Bridge Fund . . . . .	12	20	20
Supplemental Workforce Fund for Basic Skills . . . . .	1,989	2,000	2,000
Unclaimed Insurance Payments on Deposit Accounts Trust Fund . . . . .	19	30	57
Unclaimed Personal Property Trust Fund . . . . .	174,111	172,000	160,000
Unclaimed Utility Deposits Trust Fund . . . . .	1,199	2,000	43
Unemployment Compensation Auxiliary Fund . . . . .	13,194	13,322	13,322
Universal Service Fund . . . . .	67,337	67,650	67,650
Wage and Hour Trust Fund . . . . .	7	2	2
Water Conservation Fund . . . . .	2	4	4
Water Supply Fund . . . . .	3,945	4,436	4,436
Worker and Community Right to Know Fund . . . . .	2,656	2,798	2,798
<i>Total Interfund Transfers . . . . .</i>	<u>1,472,013</u>	<u>1,454,577</u>	<u>1,492,429</u>
<i>Total State Revenues General Fund . . . . .</i>	<u>18,887,114</u>	<u>19,406,512</u>	<u>20,118,545</u>
<b>PROPERTY TAX RELIEF FUND</b>			
Gross Income Tax . . . . .	13,355,992	13,940,280	14,434,983
Sales Tax Dedication . . . . .	713,121	741,100	767,100
<i>Total Property Tax Relief Fund . . . . .</i>	<u>14,069,113</u>	<u>14,681,380</u>	<u>15,202,083</u>
<b>CASINO CONTROL FUND</b>			
Investment Earnings . . . . .	9	11	11
License Fees . . . . .	39,815	49,580	50,032
<i>Total Casino Control Fund . . . . .</i>	<u>39,824</u>	<u>49,591</u>	<u>50,043</u>
<b>CASINO REVENUE FUND</b>			
Casino Simulcasting Fund . . . . .	174	175	175
Gross Revenue Tax . . . . .	201,054	208,621	216,206
Other Casino Taxes and Fees . . . . .	8,189	7,285	7,263
<i>Total Casino Revenue Fund . . . . .</i>	<u>209,417</u>	<u>216,081</u>	<u>223,644</u>
<b>GUBERNATORIAL ELECTIONS FUND</b>			
Taxpayers' Designations . . . . .	488	700	700
<b>TOTAL STATE REVENUES . . . . .</b>	<u>33,205,956</u>	<u>34,354,264</u>	<u>35,595,015</u>

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

	-----Fiscal Year Ending June 30-----		
	2016 Actual	2017 Estimated	2018 Estimated
<b>Dedicated:</b>			
Chief Executive:			
State Authority Review and Oversight .....	760	775	775
Department of Agriculture:			
Animal Disease Control .....	---	436	436
Beneficial Insect Laboratory .....	---	80	80
Blueberry Council .....	250	310	310
Commodity Distribution .....	205	---	---
Cranberry Council .....	173	50	50
Dairy Fee Administration .....	429	444	439
Dairy Industry Promotion Account .....	79	80	70
Development Potential Transfer Bank Administration .....	24	50	50
Environmental Services .....	---	115	115
Farm Products Publicity Fund .....	38	25	25
Food Distribution Assessment .....	121	50	50
Fruit and Vegetable Grading Service .....	963	848	1,039
Future Farmers of America - Student Loans from Department of Education .....	139	149	149
Garden State Preservation Trust .....	---	1,029	1,029
Horse Breeding and Development Fund .....	165	170	170
Hunger Initiative/Food Assistance Program .....	22	70	70
Marketing and Development Services .....	---	926	926
NJ Farm to School Program .....	2	100	200
Nursery Inspection Program .....	---	210	200
Organic Certification .....	279	285	329
Plant Pest and Disease Control .....	---	40	40
Poultry Service .....	286	276	271
Sire Stakes .....	1,267	1,267	1,267
Standardbred Breeder Awards .....	93	120	120
Stormwater Discharge Administration Chp. 251 .....	141	147	147
Wine Promotion Program .....	249	190	190
Miscellaneous .....	19	42	42
Subtotal, Department of Agriculture .....	4,944	7,509	7,814
Department of Banking and Insurance:			
Consumer Protection Services and Solvency Regulation .....	29	---	---
Individual Health Care Program Assessments .....	626	---	---
Small Employer Health Benefits .....	484	445	448
Miscellaneous .....	21	---	---
Subtotal, Department of Banking and Insurance .....	1,160	445	448
Department of Children and Families:			
Children's Trust Fund .....	103	180	180
Contribution to Care .....	390	150	150
Criminal History Record Checks .....	431	120	120
Domestic Violence Fund .....	331	315	315
Education Services .....	44,594	43,527	43,527
Government Benefits - Social Security .....	563	---	---
Grants to Displaced Homemaker Centers .....	663	688	688
Legally Responsible Relatives - Out-of-Home Placements .....	3,665	2,154	2,154
Legally Responsible Relatives - Probation Supplement .....	1,300	1,300	1,300
Old Age Survivors Insurance .....	2,773	3,692	3,692
Women's Services .....	---	150	150
Miscellaneous .....	44	---	---
Subtotal, Department of Children and Families .....	54,857	52,276	52,276
Department of Community Affairs:			
Boarding Home Regulation and Assistance .....	---	936	950
Community Development Block Grant-Disaster Recovery Program Income .....	1,302	---	---
Fire Certification Program .....	141	70	40
Historic Preservation License .....	17	25	25
Housing Code Enforcement .....	---	3,797	3,797
Housing Services .....	27,709	36,300	36,850
Landscape Irrigation Contractor Certification .....	4	130	100
Lead Hazard Control Assistance Fund .....	31	180	180
Neighborhood Revitalization Tax Credit .....	10,000	10,000	10,000
New Home Warranty Program .....	1,509	2,500	2,500

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

	-----Fiscal Year Ending June 30-----		
	2016	2017	2018
	Actual	Estimated	Estimated
Prevention of Homelessness .....	54	---	550
Reduced Cigarette Ignition Propensity & Firefighter Protection Fund .....	30	100	100
Section 8 Housing Voucher Portability .....	1,490	2,000	2,000
Section 8 Net Asset Funds .....	9,442	---	---
Uniform Construction Code .....	---	9,248	10,028
Uniform Fire Code .....	---	12,157	20,076
Universal Service Fund .....	6,824	8,556	8,556
Urban Enterprise Zone Authority Administration .....	861	1,350	1,350
Urban Housing Assistance Program .....	211	---	---
Miscellaneous .....	1,585	1,500	1,500
Subtotal, Department of Community Affairs .....	61,210	88,849	98,602
Department of Corrections:			
Administration and Support Services .....	20,523	19,929	19,780
Edna Mahan Correctional Facility Beauty Shop Program .....	34	---	---
Institutional Care and Treatment .....	15	---	---
State Facilities Education Act (SFEA) .....	3,894	3,027	3,026
Miscellaneous .....	336	---	---
Subtotal, Department of Corrections .....	24,802	22,956	22,806
Department of Education:			
Katzenbach Behavioral Support Program .....	800	453	308
Katzenbach One on One Aides .....	1,192	1,176	1,155
Katzenbach Summer Program .....	454	455	455
Marie H. Katzenbach School for the Deaf - Tuition from Local Boards .....	6,197	6,306	6,278
Office of Fiscal Accountability and Compliance .....	1,734	1,742	1,742
Rental of Vacant Building Space .....	107	223	223
School District Deficit Relief .....	1,392	2,360	2,360
Teacher and Leader Effectiveness .....	---	1,390	1,390
Miscellaneous .....	218	83	83
Subtotal, Department of Education .....	12,094	14,188	13,994
Department of Environmental Protection:			
Administrative Costs - Natural Resources Damages .....	611	823	960
Administrative Costs Water Supply Bond Act of 1981 - Management .....	---	23	21
Administrative Costs Water Supply Bond Act of 1981 - Watershed and Aquifer .....	---	7	---
Battleship New Jersey Memorial Fund .....	125	125	125
Battleship New Jersey Tax Check-Off .....	62	60	60
Building Ecological Solutions - Super Storm Sandy .....	460	---	---
Congestion Mitigation and Air Quality Improvement - SeaStreak .....	---	---	3,400
Congestion Mitigation and Air Quality Improvement - South Jersey Port Forklift .....	---	---	1,000
Delaware & Raritan Canal Commission - Permit Mitigation .....	72	---	---
Division of Science, Research and Environmental Health .....	2,207	2,657	2,703
Drinking Water State Revolving Fund - Capacity Development .....	186	600	614
Drinking Water State Revolving Fund - Operator Certification .....	432	200	204
Drinking Water State Revolving Fund - Program Administration .....	665	1,000	1,000
Drinking Water State Revolving Fund - Small System Technical Assistance .....	352	750	762
Drinking Water State Revolving Fund - Source Water Program Administration .....	19	200	204
Electronic Waste .....	375	375	375
Endangered and Nongame Species Wildlife Fund .....	104	100	100
Environmental Infrastructure Financing Program Loan Fund .....	---	600	1,200
Environmental Policy and Planning .....	2,479	3,700	3,700
Exotic and Nongame Species Inspection Fund .....	131	130	120
Expenses of the Delaware and Raritan Canal Commission .....	368	370	387
Fish and Wildlife Mitigation Funds .....	245	---	---
Forest Resource Management Special Revenue .....	259	250	250
Green Acres/Open Space Administration .....	---	403	403
HR-6 Flood Control .....	2,169	200	200
Hazardous Discharge Site Cleanup Fund - Responsible Party .....	---	15,848	13,545
Hazardous Discharge Site Remediation Fund - Grants to Child Care Centers .....	58	50	50
Historic Preservation Fund .....	300	---	---
Hunters' and Anglers' License Fund .....	---	1,717	1,868
Landscape Irrigation Contractor Certification .....	64	125	65
Liberty State Park - Central Parking .....	810	800	800
Liberty State Park License Plates .....	37	35	35
Low Emission Vehicle Program .....	178	170	170
Mammography Quality Standards Act .....	357	357	375

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

	-----Fiscal Year Ending June 30-----		
	2016 Actual	2017 Estimated	2018 Estimated
Marina Rentals .....	---	315	315
New Jersey Shade Tree and Community Forestry Program .....	309	1,300	1,300
New Jersey Waterfowl Stamp Act .....	68	65	65
Nuclear Emergency Response .....	---	---	1,120
Nuclear Regulatory Commission - Agreement State Program .....	2,587	2,400	2,400
Oil Spill Prevention .....	---	1,022	673
Oyster Cultch Fund .....	220	200	200
Palisades Interstate Park Commission (PIPC) - Court Fund Revenue .....	---	950	950
Palisades Interstate Park Commission (PIPC) - Gas Station Revenue .....	---	3,600	3,450
Palisades Interstate Park Commission (PIPC) - Operating Fund Revenue .....	---	1,040	870
Parks Management .....	---	4,885	4,885
Parks Management - Clean Energy Fund .....	---	19,972	19,972
Parks Management Revolving Fund .....	2,137	2,100	2,000
Passaic River Cleanup Litigation .....	(6,980)	500	500
Pesticide Control .....	---	1,000	1,000
Pinelands Preservation .....	45	45	45
Pollution Prevention .....	---	214	142
Port Authority Ferry Piers .....	709	---	---
Recreational Fisheries Survey .....	135	---	---
Recycling of Solid Waste .....	1,180	1,200	1,200
Regulation of Freshwater Wetlands .....	---	200	300
Remediation Management .....	---	10,673	10,875
Reservation Transaction Fees .....	366	380	380
Safe Drinking Water Fund .....	---	336	354
Sedge Island .....	33	30	30
Shellfish Enforcement .....	171	171	171
Shore Protection Fund Projects .....	2,246	---	---
Shore Protection License Plates .....	585	650	650
Site Remediation Professional Licensing Board .....	616	625	625
Skylands Manor .....	342	340	350
Solid Waste Utility Regulation .....	---	1,900	1,900
State Public Water System Supervision Program .....	1,177	2,000	2,054
State Recycling Fund - County and Local Grants .....	21,391	21,500	21,500
State Revolving Fund - Administrative Costs .....	3,771	3,865	3,865
Stormwater Construction Permit Fees .....	563	450	450
Stream Encroachment .....	---	100	200
Tidelands Peak Demands .....	---	4,257	3,451
Water Allocation .....	---	3,000	3,000
Water Pollution Control .....	---	2,400	2,400
Water/Wastewater Operators Licenses .....	---	230	230
Waterfront Development Shellfish Mitigation .....	156	145	145
Well Permits, Well Driller, Pump Installer Licenses .....	---	880	700
Worker and Community Right to Know Act .....	---	518	534
Miscellaneous .....	1,095	832	813
Subtotal, Department of Environmental Protection .....	46,047	127,965	130,760
Department of Health:			
AIDS Drug Distribution Program Rebates .....	56,000	51,000	51,000
Administrative Overhead - Non State Program .....	1,345	1,000	1,000
Animal Population Control Program .....	213	250	250
Brain Injury Research Fund .....	3,717	4,000	4,000
CMP - Nursing Home Penalty Revenue .....	176	---	---
Certificate of Need Program .....	2,299	977	977
Charity Care .....	502,000	302,000	252,000
Child Care / School Certification Program .....	431	1,100	1,100
Clinical Laboratory Improvement Services .....	---	150	150
Consumer Health Penalties .....	---	4,900	4,080
Early Care & Education Learning Collaborative .....	200	500	500
Early Intervention Program (EIP) Copays .....	---	7,200	7,200
Electronic Death Registration Support Fund .....	1,172	675	675
Emergency Medical Services .....	33	515	515
Emergency Medical Services for Children .....	128	154	154
Emergency Medical Technician Training Fund .....	248	200	200
Federally Qualified Health Centers .....	30,408	28,000	28,000
First Response Emergency Medical Technician Cardiac Training Program .....	125	180	180
Governor's Council for Medical Research and Treatment of Autism .....	3,718	3,814	3,814
Health Care Facility Regulation and Oversight .....	---	2,565	2,565

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

	-----Fiscal Year Ending June 30-----		
	2016	2017	2018
	Actual	Estimated	Estimated
Health Care Planning .....	9,971	8,900	8,900
Hospital Delivery System Reform Incentive Payments .....	28,835	20,655	20,655
Laboratory Services .....	---	1,500	1,500
New Jersey Compassionate Use Medical Marijuana Act .....	679	400	675
New Jersey Health Information Technology Commission .....	976	1,000	1,000
New Jersey Turnpike Authority / Garden State Parkway Food Inspections .....	344	350	350
Newborn Screening, Follow-up and Treatment .....	3,067	3,306	3,306
Osteosarcoma Surveillance Study .....	---	25	25
Public Health Protection Services .....	---	1,600	780
Rabies Control Program .....	483	475	475
Surveillance, Epidemiology, and End Results (SEER) - Patterns of Care .....	---	19	19
Vital Statistics .....	---	1,800	980
Wholesale Drug Program .....	---	100	100
Women, Infants, and Children (WIC) Rebates .....	33,791	40,000	40,000
Miscellaneous .....	3,853	6,591	6,591
Subtotal, Department of Health .....	684,212	495,901	443,716
Department of Human Services:			
Alcohol Education Rehabilitation and Enforcement Fund .....	1,758	1,810	1,810
Alcohol Treatment Fund Program .....	7,500	7,500	7,500
Catastrophic Illness in Children Relief Fund .....	7,995	9,088	9,088
Client Copayments - Developmental Disabilities .....	61,294	57,584	56,219
Commission for the Blind .....	---	325	325
Cop to Cop Program .....	390	400	400
Health Care Subsidy Fund - NJ FamilyCare .....	171,772	411,517	488,000
Hospital Mental Health Offset Payments .....	12,251	12,327	12,327
Interim Assistance .....	---	353	353
Internet Gaming Permits for Compulsive Gambling Programs .....	1,250	2,250	2,250
Licensing Fees .....	413	399	399
Mental Health Fees .....	518	600	300
NJ FamilyCare Children .....	68,076	17,544	28,758
NJ FamilyCare Children - Individual Share .....	3,679	27,140	31,055
NJ FamilyCare Cost Recoveries .....	---	98,005	96,774
NJ FamilyCare Drug Manufacturer Rebates .....	860,000	784,512	802,251
Nursing Home Provider Assessment Fee .....	132,893	127,176	127,176
Office of the Public Guardian .....	---	1,413	1,413
PAAD Drug Manufacturer Rebates .....	50,380	50,952	51,242
Personal Needs Allowance .....	---	600	600
Racing Commission Funds for Compulsive Gambling Treatment .....	---	200	200
SSA Reimbursement to Enhance Vocational Rehabilitation .....	848	500	200
Senior Gold Drug Manufacturer Rebates .....	100	100	100
Traumatic Brain Injury .....	3,755	3,700	3,700
Work First New Jersey Child Care and Support Services .....	35,000	35,000	35,000
Work First New Jersey Emergency Utility Payments .....	4,751	4,758	4,758
Work First New Jersey Technology Investment - Child Support Incentives .....	42,382	15,456	15,456
Miscellaneous .....	2	---	---
Subtotal, Department of Human Services .....	1,464,007	1,671,209	1,777,654
Department of Labor and Workforce Development:			
Asbestos Notification Fees .....	---	500	500
Council on Gender Parity .....	---	72	72
Enforcement of Workplace Standards - Receipts .....	---	9,099	9,099
General Administration, Agency Services, Test Development and Analytics .....	---	2,500	2,500
Merit Systems Board .....	---	50	50
New Jersey Builders' Utilization for Labor Diversity .....	2,815	3,494	3,494
Private Disability Insurance Plan .....	---	1,524	1,524
Public Works Contractor Registration .....	---	1,932	1,932
Special Compensation Fund .....	246,198	191,967	191,967
State Disability Benefits Fund - Joint Tax Functions .....	---	9,000	9,000
State Disability Benefits Fund - Reengineering Study .....	---	1,000	1,000
State Disability Insurance Plan .....	---	6,942	6,942
Supplemental Workforce Fund - New Jersey Youth Corps .....	---	2,200	2,200
Unemployment Compensation Auxiliary Fund .....	11,000	9,750	13,750
Uninsured Employer's Fund .....	1,071	3,017	3,017
Urban Enterprise Zone - Administrative Costs .....	20	30	30
Urban Enterprise Zone - Employer Rebate Awards .....	46	---	---
Vocational Rehabilitation Services-Extended Employment .....	5,000	10,000	5,000

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

	-----Fiscal Year Ending June 30-----		
	2016 Actual	2017 Estimated	2018 Estimated
Workers' Compensation .....	---	12,899	12,899
Workforce Development Partnership - Counselors .....	---	1,180	1,180
Workforce Development Partnership Fund - Work First New Jersey .....	21,447	21,500	21,500
Workforce Development Partnership Program .....	---	2,683	2,683
Workforce Literacy and Basic Skills Program .....	---	276	276
Miscellaneous .....	287	---	---
Subtotal, Department of Labor and Workforce Development .....	287,884	291,615	290,615
Department of Law and Public Safety:			
Atlantic County Detention Center .....	2,115	2,261	2,261
Backstretch Benevolence .....	157	150	150
Body Armor Replacement Fund - Administrative Costs .....	8	75	75
Charity Racing Day for the Developmentally Disabled .....	25	25	25
Claims - Victims of Crime .....	---	3,828	3,758
Consumer Affairs .....	467	500	500
Consumer Affairs Charitable Registrations Program .....	---	1,618	1,734
Consumer Affairs Legalized Games of Chance .....	---	650	765
Consumer Affairs Weights and Measures Program .....	---	1,761	1,855
Controlled Dangerous Substance Registration Program .....	---	975	975
Criminal Disposition and Revenue Collection Fund .....	---	341	340
Criminal Justice Training Academy .....	203	285	205
Cybersecurity and Data Protection .....	---	2,300	2,300
Delaware River Joint Toll Bridge Commission .....	2,572	2,400	2,400
Division of Consumer Affairs - Appropriated Receipts .....	---	8,860	10,065
Drunk Driving Enforcement Fund - MVC Reimbursement .....	101	80	81
Election Law Enforcement .....	---	76	78
False Claims Prosecution Fund .....	215	---	---
Forfeiture Program .....	4,460	3,000	3,000
Insurance Fraud Operations .....	8,471	12,896	12,896
Investigative Unit .....	496	650	650
Juvenile Detention Alternatives - Annie E. Casey Foundation .....	125	200	200
Laboratory Information Management System - Drug Monitoring Initiative .....	333	---	---
Law Enforcement Officers Training and Equipment Fund .....	533	600	600
Lobbying Annual Fees .....	59	450	428
Medical Examiner Services .....	10,124	11,200	11,750
Noncriminal Records Checks .....	---	9,289	9,289
Pari-Mutuel Racing in Accordance with N.J.S.A. 5:5-37 .....	309	310	310
Pre-Race Blood Testing and Chemical Testing Program .....	1,061	1,075	1,075
Private Employment Agencies .....	---	452	516
Racing Commission's Award Program .....	1,969	1,900	1,900
Racing Officials .....	855	860	860
Regulation of Alcoholic Beverages .....	9,734	6,585	6,585
Regulation of Racing Activities .....	2,899	3,300	3,300
Retired Officers Handgun Permits .....	---	472	472
Safe and Secure Neighborhoods Program .....	6,295	6,300	6,300
Securing the Cities .....	780	---	---
Securities Enforcement Fund .....	---	6,045	6,100
Security Officer Registration Account .....	2,218	2,478	2,790
Sexual Assault Nurse Examiner Program .....	30	40	30
South Jersey Transportation Authority .....	8,084	9,164	9,407
State Athletic Control .....	254	400	249
State Facilities Education Act (SFEA) .....	11,601	11,189	11,189
State Forensic Laboratory Fund Program .....	1,019	950	950
State Police DNA Laboratory Enhancement .....	7,434	8,020	11,720
State Veterinarians New Jersey Racing Commission .....	1,079	1,100	1,100
Turnpike Authority (Includes Garden State Parkway) .....	63,567	73,842	76,319
Victim and Witness Advocacy Fund .....	---	1,000	1,000
Miscellaneous .....	4,437	4,103	4,020
Subtotal, Department of Law and Public Safety .....	154,089	204,055	212,572
Department of Military and Veterans' Affairs:			
Burial Services .....	---	690	700
Energy Program Receipts .....	416	450	450
New Jersey National Guard Support Services .....	---	1,525	1,525
Veterans' Haven .....	---	1,140	1,140



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

	-----Fiscal Year Ending June 30-----		
	2016 Actual	2017 Estimated	2018 Estimated
Veterans' Haven North .....	---	780	800
Miscellaneous .....	67	123	90
Subtotal, Department of Military and Veterans' Affairs .....	483	4,708	4,705
Department of State:			
Construction Apprenticeship Program (SDA) .....	305	313	316
Law Enforcement Officers Memorial Fund .....	444	214	214
NJBEST Administration & Scholarships .....	1,015	1,421	1,427
New Jersey College Loans to Assist State Students (NJCLASS) .....	12,439	15,900	16,217
New Jersey World Trade Center Scholarship Program .....	---	128	---
Veterans Memorial Arts Center .....	274	274	274
Miscellaneous .....	252	371	371
Subtotal, Department of State .....	14,729	18,621	18,819
Department of Transportation:			
Applications and Highway Permits .....	---	580	580
Casualty Losses .....	---	2,200	1,850
Clean Energy Fund - NJ Transit Utility Costs .....	62,089	82,089	82,089
Commercial Vehicle Enforcement Program .....	23,073	21,717	22,152
Cost of "Cause" Plates .....	364	---	---
County and Other Shared Projects .....	18,611	---	---
Failure to Keep Right Surcharge .....	713	700	700
Highway Safety Fund .....	1,322	1,500	1,500
In-Terminal School Bus Inspection Program .....	1,301	1,368	1,396
Logo Sign Program .....	---	130	130
Motor Vehicle Services .....	299,412	277,294	307,663
Motorbus Regulation .....	591	656	669
Motorcycle Safety Education Fund .....	431	536	547
NJ Board of Pilot Commissioners .....	449	350	350
NJ Medical Service Helicopter Response Act .....	30,043	30,500	31,110
NJ Turnpike Authority - NJ Transit Operations .....	295,000	204,000	204,000
Omnibus Safety Enforcement Fund .....	26	26	27
Outdoor Advertising Program .....	---	990	990
Placarded Railcar Program .....	---	129	310
Port Authority of New York and New Jersey .....	142,608	---	---
Rental Receipts - Tenant Relocation Program .....	---	340	340
Security Responsibility .....	20,615	20,900	20,900
Texting While Driving Campaign .....	2,760	3,276	3,342
Transportation Trust Fund - Subaccount for Capital Reserves .....	---	416,228	926,531
Wireless Communication .....	3,345	2,900	2,900
Miscellaneous .....	57	---	---
Subtotal, Department of Transportation .....	902,810	1,068,409	1,610,076
Department of the Treasury:			
Admission Surcharge at Places of Amusement .....	373	300	300
Annual Licensing Fee - Office of Administrative Law Publications .....	676	504	504
Cigarette Tax Securitization .....	206,215	104,460	97,911
Civil Legal Services for the Poor - 21st Century Justice Improvement Fund .....	10,100	10,100	10,100
Clean Energy Program .....	2,226	2,735	2,735
Division of Developmental Disabilities Community Placement and Services .....	26,160	25,780	25,780
Division of Purchase and Property E-Procurement Receipts .....	1,837	1,424	1,424
Domestic Security .....	25,181	25,880	25,880
Drug Abuse Education Fund .....	956	875	875
Economic Recovery Fund .....	25,604	26,094	26,599
Energy Tax Receipts .....	788,492	788,492	788,492
Governor's Council on Alcoholism and Drug Abuse .....	15,887	15,000	15,000
Judicial Hearings Receipts .....	3,295	3,368	3,368
Leasing of Space on NJPBA Transmitter Towers .....	2,878	2,736	2,736
Management Audit - New Jersey Natural Gas .....	---	750	750
Management of DEP Properties .....	---	325	325
Management of State Investments .....	14,013	16,902	16,902
Meadowlands Regional Assessment .....	4,031	4,000	4,000
NJBPU Basic Generation Service Project .....	270	330	330
NJPBA TV Food Network/Time Warner Capital Project .....	250	250	250
New Home Owner's Warranty Program .....	177	251	251
Office of Information Technology Indirect Cost Recoveries .....	4,708	8,500	8,500
Office of Management and Budget .....	22,679	20,650	20,650



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

	-----Fiscal Year Ending June 30-----		
	<b>2016</b> <b>Actual</b>	<b>2017</b> <b>Estimated</b>	<b>2018</b> <b>Estimated</b>
Other Capital Building Services .....	1,366	1,800	1,800
Other Distributed Taxes .....	7,886	7,886	7,886
Pensions and Benefits .....	53,231	45,805	45,805
Prequalification Fees .....	---	130	130
Procurement Card Rebates .....	---	290	290
Property Management and Construction - Property Management Services .....	49	70	70
Public Broadcasting Services .....	1,585	1,200	1,200
Public Finance Activities .....	---	1,150	1,000
Rate Counsel - Insurance .....	35	75	75
Real Property Leasing Out Program .....	---	965	965
Records Management .....	650	2,000	2,000
Royalties - Office of Administrative Law Publications .....	301	270	270
Small Business Registration .....	330	200	200
Super Storm Sandy CDBG Reimbursement .....	518	---	---
Taxation Compliance and Enforcement Activities .....	13,384	17,000	17,000
Third Party Subrogation - Property Damage .....	---	850	850
Treasury Technology Services .....	7,897	3,419	3,419
Unclaimed Property Trust Fund Administration .....	7,362	7,777	7,777
Urban Enterprise Zone (UEZ) Authority Administrative Expenses .....	130	135	135
Vendor Surcharge Collection - Motor Vehicle Commission .....	8,000	9,000	9,000
Miscellaneous .....	3,387	252	252
<b>Subtotal, Department of Treasury .....</b>	<b>1,262,119</b>	<b>1,159,980</b>	<b>1,153,786</b>
<b>Interdepartmental Accounts:</b>			
Clean Energy Fund - State Utility Costs .....	48,586	52,500	52,500
Petroleum Overcharge Reimbursement Fund .....	400	455	455
Utilities and Other Services .....	212	358	358
<b>Subtotal, Interdepartmental Accounts .....</b>	<b>49,198</b>	<b>53,313</b>	<b>53,313</b>
<b>The Judiciary:</b>			
Automated Traffic System for Municipal Courts .....	24,127	24,000	24,000
Civil Arbitration Program .....	---	2,200	2,100
Civil Courts .....	86	303	319
Comprehensive Enforcement Program .....	2,118	2,100	2,100
Court Adult Probation System .....	493	500	500
Court Technology Improvement Fund .....	12,560	13,000	13,000
E-Court Information System - 21st Century Justice Improvement Fund .....	10,000	10,000	10,000
Electronic Access To Court Records .....	1,284	1,000	1,000
Excess Receipts - 21st Century Justice Improvement Fund .....	1,966	---	---
Family Courts .....	317	400	400
Information Services .....	345	350	350
Intensive Supervision Program .....	---	575	500
Municipal Court Administrator Certification .....	10	10	10
Pretrial Services Program - 21st Century Justice Improvement Fund .....	22,000	22,000	22,000
Special Civil Part Certified Mailers .....	1,709	2,100	2,000
Supreme Court .....	16,970	20,839	21,523
Miscellaneous .....	1,236	---	---
<b>Subtotal, The Judiciary .....</b>	<b>95,221</b>	<b>99,377</b>	<b>99,802</b>
<b>Total Dedicated .....</b>	<b>5,120,626</b>	<b>5,382,151</b>	<b>5,992,533</b>

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

	-----Fiscal Year Ending June 30-----		
	<b>2016</b>	<b>2017</b>	<b>2018</b>
	<b>Actual</b>	<b>Estimated</b>	<b>Estimated</b>
<b>Federal:</b>			
Department of Agriculture:			
Child Care .....	82,425	95,323	95,800
Child Nutrition - School Breakfast .....	94,507	98,000	105,000
Child Nutrition - School Lunch .....	258,773	305,000	325,000
Child Nutrition - Special Milk .....	363	1,300	1,300
Child Nutrition - Summer Programs .....	8,641	11,117	11,217
Child Nutrition Administration .....	7,811	10,200	9,700
Farm Risk Management Education Program .....	281	282	282
Farmland Preservation .....	40	4,500	4,500
Food Stamp - The Emergency Food Assistance Program (TEFAP) .....	1,950	2,650	2,650
Fresh Fruit and Vegetable Program .....	3,949	5,200	5,200
Indemnities - Avian Influenza .....	507	550	550
National School Lunch Program-Equipment Assistance for School Food Authorities ..	825	1,000	1,000
Produce Safety Rule Implementation .....	---	---	725
Specialty Crop Block Grant Program .....	58	1,600	1,600
Various Federal Programs and Accruals .....	(2,575)	4,489	3,745
Subtotal, Department of Agriculture .....	<u>457,555</u>	<u>541,211</u>	<u>568,269</u>
Department of Banking and Insurance:			
Patient Protection and Affordable Care Act .....	356	---	---
Department of Children and Families:			
Restricted Federal Grants .....	14,367	15,559	15,559
Social Services Block Grant .....	36,279	44,166	44,166
Title IV-B Child Welfare Services .....	10,608	10,846	10,846
Title IV-E Foster Care .....	160,620	166,826	170,852
Various Federal Programs and Accruals .....	12,816	---	---
Subtotal, Department of Children and Families .....	<u>234,690</u>	<u>237,397</u>	<u>241,423</u>
Department of Community Affairs:			
Community Development Block Grant - Super Storm Sandy .....	669,333	---	---
Community Services Block Grant .....	19,231	20,500	20,500
Continuum of Care Program .....	2,093	4,300	4,000
Emergency Solutions Grants Program .....	2,344	3,200	3,200
Family Self Sufficiency Program Coordinator .....	104	350	350
Housing and Urban Development Recovery Initiative .....	4,013	---	---
Low Income Home Energy Assistance Program .....	116,277	143,525	140,000
Mainstream 5 .....	269	450	450
Moderate Rehabilitation Housing Assistance .....	7,986	9,500	9,500
National Affordable Housing - HOME Investment Partnerships .....	3,570	6,000	6,000
National Housing Trust Fund .....	---	15,000	10,000
Neighborhood Stabilization Program .....	84	---	---
Section 8 Housing Voucher Program .....	186,080	242,650	247,000
Small Cities Block Grant Program .....	8,789	8,023	8,023
Weatherization Assistance Program .....	4,368	5,250	5,250
Various Federal Programs and Accruals .....	31,437	---	---
Subtotal, Department of Community Affairs .....	<u>1,055,978</u>	<u>458,748</u>	<u>454,273</u>
Department of Corrections:			
Diversity Training .....	---	100	100
Engaging the Family - Community Centered .....	352	---	---
Federal Re-Entry Initiative .....	100	500	---
Inmate Vocational Certifications .....	---	350	350
Medicaid Eligibility Workers .....	---	150	150
Offender Reentry .....	---	500	500
Prison Rape Elimination Grant .....	---	500	500
Smart Supervision .....	---	500	500
Special Investigations Division - Intelligence Technology .....	---	500	500
Special Operations Tactical Equipment .....	---	200	200
State Criminal Alien Assistance Program .....	2,842	3,265	3,300
Technology Enhancements .....	---	500	500
Videoconferencing Equipment Upgrade .....	---	175	175
Various Federal Programs and Accruals .....	(330)	263	250
Subtotal, Department of Corrections .....	<u>2,964</u>	<u>7,503</u>	<u>7,025</u>

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

	-----Fiscal Year Ending June 30-----		
	2016 Actual	2017 Estimated	2018 Estimated
Department of Education:			
21st Century Schools .....	21,118	21,981	21,981
AIDS Prevention Education .....	322	232	232
Bilingual and Compensatory Education - Homeless Children and Youth .....	1,070	1,933	1,933
Head Start Collaboration .....	168	275	275
Improving America's Schools Act - Consolidated Administration .....	4,211	4,883	4,883
Individuals with Disabilities Education Act Basic State Grant .....	382,429	370,977	371,062
Individuals with Disabilities Education Act Preschool Grants .....	11,321	12,003	12,003
Language Acquisition Discretionary Administration .....	19,810	21,083	21,083
Mathematics and Science Partnerships Grants .....	1,932	2,825	---
Migrant Education - Administration/Discretionary .....	2,150	2,375	2,375
Public Charter Schools .....	3,036	5,210	---
Race to the Top - Early Learning Challenge .....	9,021	---	---
Race to the Top - Preschool Development Grant .....	13,777	17,500	17,500
Race to the Top Phase 3 - Federal Economic Stimulus .....	8,308	---	---
Safer Schools .....	336	---	---
State Assessments .....	6,966	8,210	8,210
Statewide Longitudinal Data Systems Research Grant .....	718	---	---
Student Support & Academic Enrichment State Grants .....	---	---	11,210
Supporting Effective Instruction State Grants .....	52,944	51,785	50,370
Title I - Grants to Local Educational Agencies .....	318,498	357,335	347,585
Title I - Part D, Neglected and Delinquent .....	1,542	1,450	1,508
Vocational Education - Basic Grants - Administration .....	19,613	22,572	22,572
Various Federal Programs and Accruals .....	2,541	2,712	1,591
Subtotal, Department of Education .....	881,831	905,341	896,373
Department of Environmental Protection:			
Air Pollution Maintenance Program .....	5,251	10,500	10,500
Artificial Reef Program - PSE&G/NJPDES Permit Fees .....	735	985	985
Atlantic Coastal Cooperative Program .....	---	150	150
Atlantic Coastal Fisheries .....	290	300	300
Beach Monitoring and Notification .....	278	700	700
BioWatch Monitoring .....	458	700	700
Boat Access (Fish and Wildlife) .....	---	1,000	1,000
Brownfields .....	658	1,000	1,000
Capital Repair to Leonardo Marina .....	---	1,700	1,700
Clean Diesel Retrofit .....	---	400	340
Clean Vessels .....	453	1,000	1,000
Clean Water State Revolving Fund .....	---	59,635	59,635
Coastal Wetlands Planning .....	---	1,500	1,500
Coastal Zone Management Implementation .....	2,421	3,400	3,400
Community Assistance Program .....	1	350	350
Consolidated Forest Management .....	698	600	600
Cooperative Technical Partnership .....	850	1,000	1,000
Deal Lake - Super Storm Sandy .....	1,506	---	---
Diesel Emissions Reduction Act - Marine Vessel Emission Reduction .....	---	1,500	---
Drinking Water State Revolving Fund .....	1,679	21,200	21,200
Endangered Species .....	50	350	350
Endangered and Nongame Species Program State Wildlife Grants .....	481	1,000	1,000
Fish and Wildlife Action Plan .....	138	115	115
Fish and Wildlife Health .....	258	950	950
Fish and Wildlife Technical Guidance .....	436	---	---
Forest Legacy .....	125	6,665	6,665
Forest Resource Management - Cooperative Forest Fire Control .....	1,039	975	950
Hazardous Waste - Resource Conservation Recovery Act .....	2,334	4,650	4,750
Historic Preservation - Super Storm Sandy .....	5,050	---	---
Historic Preservation Survey and Planning .....	915	1,000	1,000
Hunters' and Anglers' License Fund .....	7,497	9,385	9,385
Land and Water Conservation Fund .....	2,788	4,000	4,000
Marine Fisheries Investigation and Management .....	1,483	1,750	1,750
Maurice River Habitat Restoration .....	---	5,200	5,200
Multimedia .....	---	750	750
NJ - FRAMES - Monmouth County .....	---	900	---
National Coastal Wetlands Conservation .....	1,358	3,475	3,475
National Dam Safety Program (FEMA) .....	113	120	120
National Geologic Mapping Program .....	326	300	300
National Recreational Trails .....	1,022	1,900	1,900

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

	-----Fiscal Year Ending June 30-----		
	2016 Actual	2017 Estimated	2018 Estimated
New Jersey Atlantic and Shortnose Sturgeon .....	15	365	365
New Jersey Landowner Incentive .....	137	250	250
New Jersey Shooting Range Development and Improvement .....	30	2,750	2,750
New Jersey's Landscape Project .....	---	750	750
Nonpoint Source Implementation (319H) .....	2,116	3,830	3,830
Particulate Monitoring Grant .....	470	1,000	1,000
Pesticide Technology .....	324	500	500
Port Security Sector NY .....	---	6,250	6,250
Post-Super Storm Sandy Offshore Sand Resources .....	236	---	---
Preliminary Assessments/Site Inspections .....	587	1,900	1,900
Radon Program .....	276	500	500
Recovery Land Acquisition .....	---	2,500	2,500
Remedial Planning Support Agency Assistance .....	364	1,000	1,000
Species of Greater Conservation Need - Mammal Research and Management .....	155	300	300
State and EPA Data Management Grant .....	---	600	600
Superfund Grants .....	6	5,000	5,020
Twilight Lake - Super Storm Sandy .....	897	---	---
Underground Storage Tank Program Standard Compliance Inspections .....	712	1,250	1,250
Underground Storage Tanks .....	1,370	2,500	2,500
Water Monitoring and Planning .....	537	1,000	1,000
Water Pollution Control Program .....	---	4,675	4,675
Wetland Program Development Grants - Multi Metric .....	12	500	---
Wetland Program Development Grants - Wetland Baseline .....	---	200	---
Wetlands Past Present & Future .....	127	---	---
Wildlife Management Area Conservation Program .....	---	---	2,000
Wildlife and Sport Fish Restoration Outreach .....	---	---	600
Various Federal Programs and Accruals .....	2,531	795	725
<b>Subtotal, Department of Environmental Protection .....</b>	<b>51,593</b>	<b>189,520</b>	<b>188,985</b>
<b>Department of Health:</b>			
AIDS Drug Distribution Program .....	---	2,000	2,000
Abstinence Education - Family Health Services (FHS) .....	997	1,500	1,500
Asthma Surveillance and Coalition Building .....	---	769	769
Bioterrorism Hospital Emergency Preparedness .....	5,750	14,786	14,786
Birth Defects Surveillance Program .....	180	508	508
Breast and Cervical Cancer Early Detection Program .....	---	2,800	2,800
Breastfeeding Peer Counseling .....	495	300	300
Chronic Disease Prevention and Health Promotion Programs - Public Health .....	1,008	3,350	3,350
Clinical Laboratory Improvement Amendments Program .....	497	617	617
Comprehensive AIDS Resources Grant .....	24,626	46,311	46,311
Conformance with the Manufactured Food Regulatory Program Standards .....	209	290	290
Coordinated Integrated Initiative .....	1,367	2,255	2,255
Core Injury Prevention and Control Program .....	---	300	300
Early Hearing Detection and Intervention (EHDI) Tracking, Research .....	178	210	210
Early Intervention for Infants and Toddlers with Disabilities (Part C) .....	11,193	13,000	13,000
Ebola Hospital Preparedness and Response .....	2,290	6,022	6,022
Emergency Medical Services for Children (EMSC) Partnership Grants .....	154	200	200
Emergency Preparedness For Bioterrorism .....	15,223	29,581	29,581
Enhanced HIV/AIDS Surveillance-Perinatal .....	---	213	213
Enhancing & Making Programs & Outcomes Work to End Rape .....	---	96	96
Federal Lead Abatement Program .....	255	440	440
Food Emergency Response Network - E. Coli in Ground Beef .....	62	165	165
Food Inspection .....	716	603	603
Fundamental & Expanded Occupational Health .....	213	985	985
HIV/AIDS Events Without Care in New Jersey .....	---	373	373
HIV/AIDS Prevention and Education Grant .....	13,988	17,600	17,600
HIV/AIDS Surveillance Grant .....	2,586	3,318	3,318
Heart Disease and Stroke Prevention .....	---	450	450
Home Visiting Innovation Grant .....	---	4,000	4,000
Housing Opportunities For Persons With AIDS .....	508	1,764	1,764
Housing Opportunities for Incarcerated Persons with AIDS .....	315	1,958	1,958
Immunization Project .....	7,114	10,000	10,000
Improving Mental Health for Older African Americans .....	60	240	240
Integrated Community Systems for Children with Special Health Needs .....	30	300	300
Lab Biomonitoring Program - Impact of Biohazards on New Jersey Citizens .....	878	1,000	1,000
Maternal and Child Health (MCH) Early Childhood Comprehensive System .....	---	140	140
Maternal and Child Health Block Grant .....	12,195	13,000	13,000

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

	-----Fiscal Year Ending June 30-----		
	2016 Actual	2017 Estimated	2018 Estimated
Maternal, Infant and Early Childhood Home Visiting ACA Formula Grant . . . . .	815	1,492	1,492
Maternal, Infant and Early Childhood Home Visiting Program . . . . .	10,680	19,862	19,862
Medicare/Medicaid Inspections of Nursing Facilities . . . . .	12,265	14,500	14,500
Morbidity and Risk Behavior Surveillance . . . . .	438	725	725
National Cancer Prevention and Control – Public Health . . . . .	2,156	6,889	6,889
National HIV/AIDS Behavioral Surveillance . . . . .	424	512	512
National Program of Cancer Registries . . . . .	664	842	842
New Jersey Cancer Education & Early Detection (NJ CEED) . . . . .	---	219	197
New Jersey Childhood Lead . . . . .	50	316	316
New Jersey Personal Responsibility Education Program . . . . .	1,646	1,426	1,426
New Jersey’s Reducing Health Disparities Initiative . . . . .	---	160	160
Nurse Aide Certification Program . . . . .	---	1,000	1,000
Pandemic Influenza Healthcare Preparedness . . . . .	---	1,935	1,935
Pediatric AIDS Health Care Demonstration Project . . . . .	2,139	2,350	2,350
Pregnancy Risk Assessment Monitoring System . . . . .	125	750	750
Preventative Health and Health Services Block Grant . . . . .	3,987	4,776	4,683
Prevention & Public Health Fund – Coordinated Integrated Initiative . . . . .	572	1,187	1,187
Prevention & Public Health Fund – Immunization and Vaccines for Children . . . . .	160	3,600	3,600
Public Employees Occupational Safety and Health – State Plan . . . . .	---	900	900
Public Health Emergency Ebola Preparedness and Response . . . . .	2,370	3,875	3,875
Public Health Laboratory Biomonitoring Planning . . . . .	---	2,156	2,156
Rape Prevention and Education Program . . . . .	1,024	1,896	1,896
Ryan White Part B – Emergency Relief . . . . .	2,515	7,300	7,300
Ryan White Part B – Supplemental . . . . .	1,287	1,500	1,500
Senior Farmers’ Market Nutrition Program . . . . .	710	2,000	2,000
Supplemental Food Program – Women, Infants, and Children (WIC) . . . . .	139,303	151,608	151,608
Surveillance, Epidemiology and End Results (SEER) . . . . .	---	1,319	1,319
Tobacco Age of Sale Enforcement (TASE) . . . . .	1,118	1,393	1,393
Tuberculosis Control Program . . . . .	1,964	6,095	6,095
Venereal Disease Project . . . . .	2,326	3,882	3,882
Vital Statistics Component . . . . .	1,291	1,498	1,498
West Nile Virus – Laboratory . . . . .	---	200	200
West Nile Virus – Public Health . . . . .	---	1,942	1,942
Women, Infants, and Children (WIC) Farmers’ Market Nutrition Program . . . . .	674	2,600	2,600
Various Federal Programs and Accruals . . . . .	5,715	15,151	15,173
Subtotal, Department of Health . . . . .	299,505	449,300	449,207
Department of Human Services:			
Block Grant Mental Health Services . . . . .	16,132	14,500	14,500
Child Care Block Grant . . . . .	129,817	109,456	121,918
Child Support Enforcement Program . . . . .	135,793	178,100	178,100
Chronic Disease Self-Management Expansion . . . . .	270	---	---
Cures Grant . . . . .	---	---	12,996
Developmental Disabilities Council . . . . .	1,487	1,637	1,642
Electronic Health Records Provider Incentive Payments . . . . .	20,742	50,000	50,000
FEMA Disaster Case Management Grant – Super Storm Sandy . . . . .	1,685	---	---
Grants to Prevent Prescription Drug/Opioid Overdose Deaths . . . . .	---	1,000	1,000
Health Information Technology (HIT) . . . . .	3,434	5,661	5,661
Medication Assisted Drug and Opioid . . . . .	162	1,663	1,663
National Family Caregiver Program . . . . .	4,302	5,200	5,200
New Jersey Money Follows the Person . . . . .	15,318	18,196	18,601
Older Americans Act – Title III . . . . .	30,629	34,081	34,077
Projects for Assistance in Transition from Homelessness (PATH) . . . . .	2,137	2,139	2,141
Refugee Resettlement Program . . . . .	2,165	4,010	4,010
Social Services Administration . . . . .	---	39,803	40,725
Social Services Block Grant . . . . .	7,937	---	---
Social Services Block Grant – Super Storm Sandy . . . . .	31,937	---	---
Strategic Prevention Framework . . . . .	2,554	2,208	2,208
Substance Abuse Block Grant . . . . .	45,636	46,427	46,550
Supplemental Nutrition Assistance Program . . . . .	152,367	155,779	155,779
Supplemental Nutrition Assistance Program – Education . . . . .	7,160	7,000	7,000
Temporary Assistance to Needy Families Block Grant . . . . .	406,440	423,539	427,149
Title XIX Child Residential . . . . .	142,019	92,891	92,891
Title XIX Community Care Waiver . . . . .	450,605	508,995	549,740
Title XIX ICF/MR . . . . .	223,911	224,676	221,104
Title XIX Medical Assistance . . . . .	7,248,165	8,045,175	8,020,756
Title XXI Children’s Health Insurance Program . . . . .	351,563	434,147	467,497

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

	-----Fiscal Year Ending June 30-----		
	2016 Actual	2017 Estimated	2018 Estimated
United States Department of Agriculture Older Americans .....	3,891	4,350	4,350
Vocational Rehabilitation Act, Section 120 .....	12,750	12,877	13,099
Various Federal Programs and Accruals .....	147,658	7,699	7,696
Subtotal, Department of Human Services .....	<u>9,598,666</u>	<u>10,431,209</u>	<u>10,508,053</u>
Department of Labor and Workforce Development:			
Assistive Technology .....	362	550	550
Current Employment Statistics .....	2,153	2,417	2,417
Disability Determination Services .....	59,357	74,553	74,553
Disabled Veterans' Outreach Program .....	2,444	2,987	2,987
Emergency Unemployment Compensation - Reemployment Eligibility Assessments ..	360	---	---
Employment Services .....	15,589	27,362	27,362
Employment Services Grants - Alien Labor Certification .....	476	690	690
Independent Living .....	264	600	600
Local Veterans' Employment Representatives .....	956	1,594	1,594
National Council on Aging - Senior Community Services Employment Project .....	2,432	4,029	4,029
Occupational Safety Health Act - On-Site Consultation .....	1,609	2,674	2,674
One Stop Labor Market Information .....	710	1,046	1,046
Public Employees Occupational Safety and Health Act .....	1,915	2,872	2,872
Redesigned Occupational Safety and Health (ROSH) .....	378	385	385
Reemployment Eligibility Assessments - State Administration .....	1,088	2,500	2,500
Rehabilitation of Supplemental Security Income Beneficiaries .....	2,184	2,000	2,000
Supported Employment .....	2	975	975
Trade Adjustment Assistance Project .....	5,070	4,193	4,193
Unemployment Insurance .....	107,091	156,245	156,245
Vocational Rehabilitation Act of 1973 .....	6,850	53,157	53,157
Work Opportunity Tax Credit .....	314	746	746
Workforce Data Quality Initiative .....	447	---	---
Workforce Investment Act .....	83,441	109,428	109,428
Workforce Investment Act - Adult and Continuing Education .....	18,042	17,120	17,239
Various Federal Programs and Accruals .....	36,169	1,882	1,882
Subtotal, Department of Labor and Workforce Development .....	<u>349,703</u>	<u>470,005</u>	<u>470,124</u>
Department of Law and Public Safety:			
Anti-Methamphetamine .....	---	500	500
Body Cameras .....	---	1,000	1,000
Bulletproof Vest Partnership .....	---	15	14
Community Oriented Policing (COPS) Anti-Heroin Task Force Program .....	---	200	200
Community Oriented Policing (COPS) Hiring Program .....	---	7,000	7,000
Community Policing Development .....	---	500	500
Comprehensive Anti-Gang Strategies and Programs .....	---	300	300
Disaster Assistance - Other .....	32,565	---	---
Disaster Assistance - Super Storm Sandy .....	150,899	---	---
Domestic Marijuana Eradication Suppression Program .....	---	75	75
Emergency Management Performance Grant - Non Terrorism .....	5,785	9,000	9,000
Encouraging Innovation .....	---	500	500
Enhancement of Data Analysis Center .....	---	---	50
Equal Employment Opportunity Commission .....	325	262	262
Fatality Analysis Reporting System (FARS) .....	234	280	280
Flood Mitigation Assistance .....	---	9,000	9,000
Forensic Casework DNA Backlog Reduction .....	1,404	1,800	1,800
Hazardous Materials Transportation .....	489	525	525
Highway Traffic Safety .....	9,575	31,837	26,490
Homeland Security Grant Program .....	8,091	8,354	8,354
Incident Command .....	981	1,500	1,500
Intellectual Property .....	---	270	270
Internet Crimes Against Children .....	121	575	575
Justice Assistance Grant (JAG) .....	4,102	5,000	4,641
Justice and Mental Health Collaboration .....	---	270	270
Juvenile Accountability Incentive Block Grant (JAIBG) .....	446	---	---
Juvenile Justice Delinquency Prevention .....	341	952	952
Medicaid Fraud Unit .....	1,945	3,783	3,544
National Criminal History Program - Office of the Attorney General .....	584	---	500
Non-Motorized Safety .....	---	400	400
Paul Coverdell National Forensic Science Improvement .....	507	400	400
Port Security .....	---	3,000	3,000
Pre-Disaster Mitigation Grant (Competitive) .....	---	5,000	5,000

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

	-----Fiscal Year Ending June 30-----		
	2016 Actual	2017 Estimated	2018 Estimated
Prescription Drug Monitoring Program .....	8	500	500
Project Safe Neighborhoods .....	278	500	500
Recreational Boating Safety .....	6,067	3,800	3,800
Residential Treatment for Substance Abuse .....	200	152	173
Sex Offender Registration and Notification Act (SORNA) .....	714	900	400
Smart Policing Initiative .....	---	690	690
Solving Cold Cases .....	---	250	250
UASI Nonprofit Security Grant Program (NSGP) .....	795	1,149	4,261
Urban Area Security Initiative (UASI) .....	22,768	20,534	20,534
Urban Search and Rescue .....	---	9,000	9,000
Victim Assistance Grants .....	10,957	63,000	63,000
Victim Centered Law Enforcement Training .....	---	600	600
Victim Compensation Award .....	1,374	2,700	3,400
Victims of Crime Act - Training Discretionary .....	---	670	670
Victims of Crime Act - Vision 21 .....	85	250	250
Victims of Human Trafficking .....	---	1,350	1,350
Violence Against Women Act-Criminal Justice .....	3,060	4,300	3,900
Various Federal Programs and Accruals .....	15,336	390	1,890
Subtotal, Department of Law and Public Safety .....	280,036	203,033	202,070
Department of Military and Veterans' Affairs:			
Antiterrorism Program Manager .....	84	120	120
Armory Renovations and Improvements .....	2,108	5,200	5,200
Army Facilities Service Contracts .....	2,744	5,000	5,000
Army National Guard Electronic Security System .....	115	100	100
Army National Guard Statewide Security Agreement .....	626	800	800
Army National Guard Sustainable Range Program .....	53	80	80
Army Training and Technology Lab .....	340	400	400
Atlantic City Air Base Environmental .....	54	70	70
Atlantic City Air Base Operations and Maintenance .....	168	191	191
Atlantic City Air Base Service Contracts .....	1,729	2,688	2,688
Atlantic City Air Base Sustainment, Restoration and Modernization .....	541	700	700
Brigadier General Doyle Memorial Cemetery Building Project .....	---	5,000	5,000
Dining Facility Operations .....	105	150	150
Facilities Support Contract .....	11,312	17,000	17,000
Federal Distance Learning Program .....	---	200	200
Fire Fighter/Crash Rescue Service Cooperative Funding Agreement .....	1,520	2,000	2,000
Hazardous Waste Environmental Protection Program .....	855	3,000	3,000
McGuire Air Force Base Environmental .....	60	83	83
McGuire Air Force Base Operations and Maintenance .....	189	200	201
McGuire Air Force Base Service Contracts .....	1,076	1,440	1,440
Medicare Part A Receipts for Resident Care and Operational Costs .....	9,899	11,520	11,520
National Guard Communications Agreement .....	126	500	500
New Jersey National Guard ChalleNGe Youth Program .....	2,425	3,200	3,200
Sea Girt Regional Training Institute - Construction .....	14,098	10,000	10,000
Training Site Facilities Maintenance Agreements .....	79	120	120
Training and Equipment - Pool Sites .....	529	700	700
Veterans' Education Monitoring .....	707	552	552
Warren Grove/Coyle Field .....	44	60	60
Various Federal Programs and Accruals .....	3,972	1,055	1,055
Subtotal, Department of Military and Veterans' Affairs .....	55,558	72,129	72,130
Department of State:			
Americorps Grants .....	2,528	5,345	5,345
Election Assistance for Persons with Disabilities .....	231	---	---
Foster Grandparent Program .....	745	850	850
Gaining Early Awareness and Readiness for Undergraduate Programs (GEAR UP) .....	172	3,928	3,928
Institute of Museum and Library Services Grant - Museums for America .....	16	106	106
John R. Justice Grant Program .....	75	107	---
National Endowment for the Arts Partnership .....	854	900	900
National Health Service Corps - Student Loan Repayment Program .....	150	150	150
State Trade and Export Promotion Pilot Grant Program .....	422	750	750
Student Loan Administrative Cost Deduction and Allowance .....	12,571	13,300	14,057
Various Federal Programs and Accruals .....	4,758	---	---
Subtotal, Department of State .....	22,522	25,436	26,086



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

	-----Fiscal Year Ending June 30-----		
	2016 Actual	2017 Estimated	2018 Estimated
Department of Transportation:			
Airport Fund .....	240	2,000	2,000
Boating Infrastructure Program (New Jersey Maritime Program) .....	944	1,600	1,600
Commercial Drivers' License Program .....	1,044	1,316	1,316
Development and Implementation Grant - Federal Transit Administration .....	---	1,000	1,000
Motor Carrier Safety Assistance Program .....	5,717	9,900	9,900
New Jersey Maritime Program - Ferry Boat .....	---	5,000	5,000
Various Federal Programs and Accruals .....	(2,238)	---	---
Subtotal, Department of Transportation .....	<u>5,707</u>	<u>20,816</u>	<u>20,816</u>
Department of the Treasury:			
Broadband Technology Opportunities Program - Federal Economic Stimulus .....	22,039	---	---
Pipeline Safety .....	---	1,147	1,147
Pipeline Suspension Funding .....	---	25	25
State & Local Implementation Grant Program - Broadband Network Outreach Program .....	453	---	---
State Energy Conservation Program .....	1,097	1,097	1,097
Various Federal Programs and Accruals .....	(5,783)	---	---
Subtotal, Department of the Treasury .....	<u>17,806</u>	<u>2,269</u>	<u>2,269</u>
The Judiciary:			
Adult Drug Court Statewide Enhancement .....	---	1,500	---
Sentencing Monitoring Apprehending Registering and Tracking (SMART) Probation ..	256	---	---
Various Federal Programs and Accruals .....	1,111	1,325	1,325
Subtotal, The Judiciary .....	<u>1,367</u>	<u>2,825</u>	<u>1,325</u>
<i>Total Federal</i> .....	<u>13,315,837</u>	<u>14,016,742</u>	<u>14,108,428</u>



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

	-----Fiscal Year Ending June 30-----		
	2016 Actual	2017 Estimated	2018 Estimated
<b>Revolving:</b>			
Legislature:			
Various Revolving Funds .....	1	---	---
Department of Community Affairs:			
Administration and Support Services .....	203	450	450
Housing Services .....	13	---	---
Liquid Petroleum Gas Education and Safety Board .....	569	627	550
Uniform Construction Code .....	19,006	17,000	19,500
Various Revolving Funds .....	57	---	---
Subtotal, Department of Community Affairs .....	19,848	18,077	20,500
Department of Corrections:			
Culinary Arts Vocational Program .....	65	70	70
Farm Operations .....	11,708	11,600	11,600
Correctional Laundry Services .....	47	---	---
State Use .....	12,836	14,250	14,250
Subtotal, Department of Corrections .....	24,656	25,920	25,920
Department of Education:			
Administration and Support Services .....	2,001	1,700	1,700
Support Services and Administration .....	550	450	450
Subtotal, Department of Education .....	2,551	2,150	2,150
Department of Environmental Protection:			
Administration and Support Services .....	---	47	47
Office of Information Resource Management Assessment Funds .....	3,262	3,455	3,400
Pesticide Control .....	1	1	1
Publicly-Funded Site Remediation and Response .....	227	---	---
Subtotal, Department of Environmental Protection .....	3,490	3,503	3,448
Department of Health:			
Administration and Support Services .....	7,624	8,000	8,000
Laboratory Services .....	8,193	8,300	14,300
Subtotal, Department of Health .....	15,817	16,300	22,300
Department of Human Services:			
Administration and Support Services .....	971	1,041	1,041
Income Maintenance Management .....	9,647	8,100	8,300
Subtotal, Department of Human Services .....	10,618	9,141	9,341
Department of Labor and Workforce Development:			
Administration and Support Services .....	697	2,500	2,500
Research and Information .....	3	---	---
Subtotal, Department of Labor and Workforce Development .....	700	2,500	2,500
Department of Law and Public Safety:			
Criminal Justice .....	12	---	---
Department of State:			
Museum Services .....	36	36	36
State Archives .....	122	122	122
Subtotal, Department of State .....	158	158	158
Department of Transportation:			
Administration and Support Services .....	126	60	60
Fuel Services .....	9,441	14,000	14,000
Subtotal, Department of Transportation .....	9,567	14,060	14,060
Department of the Treasury:			
Adjudication of Administrative Appeals .....	855	1,000	1,000
Automotive Services .....	28,231	27,068	27,068
Capitol Post Office .....	1,979	2,621	2,621
Printing Services .....	2,130	2,415	2,415
Property Management and Construction - Construction Management Services .....	7,361	5,000	5,000

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

	-----Fiscal Year Ending June 30-----		
	<b>2016</b>	<b>2017</b>	<b>2018</b>
	<b>Actual</b>	<b>Estimated</b>	<b>Estimated</b>
Public Information Services .....	1,575	1,575	1,575
Purchasing and Inventory Management .....	43,017	43,500	43,500
Records Management Microfilm Unit Revolving Fund .....	806	400	400
Treasury Technology Services .....	8	---	---
	<u>85,962</u>	<u>83,579</u>	<u>83,579</u>
Subtotal, Department of Treasury .....			
<i>Total Revolving</i> .....	<i>173,380</i>	<i>175,388</i>	<i>183,956</i>
<i>Total Other Revenues General Fund</i> .....	<i><u>18,609,843</u></i>	<i><u>19,574,281</u></i>	<i><u>20,284,917</u></i>
<b>SPECIAL TRANSPORTATION FUND</b>			
Department of Transportation:			
Transportation Trust Fund - Federal Highway Administration .....	853,138	924,357	955,070
Transportation Trust Fund - Federal Highway Administration - Super Storm Sandy ...	47,791	---	---
Transportation Trust Fund - Local Highway Funds .....	143,917	280,415	496,700
Transportation Trust Fund - Public Transportation .....	150,633	582,500	677,000
Transportation Trust Fund - State Highway Funds .....	550,499	737,085	826,300
	<u>1,745,978</u>	<u>2,524,357</u>	<u>2,955,070</u>
<i>Total Special Transportation Fund</i> .....	<i>1,745,978</i>	<i>2,524,357</i>	<i>2,955,070</i>
<b>TOTAL OTHER REVENUES</b> .....	<b><u>20,355,821</u></b>	<b><u>22,098,638</u></b>	<b><u>23,239,987</u></b>

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

	-----Fiscal Year Ending June 30-----		
	2016 Actual	2017 Estimated	2018 Estimated
<b>GENERAL FUND</b>			
<b>Legislative Branch</b>			
Senate .....	12,431	12,700	11,700
General Assembly .....	18,254	19,217	18,217
Office of Legislative Services .....	33,273	34,183	32,646
Legislative Commissions .....	4,987	5,735	5,735
State Capitol Joint Management Commission .....	10,312	9,838	9,838
	<u>79,257</u>	<u>81,673</u>	<u>78,136</u>
<b>Executive Branch</b>			
Chief Executive .....	5,988	6,736	6,736
Department of Agriculture .....	22,878	20,017	19,787
Department of Banking and Insurance .....	51,051	64,013	64,013
Department of Children and Families .....	1,125,078	1,130,890	1,138,240
Department of Community Affairs .....	105,663	96,673	87,984
Department of Corrections .....	1,043,026	1,030,675	1,024,111
Department of Education .....	621,479	635,755	538,484
Department of Environmental Protection .....	406,837	324,582	313,328
Department of Health .....	409,965	517,540	568,075
Department of Human Services .....	6,085,142	6,087,618	6,292,003
Department of Labor and Workforce Development .....	187,504	166,030	165,610
Department of Law and Public Safety .....	605,879	540,051	525,344
Department of Military and Veterans' Affairs .....	105,264	97,554	95,678
Department of State .....	1,242,122	1,284,440	1,291,233
Department of Transportation .....	1,346,817	1,522,875	1,496,177
Department of the Treasury .....	1,069,009	1,026,455	1,015,564
Miscellaneous Commissions .....	785	776	776
	<u>14,434,487</u>	<u>14,552,680</u>	<u>14,643,143</u>
<b>Interdepartmental Accounts</b>			
Inter-Departmental Services .....	672,711	618,827	589,077
Employee Benefits .....	3,417,565	3,661,061	3,851,195
Other Interdepartmental Accounts .....	32,466	19,627	12,525
Salary Increases and Other Benefits .....	13,106	20,165	96,568
	<u>4,135,848</u>	<u>4,319,680</u>	<u>4,549,365</u>
<b>Judicial Branch</b>			
The Judiciary .....	687,872	738,455	747,755
<b>Total General Fund</b> .....	<u>19,337,464</u>	<u>19,692,488</u>	<u>20,018,399</u>
<b>CASINO CONTROL FUND</b>			
Department of Law and Public Safety .....	39,922	42,530	42,530
Department of the Treasury .....	6,067	7,738	7,513
<b>Total Casino Control Fund</b> .....	<u>45,989</u>	<u>50,268</u>	<u>50,043</u>
<b>CASINO REVENUE FUND</b>			
Department of Health .....	467	529	529
Department of Human Services .....	182,411	201,168	203,026
Department of Labor and Workforce Development .....	2,196	2,196	2,196
Department of Law and Public Safety .....	92	92	92
Department of Transportation .....	18,824	17,523	17,801
<b>Total Casino Revenue Fund</b> .....	<u>203,990</u>	<u>221,508</u>	<u>223,644</u>
<b>GUBERNATORIAL ELECTIONS FUND</b>			
Department of Law and Public Safety .....	---	14,080	19,680
<b>PROPERTY TAX RELIEF FUND</b>			
Department of Community Affairs .....	394,835	744,915	739,715
Department of Corrections .....	21,259	22,500	---
Department of Education .....	12,221,424	12,749,536	13,370,033
Department of Environmental Protection .....	3,452	2,700	---
Department of Human Services .....	159,786	159,615	152,615
Department of Law and Public Safety .....	2,000	2,000	---
Department of the Treasury .....	1,276,594	956,114	939,720
	<u>14,079,350</u>	<u>14,637,380</u>	<u>15,202,083</u>
<b>GRAND TOTAL EXPENDITURES BUDGETED</b> .....	<u>33,666,793</u>	<u>34,615,724</u>	<u>35,513,849</u>

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

	-----Fiscal Year Ending June 30-----		
	2016	2017	2018
	Actual	Estimated	Estimated
<b>GENERAL FUNDS</b>			
<b>Dedicated Funds</b>			
Chief Executive .....	739	775	775
Department of Agriculture .....	6,128	7,509	7,814
Department of Banking and Insurance .....	1,266	445	448
Department of Children and Families .....	53,908	52,276	52,276
Department of Community Affairs .....	54,765	88,849	98,602
Department of Corrections .....	24,479	22,956	22,806
Department of Education .....	18,693	14,188	13,994
Department of Environmental Protection .....	87,903	127,965	130,760
Department of Health .....	698,158	495,901	443,716
Department of Human Services .....	1,467,915	1,671,209	1,777,654
Department of Labor and Workforce Development .....	218,668	291,615	290,615
Department of Law and Public Safety .....	211,574	204,055	212,572
Department of Military and Veterans' Affairs .....	1,012	4,708	4,705
Department of State .....	15,007	18,621	18,819
Department of Transportation .....	820,055	1,068,409	1,610,076
Department of the Treasury .....	1,172,309	1,159,980	1,153,786
Interdepartmental Accounts .....	35,805	53,313	53,313
The Judiciary .....	69,939	99,377	99,802
<i>Total Dedicated Funds</i> .....	<u>4,958,323</u>	<u>5,382,151</u>	<u>5,992,533</u>
<b>Federal Funds</b>			
Department of Agriculture .....	478,674	541,114	568,172
Department of Banking and Insurance .....	368	---	---
Department of Children and Families .....	574,927	581,498	596,444
Department of Community Affairs .....	470,506	461,392	456,917
Department of Corrections .....	4,456	9,021	8,805
Department of Education .....	835,319	901,800	892,689
Department of Environmental Protection .....	139,912	189,520	188,985
Department of Health .....	474,215	568,749	569,499
Department of Human Services .....	8,950,455	9,810,333	9,875,414
Department of Labor and Workforce Development .....	371,868	496,862	496,862
Department of Law and Public Safety .....	255,915	210,021	209,058
Department of Military and Veterans' Affairs .....	42,170	72,129	72,130
Department of State .....	24,011	25,436	26,086
Department of Transportation .....	60,451	14,816	14,816
Department of the Treasury .....	10,155	9,326	9,326
The Judiciary .....	111,943	124,725	123,225
<i>Total Federal Funds</i> .....	<u>12,805,345</u>	<u>14,016,742</u>	<u>14,108,428</u>
<b>Revolving Funds</b>			
Department of Community Affairs .....	19,284	18,077	20,500
Department of Corrections .....	24,476	25,920	25,920
Department of Education .....	2,577	2,150	2,150
Department of Environmental Protection .....	3,386	3,503	3,448
Department of Health .....	21,903	16,300	22,300
Department of Human Services .....	11,409	9,141	9,341
Department of Labor and Workforce Development .....	967	2,500	2,500
Department of Law and Public Safety .....	32	---	---
Department of State .....	129	158	158
Department of Transportation .....	9,522	14,060	14,060
Department of the Treasury .....	80,247	83,579	83,579
<i>Total Revolving Funds</i> .....	<u>173,932</u>	<u>175,388</u>	<u>183,956</u>
<i>Total Expenditures General Fund</i> .....	<u>17,937,600</u>	<u>19,574,281</u>	<u>20,284,917</u>
<b>SPECIAL TRANSPORTATION TRUST FUND</b>			
Department of Transportation .....	1,896,329	2,524,357	2,955,070
<b>GRAND TOTAL EXPENDITURES NOT BUDGETED</b> .....	<u>19,833,929</u>	<u>22,098,638</u>	<u>23,239,987</u>

## The Annual Tax Expenditure Report

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

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

The report may be accessed at:

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