



Fiscal Year 2017
The State of New Jersey



BUDGET
SUMMARY

Chris Christie, Governor
Kim Guadagno, Lt. Governor

State of New Jersey

The Governor's FY 2017 Budget Budget Summary



Chris Christie, Governor
Kim Guadagno, Lt. Governor

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February 16, 2016

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State of New Jersey

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CHRIS CHRISTIE
Governor

**FISCAL YEAR 2017 BUDGET
OF
CHRIS CHRISTIE
GOVERNOR OF NEW JERSEY
TRANSMITTED TO THE FIRST ANNUAL SESSION
OF THE TWO HUNDRED SEVENTEENTH LEGISLATURE**

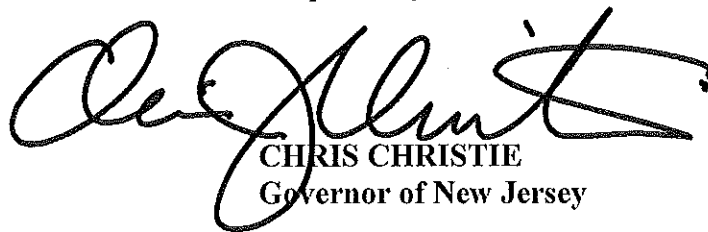
Mr. President, Mr. Speaker, Members of the Legislature:

In accordance with the provisions of C.52:27B-20, I hereby submit my budget recommendations for fiscal year 2016 - 2017.

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 S. Scrivo
Chief Counsel to the Governor
February 16, 2016**

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CONTINUING COMMITMENT TO A SMALLER AND SMARTER GOVERNMENT

The fiscal 2017 budget continues Governor Christie's commitment to New Jersey taxpayers to get and keep New Jersey's fiscal house in order without resorting to tax increases.

For years prior to Governor Christie taking office, New Jersey was in a continuous fiscal crisis. State obligations grew at a pace that exceeded ordinary revenue growth and taxes were regularly and recklessly increased. In the budget immediately prior to Governor Christie taking office, use of nonrecurring resources reached a record high, no pension payment was made, the Unemployment Insurance Trust Fund was running a deficit in the billions of dollars, and spending was out of control.

Governor Christie has made substantial progress addressing the sins of the past. The fiscal 2017 budget continues that process. The proposed pension payment is the largest in history, reversing decades of underfunding. With the State no longer forced to rely on one-shot gimmicks, reliance on nonrecurring resources is at the lowest level in more than a decade. The proposed surplus is higher than any budget proposed during the past ten fiscal years. The Unemployment Insurance Trust Fund now runs a healthy surplus. This commitment to right-sizing the budget over the course of the Christie Administration is also paying dividends, as the fiscal 2017 budget, like those before it, includes new investments to improve the lives of New Jerseyans.

Most importantly, these achievements were not made on the backs of taxpayers. In fact, income taxes on the lowest earners were reduced through a dramatic expansion of the Earned Income Tax Credit, providing government assistance and encouragement to those citizens working their way to a better life. Anti-competitive, job-killing business taxes were also reduced, spurring additional capital investment in the State and enabling the strongest employment growth in 2015 that New Jersey has enjoyed since the year 2000. These achievements were realized in concert with steady initiatives to right-size State government, leading to a government workforce that is nearly 10,000 smaller than in 2010, reaping savings that have been reinvested in the State's future, including priority programs for the most vulnerable.

While many New Jersey residents had become accustomed to the tax and spend practices of past administrations, Governor Christie is again proving that intelligent reforms and fiscal restraint can produce a responsible budget that invests in our State's future and provides for our most vulnerable residents, funds law enforcement to protect the State's citizenry, and pays down unfunded pension and health benefit obligations.

Bold Reforms and Historic Investments

Health Benefits Reform

The Governor's budget contains record high pension payments and investments in important State programs, which are made possible by a proposal to control public employee health care and prescription costs.

While revenues are projected to increase by approximately \$1 billion over fiscal 2016 levels, the increased pension payment for fiscal 2017 will cost \$555 million of that revenue growth and, absent changes, the remainder of the growth would be almost entirely absorbed by increases in public employee and retiree health care and prescription costs.

The fiscal 2017 budget assumes that a combination of reasonable new reforms will save \$250 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 and ratepayers who fund them -- approximately \$200 million. These reforms would also provide cost controls as the State moves into plan year 2017 that would reduce State and local employee premium sharing.

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.

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 (DMHAS).

Ensuring Appropriate Access – The New Jersey Prescription Monitoring Program (NJMP), launched in 2011, has been continuously enhanced and now actively shares data with five other states to help identify misuse of controlled dangerous substances, including prescriptions for opiate-based pain medication. In addition, Governor Christie enacted legislation that will reduce the overuse and abuse of dextromethorphan by prohibiting the sale of products containing this drug to anyone under the age of 18 unless they have a prescription.

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 2017 budget recommends total funding of nearly \$64 million to support the Drug Court program.

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 the Overdose Protection Act into law. The bill 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 is making a historic financial commitment to raise reimbursement rates and increase access to substance use and mental health treatment. A

combined State and federal investment in fiscal 2017 of more than \$127 million, the first significant behavioral health rate increase in more than a decade, will help to increase access to quality mental health and substance use disorder treatment.

Recovery Coaches Program – As a direct result of the Facing Addiction Task Force’s work, the Recovery Coaches program launched in January 2016 in the four counties hardest hit by the addiction crisis. In fiscal 2017, the budget provides an additional \$1.7 million in funding to expand this program into six more counties.

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 sixth consecutive year. The fiscal 2017 budget proposes spending more than \$13.3 billion on education, an increase of \$548 million from fiscal 2016. Of the total school aid, \$9.1 billion represents direct aid to schools, an increase of \$94.3 million over fiscal 2016. State support for school aid has increased by over 40% 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 2017 budget includes increased 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 89 in fiscal 2016, while relentlessly focusing on quality and holding all schools accountable for results by closing 17 low-performing charter schools. A new funding category, Host District Support Aid, will ensure that base per pupil funding provided to charter schools in fiscal 2017 is not less than the 2016 base per pupil funding. 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. The fiscal 2017 budget supports more than 49,000 charter students and 5,200 choice students.

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 2017 will provide additional opportunities to some of the most at-risk students in New Jersey.

Investing in a Competitive New Jersey

Nothing is more important than making New Jersey more competitive in the global race to grow our economy and create good jobs. Under Governor Christie, New Jersey has seen six consecutive years of

private sector job growth. The State has now added 222,000 new private sector jobs since February 2010. New Jersey's December unemployment rate of 5.1% is nearly 50% lower than when Governor Christie took office, and is now in line with the national rate.

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 195 active projects for a total of up to \$3.9 billion in assistance under the Economic Opportunity Act. These projects represent a leverage of more than \$6.0 billion in private investments, the creation of more than 26,640 new, permanent jobs and the retention of 19,170 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 that 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.

Higher Education

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

Tuition Assistance 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 over 60%, to a total of \$403.6 million in fiscal 2017. Approximately 68,000 students, or one-third of all full-time undergraduate students attending school in New Jersey, will receive support from TAG.

College Readiness Now – Funded at \$1 million in fiscal 2017, this program will help students prepare for college level course work before they graduate high school. Funding will fully support partnerships between the county colleges and at least 60 high schools throughout the state, with at least one in each county.

Building Our Future Bond Act – 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 with 176 projects on 46 campuses. Over \$715 million in funding has been obligated to date and construction is under way on many of the improvement projects, with remaining projects expected to move out of the design and planning phase in the near future. The remaining balance of the Building Our Future Bond Act funding, \$35 million, was made available for grant awards in

the fall of 2015, along with an additional \$146 million in Higher Education Capital Improvement Program bond funds to assist with the repair and update of critically needed academic facilities.

Tax Relief

Governor Christie has fought for and won tax relief that is making New Jersey more competitive as a place to live and work.

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 provided over \$3 billion in cumulative business tax relief.

Increase in the Earned Income Tax Credit – In the summer of 2015, Governor Christie proposed and enacted into law an increase in the Earned Income Tax Credit from 20% to 30% of the federal benefit. Approximately 500,000 Garden State households will benefit from this tax relief, with the credit for an average working family rising by 50% from approximately \$420 to \$630.

\$1 Billion in Tax Reductions by Eliminating Fraud in the Unemployment Insurance Trust Fund – Vigorous monitoring and implementation of anti-fraud measures under the Christie Administration have saved taxpayers more than \$640 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 \$1.1 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.

A Two Percent Cap on Property Taxes & 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 proposed shared services, consolidation and unused sick and vacation day payout reforms. Annual increases in property taxes have averaged just 1.97% since Governor Christie took office in 2010.

THE FISCAL YEAR 2017 BUDGET

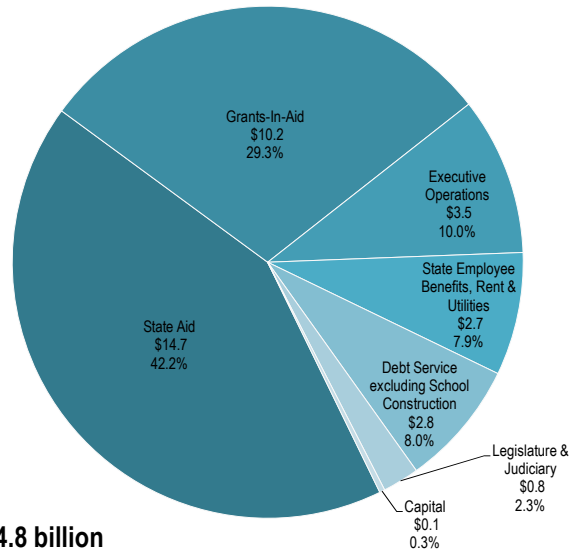
The State Budget at a Glance

Governor Christie's fiscal 2017 budget calls for \$34.8 billion in State appropriations, a 2.2% increase over the fiscal 2016 adjusted appropriation.

FY 2017 Budget				
(In Millions)				
	FY 2016 Adjusted Approp.	FY 2017 Budget	Change	
			\$	%
Opening Surplus	\$ 824	\$ 787		
Revenues				
Income	\$ 13,758	\$ 14,425	667	4.8
Sales	9,316	9,597	281	3.0
Corporation	2,336	2,336	-	-
Other	8,391	8,474	83	1.0
Total Revenues	\$ 33,801	\$ 34,832	1,031	3.1
Lapses	226			
Total Resources	\$ 34,851	\$ 35,619		
Appropriations				
Original	\$ 33,785	\$ 34,829	1,044	3.1
Supplemental	279			
Total Appropriations	\$ 34,064	\$ 34,829	765	2.2
Projected Fund Balance	\$ 787	\$ 790		

- Over 71% 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 \$2.7 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 2017 Budget
(In Billions)



\$34.8 billion

Executive Operations: includes adult prison and juvenile facilities, state police and law enforcement, children and families, human services institutions and veterans' homes.

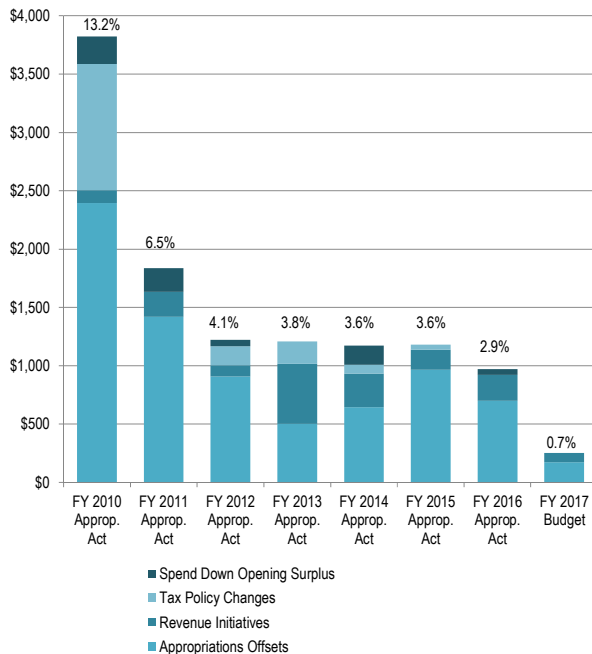
Grants-In-Aid: includes property tax relief programs, NJ FamilyCare, PAAD, nursing home and long-term services and supports, and support for higher education.

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

Reliance on Non-Recurring Resources Reduced

From 13.2% to 0.7%
FY 2010 to FY 2017

(In Millions)



The fiscal 2017 budget anticipates revenue growth of just over \$1 billion, approximately 3.1%, 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 0.7% in fiscal 2017.

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 2017 budget includes a \$1.9 billion contribution to the State's defined benefit pension funds. This will bring total contributions by the Christie Administration to \$6.3 billion, which is nearly double the total contributions made by all Governors combined during the 15-year period from fiscal 1995 through fiscal 2010.

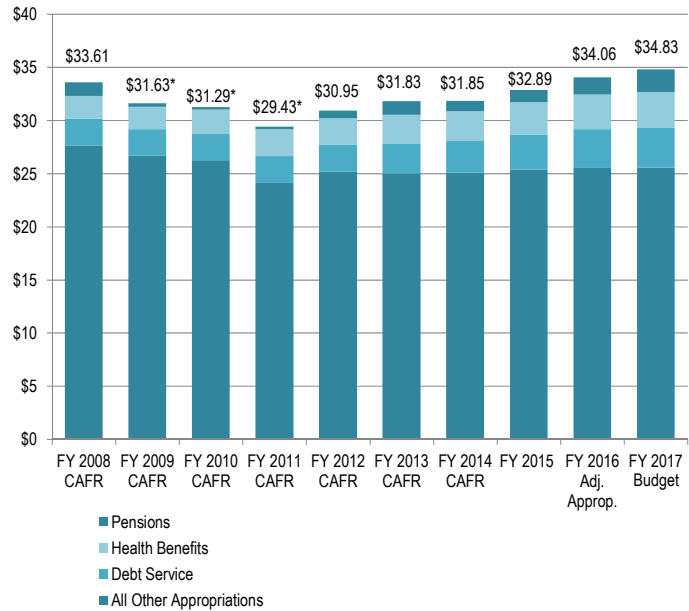
- The increased defined benefit pension contribution accounts for almost 73% of the total increase in State appropriations.
- Increased funding for pensions and employee health benefits together comprise approximately 78% of the year-over-year increase, but without reform, the increase would represent 83%.
- Increased pension, employee health benefits, and debt service costs together account for 95% of the growth over the fiscal 2016 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 decrease to \$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

(In Millions)



- In response to a steep reduction in the demand for uncompensated hospital care due to the expansion of NJ FamilyCare, the budget recommends a \$75 million State-funded reduction in Charity Care grants to hospitals. A portion of these funds will be reinvested and matched with federal dollars to provide \$60 million in increased funding for Graduate Medical Education grants, and to provide additional State and federal funding of \$45 million to annualize the January 2016 increase in NJ FamilyCare physician reimbursements.
- Support for Higher Education is maintained at \$2.2 billion.
- The fiscal 2017 budget provides over \$1.5 billion in Municipal Aid.

- The fiscal 2017 budget reflects the Governor's proposed and enacted law that permits the voluntary conversion of outstanding Business Employment Incentive Program (BEIP) grant commitments into refundable tax credits.
- The fiscal 2017 budget reflects the sustained reduction in the size of the State workforce. Since Governor Christie took office, the workforce has declined by nearly 10,000 positions.

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, 2014, the State's combined Other Post-Employment Benefits (OPEB) and net pension liability was over \$144 billion, approximately four times the annual State budget.
- Health benefits and post-retirement medical benefits for current and retired State employees, local teacher retirees and local government retirees (enhanced benefits) represent 9.5% of the Governor's fiscal 2017 State budget, compared to 6.4% in fiscal 2008.
- Even after the proposed reforms, the combined increase in pension and health benefit costs represents 78% of the year-over-year growth in the Governor's fiscal 2017 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 will be subject to the federal "Cadillac Tax" on benefit-rich plans beginning in 2020. This tax alone will add billions of dollars to the future cost of providing health care benefits.

Defined Benefit Pension Payment

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 2017 budget includes a defined benefit pension payment of \$1.862 billion, \$555 million more than the fiscal 2016 amount, and 4/10ths of the Actuarially Recommended Contribution (ARC). This will be the largest defined benefit contribution in New Jersey history.

- Approximately two-thirds of the total contribution, or \$1.17 billion, funds pension benefits on behalf of local school districts, municipalities, and county colleges.
- Through fiscal 2017, the Christie Administration will have contributed \$6.275 billion to the State's underfunded pension system, a commitment to funding that exceeds that of any previous

administration. This contribution level is nearly double the total funding from fiscal 1995 through fiscal 2010.

Governor Christie's Commitments to the Pension System are Nearly Double the Contributions from FY 1995 to FY 2010

(In Thousands)

Governor	Defined Benefit Pension Contribution
Whitman	\$ 963,934
DiFrancesco	\$ 563
McGreevey	\$ 101,424
Codey	\$ 165,026
Corzine	\$ 2,175,596
FY 1995 to FY 2010 Total	\$ 3,406,543
Christie	\$ 6,274,505

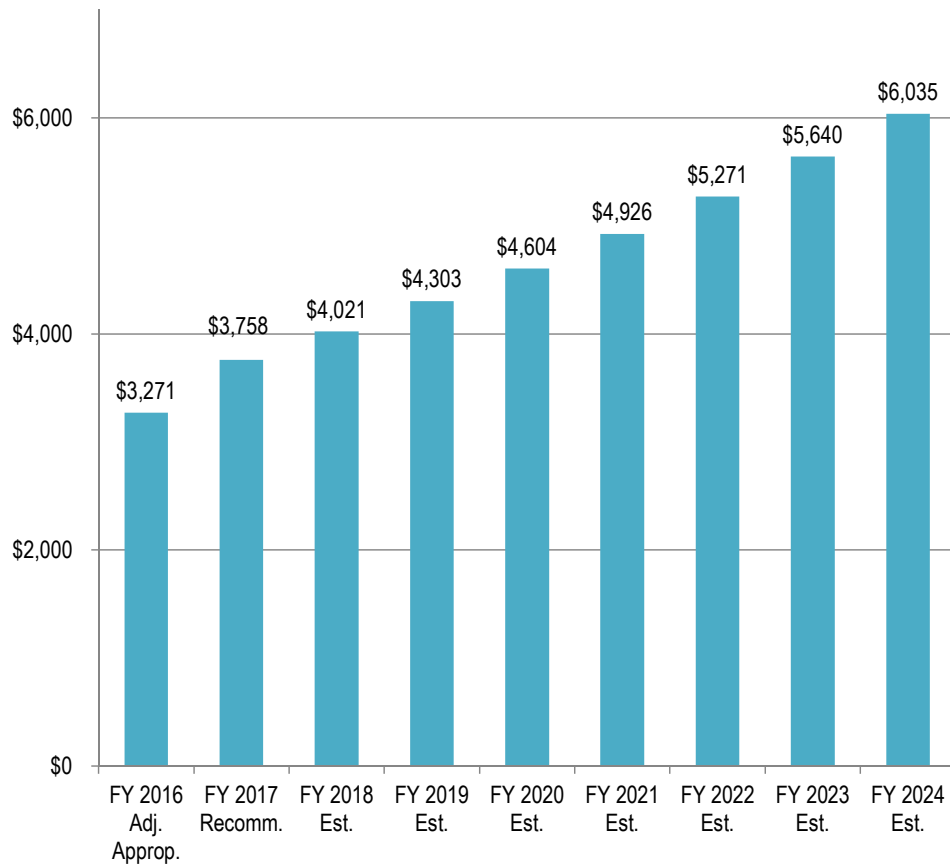
Public Employee Health Care Reforms

The fiscal 2017 budget assumes that a combination of reasonable new reforms will save \$250 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 and ratepayers who fund them -- approximately \$200 million. These reforms would also provide cost controls as the State moves into plan year 2017 that would reduce State and local employee premium sharing.

- Absent reform, State costs in support of providing health care to public employees and certain retirees have increased dramatically over time, from 4.5% of the State budget in fiscal 2001 to 10.8% of the State budget in fiscal 2017. State appropriations would increase by \$487 million from 2016 to 2017, 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.

Health Care Costs Without Reform

(In Millions)

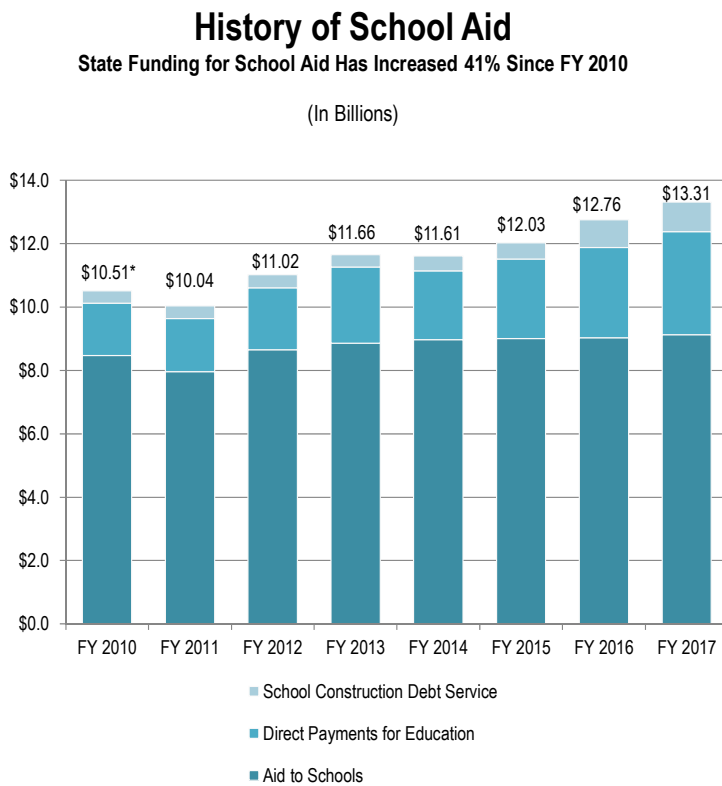


- Increases in health care costs also impact every layer of local government, including schools, counties, municipalities, fire districts, water authorities, and sewer authorities, because most of the employees and retirees of these entities are enrolled in the State health plans, or plans that are similarly 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 (PL 2011, c.78). That law established one plan design committee with the authority to change health benefit plans used by teachers and another committee with the authority to change health benefit 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 \$197 million, these savings have reduced gross growth (\$487 million) to \$290 million.

- While the committees’ actions will help the budgets of the State, local governments, and school districts, as well as the take home pay for employees, even with these changes, the State budget for health care costs would still increase from 2016 to 2017 by \$290 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.
- There is no shortage of ideas to reduce the budgetary impact of health care. The plan design committees can build upon their recent success through a combination of reasonable, common sense cost savings measures, and options aimed at incentivizing healthy behavior.

Pre-K - 12 Education

For the sixth consecutive year, Governor Christie’s budget proposes the highest amount of School Aid supporting Pre-K - 12 education in New Jersey history. The fiscal 2017 budget proposes spending more than \$13.3 billion on education, an increase of \$548 million from fiscal 2016. Of the total school aid, \$9.1 billion represents direct aid to schools, an increase of \$94.3 million over fiscal 2016. In addition to aid to schools, direct payments for education, including pension and health benefit payments as well as School Construction Debt Service, will increase in fiscal 2017, providing more support for local school districts.



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

All school districts will receive an increase in funding in fiscal 2017. In addition to increases that the most underfunded districts will realize through the funding formula, a new category of funding, Professional Learning Community Aid, will provide \$10 per pupil. This new category of funding will support the development of “learning communities” within and across districts, in order to help teachers and administrators analyze and use the data they collect. This budget also provides the highest level of funding for School Choice Aid to support a record number of students participating in the program in fiscal 2017. In sum, all districts will realize increases in funding in fiscal 2017.

Funding will be provided to support Charter School Aid, as well as Host District Support Aid, to ensure the base per pupil funding provided to charter schools in fiscal 2017 is not less than the 2016 base per pupil funding. The Department expects as many as 6 new charter schools to open in fiscal 2017, supporting an estimated additional 1,100 students. This will bring the projected number of students served in charter schools to more than 49,000.

Extraordinary Special Education Costs Aid will increase by \$5 million in fiscal 2017 to \$170 million. This category of funding supports high-cost special education students, and when combined with increases provided through the funding formula, overall special education funding will increase by more than \$11 million in fiscal 2017.

The fiscal 2017 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 2017 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 2017.

Of the \$250 million in public employee health and prescription savings proposed in this budget, more than \$60 million is reflected as savings within the fringe benefit costs of the public higher education community. Plan Design Committee action is essential to achieve these savings. If the savings are not realized, offsetting reductions in support may be necessary.

Funding for the State's flagship student aid program, the Tuition Aid Grant, will increase \$17.8 million, to a total of \$403.6 million. Typical awards at all levels of need will increase by 2% over fiscal 2016 award levels, and the program will support more than 68,000 New Jersey students. The Governor's Urban Scholarship program will add a fifth class, and will now support an estimated 635 scholars in targeted school districts. Recommended funding for other student aid programs will meet projected levels of demand.

College Readiness Now is funded at \$1 million in fiscal 2017 to help students prepare for college level course work before they graduate high school. Funding will fully support partnerships between the county colleges and at least 60 high schools throughout the state, with at least one in each county.

Health and Human Services

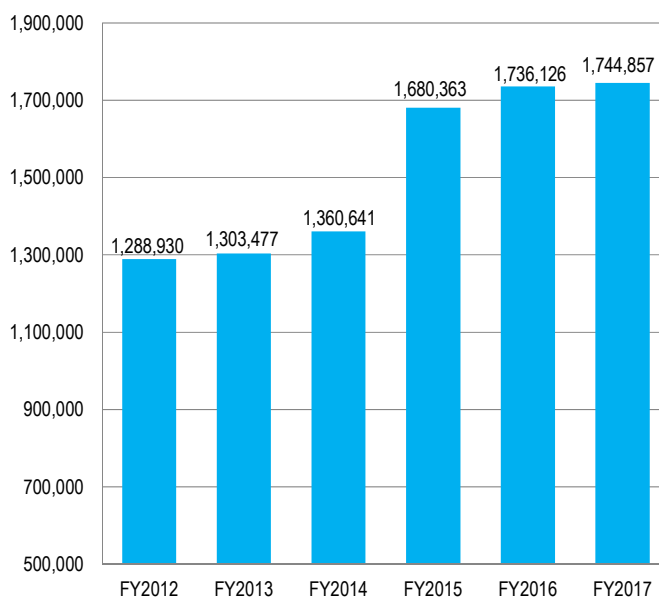
NJ FamilyCare

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 2017 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 100% of total costs, depending on the service being provided and 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 2017 budget represents the third full fiscal year of the NJ FamilyCare expansion.

Since the Governor's decision to expand NJ FamilyCare in 2014, an additional 434,000 uninsured New Jersey residents have gained coverage under NJ FamilyCare. To encourage provider participation and ensure access to services, the fiscal 2016 budget included \$45 million in State and federal funds to increase reimbursement rates for certain primary and specialty care services offered through NJ FamilyCare beginning January 2016. The fiscal 2017 budget adds an additional \$45 million in funding to annualize this rate increase, providing a total fiscal 2017 investment of \$90 million to ensure adequate provider participation.

NJ FamilyCare Enrollment



The fiscal 2017 budget also includes \$3 million in new funding for three regional Accountable Care Organizations which are working to identify high-cost patients and coordinate their treatment for physical and behavioral health. Through a modest increase in funding, the State can reduce unnecessary stays in hospitals and avoid overcrowded emergency rooms.

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 federally-supported NJ FamilyCare enrollment, as well as a steep reduction in New Jersey hospitals' documented claims for uncompensated care. Since the expansion took effect on January 1, 2014, 434,000 low-income residents have gained health insurance through NJ FamilyCare, a 34% increase in program enrollment. This fundamental shift allows for a \$75 million reduction in the State funding for Charity Care.

The fiscal 2017 budget provides \$352 million in combined federal and State support to offset the costs hospital facilities incur in treating the uninsured.

Graduate Medical Education (GME)

The fiscal 2017 budget again increases support to New Jersey's teaching hospitals. An additional \$60 million in State and federal funds brings the total amount available through the Graduate Medical Education Program to \$188 million. Funding for this program will have more than tripled since Governor Christie took office, helping 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 2015 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 2015	FY 2016 Adjusted Approp/	FY 2017 Budget
Charity Care	\$ 650.0	\$ 502.0	\$ 352.0
Graduate Medical Education	100.0	127.3	188.0
Delivery System Reform Incentive Payments	166.6	166.6	166.6
Hospital Mental Health Offset Payments	24.7	24.7	24.7
University Hospital	43.8	43.8	43.8
Total Hospital Funding	\$ 985.1	\$ 864.4	\$ 775.1

It is anticipated that the FY 2017 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 2017 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 21,000 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 2017, helping to eliminate or delay the need for institutional care.

Mental Health and Addiction Services

With the fiscal 2017 budget, Governor Christie advances his efforts to take a smarter and more effective approach to how the State supports individuals with substance use disorders.

The Governor is making a historic financial commitment to raise reimbursement rates and increase access to substance use and mental health treatments. This is the first significant behavioral health rate increase in more than a decade and will allow the State to provide more competitive reimbursement rates for services and providers and extend access to care. A combined State and federal investment in fiscal 2017 will increase mental health and substance use disorder rates by more than \$127 million. These increased reimbursement rates will help improve critical services and provide more treatment capacity for those who need it most.

Besides providing greater access to care in the community, the increased rates will also reduce the burden that hospital emergency departments face in treating these patients. When these individuals seek treatment through the right services, other health complications can be prevented, alleviating 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 reclaiming lives has led to an expansion of the Recovery Coach program. As a direct result of the Facing Addiction Task Force's work, the Recovery Coach program launched in January 2016 in the four counties hardest hit by the addiction crisis. In fiscal 2017, the budget provides an additional \$1.7 million in funding to expand this program into six more counties. The program reaches and connects drug overdose survivors with treatment, counseling and support services in the immediate aftermath of their overdose. The coaches engage individuals reversed from an opioid overdose to provide non-clinical assistance, recovery supports and appropriate referrals for assessment and substance use disorder treatment.

The Christie Administration is also furthering its commitment to individuals with substance use disorders who have legal charges against them. Offenders are ordered to the Drug Court Program which imposes treatment instead of prison. To date, nine vicinages (Ocean, Hudson, Somerset/Hunterdon/Warren, Passaic, Mercer, Atlantic/Cape May, Bergen, Burlington, and Monmouth) have implemented mandatory Drug Courts, with another three (Essex, Cumberland/Salem/Gloucester and Middlesex) slated for July 2016. The fiscal 2017 budget increases funding to support the operational costs needed to expand the Drug Court Program into the final three vicinages.

To help individuals with substance use disorders behind prison walls, Governor Christie is investing \$2 million to re-open Mid-State Correctional Facility 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 (DMHAS).

Continuing the Christie Administration's commitment to providing services for individuals with mental illness in home and community-based settings, the fiscal 2017 budget includes \$111.8 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.

The Governor is also increasing his support to those being treated in the state psychiatric hospitals by providing \$3.5 million in State funding for new staff. The composition of clients has shifted in recent years, resulting in a higher percentage of clients who are acutely ill, and thus a higher staff-to-client ratio is warranted in order to provide more specific programming, active treatment, additional supports, oversight and monitoring, increased security, and increased clinical supervision of staff.

Settlement Requirement	Target	Actual
FY2010	230	248
FY2011	215	253
FY2012	145	242
FY2013	225	447
FY2014	250	330
	1,065	1,520
Continuing Commitment		Actual/Projected
FY2015		312
FY2016		220
FY2017		220
Total	1,065	2,272

Settlement Requirement	Target	Actual or Projected
FY2013	90	167
FY2014	115	273
FY2015	115	146
FY2016	115	160
FY2017	165	165
Total	600	911

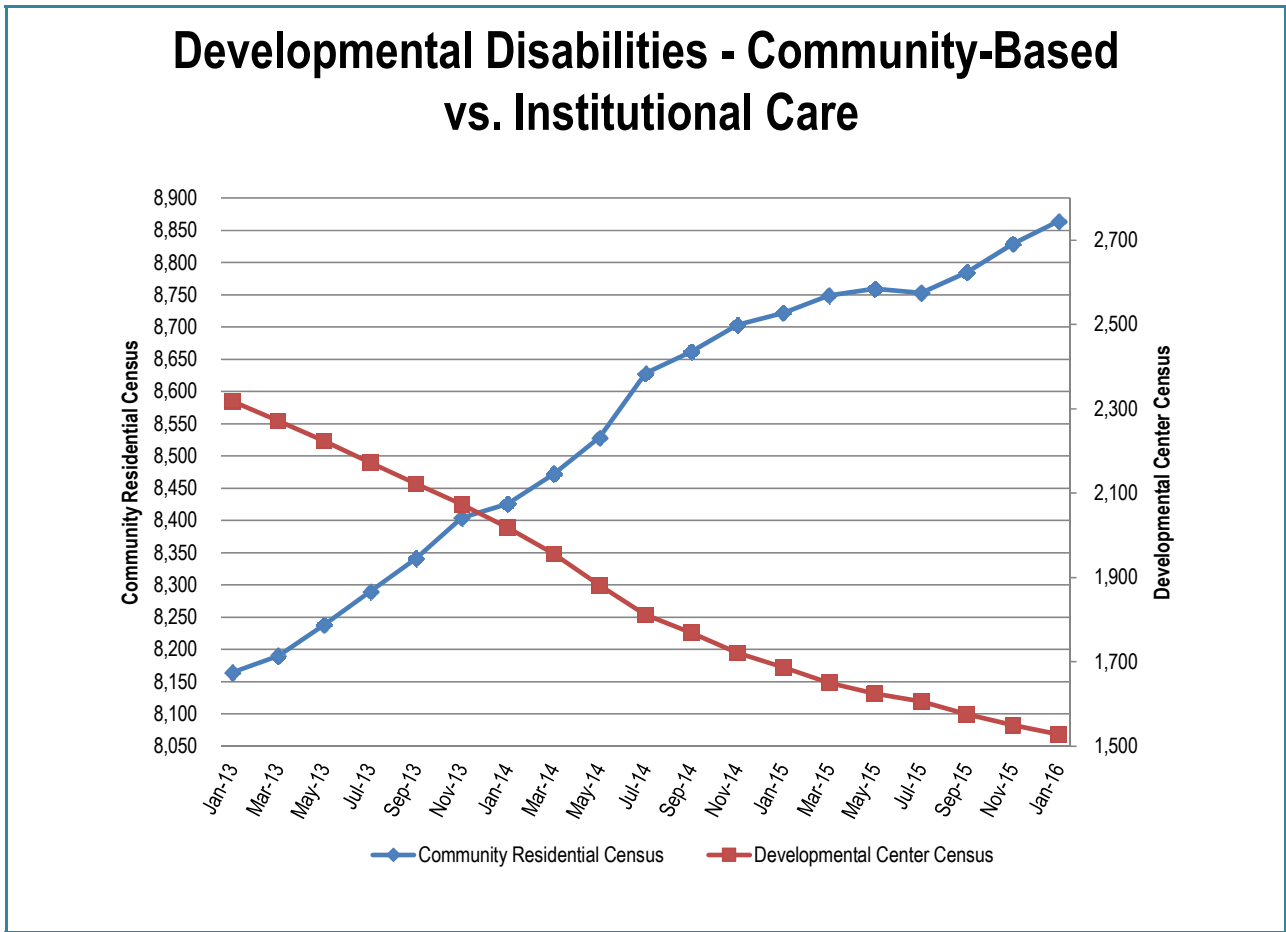
Developmental Disabilities

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. Due to the acceleration of placements from the closure of North Jersey Developmental Center and Woodbridge Developmental

Center in fiscal 2015, the State is on track to exceed 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 2017 budget provides \$48.8 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 expansion of services.

Further, included in the fiscal 2017 budget is a one-time community provider increase for a combined State and federal investment of \$10 million. These funds will allow developmental disability providers to make the infrastructure improvements necessary to transition to fee-for-service.

Family Services

The fiscal 2017 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 2017 budget includes a total of \$986 million in State and federal funds for the operations and services provided by this Division.

In addition, the Christie Administration has developed and implemented a plan to address local office security and safety for CP&P caseworkers and has committed an additional \$2.78 million in funding to upgrade the security at the 46 CP&P local offices, bringing the total funding for safety and security to \$7.5 million.

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 60,300 children and adolescents. The fiscal 2017 budget includes a total of \$554.1 million in State and federal funds for the operations and services provided by this Division, an increase of \$25.8 million over the fiscal 2016 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 54 in fiscal 2017.

Housing Assistance

The fiscal 2017 budget reaffirms the Christie Administration's commitment to protecting New Jersey's most vulnerable citizens by maintaining and increasing funding to various housing assistance programs for low-income individuals and individuals with intellectual and developmental disabilities.

The fiscal 2017 budget maintains \$17.2 million of combined State and federal funding for the Division of Family Development's Social Services for the Homeless Program, which provides assistance to New Jersey residents at risk of homelessness, but who are ineligible for WorkFirst New Jersey or Supplemental Security Income benefits.

Governor Christie's fiscal 2017 budget provides \$42 million in combined State and dedicated funding for the State Rental Assistance Program, a program which helps low-income residents afford housing by providing rental assistance grants to individuals and families.

In addition, the Christie Administration will provide over \$14 million in combined State and federal funding for homelessness prevention and emergency shelters throughout the state. The Homelessness Prevention Program provides financial assistance to low- and moderate-income tenants and homeowners in imminent danger of eviction or foreclosure due to temporary financial problems beyond their control. The Continuum of Care and Shelter Assistance programs provide federal and State funds to nonprofits and local government agencies to increase the number of quality emergency shelters and transitional facilities in New Jersey.

Property Tax Relief

In addition to the record funding proposed in support of direct and indirect property tax relief set forth below, the proposed public employee health care and prescription plan design changes intended to save the State budget \$250 million would also provide property tax relief. The proposal would save approximately \$200 million annually for the hundreds of schools, municipalities, counties, and other local government employers that utilize the same health plans impacted by the proposal.

Funding for Property Tax Relief			
4.0% Increase			
(In Millions)			
<u>Programs</u>	<u>FY 2016 Adjusted Approp.</u>	<u>FY 2017 Budget</u>	<u>Change</u>
School Aid	\$ 12,764.3	\$ 13,312.2	\$ 547.9
Municipal Aid	1,500.9	1,529.9	29.0
Other Local Aid	852.4	877.2	24.8
Direct Property Taxpayer Relief	<u>1,050.0</u>	<u>1,029.7</u>	<u>(20.3)</u> *
Total Property Tax Relief	<u>\$ 16,167.6</u>	<u>\$ 16,749.0</u>	<u>\$ 581.4</u>

* FY 2017 continues these programs unaltered. The change amount reflects the change in forecasted costs.

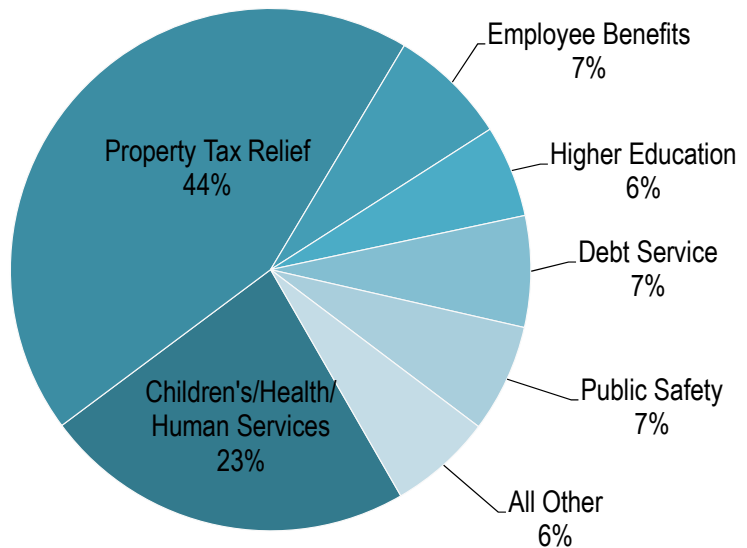
Governor Christie's fiscal 2017 budget provides over \$16 billion in direct and indirect property tax relief, nearly half the total budget, including:

- \$13.3 billion in school aid
- \$1.5 billion in municipal aid
- \$1 billion in direct property taxpayer relief programs

The fiscal 2017 budget continues providing over \$1 billion for direct property taxpayer relief programs:

- 443,300 seniors and citizens with disabilities will receive an average Homestead Benefit of \$515. 209,500 other homeowners earning up to \$75,000 will receive an average Homestead Benefit of \$401.
- 140,400 seniors and citizens with disabilities will continue receiving Property Tax Freeze benefits averaging \$1,406, while 26,000 new beneficiaries will receive their first year of benefits averaging \$279.

Property Tax Relief is More than 40% of the Budget



Direct Property Taxpayer Relief Programs

(In Millions)

	FY 2016 Adjusted Approp.	FY 2017 Budget	Change
Property Tax Deduction Act	\$ 424.5	\$ 440.2	\$ 15.7
Homestead Benefit Program	341.0	322.5	(18.5)
Senior and Disabled Citizens' Property Tax Freeze	218.7	204.9	(13.8)
Veterans' Property Tax Deductions	53.8	51.2	(2.6)
Senior and Disabled Citizens' Property Tax Deductions	12.0	10.9	(1.1)
Total Property Taxpayer Relief Programs	\$ 1,050.0	\$ 1,029.7	\$ (20.3) *

* FY 2017 continues these programs unaltered. The change amount reflects the change in forecasted costs.

Local Government

Governor Christie's fiscal 2017 budget continues providing over \$1.5 billion in Municipal Aid:

- \$1.41 billion in combined Consolidated Municipal Property Tax Relief Aid (CMPTRA) and Energy Tax Receipts aid.
- \$107.4 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)

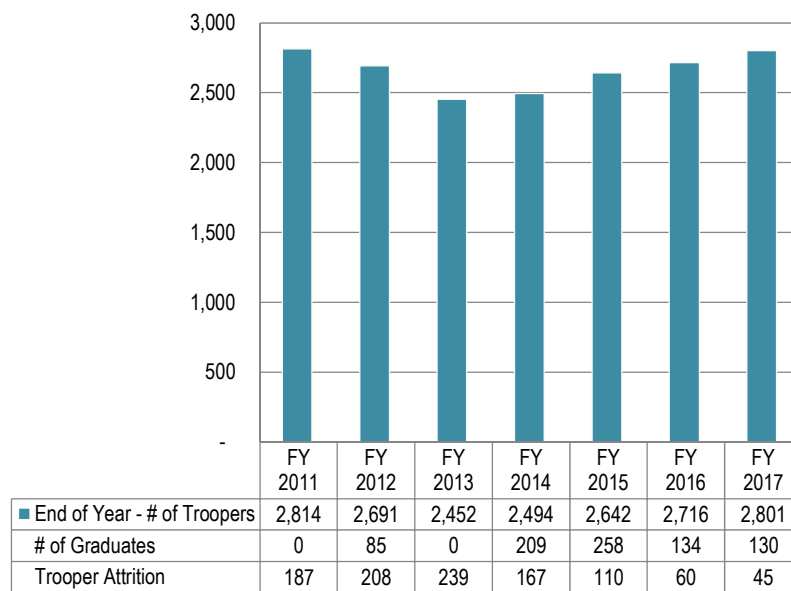
	<u>FY 2016 Adjusted Approp.</u>	<u>FY 2017 Budget</u>	<u>Change</u>
Consolidated Municipal Property Tax Relief Aid (CMPTRA) / Energy Tax Receipts	\$ 1,382.6	\$ 1,411.6	\$ 29.0
Transitional Aid to Localities	107.4	107.4	-
Open Space Payments In Lieu of Taxes (PILOT)	6.5	6.5	-
Highlands Protection Fund Aid	<u>4.4</u>	<u>4.4</u>	<u>-</u>
Total Municipal Aid	<u>\$ 1,500.9</u>	<u>\$ 1,529.9</u>	<u>\$ 29.0</u>

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 2017 budget provides \$1.5 million to support the 158th recruit class of State Troopers. This will be the eighth new class trained since 2010. After the graduation of the 158th class, during fiscal 2018, it is expected that the State Trooper level will be the highest since fiscal 2011.

End of Year State Trooper Count



Cybersecurity

In 2015, Governor Christie signed Executive Order 178 establishing the New Jersey Cybersecurity and Communications Integration Cell (NJCCIC) as the central State civilian interface for coordinating cybersecurity information sharing, performing cybersecurity threat analysis, and promoting shared and real-time situational awareness between and among the public and private sectors. With this action, Governor Christie is ensuring that the 21st century threats against New Jersey's cyber and digital security are met with 21st century solutions and a coordinated, prepared response across government and with our private sector partners.

New Jersey consolidated its cybersecurity intelligence, operations, and policy under a single governance structure by establishing a Division of Cybersecurity within the Office of Homeland Security and Preparedness (OHSP). The new Division leverages specialized skill sets from the Office of Information Technology (OIT) to fuse the technical and non-technical disciplines of enterprise cyber risk management.

Administrative Office of the Courts

In 2014, Governor Christie signed legislation and voters approved a State constitutional amendment to reform New Jersey's bail system. These reforms will keep dangerous individuals off 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 those who commit minor, nonviolent offenses to have nonmonetary options instead of being confined to jail because they cannot afford even low bail amounts.

The bail reform legislation also established the 21st Century Justice Improvement Fund, which is supported by court fees and dedicates a minimum of \$22 million annually to a statewide pretrial services program and \$10 million annually to a statewide digital e-court information system. This funding will allow the Judiciary to develop, implement and administer a pretrial services program beginning in January 2017 to supervise low-risk offenders who cannot afford bail. It also provides the Judiciary the resources needed to digitize its electronic filing and case management systems.

Office of the Public Defender

The fiscal 2017 budget includes \$1.7 million in additional funding in order to meet the requirements of the Justice Bail Reform Act. The law establishes new speedy trial requirements and changes to court rules designed to expedite the trial process.

NEW JERSEY ECONOMIC OUTLOOK

The New Jersey economic expansion continued in 2015 with the strongest private payroll growth to date for the current recovery. Preliminary figures indicate that the New Jersey labor market added 64,500 new private sector jobs over the twelve months ending in December 2015. This is more than double the 31,200 new jobs added in 2014. The State has now added 222,000 new private sector jobs since February 2010.

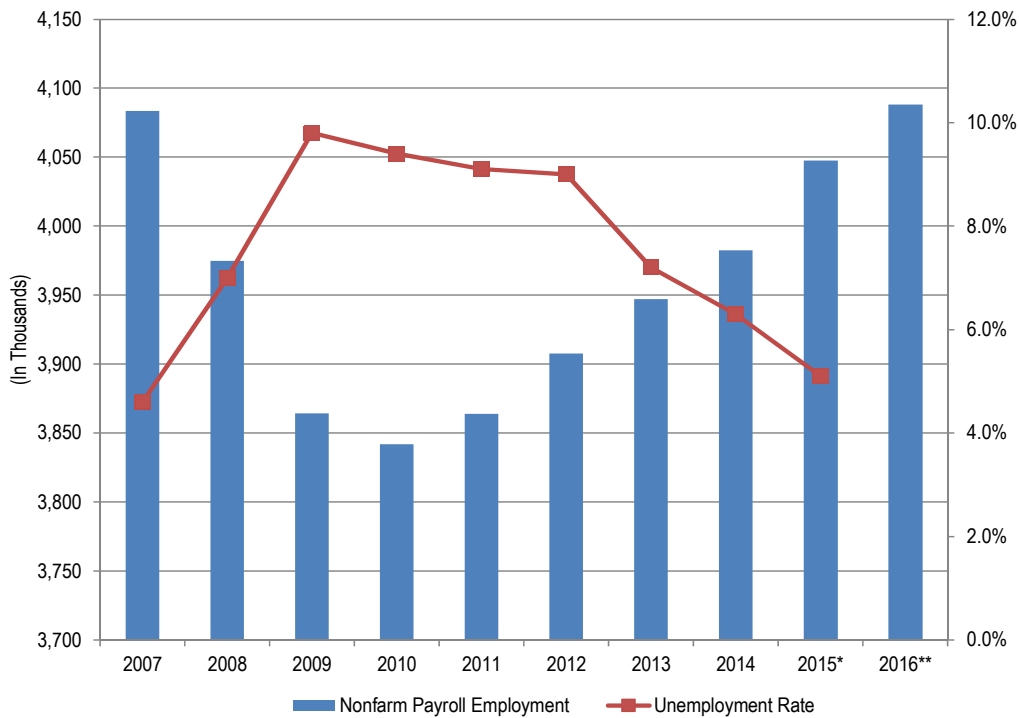
The New Jersey unemployment rate continues to improve, having declined by 1.2 percentage points over the course of 2015, from 6.3% in December 2014, to 5.1% in December 2015. The New Jersey unemployment rate is now just 0.1 percentage points higher than the national rate of 5.0% after having been as much as 1.1 percentage points higher as recently as April 2015. At 64.1% as of December 2015, the New Jersey labor force participation rate remains unchanged from a year ago and it continues to remain above the national level of 62.6%. New Jersey's employment-population ratio increased by 0.7 percentage points over the past year to 60.8% in December 2015. This is above the national figure of 59.5%.

Calendar 2015 was a good year for the New Jersey housing market with single-family home sales 14.0% higher than a year ago and overall home sales 12.3% higher. This is a substantial rebound from 2014 when both single-family and overall home sales had declined by 1.3% versus the prior year. The Census Bureau building permits data provides additional evidence of strength. There were a total of 31,050 permits issued in 2015. This is 10.4% higher than a year ago and is the most since 2006. Residential construction in New Jersey has been led by the large multi-family sector which is buildings with 5 or more units. The 19,675 permits that were issued in 2015 is not only 22.5% higher than a year ago but also the most on record for the data series.

Other measures of economic activity indicate the New Jersey economy continues to recover and grow. As of the third quarter of 2015, wages and salaries paid by New Jersey employers grew for a thirteenth consecutive quarter to sit slightly above \$250 billion for a new all-time high. Aggregate personal income, which includes wages as well as income from all other sources including transfers and investments, increased in the third quarter of 2015 for the tenth consecutive quarter of growth. The aggregate amount earned by New Jersey residents has now exceeded \$500 billion for seven consecutive quarters since first crossing this threshold in 2014.

Both the Federal Reserve Bank of New York and the Federal Reserve Bank of Philadelphia produce *Coincident Indexes* which are measures of economic activity. The Federal Reserve Bank of Philadelphia's coincident index increased by 3.9% over the course of 2015 while the Federal Reserve Bank of New York's coincident index increased 2.9% over the same time frame. Both of these figures represent the highest year-over-year growth rates during this current recovery.

New Jersey Unemployment Rate and Nonfarm Payroll Employment



* Preliminary

** Projection

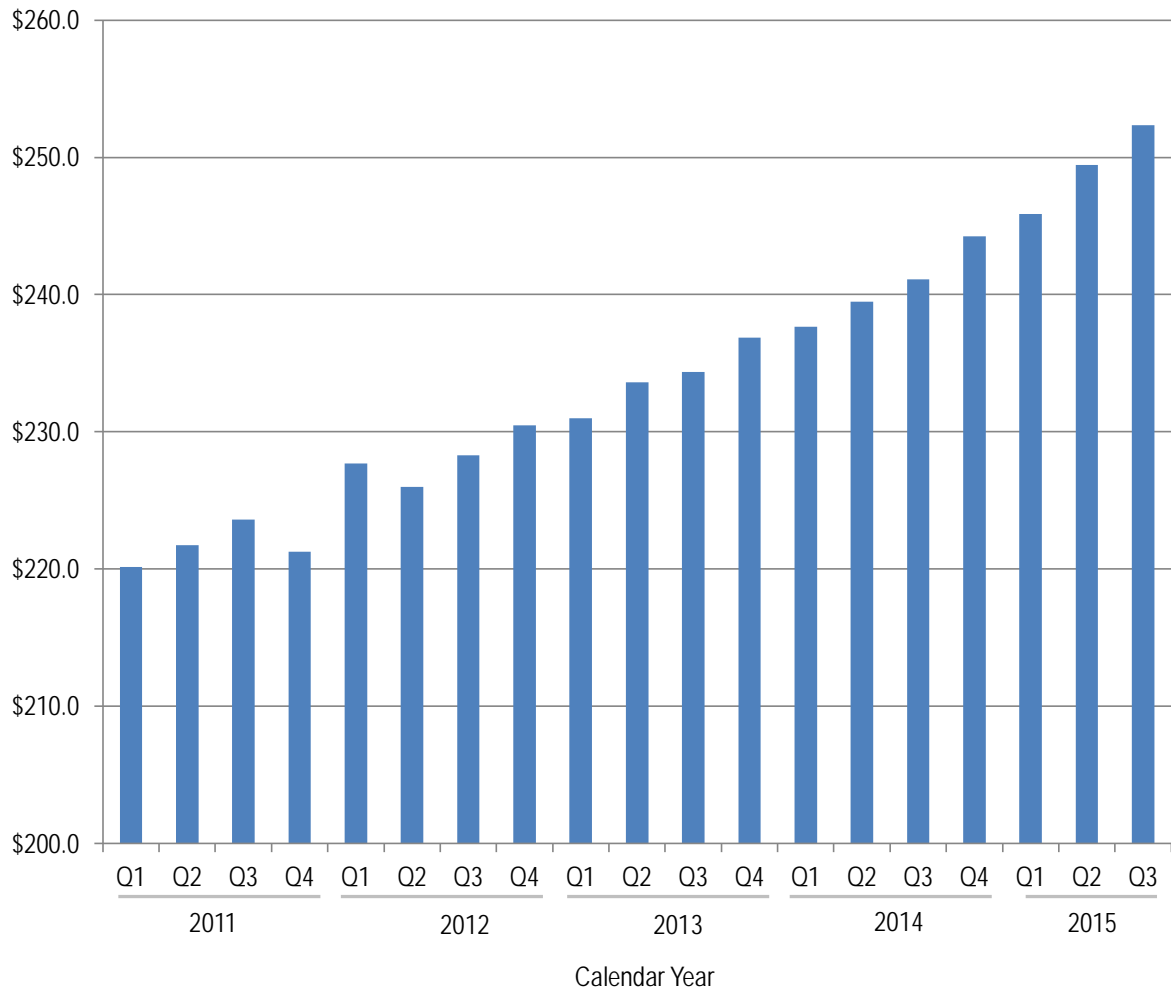
Source: U.S. Bureau of Labor Statistics. December end-of-year figures are reported.

The outlook for the New Jersey economy remains positive. The majority of the labor market growth in 2015 occurred in the last five months of the year providing positive forward momentum heading into 2016. The momentum in the housing market is also expected to continue into 2016 with December pending single-family home sales 26.0% higher than a year ago. The Federal Reserve Bank of Philadelphia also releases a *Leading Index* which is a six-month forecast of the *Coincident Index* and the value for New Jersey was 3.3 as of December 2015 which is consistent with continued economic expansion. Continued labor market expansion will provide the foundation for further improvements in the New Jersey economy, especially the housing sector which is one of the primary drivers of domestic spending. That said, there are clear headwinds in the form of global economic growth that will have an impact on overall U.S. economic growth and thus New Jersey's as well.

New Jersey Private Wages and Salaries

Overall 14.6% Increase Since 1st Quarter 2011

(In Billions)



Source: The U.S. Bureau of Economic Analysis

Fiscal 2017 Revenues

Total revenues are projected to increase 3.1% in fiscal 2017. This is consistent with recent annual revenue growth and is also based on projections of revenue growth for the individual taxes and revenue sources that comprise total revenues.

Fiscal 2017 Revenues

(In Millions)

	FY 2016	FY 2016	FY 2017	Change from	
	Approp. Act	Revised	Estimate	\$	%
Income*	\$ 13,930	\$ 13,758	\$ 14,425	667	4.8
Sales	9,080	9,316	9,597	281	3.0
Corporation**	2,677	2,336	2,336	-	0.0
Other***	8,236	8,391	8,474	83	1.0
Total	\$ 33,923	\$ 33,801	\$ 34,832	1,031	3.1

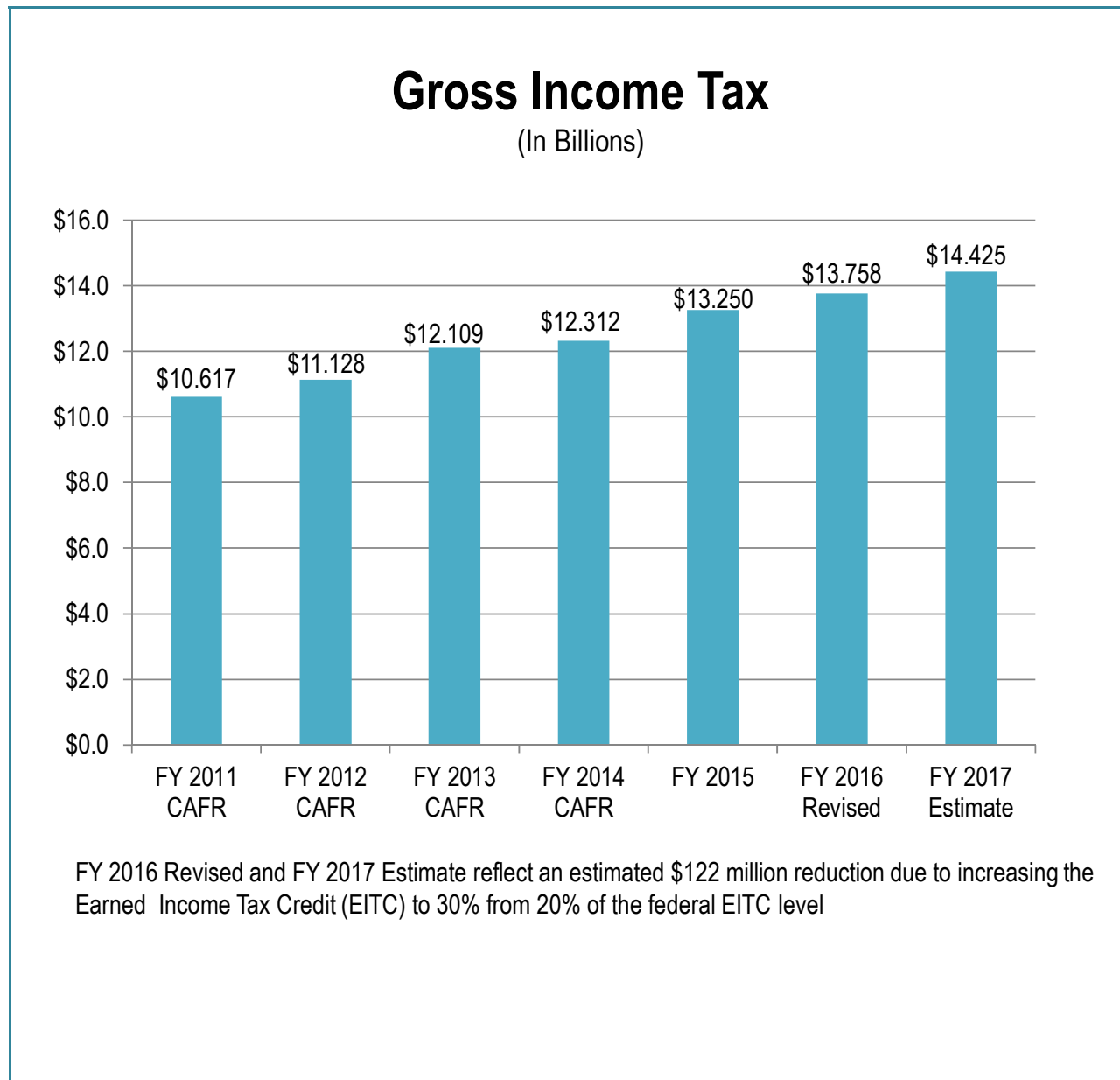
* FY 2016 Revised and FY17 Estimate reflect an estimated \$122 million reduction due to increasing the Earned Income Tax Credit (EITC) to 30% from 20% of the federal EITC level

** FY 2017 Estimate assumes anticipated increase in business tax credits

***Other includes all Sales Tax and Corporation Business Tax on energy

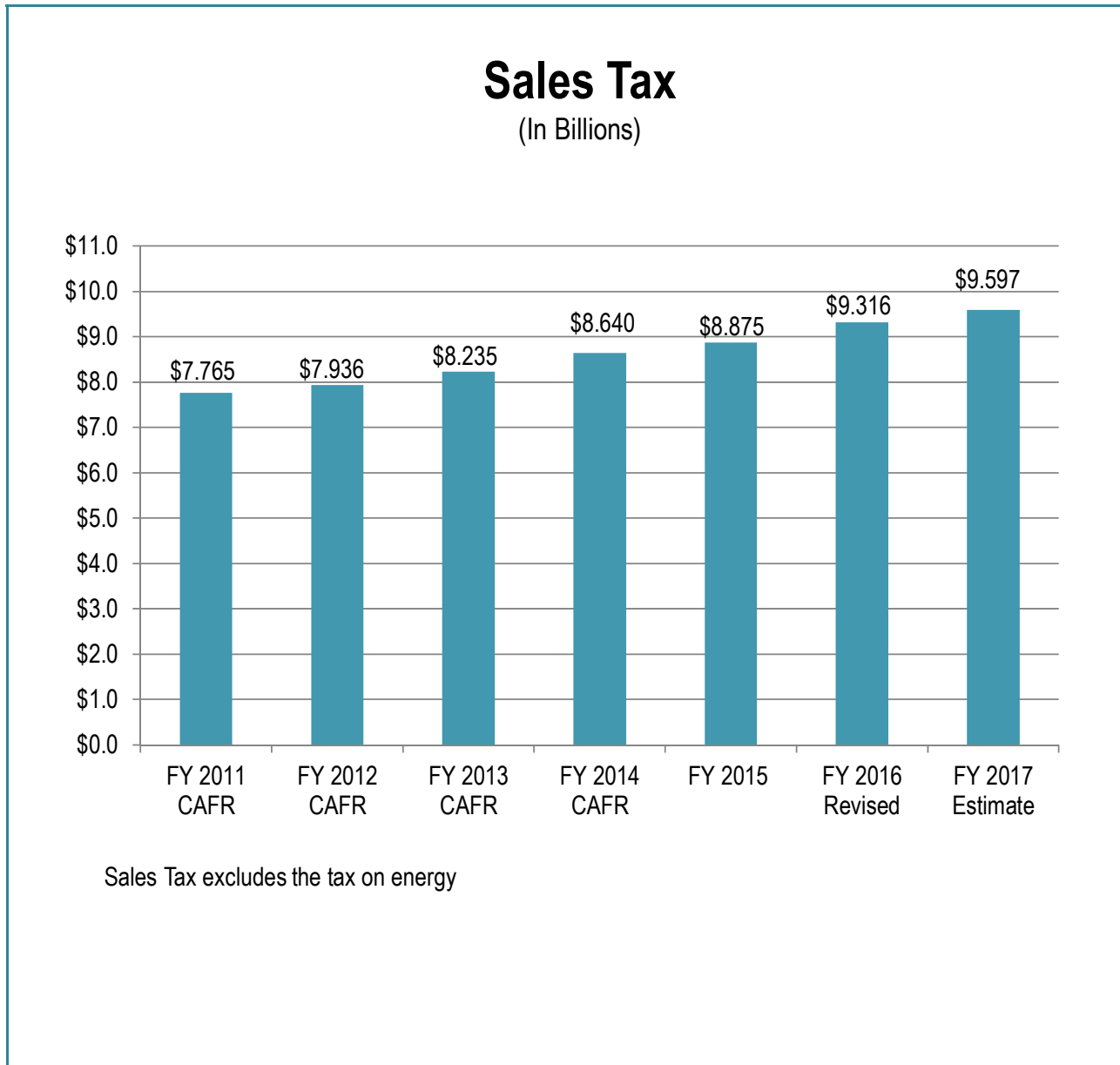
Gross Income Tax

GIT revenue is projected to grow by 4.8% in 2017. This headline figure is higher than base GIT revenue growth of 4.2% due to adjustments for the increased level of EITC payments. Despite job creation and unemployment trends moving in positive directions, the projected growth rate is lower than the five-year-average annual growth rate of 5.1% from 2010 to 2015, as well as slightly below year-to-date and full-year projected growth for fiscal 2016.



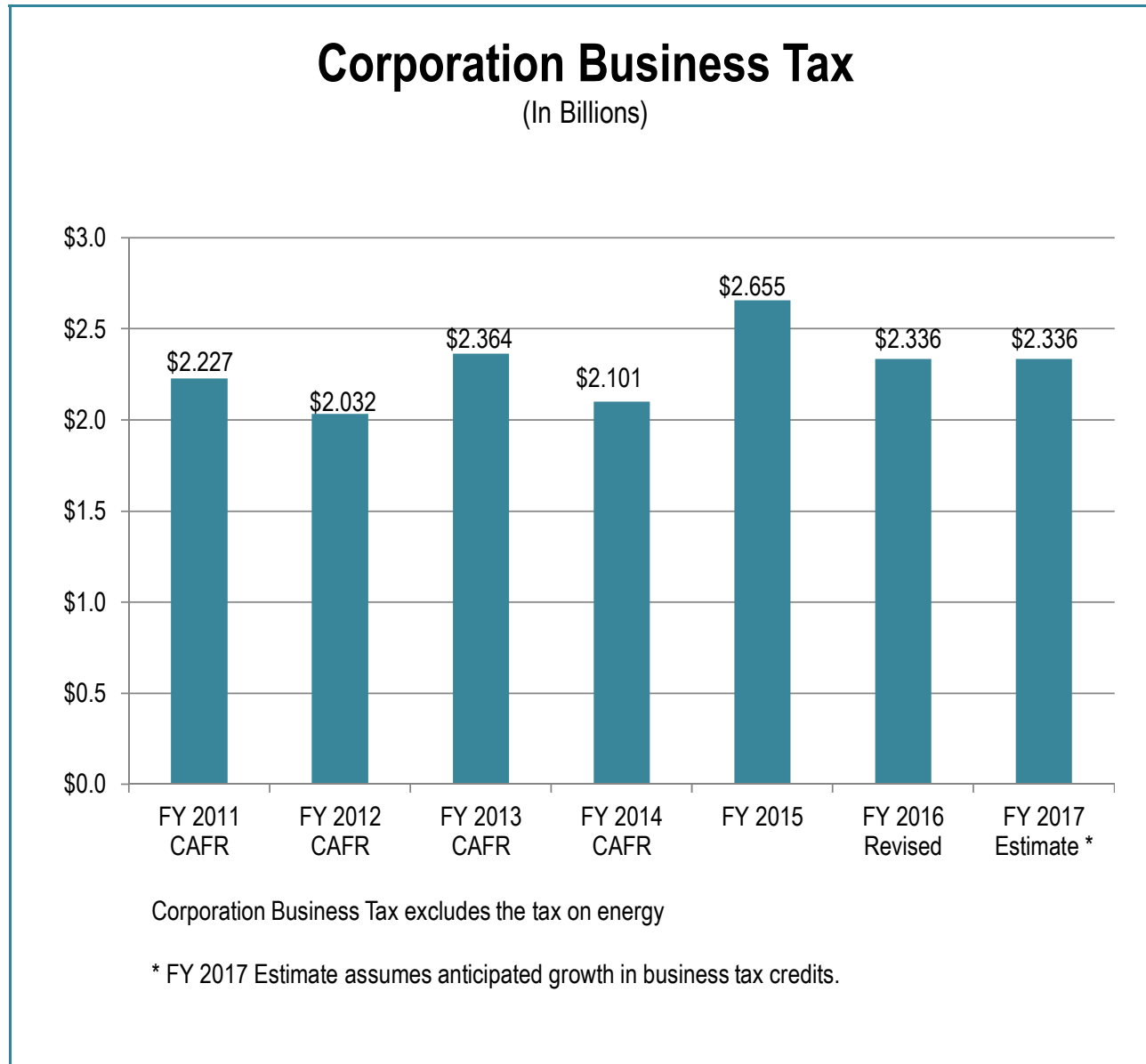
Sales Tax

Sales tax revenue is projected to grow by 3% in 2017, a projected moderation versus the year-to-date sales tax growth of more than 5% in fiscal 2016. Despite job creation and unemployment trends moving in positive directions, it is prudently lower than the five-year-average annual growth rate of 3.4% from 2010 to 2015, as certain cyclical increases tend to moderate at this point in the economic cycle.



Corporation Business Tax

Corporation Business Tax revenue is projected to be flat for 2017. This forecast is higher than the negative growth rate currently projected for fiscal 2016. This volatile tax has shown a recent pattern of decreasing one year and increasing the next, notwithstanding a five-year-average annual growth rate of 5.8% from 2010 to 2015. Despite generally favorable economic trends, the recent conversion of Business Employment Incentive Program (BEIP) grants into tax credits will impact collections making it more prudent to forecast a flat growth rate for 2017.



FY 2016 Budget

(In Millions)

	FY 2016 Approp. Act	FY 2016 Adjusted Approp.	Change	
			\$	%
Opening Surplus	\$ 627	\$ 824		
Revenues				
Income	\$ 13,930	\$ 13,758	(172)	(1.2)
Sales	9,080	9,316	236	2.6
Corporation	2,677	2,336	(341)	(12.7)
Other	8,236	8,391	155	1.9
Total Revenues	\$ 33,923	\$ 33,801	(122)	(0.4)
Lapses		226		
Total Resources	\$ 34,550	\$ 34,851		
Appropriations				
Original	\$ 33,785	\$ 33,785		
Supplemental		279		
Total Appropriations	\$ 33,785	\$ 34,064	279	0.8
Projected Fund Balance	\$ 765	(a) \$ 787		

(a) FY 2016 Approp. Act does not reflect an estimated \$122 million reduction due to increasing the Earned Income Tax Credit (EITC) to 30% from 20% of the federal EITC level, or \$66 million in additional Corporation Business Tax-dedicated appropriations for Open Space. FY 2016 Adjusted Approp. reflects these adjustments.

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 (d)	1,861,608
	Cumulative Totals	<u>\$ 6,274,505</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) Beginning in FY 2004, excess assets were exhausted in most pension funds and the State was required to resume making full pension contributions; however, due to budgetary constraints, the State began "phasing-in" required contributions. In addition, in PERS and TPAF, funds accumulated in the Benefit Enhancement Fund were used to cover the phased-in contributions for these two pension funds in FY 2004, FY 2005 and FY 2006.

(d) FY 2017 funds 4/10ths of the actuarially recommended contribution (ARC).

FY 2017 Budget by Department

(In Thousands)

Department	FY 2016	FY 2017	Change	
	Adjusted Approp.	Budget	\$	%
Chief Executive	\$ 6,736	\$ 6,736	-	-
Agriculture	19,953	19,953	-	-
Banking and Insurance	64,013	64,013	-	-
Children and Families	1,112,917	1,120,008	7,091	0.6
Community Affairs	802,577	822,827	20,250	2.5
Corrections	1,068,266	1,060,917	(7,349)	(0.7)
Education	10,950,400	11,123,302	172,902	1.6
Environmental Protection	350,637	343,401	(7,236)	(2.1)
Health	416,108	532,300	116,192	27.9 *
Human Services	6,712,615	6,572,523	(140,092)	(2.1)
Labor and Workforce Development	167,338	167,338	-	-
Law and Public Safety	554,759	576,118	21,359	3.9
Military and Veterans' Affairs	97,264	96,454	(810)	(0.8)
State	1,260,823	1,275,875	15,052	1.2
Transportation	1,377,096	1,520,398	143,302	10.4
Treasury	1,543,738	1,522,110	(21,628)	(1.4)
Miscellaneous Commissions	776	776	-	-
Total Executive Branch	\$ 26,506,016	\$ 26,825,049	319,033	1.2
Interdepartmental	4,250,724	4,394,975	144,251	3.4 **
Local Pensions and Health Benefits - Education and Treasury	2,059,737	2,465,769	406,032	19.7 **
General Obligation Debt Service - Environmental Protection and Treasury	445,835	340,834	(105,001)	(23.6)
Legislature	77,784	77,636	(148)	(0.2)
Judiciary	723,779	724,429	650	0.1
Total Appropriations	\$ 34,063,875	\$ 34,828,692	764,817	2.2

* Growth includes \$109 million in Graduate Medical Education funding display changes.

** Amount incorporates \$250 million in health benefit plan design savings.

Direct State Services by Department

Christie Administration Controls the Cost of State Government

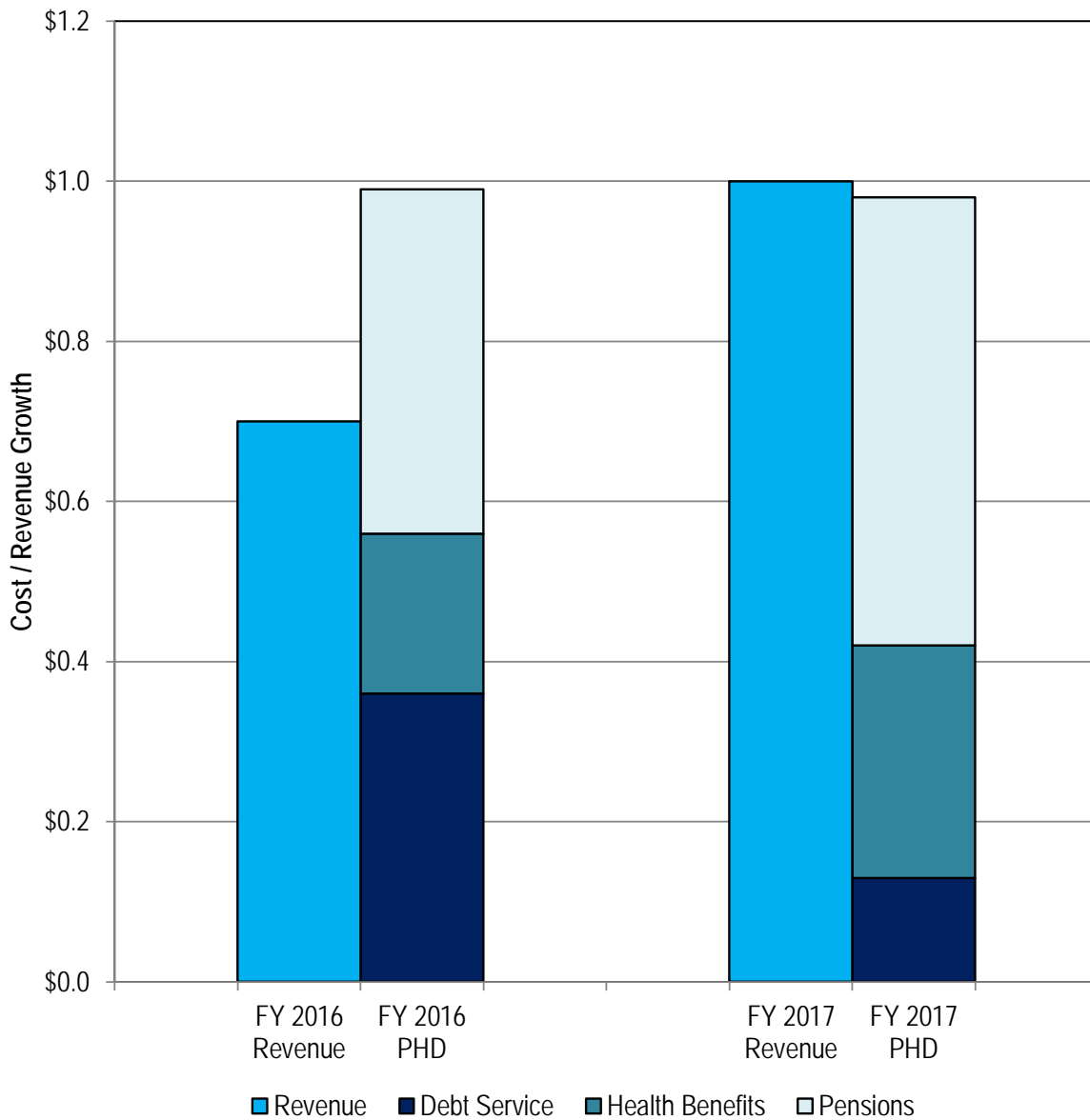
(In Thousands)

Department	FY 2016 Adjusted Approp.	FY 2017 Budget	Change \$	%
Chief Executive	\$ 6,736	\$ 6,736	-	-
Agriculture	7,519	7,519	-	-
Banking and Insurance	64,013	64,013	-	-
Children and Families	267,839	255,129	(12,710)	(4.7)
Community Affairs	40,672	40,672	-	-
Corrections	936,205	929,556	(6,649)	(0.7)
Education	81,179	79,174	(2,005)	(2.5)
Environmental Protection	226,531	225,332	(1,199)	(0.5)
Health	42,647	40,631	(2,016)	(4.7)
Human Services	611,835	578,784	(33,051)	(5.4)
Labor and Workforce Development	94,468	94,468	-	-
Law and Public Safety	535,395	550,554	15,159	2.8
Military and Veterans' Affairs	94,850	94,040	(810)	(0.9)
State	31,727	31,727	-	-
Transportation	125,188	45,188	(80,000)	(63.9)
Treasury	499,266	488,948	(10,318)	(2.1)
Miscellaneous Commissions	776	776	-	-
Total Executive Branch	\$ 3,666,846	\$ 3,533,247	(133,599)	(3.6)
Interdepartmental*	2,877,061	3,035,044	157,983	5.5
Legislature	77,784	77,636	(148)	(0.2)
Judiciary	723,779	724,429	650	0.1
Total Direct State Services	\$ 7,345,470	\$ 7,370,356	24,886	0.3

*Pensions for State Employees represents 22% of the FY 2017 Interdepartmental Direct State Services budget.

Growth in Pensions, Health Benefits and Debt Service (PHD) Consume the Majority of Revenue Growth

(In Billions)



*FY 2017 health benefits reflects costs prior to a \$250 million reduction from plan design savings

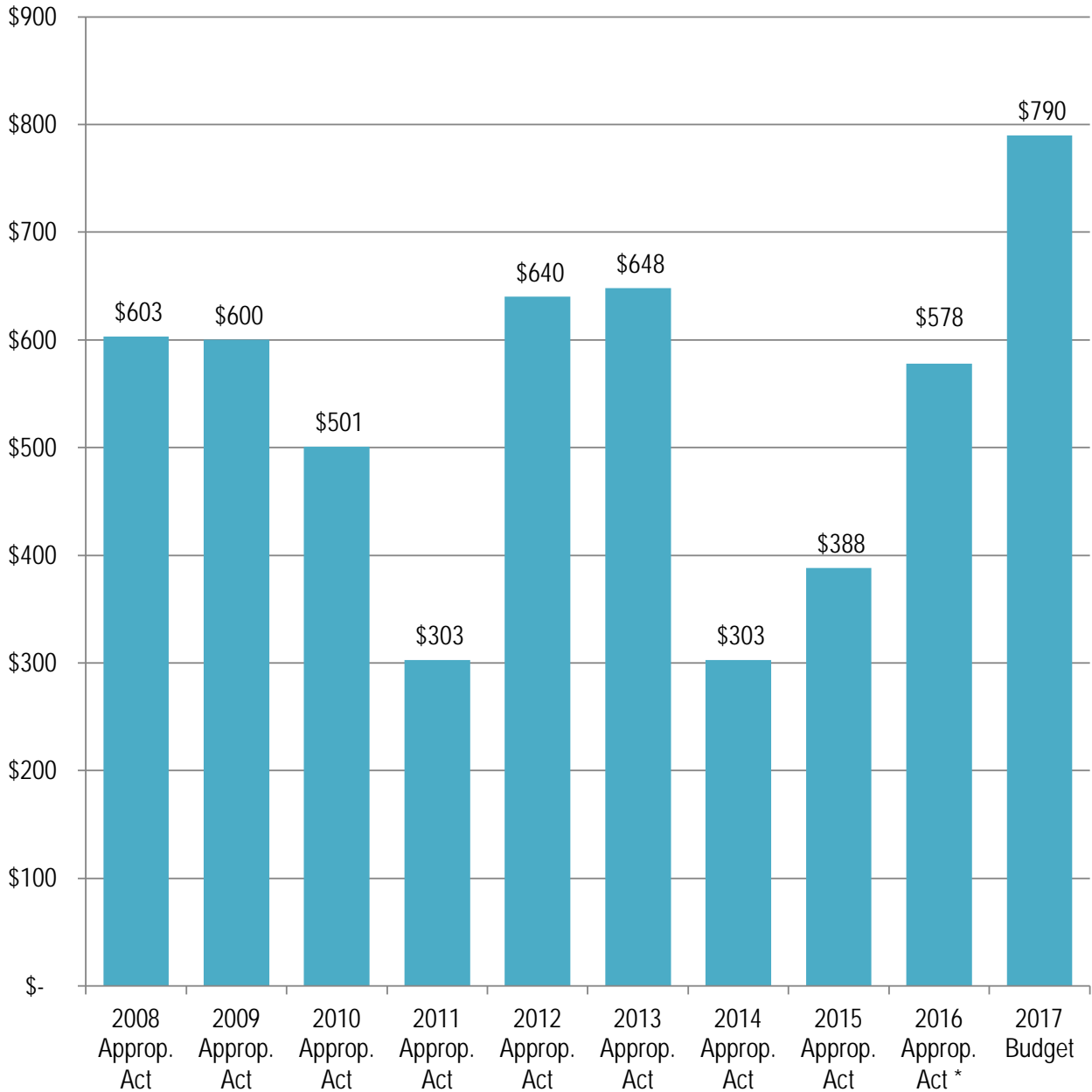
School Aid

(In Millions)

	FY 2016 Adjusted Approp.	FY 2017 Budget	Change
Aid to Schools			
Formula Aid	\$ 7,859.6	\$ 7,896.1	\$ 36.5
Preschool Education Aid	655.5	655.5	-
School Choice Aid	52.5	53.7	1.2
Under Adequacy Aid	16.8	16.8	-
Supplemental Enrollment Growth Aid	4.1	4.1	-
Professional Learning Community Aid	-	13.4	13.4
Host District Support Aid	-	25.9	25.9
Commercial Valuation Stabilization Aid	-	32.0	32.0
Extraordinary Special Education Aid	165.0	170.0	5.0
School Building Aid	51.8	46.0	(5.8)
Debt Service Aid	63.4	72.5	9.1
Other Aid	162.1	139.1	(23.0)
Total Aid to Schools	\$ 9,030.8	\$ 9,125.1	\$ 94.3
Direct State Payments for Education			
Teachers' Pension and Annuity Fund	\$ 800.6	\$ 1,124.0	\$ 323.4
Post Retirement Medical	1,099.6	1,147.7	48.1
Debt Service on Pension Obligation Bonds	184.8	210.8	26.0
Teachers' Social Security	764.3	768.3	4.0
Total Direct State Payments for Education	\$ 2,849.3	\$ 3,250.8	\$ 401.5
School Construction Debt Service	\$ 884.2	\$ 936.3	\$ 52.1
Total School Aid	\$ 12,764.3	\$ 13,312.2	\$ 547.9

Budgeted Ending Fund Balance

(in Millions)



* Adjusted for an estimated \$122 million reduction due to increasing the Earned Income Tax Credit (EITC) to 30% from 20% of the federal EITC level, and \$66 million in additional Corporation Business Tax-dedicated appropriations for Open Space.

Higher Education

(In Thousands)

	FY 2016	FY 2017	Change	
	Adjusted Approp.		Budget	\$
Senior Public Institutions				
Rutgers University	\$ 393,984	\$ 393,984	-	-
New Jersey Institute of Technology	35,440	35,440	-	-
Thomas Edison State University	3,292	3,292	-	-
Rowan University	86,583	85,383	(1,200) ^(a)	(1.4)
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	700,659	699,459	(1,200)	(0.2)
Senior Publics Net Fringe Benefits	747,245	706,006	(41,239)	(5.5)
Total Senior Public Institutions	\$ 1,447,904	\$ 1,405,465	(42,439)	(2.9)
County Colleges				
Operating Support ^(b)	\$ 134,123	\$ 134,123	-	-
Fringe Benefits	\$ 49,160	\$ 52,008	2,848	5.8
Chapter 12 Debt Service	37,390	36,723	(667)	(1.8)
Total County Colleges	\$ 220,673	\$ 222,854	2,181	1.0
Total Independent Colleges and Universities	\$ 1,500	\$ 1,000	(500)	(33.3)
Student Financial Assistance				
Tuition Aid Grants	\$ 385,830	\$ 403,647	17,817	4.6
Part-Time Tuition Aid Grants for County Colleges	8,737	8,737	-	-
NJSTARS I & II	6,907	6,907	-	-
EOF Grants and Scholarships	41,387	38,822	(2,565)	(6.2)
Governor's Urban Scholarship Program	945	945	-	-
Other Student Aid Programs	2,260	2,260	-	-
Total Student Financial Assistance	\$ 446,066	\$ 461,318	15,252	3.4
Other Programs				
Debt Service	\$ 103,346	\$ 101,772	(1,574)	(1.5)
All Other Programs	4,816	15,816 ^(c)	11,000	228.4
Total Other Programs	\$ 108,162	\$ 117,588	9,426	8.7
Grand Total Higher Education	\$ 2,224,305	\$ 2,208,225	(16,080)	(0.7)

(a) Fiscal year 2016 includes a one-time payment to Rowan University of \$1.2 million.

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

(c) Includes \$10 million in funding for Seton Hall University School of Health and Medical Services and \$1 million for College Readiness Now.

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 2017 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.

Summary by Fund	FY 2016	FY 2017
State, Federal and Dedicated		
State Appropriations	34,063,875	34,828,692
Federal Funds	14,765,307	13,960,826
All Other Funds (Dedicated)	5,047,665	4,786,302
Transportation Trust Fund	2,148,163	2,485,200
Special Revenue / Trust / Bonds / Proprietary Funds		
Special Revenue / Trust / Bond Funds	1,922,018	2,092,992
Proprietary Fund (Unemployment Insurance)	2,063,000	2,099,600
Proprietary Fund (Lottery)	2,204,160	2,218,537
Independent Authorities, Colleges and Universities	11,672,232	11,963,372
Grand Total	73,886,420	74,435,521

Summary by Organization and Fund	FY 2016	FY 2017
Legislature		
State Appropriations	77,784	77,636
Chief Executive	7,511	7,511
State Appropriations	6,736	6,736
All Other Funds (Dedicated)	775	775
Agriculture		
581,682	602,504	
State Appropriations	19,953	19,953
Federal Funds	513,377	539,457
All Other Funds (Dedicated)	9,761	9,792
Special Revenue / Trust / Bond Funds	38,591	33,302
Banking and Insurance		
65,417	64,487	
State Appropriations	64,013	64,013
Federal Funds	885	0
All Other Funds (Dedicated)	490	445
Special Revenue / Trust / Bond Funds	29	29
Children and Families		
1,713,971	1,725,628	
State Appropriations	1,112,917	1,120,008
Federal Funds	548,778	553,344
All Other Funds (Dedicated)	52,276	52,276

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

Summary by Organization and Fund	FY 2016	FY 2017
Community Affairs	1,354,525	1,364,955
State Appropriations	802,577	822,827
Federal Funds	456,679	460,292
All Other Funds (Dedicated)	84,733	77,596
Special Revenue / Trust / Bond Funds	10,536	4,240
Corrections	1,100,677	1,094,604
State Appropriations	1,068,266	1,060,917
Federal Funds	8,267	8,685
All Other Funds (Dedicated)	22,791	24,420
Special Revenue / Trust / Bond Funds	1,353	582
Education	13,770,139	14,314,548
State Appropriations	12,850,576	13,395,033
Federal Funds	906,347	906,347
All Other Funds (Dedicated)	13,046	12,998
Special Revenue / Trust / Bond Funds	170	170
Environmental Protection	825,655	817,591
State Appropriations	397,106	394,113
Federal Funds	172,654	170,332
All Other Funds (Dedicated)	121,291	106,528
Special Revenue / Trust / Bond Funds	134,604	146,618
Health	1,758,503	1,740,096
State Appropriations	416,108	532,300
Federal Funds	631,545	656,725
All Other Funds (Dedicated)	705,450	545,671
Special Revenue / Trust / Bond Funds	5,400	5,400
Human Services	18,376,808	17,758,058
State Appropriations	6,712,615	6,572,523
Federal Funds	10,576,640	9,716,568
All Other Funds (Dedicated)	1,074,963	1,456,800
Special Revenue / Trust / Bond Funds	12,590	12,167
Labor and Workforce Development	3,610,391	3,659,072
State Appropriations	167,338	167,338
Federal Funds	490,237	490,237
All Other Funds (Dedicated)	293,816	290,621
Proprietary Fund (Unemployment Insurance)	2,063,000	2,099,600
Special Revenue / Trust / Bond Funds	596,000	611,276

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

Summary by Organization and Fund	FY 2016	FY 2017
Law and Public Safety	966,556	997,828
State Appropriations	554,759	576,118
Federal Funds	183,175	186,029
All Other Funds (Dedicated)	197,619	205,696
Special Revenue / Trust / Bond Funds	31,003	29,985
Military and Veterans' Affairs	208,682	205,155
State Appropriations	97,264	96,454
Federal Funds	106,668	103,967
All Other Funds (Dedicated)	4,670	4,654
Special Revenue / Trust / Bond Funds	80	80
State	1,518,944	1,656,301
State Appropriations	1,260,823	1,275,875
Federal Funds	24,907	24,695
All Other Funds (Dedicated)	17,658	18,125
Special Revenue / Trust / Bond Funds	215,556	337,606
Transportation	4,768,576	4,789,411
State Appropriations	1,377,096	1,520,398
Federal Funds	16,316	16,316
Transportation Trust Fund	2,148,163	2,485,200
All Other Funds (Dedicated)	1,089,603	623,015
Special Revenue / Trust / Bond Funds	137,398	144,482
Treasury	6,259,030	6,203,523
State Appropriations	2,102,665	2,006,270
Federal Funds	8,757	8,757
All Other Funds (Dedicated)	1,204,768	1,202,935
Proprietary Fund (Lottery)	2,204,160	2,218,537
Special Revenue / Trust / Bond Funds	738,680	767,024
Miscellaneous Commissions	776	776
State Appropriations	776	776
Interdepartmental Accounts	4,304,065	4,448,316
State Appropriations	4,250,724	4,394,975
All Other Funds (Dedicated)	53,313	53,313
Special Revenue / Trust / Bond Funds	28	28
The Judiciary	944,496	944,146
State Appropriations	723,779	724,429
Federal Funds	120,075	119,075
All Other Funds (Dedicated)	100,642	100,642

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

Summary by Organization and Fund	FY 2016	FY 2017
Independent Authorities (a)	7,267,179	7,552,651
New Jersey Transit Corporation	2,682,300	2,890,480
Higher Education Student Assistance Authority	1,630,721	1,706,002
New Jersey Turnpike Authority (b)	1,643,295	1,675,042
University Hospital	503,742	512,671
New Jersey Housing and Mortgage Finance Agency	303,431	270,913
Casino Reinvestment Development Authority (b)	148,110	149,000
South Jersey Transportation Authority (b)	115,755	114,152
Economic Development Authority (b)	94,493	96,696
New Jersey Sports and Exposition Authority (b)(c)	61,912	53,912
New Jersey Water Supply Authority	27,751	27,272
South Jersey Port Corporation (b)	38,067	38,067
New Jersey Environmental Infrastructure Trust	7,836	7,836
New Jersey Health Care Facilities Financing Authority (b)	4,210	4,165
New Jersey Educational Facilities Authority	3,493	3,243
New Jersey Redevelopment Authority (b)	2,063	3,200
Colleges and Universities (a)	4,405,053	4,410,721
Rutgers, The State University - New Brunswick	1,883,515	1,884,302
Rowan University	387,402	390,392
New Jersey Institute of Technology	352,534	352,534
Montclair State University	322,903	326,255
Rutgers, The State University - Newark	316,143	316,497
The College of New Jersey	187,355	184,288
Kean University	167,085	167,085
Stockton University	158,945	158,945
William Paterson University of New Jersey	149,256	149,670
Rutgers, The State University - Camden	135,693	135,842
Ramapo College of New Jersey	108,863	109,552
New Jersey City University	105,587	105,587
Thomas A. Edison State University	68,592	68,592
New Jersey Agricultural Experiment Station	61,180	61,180
Grand Total	73,886,420	74,435,521

Notes:

- (a) Revenues do not include State appropriations or bond proceeds.
- (b) Authority operates on a calendar year budget. In these instances, FY 2016 represents calendar-year ending 12/31/2015, and FY 2017 represents calendar-year ending 12/31/2016.
- (c) Pursuant to P.L.2015, c.19, the New Jersey Meadowlands Commission was dissolved, and the New Jersey Sports and Exposition Authority absorbed the powers and assets of the New Jersey Meadowlands Commission.

SUMMARY OF APPROPRIATIONS MAJOR INCREASES AND DECREASES

This table summarizes the major increases and decreases in the fiscal year 2017 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)

The largest of the increases below, which are spread across various components of the budget, are a \$555 million increase in funding for defined benefit pensions and increases in public employee/retiree health care and prescription costs totaling \$290 million, offset by \$250 million in savings from proposed reforms.

	<u>Increases</u>	<u>Decreases</u>	<u>Net Change</u>
State Operations			
Pensions - State Employees (Component of Overall Increase of \$555 million).....	\$ 185.069		
State Active and Retiree Employee Health Benefits (Component of Overall Increase of \$290 million).....	90.512		
Central Salary Program.....	29.275		
Debt Service.....	10.228		
Psychiatric Hospital Staffing Improvements.....	3.450		
Property Rentals.....	2.704		
Mid-State Correctional Facility Licensed Drug Treatment Program.....	2.000		
Office of the Public Defender Bail Reform.....	1.707		
State Police - 158th Recruit Class.....	1.500		
Accountable Care Organization Support.....	1.500		
TEACHNJ Arbitrators.....	1.000		
Drug Court Expansion - Operations.....	0.650		
Subtotal - State Operations Increases	\$ 329.595		

APPROPRIATIONS
MAJOR INCREASES AND DECREASES
(millions of dollars)

	<u>Increases</u>	<u>Decreases</u>	<u>Net Change</u>
Health Benefits Reforms Savings (Component of Overall Savings of \$250 million).....		\$ (84.987)	
Winter Operations/Snow Removal.....		(80.000)	
FY16 Medical Malpractice Self-Insurance Fund - Rutgers, Rowan, and University Hospital.....		(44.000)	
FY16 Tort Claims Liability Fund.....		(25.000)	
Shift of Funding from Institutions to Community Settings.....		(25.000)	
Department of Corrections Efficiencies.....		(10.939)	
FY16 Division of Law - Contingency and Legal Fees.....		(8.000)	
State Police Efficiencies.....		(6.300)	
Employer Taxes.....		(6.255)	
Statewide Assessment Program (PARCC).....		(3.000)	
Other (Net).....		(11.228)	
Subtotal - State Operations Decreases		<u>\$ (304.709)</u>	
Net Change (State Operations)			<u>\$ 24.886</u>
Grants-In-Aid			
NJ Transit Subsidy Replacing Turnpike Funding.....	\$ 127.700		
Graduate Medical Education (Technical Display Only; Not an Increase).....	109.000		
Reduced Federal Match on Affordable Care Act Expansion.....	74.581		
Behavioral Health Rate Increase.....	49.464		
Higher Education Employee Benefits Excluding Pensions (Portion Attributable to Overall Increase of \$290 million).....	42.300		
Children's System of Care Grant Trend.....	28.291		
Shift of Funding from Institutions to Community Settings.....	25.000		
Pensions - Higher Education Employees (Component of Overall Increase of \$555 million).....	21.979		
Graduate Medical Education - Funding Increase.....	20.000		
Tuition Aid Grants - 2% Increase.....	17.817		
Annualization of 2016 NJ FamilyCare Physician Reimbursement Increase.....	15.000		
Brownfield Site Reimbursement Fund Trend.....	10.123		
Seton Hall University School of Health and Medical Sciences.....	10.000		
FY16/FY17 Mental Health Olmstead Support Services.....	7.500		
Gubernatorial Election Fund - June 2017 Primary.....	6.200		
Developmental Disabilities One-Time Community Provider Increase.....	5.000		
Economic Redevelopment and Growth Grants Trend.....	4.515		
Opportunity Scholarship Demonstration Program.....	1.000		
College Readiness Now.....	1.000		
Lifeline Credit and Tenants' Assistance Rebate Programs Client Trend.....	0.313		
Subtotal - Grants-In-Aid Increases	<u>\$ 576.783</u>		
Charity Care.....		\$ (150.000)	
Health Benefits Reforms Savings (Component of Overall Savings of \$250 million).....		(60.707)	
Enhanced Federal Match and Third-Party Recoveries.....		(29.480)	
Homestead Benefit Program Trend (No Program Change).....		(18.500)	
Children's Health Insurance Program - Shift to Non-State Funds.....		(17.977)	

APPROPRIATIONS
MAJOR INCREASES AND DECREASES
(millions of dollars)

	<u>Increases</u>	<u>Decreases</u>	<u>Net Change</u>
Debt Service.....		(15.798)	
Senior and Disabled Citizens' Property Tax Freeze Trend (No Program Change).....		(13.800)	
Federal Match on Community Support Services.....		(10.378)	
Health Care Subsidy Fund Trend.....		(9.436)	
PAAD/Senior Gold Prescription Discount Program Trend (No Program Change).....		(8.714)	
Meadowlands Regional Assessment.....		(4.500)	
NJ Sports and Exposition Authority.....		(1.500)	
NJ FamilyCare/Disability Services Health Care Trend.....		(1.420)	
Other (Net).....		(59.203)	
Subtotal - Grants-In-Aid Decreases		<u>\$ (401.413)</u>	
Net Change (Grants-In-Aid)			<u>\$ 175.370</u>
State Aid			
Pensions - Teachers (Component of Overall Increase of \$555 million).....	\$ 321.988		
Teachers' Post-Retirement Medical (Component of Overall Increase of \$290 million).....	150.056		
Debt Service.....	89.032		
School Formula Aid.....	36.499		
Commercial Valuation Stabilization Aid (School Aid).....	32.000		
Consolidated Municipal Property Tax Relief Aid (Shift from Transitional Aid - Flat Funding).....	29.000		
Host District Support Aid (School Aid).....	25.860		
Pensions - Local Employees (Component of Overall Increase of \$555 million).....	25.468		
Local Employee Benefits (Portion Attributable to Overall Increase of \$290 million).....	16.773		
Professional Learning Community Aid (School Aid).....	13.427		
Extraordinary Special Education Aid (School Aid).....	5.000		
Supplemental Security Income Trend.....	2.794		
School Choice Aid.....	1.222		
Unknown District of Residence (School Aid).....	1.000		
Nonpublic School Aid.....	1.000		
Subtotal - State Aid Increases	<u>\$ 751.119</u>		
Health Benefits Reforms Savings (Component of Overall Savings of \$250 million).....		\$ (104.306)	
General Assistance Trend.....		(22.255)	
Support of Patients in County Psychiatric Hospitals Trend.....		(8.519)	
School Aid Payment Changes.....		(6.661)	
SSI Administrative Efficiencies.....		(6.000)	
School Building Aid.....		(5.776)	

APPROPRIATIONS
MAJOR INCREASES AND DECREASES
(millions of dollars)

	<u>Increases</u>	<u>Decreases</u>	<u>Net Change</u>
Senior/Disabled and Veterans' Property Tax Deductions Trend (No Program Change).....		(3.700)	
Charter School Aid.....		(2.843)	
Transportation Assistance for Senior Citizens and Disabled Residents.....		(1.301)	
Other (Net).....		(13.555)	
Subtotal - State Aid Decreases		<u>\$ (174.916)</u>	
Net Change (State Aid)			<u>\$ 576.203</u>
Capital Construction			
New Jersey Transportation Capital Program.....	\$ 96.903		
New Jersey Building Authority - Debt Service.....	2.406		
Subtotal - Capital Construction Increases	<u>\$ 99.309</u>		
Corporation Business Tax Dedication.....		\$ (5.937)	
Garden State Preservation Trust Debt Service.....		(0.013)	
Subtotal - Capital Construction Decreases		<u>\$ (5.950)</u>	
Net Change (Capital Construction)			<u>\$ 93.359</u>
Debt Service			
General Obligation Bond Debt Service.....		\$ (105.001)	
Subtotal - Debt Service Decreases		<u>\$ (105.001)</u>	
Net Change (Debt Service)			<u>\$ (105.001)</u>
GRAND TOTAL	<u>\$ 1,756.806</u>	<u>\$ (991.989)</u>	<u>\$ 764.817</u>

TABLE I
SUMMARY OF FISCAL YEAR 2016-17 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.*

	2016 Adjusted Approp.	2017 Recommended	----- Change Dollar	----- Change Percent
GENERAL FUND AND PROPERTY TAX RELIEF FUND				
State Aid and Grants	24,545,783	25,295,414	749,631	3.1 %
State Operations				
Executive Branch	3,610,681	3,482,016	(128,665)	(3.6)
Legislature	77,784	77,636	(148)	(0.2)
Judiciary	723,779	724,429	650	0.1
Interdepartmental	2,877,061	3,035,044	157,983	5.5
Total State Operations	7,289,305	7,319,125	29,820	0.4 %
Capital Construction	1,523,565	1,616,924	93,359	6.1
Debt Service	445,835	340,834	(105,001)	(23.6)
TOTAL GENERAL FUND AND PROPERTY TAX RELIEF FUND	33,804,488	34,572,297	767,809	2.3 %
CASINO CONTROL FUND	55,202	50,268	(4,934)	(8.9)
CASINO REVENUE FUND	204,185	199,927	(4,258)	(2.1)
GUBERNATORIAL ELECTIONS FUND	---	6,200	6,200	
GRAND TOTAL STATE APPROPRIATIONS	34,063,875	34,828,692	764,817	2.2 %

TABLE II
SUMMARY OF FISCAL YEAR 2016-17 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, 2015					Year Ending June 30, 2017			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2016 Adjusted Approp.	Requested	Recom- mended
					General Fund			
7,099,007	457,504	75,301	7,631,812	7,242,676	Direct State Services	7,289,305	7,319,625	7,319,125
9,382,288	113,240	5,321	9,500,849	9,200,922	Grants-in-Aid	9,585,397	9,931,191	9,789,824
517,454	32,234	-254	549,434	512,879	State Aid	491,146	461,534	454,811
1,391,695	183,392	-920	1,574,167	1,304,280	Capital Construction	1,523,565	1,493,573	1,493,573
382,832	---	-2,031	380,801	379,966	Debt Service	445,835	340,834	340,834
18,773,276	786,370	77,417	19,637,063	18,640,723	Total General Fund	19,335,248	19,546,757	19,398,167
					Property Tax Relief Fund	14,469,240	15,180,830	15,174,130
14,021,229	4,143	-28,501	13,996,871	13,933,361	Casino Control Fund	55,202	50,268	50,268
60,408	1,053	---	61,461	49,482	Casino Revenue Fund	204,185	199,927	199,927
270,172	2	---	270,174	269,851	Gubernatorial Elections Fund	---	6,200	6,200
---	---	---	---	---				
33,125,085	791,568	48,916	33,965,569	32,893,417	GRAND TOTAL STATE APPROPRIATIONS	34,063,875	34,983,982	34,828,692

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.

Year Ending June 30, 2015					Year Ending June 30, 2017			
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Total Expended	2016 Adjusted Approp.	Requested	Recommended	
<u>DIRECT STATE SERVICES</u>								
Legislative Branch								
11,700	3,790	---	15,490	12,732	Senate	11,700	11,700	11,700
18,217	4,331	---	22,548	17,804	General Assembly	18,217	18,217	18,217
32,751	1,852	424	35,027	32,207	Legislative Support Services	32,294	32,146	32,146
15,573	6,963	---	22,536	15,380	Legislative Commissions	15,573	15,573	15,573
78,241	16,936	424	95,601	78,123	Total Legislative Branch	77,784	77,636	77,636
Executive Branch								
6,705	80	---	6,785	6,474	Chief Executive	6,736	6,736	6,736
7,241	2,607	495	10,343	10,243	Department of Agriculture	7,519	7,519	7,519
64,013	1,197	1	65,211	57,156	Department of Banking and Insurance	64,013	64,013	64,013
279,530	3	12,300	291,833	291,779	Department of Children and Families	267,839	255,129	255,129
39,061	21,743	-7,655	53,149	52,104	Department of Community Affairs	40,672	40,672	40,672
942,585	4,288	20,111	966,984	943,694	Department of Corrections	936,205	929,556	929,556
90,840	1,881	367	93,088	85,133	Department of Education	81,179	79,174	79,174
224,846	44,727	6,271	275,844	259,764	Department of Environmental Protection	226,531	225,332	225,332
47,425	12,556	1,480	61,461	58,699	Department of Health	42,647	40,631	40,631
606,955	19,119	68,861	694,935	649,849	Department of Human Services	611,835	578,784	578,784
606,084	19,117	68,861	694,062	648,999	(From General Fund)	610,964	577,913	577,913
871	2	---	873	850	(From Casino Revenue Fund)	871	871	871
93,365	51,721	467	145,553	134,156	Department of Labor and Workforce Development	94,468	94,468	94,468
532,471	187,219	8,659	728,349	646,226	Department of Law and Public Safety	535,395	550,554	550,554
480,176	186,991	8,659	675,826	602,660	(From General Fund)	488,267	507,932	507,932
52,203	228	---	52,431	43,474	(From Casino Control Fund)	47,036	42,530	42,530
92	---	---	92	92	(From Casino Revenue Fund)	92	92	92
94,140	6,733	808	101,681	97,566	Department of Military and Veterans' Affairs	94,850	94,040	94,040
28,328	1,909	363	30,600	29,669	Department of State	31,727	32,227	31,727
157,881	8,249	5,151	171,281	164,462	Department of Transportation	125,188	45,188	45,188
483,320	19,536	6,604	509,460	469,417	Department of the Treasury	499,266	488,948	488,948
475,115	18,711	6,604	500,430	463,409	(From General Fund)	491,100	481,210	481,210
8,205	825	---	9,030	6,008	(From Casino Control Fund)	8,166	7,738	7,738
776	8	---	784	770	Miscellaneous Commissions	776	776	776
3,699,482	383,576	124,283	4,207,341	3,957,161	Total Executive Branch	3,666,846	3,533,747	3,533,247
3,638,111	382,521	124,283	4,144,915	3,906,737	(From General Fund)	3,610,681	3,482,516	3,482,016
60,408	1,053	---	61,461	49,482	(From Casino Control Fund)	55,202	50,268	50,268
963	2	---	965	942	(From Casino Revenue Fund)	963	963	963
Interdepartmental Accounts								
152,305	210	10,940	163,455	160,781	Property Rentals	148,820	150,841	150,841
182,175	3,828	1	186,004	166,137	Insurance and Other Services	198,045	128,767	128,767
2,245,564	1	7,580	2,253,145	2,224,511	Employee Benefits	2,462,515	2,666,118	2,666,118
20,531	24,404	-375	44,560	20,166	Other Interdepartmental Accounts	19,363	12,525	12,525
77,508	15,730	-34,545	58,693	14,634	Salary Increases and Other Benefits	34,225	62,700	62,700
12,153	202	2,500	14,855	13,059	Utilities and Other Services	14,093	14,093	14,093
2,690,236	44,375	-13,899	2,720,712	2,599,288	Total Interdepartmental Accounts	2,877,061	3,035,044	3,035,044

Year Ending June 30, 2015					Year Ending June 30, 2017			
Orig. & (S)Supplemental	Reapp. & (R)Recpts.	Transfers & (E)Emergencies	Total Available	Expended		2016 Adjusted Approp.	Requested	Recommended
					<u>DIRECT STATE SERVICES</u>			
					Judicial Branch			
692,419	13,672	-35,507	670,584	658,528	The Judiciary	723,779	724,429	724,429
692,419	13,672	-35,507	670,584	658,528	Total Judicial Branch	723,779	724,429	724,429
7,160,378	458,559	75,301	7,694,238	7,293,100	Total Direct State Services	7,345,470	7,370,856	7,370,356
7,099,007	457,504	75,301	7,631,812	7,242,676	(From General Fund)	7,289,305	7,319,625	7,319,125
60,408	1,053	---	61,461	49,482	(From Casino Control Fund)	55,202	50,268	50,268
963	2	---	965	942	(From Casino Revenue Fund)	963	963	963
					<u>GRANTS-IN-AID</u>			
					Executive Branch			
6,818	684	136	7,638	6,911	Department of Agriculture	6,818	6,818	6,818
818,271	88	7,257	825,616	821,723	Department of Children and Families	845,078	864,879	864,879
42,958	1,806	7,656	52,420	51,535	Department of Community Affairs	44,390	35,640	35,640
104,841	---	-2,869	101,972	98,627	Department of Corrections	109,561	108,861	108,861
5,150	---	30	5,180	5,095	Department of Education	5,085	3,650	3,650
20,267	100,315	-1,929	118,653	56,743	Department of Environmental Protection	2,125	2,025	2,025
319,236	1,371	3,507	324,114	296,753	Department of Health	373,461	491,669	491,669
318,707	1,371	3,507	323,585	296,237	(From General Fund)	372,932	491,140	491,140
529	---	---	529	516	(From Casino Revenue Fund)	529	529	529
5,629,042	5,235	953	5,635,230	5,489,711	Department of Human Services	5,666,783	5,591,751	5,591,751
5,380,822	5,235	953	5,387,010	5,241,778	(From General Fund)	5,485,110	5,413,035	5,413,035
248,220	---	---	248,220	247,933	(From Casino Revenue Fund)	181,673	178,716	178,716
72,492	---	2,613	75,105	75,081	Department of Labor and Workforce Development	72,870	72,870	72,870
70,296	---	2,613	72,909	72,885	(From General Fund)	70,674	70,674	70,674
2,196	---	---	2,196	2,196	(From Casino Revenue Fund)	2,196	2,196	2,196
17,364	---	-19	17,345	15,988	Department of Law and Public Safety	17,364	23,564	23,564
17,364	---	-19	17,345	15,988	(From General Fund)	17,364	17,364	17,364
---	---	---	---	---	(From Gubernatorial Elections Fund)	---	6,200	6,200
2,624	---	-50	2,574	2,402	Department of Military and Veterans' Affairs	2,414	2,414	2,414
1,230,123	1,030	-362	1,230,791	1,225,994	Department of State	1,214,091	1,369,010	1,229,143
40,284	419	---	40,703	40,284	Department of Transportation	33,156	160,856	160,856
765,604	1,291	---	766,895	723,514	Department of the Treasury	773,302	765,353	763,853
187,304	1,291	---	188,595	151,577	(From General Fund)	213,602	237,953	236,453
578,300	---	---	578,300	571,937	(From Property Tax Relief Fund)	559,700	527,400	527,400
9,075,074	112,239	16,923	9,204,236	8,910,361	Total Executive Branch	9,166,498	9,499,360	9,357,993
8,245,829	112,239	16,923	8,374,991	8,087,779	(From General Fund)	8,422,400	8,784,319	8,642,952
578,300	---	---	578,300	571,937	(From Property Tax Relief Fund)	559,700	527,400	527,400
250,945	---	---	250,945	250,645	(From Casino Revenue Fund)	184,398	181,441	181,441
---	---	---	---	---	(From Gubernatorial Elections Fund)	---	6,200	6,200
					Interdepartmental Accounts			
964,285	---	-11,602	952,683	940,548	Employee Benefits	1,030,441	1,035,125	1,035,125
13,200	1	---	13,201	12,906	Other Interdepartmental Accounts	---	---	---
158,974	1,000	---	159,974	159,689	Aid to Independent Authorities	132,556	111,747	111,747
1,136,459	1,001	-11,602	1,125,858	1,113,143	Total Interdepartmental Accounts	1,162,997	1,146,872	1,146,872
10,211,533	113,240	5,321	10,330,094	10,023,504	Total Grants-in-Aid	10,329,495	10,646,232	10,504,865
9,382,288	113,240	5,321	9,500,849	9,200,922	(From General Fund)	9,585,397	9,931,191	9,789,824
578,300	---	---	578,300	571,937	(From Property Tax Relief Fund)	559,700	527,400	527,400
250,945	---	---	250,945	250,645	(From Casino Revenue Fund)	184,398	181,441	181,441
---	---	---	---	---	(From Gubernatorial Elections Fund)	---	6,200	6,200

Year Ending June 30, 2015					Year Ending June 30, 2017			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	2016 Adjusted Approp.	Requested	Recom- mended	
STATE AID								
Executive Branch								
5,623	---	---	5,623	5,615	Department of Agriculture	5,616	5,616	5,616
717,935	163	-325,173	392,925	383,229	Department of Community Affairs	717,515	746,515	746,515
1,600	163	---	1,763	1,462	(From General Fund)	1,600	1,600	1,600
716,335	---	-325,173	391,162	381,767	(From Property Tax Relief Fund)	715,915	744,915	744,915
22,500	---	---	22,500	21,354	Department of Corrections	22,500	22,500	22,500
22,500	---	---	22,500	21,354	(From Property Tax Relief Fund)	22,500	22,500	22,500
12,073,326	39	-4,127	12,069,238	12,034,719	Department of Education	12,764,312	13,312,209	13,312,209
153,115	39	-317	152,837	152,663	(From General Fund)	162,524	149,274	149,274
11,920,211	---	-3,810	11,916,401	11,882,056	(From Property Tax Relief Fund)	12,601,788	13,162,935	13,162,935
8,830	834	754	10,418	9,924	Department of Environmental Protection	9,010	9,010	9,010
6,130	834	---	6,964	6,483	(From General Fund)	6,310	6,310	6,310
2,700	---	754	3,454	3,441	(From Property Tax Relief Fund)	2,700	2,700	2,700
476,113	28,143	-24,340	479,916	448,034	Department of Human Services	433,997	401,988	401,988
291,547	24,000	---	315,547	287,666	(From General Fund)	265,863	242,373	242,373
184,566	4,143	-24,340	164,369	160,368	(From Property Tax Relief Fund)	168,134	159,615	159,615
2,000	2,616	20	4,636	3,120	Department of Law and Public Safety	2,000	2,000	2,000
---	2,616	20	2,636	1,120	(From General Fund)	---	---	---
2,000	---	---	2,000	2,000	(From Property Tax Relief Fund)	2,000	2,000	2,000
24,865	309	---	25,174	25,174	Department of State	15,005	21,728	15,005
18,264	---	---	18,264	18,264	Department of Transportation	18,824	17,523	17,523
18,264	---	---	18,264	18,264	(From Casino Revenue Fund)	18,824	17,523	17,523
447,191	4,273	324,111	775,575	761,134	Department of the Treasury	430,731	470,047	463,347
34,574	4,273	43	38,890	32,696	(From General Fund)	34,228	34,633	34,633
412,617	---	324,068	736,685	728,438	(From Property Tax Relief Fund)	396,503	435,414	428,714
13,796,647	36,377	-28,755	13,804,269	13,710,567	Total State Aid	14,419,510	15,009,136	14,995,713
517,454	32,234	-254	549,434	512,879	(From General Fund)	491,146	461,534	454,811
13,260,929	4,143	-28,501	13,236,571	13,179,424	(From Property Tax Relief Fund)	13,909,540	14,530,079	14,523,379
18,264	---	---	18,264	18,264	(From Casino Revenue Fund)	18,824	17,523	17,523
CAPITAL CONSTRUCTION								
Executive Branch								
---	10,247	---	10,247	7,194	Department of Corrections	---	---	---
---	980	---	980	138	Department of Education	---	---	---
90,937	134,896	-7,318	218,515	77,976	Department of Environmental Protection	112,971	107,034	107,034
---	3,303	---	3,303	2,397	Department of Human Services	---	---	---
---	1,212	---	1,212	736	Department of Law and Public Safety	---	---	---
---	1,500	---	1,500	---	Department of Military and Veterans' Affairs	---	---	---
1,264,043	---	38	1,264,081	1,179,894	Department of Transportation	1,199,928	1,296,831	1,296,831
1,082,043	---	38	1,082,081	997,894	(From General Fund)	1,199,928	1,173,480	1,173,480
182,000	---	---	182,000	182,000	(From Property Tax Relief Fund)	---	123,351	123,351
---	2,728	---	2,728	150	Department of the Treasury	---	---	---
1,354,980	154,866	-7,280	1,502,566	1,268,485	Total Executive Branch	1,312,899	1,403,865	1,403,865
1,172,980	154,866	-7,280	1,320,566	1,086,485	(From General Fund)	1,312,899	1,280,514	1,280,514
182,000	---	---	182,000	182,000	(From Property Tax Relief Fund)	---	123,351	123,351
Interdepartmental Accounts								
218,715	28,525	6,360	253,600	217,795	Capital Projects - Statewide	210,666	213,059	213,059
218,715	28,525	6,360	253,600	217,795	Total Interdepartmental Accounts	210,666	213,059	213,059
1,573,695	183,392	-920	1,756,167	1,486,280	Total Capital Construction	1,523,565	1,616,924	1,616,924
1,391,695	183,392	-920	1,574,167	1,304,280	(From General Fund)	1,523,565	1,493,573	1,493,573
182,000	---	---	182,000	182,000	(From Property Tax Relief Fund)	---	123,351	123,351

Year Ending June 30, 2015					Year Ending June 30, 2017			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2016 Adjusted Approp.	Requested	Recom- mended
					DEBT SERVICE			
					Executive Branch			
34,698	---	16,399	51,097	50,912	Department of Environmental Protection	46,469	50,712	50,712
348,134	---	-18,430	329,704	329,054	Department of the Treasury	399,366	290,122	290,122
382,832	---	-2,031	380,801	379,966	Total Debt Service	445,835	340,834	340,834
33,125,085	791,568	48,916	33,965,569	32,893,417	GRAND TOTAL-STATE			
					APPROPRIATIONS			
18,773,276	786,370	77,417	19,637,063	18,640,723	(From General Fund)	34,063,875	34,983,982	34,828,692
60,408	1,053	---	61,461	49,482	(From Casino Control Fund)	19,335,248	19,546,757	19,398,167
14,021,229	4,143	-28,501	13,996,871	13,933,361	(From Property Tax Relief Fund)	55,202	50,268	50,268
270,172	2	---	270,174	269,851	(From Casino Revenue Fund)	14,469,240	15,180,830	15,174,130
---	---	---	---	---	(From Gubernatorial Elections Fund)	204,185	199,927	199,927
						---	6,200	6,200

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.

	2015 Expenditures	2016 Adjusted Appropriation	2017 Requested	2017 Recom- mended
General Fund--				
Direct State Services--				
Personal Services	3,383,887	3,271,578	3,219,363	3,262,475
Materials and Supplies	185,121	175,829	175,604	175,604
Services Other Than Personal	529,307	451,275	453,390	453,390
Maintenance and Fixed Charges	366,291	323,839	247,684	247,684
Improvements and Equipment	52,397	50,568	49,416	49,416
Employee Pension and Health Benefits	2,224,511	2,462,515	2,666,118	2,666,118
Special Purpose	501,162	553,701	508,050	464,438
<i>Total Direct State Services</i>	<u>7,242,676</u>	<u>7,289,305</u>	<u>7,319,625</u>	<u>7,319,125</u>
Grants-in-Aid--				
Employee Pension and Health Benefits	940,548	1,030,441	1,035,125	1,035,125
Rutgers, The State University	409,243	393,984	432,795	393,984
New Jersey Institute of Technology	37,696	35,440	39,600	35,440
Rowan University	88,792	86,583	100,483	85,383
State Colleges and Universities	199,091	184,652	266,448	184,652
Other Higher Education Programs	61,833	105,146	104,572	104,572
Student Aid--Scholarships and Grants	424,199	446,070	461,322	461,322
Support of Independent Higher Education Institutions	2,237	2,737	13,737	12,237
Correctional Programs	98,627	114,561	108,861	108,861
Support of the Arts	16,243	16,500	16,500	16,500
Transit Subsidy	40,284	33,156	160,856	160,856
Welfare Support Programs	192,437	199,819	203,614	203,614
NJ FamilyCare	3,981,261	4,141,620	4,052,231	4,052,231
Pharmaceutical Assistance Programs	70,267	69,528	61,263	61,263
Children and Families	821,723	845,078	864,879	864,879
Services for Individuals with Developmental Disabilities	543,796	621,378	626,691	626,691
Community Mental Health and Addiction Services	437,001	425,494	442,460	442,460
AIDS Programs	20,854	21,651	21,651	21,651
Other Health and Human Services Programs	320,150	406,303	524,016	524,016
Economic Development	11,312	26,029	40,641	40,641
Other Grants-In-Aid	483,328	379,227	353,446	353,446
<i>Total Grants-in-Aid</i>	<u>9,200,922</u>	<u>9,585,397</u>	<u>9,931,191</u>	<u>9,789,824</u>
State Aid--				
Educational	152,663	162,524	149,274	149,274
Cash Assistance and County Welfare Administration	283,013	261,209	237,719	237,719
Health and Human Services	4,653	4,654	4,654	4,654
Aid to Counties and Municipalities	40,319	31,917	39,045	32,322
Other State Aid	32,231	30,842	30,842	30,842
<i>Total State Aid</i>	<u>512,879</u>	<u>491,146</u>	<u>461,534</u>	<u>454,811</u>
Capital Construction--				
Transportation Trust Fund	994,359	1,195,928	1,173,480	1,173,480
Environmental	15,276	31,500	31,500	31,500
Institutional	9,591	---	---	---
Constitutionally Dedicated Projects	160,338	179,185	173,235	173,235
All Other	124,716	116,952	115,358	115,358
<i>Total Capital Construction</i>	<u>1,304,280</u>	<u>1,523,565</u>	<u>1,493,573</u>	<u>1,493,573</u>

	2015 Expenditures	2016 Adjusted Appropriation	2017 Requested	2017 Recom- mended
Debt Service--				
Principal	286,290	363,025	251,925	251,925
Interest	93,676	82,810	88,909	88,909
<i>Total Debt Service</i>	<u>379,966</u>	<u>445,835</u>	<u>340,834</u>	<u>340,834</u>
Total General Fund	<u>18,640,723</u>	<u>19,335,248</u>	<u>19,546,757</u>	<u>19,398,167</u>
Property Tax Relief Fund--				
Aid to County Colleges	198,690	201,873	210,754	204,054
Health and Human Services	160,368	168,134	159,615	159,615
Educational	11,882,056	12,601,788	13,162,935	13,162,935
Direct Property Tax Relief	638,287	625,500	589,500	589,500
Aid to Counties and Municipalities	871,960	871,945	934,675	934,675
Transportation Trust Fund	182,000	---	123,351	123,351
<i>Total Property Tax Relief Fund</i>	<u>13,933,361</u>	<u>14,469,240</u>	<u>15,180,830</u>	<u>15,174,130</u>
Casino Control Fund--				
Enforcement	43,474	47,036	42,530	42,530
Administration	6,008	8,166	7,738	7,738
<i>Total Casino Control Fund</i>	<u>49,482</u>	<u>55,202</u>	<u>50,268</u>	<u>50,268</u>
Casino Revenue Fund--				
Pharmaceutical Assistance Programs	9,261	8,625	8,176	8,176
Programs for Senior Citizens and Individuals with Disabilities	260,590	195,560	191,751	191,751
<i>Total Casino Revenue Fund</i>	<u>269,851</u>	<u>204,185</u>	<u>199,927</u>	<u>199,927</u>
Gubernatorial Elections Fund--				
Public Financing of Gubernatorial Elections	---	---	6,200	6,200
<i>Total Gubernatorial Elections Fund</i>	<u>---</u>	<u>---</u>	<u>6,200</u>	<u>6,200</u>
GRAND TOTAL STATE APPROPRIATIONS	<u>32,893,417</u>	<u>34,063,875</u>	<u>34,983,982</u>	<u>34,828,692</u>

DEBT SERVICE
(thousands of dollars)

Year Ending June 30, 2015					Year Ending June 30, 2017			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2016 Adjusted Approp.	Requested	Recom- mended
85,241	---	9,243	94,484	93,676	Interest on Bonds	82,810	88,909	88,909
297,591	---	-11,274	286,317	286,290	Bond Redemption	363,025	251,925	251,925
382,832	---	-2,031	380,801	379,966	Total Appropriation	445,835	340,834	340,834
94	---	---	94	94	Clean Waters Bonds (P.L. 1976, c. 92)	86	88	88
240	---	---	240	240	State Land Acquisition and Development Bonds (P.L. 1978, c. 118)	77	75	75
2	---	---	2	2	Energy Conservation Bonds (P.L. 1980, c. 68)	2	3	3
1,831	---	---	1,831	1,831	Natural Resources Bonds (P.L. 1980, c. 70)	50	51	51
1,197	---	---	1,197	1,197	Water Supply Bonds (P.L. 1981, c. 261)	1,198	1,193	1,193
326,913	---	-22,848	304,065	304,005	Refunding Bonds (P.L. 1985, c. 74, as amended by P.L. 1992, c. 182)	391,162	247,695	247,695
76	---	-38	38	---	Pinelands Infrastructure Trust Bonds (P.L. 1985, c. 302)	74	77	77
90	---	659	749	749	Hazardous Discharge Bonds (P.L. 1986, c. 113)	747	745	745
411	---	---	411	411	Green Acres, Cultural Centers and Historic Preservation Bonds (P.L. 1987, c. 265)	611	610	610
411	---	---	411	411	Jobs, Education and Competitiveness Bonds (P.L. 1988, c. 78)	---	---	---
776	---	228	1,004	1,004	Stormwater Management and Combined Sewer Overflow Abatement Bonds (P.L. 1989, c. 181)	863	851	851
220	---	---	220	220	New Jersey Open Space Preservation Bonds (P.L. 1989, c. 183)	219	222	222
467	---	---	467	467	Public Purpose Buildings and Community-Based Facilities Construction Bonds (P.L. 1989, c. 184)	---	---	---
1,364	---	---	1,364	1,217	Green Acres, Clean Water, Farmland and Historic Preservation Bonds (P.L. 1992, c. 88)	1,044	1,050	1,050
1,249	---	---	1,249	1,249	Developmental Disabilities Waiting List Reduction and Human Services Facilities Construction Bonds (P.L. 1994, c. 108)	454	456	456
2,266	---	199	2,465	2,465	Green Acres, Farmland and Historic Preservation and Blue Acres Bonds (P.L. 1995, c. 204)	736	742	742
4,421	---	1,905	6,326	6,326	Port of New Jersey Revitalization, Dredging Bonds (P.L. 1996, c. 70)	8,699	9,533	9,533
15,448	---	---	15,448	15,448	Statewide Transportation and Local Bridge Bond Act of 1999 (P.L. 1999, c. 181)	275	275	275
11,596	---	228	11,824	11,824	Dam, Lake, Stream, Water Resources, and Wastewater Treatment Project Bonds (P.L. 2003, c. 162)	8,726	8,722	8,722
8,594	---	2,074	10,668	10,668	Green Acres, Farmland, Blue Acres, and Historic Preservation Bonds (P.L. 2007, c. 119)	10,671	10,673	10,673
1,522	---	11,144	12,666	12,666	Green Acres, Water Supply and Floodplain Protection, and Farmland and Historic Preservation Bonds (P.L. 2009, c. 117)	12,668	16,080	16,080
894	---	6,578	7,472	7,472	Building our Future Bonds (P.L. 2012, c. 41)	7,473	32,943	32,943
2,750	---	-2,160	590	---	Payments on Future Bond Sales	---	8,750	8,750
382,832	---	-2,031	380,801	379,966	Total Appropriation	445,835	340,834	340,834

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

	----- Fiscal Year Ending June 30 -----		
	2016 Estimated	2017 Estimated	Change
Beginning Balances July 1			
Undesignated Fund Balances			
General Fund	806,405	785,046	(21,359)
Surplus Revenue Fund	---	---	---
Property Tax Relief Fund	10,178	---	(10,178)
Casino Control Fund	6,039	---	(6,039)
Casino Revenue Fund	---	---	---
Gubernatorial Elections Fund	544	1,244	700
<i>Total Undesignated Fund Balances</i>	<u>823,166</u>	<u>786,290</u>	<u>(36,876)</u>
State Revenues			
General Fund	19,068,022	19,407,209	339,187
Property Tax Relief Fund	14,486,000	15,174,130	688,130
Casino Control Fund	42,889	50,268	7,379
Casino Revenue Fund	203,171	199,927	(3,244)
Gubernatorial Elections Fund	700	700	---
<i>Total State Revenues</i>	<u>33,800,782</u>	<u>34,832,234</u>	<u>1,031,452</u>
Other Adjustments			
General Fund			
Balances lapsed	201,763	---	(201,763)
From/(To) Property Tax Relief Fund	44,475	---	(44,475)
From/(To) Gubernatorial Elections Fund	---	(4,256)	(4,256)
From/(To) Casino Control Fund	227	---	598
From/(To) Casino Revenue Fund	(598)	---	---
Property Tax Relief Fund			
Balances lapsed	17,537	---	(17,537)
From/(To) General Fund	(44,475)	---	44,475
Casino Control Fund			
Balances lapsed	6,501	---	(6,501)
From/(To) General Fund	(227)	---	227
Casino Revenue Fund			
Balances lapsed	416	---	(416)
From/(To) General Fund	598	---	(598)
Gubernatorial Elections Fund			
Balances lapsed	---	---	---
From/(To) General Fund	---	4,256	4,256
<i>Total Other Adjustments</i>	<u>226,217</u>	<u>---</u>	<u>(225,990)</u>
<i>Total Available</i>	<u>34,850,165</u>	<u>35,618,524</u>	<u>768,359</u>
Appropriations			
General Fund	19,335,248	19,398,167	62,919
Property Tax Relief Fund	14,469,240	15,174,130	704,890
Casino Control Fund	55,202	50,268	(4,934)
Casino Revenue Fund	204,185	199,927	(4,258)
Gubernatorial Elections Fund	---	6,200	6,200
<i>Total Appropriations</i>	<u>34,063,875</u>	<u>34,828,692</u>	<u>764,817</u>
Ending Balances June 30			
Undesignated Fund Balances			
General Fund	785,046	789,832	4,786
Surplus Revenue Fund	---	---	---
Property Tax Relief Fund	---	---	---
Casino Control Fund	---	---	---
Casino Revenue Fund	---	---	---
Gubernatorial Elections Fund	1,244	---	(1,244)
<i>Total Undesignated Fund Balances</i>	<u>786,290</u>	<u>789,832</u>	<u>3,542</u>

STATE REVENUES
FISCAL YEARS 2016 AND 2017 ESTIMATES
(thousands of dollars)

	FY 2016 Approp Act	FY 2016 Revised	FY 2016 Change	FY 2017 Estimate	FY 2016 to FY 2017 Change
Major Revenues					
Gross Income Tax.....	\$ 13,930,000	\$ 13,758,000	\$ (172,000)	\$ 14,424,630	\$ 666,630
Sales Tax Dedication-PTRF.....	710,100	728,000	17,900	749,500	21,500
Sales Tax.....	9,079,706	9,315,777	236,071	9,597,412	281,635
Sales Tax Dedication-General Fund.....	(688,000)	(705,900)	(17,900)	(727,400)	(21,500)
Corporation Business	2,677,164	2,335,973	(341,191)	2,335,973	---
State Lottery Fund.....	1,000,000	965,000	(35,000)	965,000	---
Motor Fuels.....	534,906	556,550	21,644	545,550	(11,000)
Motor Vehicle Fees.....	472,070	479,089	7,019	515,585	36,496
Transfer Inheritance.....	755,000	828,139	73,139	848,496	20,357
Casino Revenue Fund.....	204,185	203,171	(1,014)	199,927	(3,244)
Insurance Premium.....	660,000	668,656	8,656	688,716	20,060
Cigarette.....	147,610	163,638	16,028	126,531	(37,107)
Petroleum Products Gross Receipts.....	215,000	218,064	3,064	218,064	---
Corporation Banks and Financial Institutions.....	165,000	155,326	(9,674)	155,326	---
Alcoholic Beverage Excise.....	107,000	109,458	2,458	110,827	1,369
Realty Transfer.....	309,112	309,112	---	330,366	21,254
Tobacco Products Wholesale Sales.....	21,800	22,396	596	22,396	---
Public Utility Excise (Reform).....	15,500	15,570	70	15,570	---
Total Major Revenues.....	30,316,153	30,126,019	(190,134)	31,122,469	996,450
Miscellaneous Taxes, Fees, Revenues, Transfers					
Other Energy Taxes.....	289,500	303,694	14,194	323,943	20,249
Assessment on Real Property Greater Than \$1 Million.....	129,000	114,773	(14,227)	124,512	9,739
Medicaid Uncompensated Care.....	413,813	453,592	39,779	386,781	(66,811)
Good Driver.....	79,900	79,700	(200)	81,300	1,600
Hotel/Motel Occupancy Tax.....	105,000	100,430	(4,570)	105,452	5,022
Fringe Benefit Recoveries.....	637,595	676,180	38,585	763,393	87,213
Interfund Transfers.....	494,372	500,511	6,139	489,113	(11,398)
Casino Control.....	55,202	42,889	(12,313)	50,268	7,379
Gubernatorial Elections Fund.....	700	700	---	700	---
Other Miscellaneous.....	1,402,193	1,402,294	101	1,384,303	(17,991)
Total Miscellaneous Taxes, Fees, Revenues, Transfers.....	3,607,275	3,674,763	67,488	3,709,765	35,002
TOTAL STATE REVENUES.....	\$ 33,923,428	\$ 33,800,782	\$ (122,646)	\$ 34,832,234	\$ 1,031,452

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

	-----Fiscal Year Ending June 30-----		
	2015 Actual	2016 Estimated	2017 Estimated
GENERAL FUND			
Major Taxes:			
Sales	9,123,912	9,475,810	9,777,694
Less: Sales Tax Dedication	(677,208)	(705,900)	(727,400)
Corporation Business	2,738,759	2,357,973	2,357,973
Transfer Inheritance	793,508	828,139	848,496
Insurance Premium	643,328	668,656	688,716
Motor Fuels	535,550	556,550	545,550
Motor Vehicle Fees	437,013	479,089	515,585
Realty Transfer	272,211	309,112	330,366
Petroleum Products Gross Receipts	215,064	218,064	218,064
Corporation Banks and Financial Institutions	127,231	155,326	155,326
Cigarette	184,372	163,638	126,531
Alcoholic Beverage Excise	105,548	109,458	110,827
Tobacco Products Wholesale Sales	23,330	22,396	22,396
Public Utility Excise (Reform)	15,570	15,570	15,570
<i>Total Major Taxes</i>	<u>14,538,188</u>	<u>14,653,881</u>	<u>14,985,694</u>
Miscellaneous Taxes, Fees, and Revenues:			
Executive Branch--			
Department of Agriculture:			
Animal Disease Control	430	---	---
Environmental Services	97	---	---
Fertilizer Inspection Fees	715	366	366
Garden State Farmland Preservation Fund	615	---	---
Milk Control Licenses and Fees	625	---	---
Miscellaneous Revenue	409	2	2
Subtotal, Department of Agriculture	<u>2,891</u>	<u>368</u>	<u>368</u>
Department of Banking and Insurance:			
Actuarial Services	19	29	29
Banking - Assessments	11,451	13,971	14,708
Banking - Licenses and Other Fees	1,843	1,900	1,900
Fraud Fines	2,150	1,300	1,300
HMO Covered Lives	185	295	275
Insurance - Examination Billings	1,017	1,000	1,000
Insurance - Licenses and Other Fees	42,484	52,761	41,961
Insurance - Special Purpose Assessment	34,348	39,987	42,022
Insurance Fraud Prevention	27,397	30,389	31,639
Public Adjusters Licensing	27	---	---
Real Estate Commission	10,955	4,500	11,000
Subtotal, Department of Banking and Insurance	<u>131,876</u>	<u>146,132</u>	<u>145,834</u>
Department of Children and Families:			
Child Care Licensing	312	320	320
Contract Recoveries	17,920	14,500	14,500
Divorce Filing Fees	1,349	1,300	1,300
Marriage License/Civil Union Fees	1,238	1,150	1,150
Subtotal, Department of Children and Families	<u>20,819</u>	<u>17,270</u>	<u>17,270</u>
Department of Community Affairs:			
Affordable Housing and Neighborhood Preservation - Fair Housing	38,184	41,247	41,247
Boarding Home Fees	871	---	---
Construction Fees	23,020	16,752	16,752
Fire Safety	28,524	17,343	17,343
Housing Inspection Fees	12,504	10,654	10,654
Miscellaneous Revenue	157	---	---
Planned Real Estate Development Fees	757	750	750
Truth In Renting	10	---	---
Subtotal, Department of Community Affairs	<u>104,027</u>	<u>86,746</u>	<u>86,746</u>
Department of Corrections:			
Miscellaneous Revenue	49	---	---

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

	-----Fiscal Year Ending June 30-----		
	2015 Actual	2016 Estimated	2017 Estimated
Department of Education:			
Audit Recoveries	250	150	150
Audit of Enrollments	1,553	1,300	1,300
Nonpublic Schools Handicapped and Auxiliary Recoveries	11,515	8,000	4,500
Nonpublic Schools Textbook Recoveries	1,218	1,000	1,000
School Construction Inspection Fees	619	500	450
State Board of Examiners	5,869	4,814	4,264
Subtotal, Department of Education	21,024	15,764	11,664
Department of Environmental Protection:			
Air Pollution Fees - Minor Sources	6,100	9,000	9,000
Air Pollution Fees - Title V Operating Permits	4,532	4,500	4,500
Air Pollution Fines	969	1,000	1,000
Clean Water Enforcement Act	1,389	1,600	1,400
Coastal Area Facility Review Act	1,710	1,685	1,860
Endangered Species Tax Check-Off	268	158	158
Environmental Infrastructure Financing Program Administrative Fee	7,600	5,000	5,000
Excess Diversion	146	178	170
Freshwater Wetlands Fees	2,210	2,720	3,020
Freshwater Wetlands Fines	112	250	250
Hazardous Discharge Site Cleanup	1,791	---	---
Hazardous Waste Fees	3,496	4,435	4,275
Hazardous Waste Fines	632	450	450
Hunters' and Anglers' Licenses	13,565	11,983	11,983
Industrial Site Recovery Act	31	30	30
Laboratory Certification Fees	2,243	2,500	2,500
Laboratory Certification Fines	30	30	30
Lake Restoration Fund	231	---	---
Marina Rentals	1,211	885	885
Marine Lands - Preparation and Filing Fees	2,604	145	145
Medical Waste	4,782	5,000	5,000
Miscellaneous Revenue	135	---	---
New Jersey Pollutant Discharge Elimination System/Stormwater Permits	16,911	16,700	16,700
New Jersey Spill Compensation Fund	8,578	---	---
Parks Management Fees and Permits	7,698	4,300	4,300
Parks Management Fines	68	60	50
Pesticide Control Fees	5,790	4,400	4,400
Pesticide Control Fines	231	25	25
Radiation Protection Fees	5,107	3,300	5,000
Radiation Protection Fines	129	110	110
Radon Testers Certification	350	235	235
Safe Drinking Water Fund	144	---	---
Solid Waste - Utility Regulation Assessments	4,981	3,100	3,100
Solid Waste Fines	850	1,000	1,000
Solid Waste Management Fees	10,300	7,425	10,510
Solid and Hazardous Waste Disclosure	382	202	202
Stream Encroachment	3,370	3,345	3,500
Toxic Catastrophe Prevention Fees	1,524	1,540	1,540
Toxic Catastrophe Prevention Fines	98	100	100
Treatment Works Approval	1,309	1,300	1,300
Underground Storage Tanks Fees	724	700	700
Water Allocation	5,509	2,425	2,425
Water Supply Management Regulations	1,169	1,215	1,215
Water/Wastewater Operators Licenses	562	210	210
Waterfront Development Fees	2,992	3,100	3,255
Waterfront Development Fines	56	260	20
Well Permits/Well Drillers/Pump Installers Licenses	1,769	1,100	1,100
Wetlands	141	120	120
Worker Community Right to Know - Fees	396	---	---
Worker Community Right to Know - Fines	3	5	5
Subtotal, Department of Environmental Protection	136,928	107,826	112,778
Department of Health:			
Admission Charge Hospital Assessment	6,000	6,000	6,000
Clinical Laboratory	1,654	---	---
Federal Funds - Graduate Medical Education	---	---	126,000
Health Care Reform	1,200	1,200	1,200

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

	-----Fiscal Year Ending June 30-----		
	2015	2016	2017
	Actual	Estimated	Estimated
Licenses, Fines, Permits, Penalties and Fees	12,999	2,540	2,540
Miscellaneous Revenue	48	150	150
Subtotal, Department of Health	<u>21,901</u>	<u>9,890</u>	<u>135,890</u>
Department of Human Services:			
Commission for the Blind	276	---	---
Early Periodic Screening, Diagnosis and Treatment	13,018	8,945	9,465
Interim Assistance	425	---	---
Medicaid Uncompensated Care - Acute	210,987	248,187	172,426
Medicaid Uncompensated Care - Mental Health	24,514	35,670	35,670
Medicaid Uncompensated Care - Psychiatric	169,289	169,735	178,685
Miscellaneous Revenue	4,029	3,746	3,746
Patients' and Residents' Cost Recovery - Developmental Disabilities	13,209	14,750	14,767
Patients' and Residents' Cost Recovery - Psychiatric Hospitals	75,565	78,794	84,061
Purchased Institutional Care	2,105	---	---
School Based Medicaid	103,900	69,815	83,365
Subtotal, Department of Human Services	<u>617,317</u>	<u>629,642</u>	<u>582,185</u>
Department of Labor and Workforce Development:			
Council on Gender Parity	127	---	---
Examination Fees	1,384	---	---
Merit Systems Board Appeals Fees	45	---	---
Miscellaneous Revenue	144	145	145
New Jersey Workforce Development Partnership Fund - WorkFirst NJ	21,464	---	---
Special Compensation Fund	1,859	1,933	1,933
State Disability Benefits Fund	4,536	---	---
Training Fees	1,980	---	---
Urban Enterprise Zone Administration Cost	19	---	---
Workers' Compensation Assessment	21,999	13,617	13,617
Workplace Standards - Licenses, Permits and Fines	15,534	4,358	4,358
Subtotal, Department of Labor and Workforce Development	<u>69,091</u>	<u>20,053</u>	<u>20,053</u>
Department of Law and Public Safety:			
Beverage Licenses	4,199	4,199	4,199
Casino Fines	614	---	---
Charities Registration Section	2,175	556	556
Consumer Affairs	11,736	830	830
Controlled Dangerous Substances	1,075	100	100
Criminal Disposition	341	---	---
Elevator, Escalator and Moving Walkway Mechanics Licensing Board	---	---	2
Forfeiture Funds	1,000	1,000	250
Legal Services	61,634	---	---
Legalized Games of Chance Control	1,859	1,200	1,200
Licenses, Permits and Fines	116	---	---
Miscellaneous Revenue	723	20	20
New Jersey Cemetery Board	174	4	4
Private Employment Agencies	701	258	258
Recreational Boating	1,979	2,100	2,100
Retired Officer Handgun Permit	470	---	---
Securities Enforcement	19,537	13,394	13,394
Settlements	252,558	110,000	---
State Board of Architects	769	333	238
State Board of Audiology and Speech-Language Pathology Advisory	117	357	25
State Board of Certified Psychoanalysts	2	---	---
State Board of Certified Public Accountants	2,727	35	35
State Board of Chiropractors	95	396	14
State Board of Cosmetology and Hairstyling	6,591	312	1,960
State Board of Court Reporting	63	63	18
State Board of Dentistry	793	2,540	126
State Board of Electrical Contractors	1,889	53	140
State Board of HVAC Contractors	1,480	448	70
State Board of Marriage Counselor Examiners	1,738	158	595
State Board of Massage and Bodyworks	1,056	53	333
State Board of Master Plumbers	870	32	307
State Board of Medical Examiners	22,837	2,660	6,215
State Board of Mortuary Science	587	126	144
State Board of Nursing	11,597	6,710	3,217

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

	-----Fiscal Year Ending June 30-----		
	2015 Actual	2016 Estimated	2017 Estimated
State Board of Occupational Therapists and Assistants	112	326	18
State Board of Ophthalmic Dispensers and Ophthalmic Technicians	70	242	13
State Board of Optometrists	850	21	298
State Board of Orthotics and Prosthetics	96	2	31
State Board of Pharmacy	5,304	219	1,505
State Board of Physical Therapy	331	403	23
State Board of Polysomnography	209	7	70
State Board of Professional Engineers and Land Surveyors	790	560	228
State Board of Professional Planners	28	119	2
State Board of Psychological Examiners	1,060	49	357
State Board of Real Estate Appraisers	158	543	27
State Board of Respiratory Care	63	200	11
State Board of Social Workers	1,221	35	805
State Board of Veterinary Medical Examiners	662	35	210
State Police - Fingerprint Fees	13,747	3,694	3,694
State Police - Other Licenses	294	300	300
State Police - Private Detective Licenses	177	185	185
Victim and Witness Advocacy Fund	941	---	---
Victims of Violent Crime Compensation	7,223	3,372	3,372
Weights and Measures - General	3,902	2,612	2,612
Subtotal, Department of Law and Public Safety	451,340	160,861	50,111
Department of Military and Veterans' Affairs:			
Miscellaneous Revenue	4,774	---	---
Soldiers' Homes	52,385	52,000	52,000
Subtotal, Department of Military and Veterans' Affairs	57,159	52,000	52,000
Department of State:			
New Jersey World Trade Center Scholarship Program	197	---	---
Department of Transportation:			
Air Safety Fund	1,382	965	965
Applications and Highway Permits	2,471	2,000	2,000
Autonomous Transportation Authorities	53,708	53,500	24,500
Drunk Driving Fines	264	400	400
Federal Debt Service Offset Revenue	---	---	38,000
Good Driver	78,107	79,700	81,300
Logo Sign Program Fees	516	300	300
Maritime Program Receipts	1,942	2,000	2,000
Miscellaneous Revenue	40	40	40
Outdoor Advertising	1,690	740	740
Placarded Railcar	199	---	---
Rental Receipts - Tenant Relocation Program	340	---	---
Subtotal, Department of Transportation	140,659	139,645	150,245
Department of the Treasury:			
Assessment on Real Property Greater Than \$1 Million	103,772	114,773	124,512
Assessments - Cable TV	4,867	2,988	5,121
Assessments - Public Utility	28,604	26,362	30,975
CATV Universal Access	8,270	9,150	9,790
Commercial Recording - Expedited	1,406	1,150	1,150
Commissions (Notary)	1,279	1,100	1,100
Cost Assessment	5,136	---	---
Domestic Security	35,835	36,200	36,200
Dormitory Safety Trust Fund - Debt Service Recovery	---	5,636	362
Equipment Leasing Fund - Debt Service Recovery	4,135	4,143	4,141
General Revenue - Fees (Commercial Recording and UCC)	60,630	60,000	60,000
Higher Education Capital Improvement Fund - Debt Service Recovery	---	19,472	21,128
Hotel/Motel Occupancy Tax	95,430	100,430	105,452
Investment Earnings	2,258	---	---
Miscellaneous Revenue	4,195	950	950
NJ Economic Development Authority	---	---	17,000
NJ Public Records Preservation	25,356	27,700	27,700
Nuclear Emergency Response Assessment	5,616	4,477	4,477
Office of Dispute Settlement Mediation	46	50	50
Office of Information Technology Receipts	62,616	---	---
Prequalification Fees	137	---	---

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

	-----Fiscal Year Ending June 30-----		
	2015	2016	2017
	Actual	Estimated	Estimated
Public Defender Client Receipts	3,704	3,750	3,750
Public Finance Activities	1,485	---	---
Public Utility Fines	2,735	1,387	1,050
Public Utility Gross Receipts and Franchise Taxes (Water/Sewer)	120,903	121,661	121,661
Railroad Tax - Class II	4,547	4,600	4,600
Railroad Tax - Franchise	7,762	7,200	7,200
Rate Counsel	7,822	6,713	8,316
Surplus Property	1,012	1,500	1,500
Tax Referral Cost Recovery Fee	9,023	10,200	10,200
Telephone Assessment	121,632	124,300	124,300
Tire Clean-Up Surcharge	9,734	9,700	9,700
Tobacco Settlement Financing Corporation - MSA Payments	53,964	52,706	---
Transitional Energy Facilities Assessment	1,241	---	---
Subtotal, Department of the Treasury	<u>795,152</u>	<u>758,298</u>	<u>742,385</u>
Other Sources:			
Miscellaneous Revenue	13,384	10,200	10,200
Interdepartmental Accounts:			
Administration and Investment of Pension and Health Benefit Funds - Recoveries	3,108	2,810	2,810
Employee Maintenance Deductions	359	300	300
Federal Fringe Benefit Recoveries from School Districts	37,487	45,100	51,900
Fringe Benefit Recoveries from Colleges and Universities/University Hospital	177,901	202,799	249,723
Fringe Benefit Recoveries from Federal and Other Funds	278,263	362,929	396,418
Indirect Cost Recoveries - DEP Other Funds	11,984	11,500	11,500
Indirect Cost Recovery - Federal and Other Funds	8,000	---	---
MTF Revenue Fund	2,486	18,700	17,200
Miscellaneous Revenue	19	---	---
Rent of State Building Space	3,325	3,470	3,470
Reversal of Prior Year Fringe Exemptions	---	29,000	---
Social Security Recoveries from Federal and Other Funds	65,353	65,352	65,352
Standard Offer Payments - Utilities	161	---	---
State Owned Real Property Trust Fund	522	---	---
Subtotal, Interdepartmental Accounts	<u>588,968</u>	<u>741,960</u>	<u>798,673</u>
The Judiciary:			
Civil Arbitration Program	2,186	---	---
Court Fees	52,913	51,975	51,000
Miscellaneous Revenue	553	---	---
Subtotal, The Judiciary	<u>55,652</u>	<u>51,975</u>	<u>51,000</u>
<i>Total Miscellaneous Taxes, Fees, and Revenues</i>	<u>3,228,434</u>	<u>2,948,630</u>	<u>2,967,402</u>
Interfund Transfers:			
Beaches and Harbor Fund	1	2	2
Building Our Future Fund	320	456	165
Clean Energy Fund	39,000	---	---
Dam, Lake, Stream and Flood Control Project Fund - 2003	12	16	10
Developmental Disabilities Waiting List Reduction Fund	1	1	1
Dredging and Containment Facility Fund	444	---	---
Enterprise Zone Assistance Fund	88,535	83,769	78,557
Fund for the Support of Free Public Schools	4,656	5,091	5,091
Garden State Farmland Preservation Trust Fund	1,982	2,065	2,067
Garden State Green Acres Preservation Trust Fund	4,891	5,664	5,681
Garden State Historic Preservation Trust Fund	555	674	84
Hazardous Discharge Site Cleanup Fund	24,762	18,951	18,951
Health Care Subsidy Fund	15,000	---	---
Housing Assistance Fund	5	7	7
Judiciary Bail Fund	34	33	33
Judiciary Probation Fund	9	9	9
Judiciary Special Civil Fund	4	4	4
Judiciary Superior Court Miscellaneous Fund	4	3	3
Legal Services Fund	9,997	10,000	10,000
Mortgage Assistance Fund	343	320	300
Motor Vehicle Security Responsibility Fund	---	1	1
NJ Bridge Rehab. and Improvement and R.R. Right-of-Way Preservation Fund	3	4	4
Natural Resources Fund	1	1	1

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

	-----Fiscal Year Ending June 30-----		
	2015	2016	2017
	Actual	Estimated	Estimated
New Jersey Spill Compensation Fund	15,472	16,820	16,820
New Jersey Spinal Cord Research Fund	---	3,500	---
New Jersey Workforce Development Partnership Fund	23,290	32,055	32,055
Pollution Prevention Fund	917	1,019	1,019
Safe Drinking Water Fund	2,229	2,564	2,564
Shore Protection Fund	8	10	10
State Disability Benefit Fund	29,626	38,773	38,773
State Land Acquisition and Development Fund	---	1	1
State Lottery Fund	960,000	965,000	965,000
State Lottery Fund - Administration	10,002	13,271	13,271
State Recycling Fund	3,450	---	---
State of New Jersey Cash Management Fund	1,434	1,434	1,434
Statewide Transportation and Local Bridge Fund	5	7	7
Supplemental Workforce Fund for Basic Skills	2,000	2,000	2,000
Unclaimed Insurance Payments on Deposit Accounts Trust Fund	6	8	8
Unclaimed Personal Property Trust Fund	139,111	174,111	172,000
Unclaimed Utility Deposits Trust Fund	155	7	7
Unemployment Compensation Auxiliary Fund	18,171	13,322	13,322
Universal Service Fund	66,956	67,337	67,650
Wage and Hour Trust Fund	2	2	2
Water Conservation Fund	1	1	1
Water Supply Fund	3,915	4,406	4,406
Worker and Community Right to Know Fund	2,717	2,792	2,792
<i>Total Interfund Transfers</i>	<u>1,470,026</u>	<u>1,465,511</u>	<u>1,454,113</u>
Total State Revenues General Fund	<u>19,236,648</u>	<u>19,068,022</u>	<u>19,407,209</u>
PROPERTY TAX RELIEF FUND			
Gross Income Tax	13,250,001	13,758,000	14,424,630
Sales Tax Dedication	699,321	728,000	749,500
<i>Total Property Tax Relief Fund</i>	<u>13,949,322</u>	<u>14,486,000</u>	<u>15,174,130</u>
CASINO CONTROL FUND			
Investment Earnings	11	11	11
License Fees	51,472	42,878	50,257
<i>Total Casino Control Fund</i>	<u>51,483</u>	<u>42,889</u>	<u>50,268</u>
CASINO REVENUE FUND			
Casino Simulcasting Fund	179	175	175
Gross Revenue Tax	196,841	193,641	190,177
Other Casino Taxes and Fees	9,123	9,355	9,575
<i>Total Casino Revenue Fund</i>	<u>206,143</u>	<u>203,171</u>	<u>199,927</u>
GUBERNATORIAL ELECTIONS FUND			
Taxpayers' Designations	544	700	700
TOTAL STATE REVENUES	<u>33,444,140</u>	<u>33,800,782</u>	<u>34,832,234</u>

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

	-----Fiscal Year Ending June 30-----		
	2015 Actual	2016 Estimated	2017 Estimated
Dedicated:			
Legislature:			
Asset Forfeiture	8	---	---
Executive Branch--			
Chief Executive:			
State Authority Review and Oversight	738	775	775
Department of Agriculture:			
Animal Disease Control	---	430	435
Beneficial Insect Laboratory	---	115	115
Blueberry Council	302	310	310
Commodity Distribution	1,908	1,501	1,500
Cranberry Council	57	50	50
Dairy Fee Administration	587	625	625
Dairy Industry Promotion Account	83	90	80
Development Potential Transfer Bank Administration	21	50	50
Environmental Services	---	115	115
Farm Products Publicity Fund	44	25	25
Food Distribution Assessment	214	15	50
Fruit and Vegetable Grading Service	883	724	848
Future Farmers of America - Student Loans from Department of Education	153	149	149
Garden State Preservation Trust	---	1,029	1,029
Horse Breeding and Development Fund	173	170	170
Hunger Initiative/Food Assistance Program	31	70	70
Marketing and Development Services	---	1,131	1,121
NJ Farm to School Program	---	---	100
Nursery Inspection Program	---	240	240
Organic Certification	236	225	285
Plant Pest and Disease Control	---	50	50
Poultry Service	284	276	276
Sire Stakes	1,400	1,867	1,600
Standardbred Breeder Awards	103	120	120
Stormwater Discharge Administration Chp. 251	154	185	147
Wine Promotion Program	215	190	190
Miscellaneous	43	9	42
Subtotal, Department of Agriculture	6,891	9,761	9,792
Department of Banking and Insurance:			
Consumer Protection Services and Solvency Regulation	41	---	---
Individual Health Care Program Assessments	82	---	---
Small Employer Health Benefits	559	490	445
Miscellaneous	29	---	---
Subtotal, Department of Banking and Insurance	711	490	445
Department of Children and Families:			
Children's Trust Fund	261	180	180
Contribution to Care	232	150	150
Criminal History Record Checks	406	120	120
Domestic Violence Fund	325	315	315
Education Services	43,187	43,527	43,527
Government Benefits - Social Security	548	---	---
Grants to Displaced Homemaker Centers	670	688	688
Legally Responsible Relatives - Out-of-Home Placements	3,082	2,154	2,154
Legally Responsible Relatives - Probation Supplement	1,300	1,300	1,300
Old Age Survivors Insurance	3,328	3,692	3,692
Women's Services	---	150	150
Miscellaneous	3	---	---
Subtotal, Department of Children and Families	53,342	52,276	52,276
Department of Community Affairs:			
Boarding Home Regulation and Assistance	---	936	936
Fire Certification Program	34	40	70
Historic Preservation License	17	25	25
Housing Code Enforcement	---	4,568	4,596
Housing Services	20,917	32,468	24,378
Lead Hazard Control Assistance Fund	77	180	180

SCHEDULE 2
DEDICATED REVENUES
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2015 Actual	2016 Estimated	2017 Estimated
Neighborhood Revitalization Tax Credit	10,000	10,000	10,000
Neighborhood Stabilization Program Income	334	---	---
New Home Warranty Program	3,104	2,500	2,500
Reduced Cigarette Ignition Propensity & Firefighter Protection Fund	30	100	100
Section 8 Housing Voucher Portability	931	2,000	2,000
Uniform Construction Code	---	9,589	9,248
Uniform Fire Code	---	10,921	12,157
Universal Service Fund	6,580	8,556	8,556
Urban Enterprise Zone Authority Administration	857	1,350	1,350
Miscellaneous	2,229	1,500	1,500
Subtotal, Department of Community Affairs	45,110	84,733	77,596
Department of Corrections:			
Administration and Support Services	20,263	18,791	19,929
Edna Mahan Correctional Facility Beauty Shop Program	38	---	---
State Facilities Education Act (SFEA)	4,142	4,000	4,491
Miscellaneous	360	---	---
Subtotal, Department of Corrections	24,803	22,791	24,420
Department of Education:			
Katzenbach Behavioral Support Program	827	716	357
Katzenbach One on One Aides	1,031	1,206	1,115
Katzenbach Partnership Programs	53	---	---
Katzenbach Summer Program	450	430	454
Marie H. Katzenbach School for the Deaf - Tuition from Local Boards	6,813	6,217	6,514
Office of Fiscal Accountability and Compliance	1,702	1,742	1,742
Rental of Vacant Building Space	355	186	223
School District Deficit Relief	468	1,392	1,392
Teacher and Leader Effectiveness	---	1,156	1,200
Miscellaneous	80	1	1
Subtotal, Department of Education	11,779	13,046	12,998
Department of Environmental Protection:			
Administrative Costs - Natural Resources Damages	940	921	823
Administrative Costs Water Supply Bond Act of 1981 - Management	---	18	23
Administrative Costs Water Supply Bond Act of 1981 - Watershed and Aquifer	---	4	7
Battleship New Jersey Memorial Fund	127	130	125
Battleship New Jersey Tax Check-Off	101	50	50
Beneficial Reuse of Dredging National Fish and Wildlife Fund - Super Storm Sandy ..	3,293	---	---
Building Ecological Solutions - Super Storm Sandy	2,697	---	---
Division of Science, Research and Environmental Health	2,331	2,620	2,657
Drinking Water State Revolving Fund - Capacity Development	361	600	600
Drinking Water State Revolving Fund - Operator Certification	115	200	200
Drinking Water State Revolving Fund - Program Administration	714	1,200	1,200
Drinking Water State Revolving Fund - Small System Technical Assistance	41	750	750
Drinking Water State Revolving Fund - Source Water Program Administration	220	200	200
Electronic Waste	373	375	375
Endangered and Nongame Species Wildlife Fund	99	100	100
Environmental Infrastructure Financing Program Loan Fund	---	2,600	2,600
Environmental Policy and Planning	2,541	3,700	3,700
Exotic and Nongame Species Inspection Fund	135	150	150
Expenses of the Delaware and Raritan Canal Commission	394	358	370
Forest Resource Management Special Revenue	352	250	250
Green Acres/Open Space Administration	---	405	405
HR-6 Flood Control	---	200	200
Hazardous Discharge Site Cleanup Fund - Responsible Party	---	14,476	15,848
Hazardous Discharge Site Remediation Fund - Grants to Child Care Centers	80	100	90
Historic Preservation Fund	115	---	---
Hunters' and Anglers' License Fund	---	1,215	1,215
Landscape Irrigation Contractor Certification	130	140	130
Liberty State Park - Central Parking	798	800	800
Liberty State Park License Plates	38	35	35
Low Emission Vehicle Program	151	140	140
Mammography Quality Standards Act	412	328	357
Marina Rentals	---	315	315
New Jersey Shade Tree and Community Forestry Program	3,393	1,300	1,300
New Jersey Turnpike - Wildlife Mitigation	780	---	---

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

	-----Fiscal Year Ending June 30-----		
	2015 Actual	2016 Estimated	2017 Estimated
New Jersey Waterfowl Stamp Act	72	65	65
Nuclear Emergency Response	---	1,070	1,206
Nuclear Regulatory Commission - Agreement State Program	2,558	2,400	2,400
Oil Spill Prevention	---	944	1,022
Oyster Cultch Fund	168	155	155
Palisades Interstate Park Commission (PIPC) - Court Fund Revenue	---	1,150	1,150
Palisades Interstate Park Commission (PIPC) - Gas Station Revenue	---	3,150	3,250
Palisades Interstate Park Commission (PIPC) - Operating Fund Revenue	---	990	940
Parks Management	---	3,400	3,500
Parks Management Revolving Fund	2,134	1,700	1,700
Passaic River Cleanup Litigation	6,000	500	500
Pesticide Control	---	1,000	1,000
Pinelands Preservation	47	45	45
Pollution Prevention	---	100	214
Port Authority Ferry Piers	---	19,000	---
RC Cape May Payment - Vehicle Charging Stations	200	---	---
Recycling of Solid Waste	825	1,200	1,200
Remediation Management	---	9,362	10,673
Reservation Transaction Fees	326	280	325
Safe Drinking Water Fund	---	269	336
Sedge Island	31	31	30
Shellfish Enforcement	176	155	155
Shore Protection Fund Projects	10,104	---	---
Shore Protection License Plates	624	650	650
Site Remediation Professional Licensing Board	601	600	550
Skylands Manor	250	280	280
Solid Waste Utility Regulation	---	1,300	1,300
State Public Water System Supervision Program	1,059	2,000	2,000
State Recycling Fund - County and Local Grants	18,540	21,500	21,500
State Revolving Fund - Administrative Costs	2,743	2,185	3,000
Stormwater Construction Permit Fees	499	450	450
Super Storm Sandy - Housing and Mortgage Finance Agency	71	---	---
Tidelands Peak Demands	---	3,873	4,257
Water Allocation	---	2,977	3,000
Water Pollution Control	---	2,400	2,400
Water/Wastewater Operators Licenses	---	230	230
Waterfront Development Shellfish Mitigation	217	145	145
Well Permits, Well Driller, Pump Installer Licenses	---	1,095	880
Worker and Community Right to Know Act	---	465	518
Miscellaneous	2,632	495	487
Subtotal, Department of Environmental Protection	70,608	121,291	106,528
Department of Health:			
AIDS Drug Distribution Program Rebates	55,191	53,000	51,000
Administrative Overhead - Non State Program	1,387	1,000	1,000
Animal Population Control Program	185	250	250
Brain Injury Research Fund	3,856	4,000	4,000
CMP - Nursing Home Penalty Revenue	344	---	---
Certificate of Need Program	607	977	977
Charity Care	518,288	502,000	352,000
Child Care / School Certification Program	562	1,100	1,100
Clinical Laboratory Improvement Services	---	150	150
Consumer Health Penalties	---	4,900	4,900
Early Care & Education Learning Collaborative	390	500	500
Early Intervention Program (EIP) Copays	---	6,800	7,200
Electronic Death Registration Support Fund	1,137	675	675
Emergency Medical Services	---	469	515
Emergency Medical Services for Children	154	154	154
Emergency Medical Technician Training Fund	122	200	200
Federally Qualified Health Centers	28,786	28,000	28,000
First Response Emergency Medical Technician Cardiac Training Program	125	125	180
Gerber Infant Cereal and Infant Juice Rebates	446	---	---
Governor's Council for Medical Research and Treatment of Autism	3,857	3,814	3,814
Health Care Facility Regulation and Oversight	---	2,565	2,565
Health Care Planning	9,814	9,000	8,900
Hospital Delivery System Reform Incentive Payments	28,853	28,835	20,655
Laboratory Services	---	1,500	1,500

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

	-----Fiscal Year Ending June 30-----		
	2015 Actual	2016 Estimated	2017 Estimated
New Jersey Compassionate Use Medical Marijuana Act	440	170	170
New Jersey Health Information Technology Commission	1,000	1,000	1,000
New Jersey Turnpike Authority / Garden State Parkway Food Inspections	219	350	350
Newborn Screening, Follow-up and Treatment	3,014	3,306	3,306
Osteosarcoma Surveillance Study	---	25	25
Public Health Protection Services	---	1,600	1,600
Rabies Control Program	433	475	475
Surveillance, Epidemiology, and End Results (SEER) - Patterns of Care	---	19	19
Vital Statistics	---	1,800	1,800
Wholesale Drug Program	---	100	100
Women, Infants, and Children (WIC) Rebates	32,581	40,000	40,000
Miscellaneous	3,012	6,591	6,591
Subtotal, Department of Health	694,803	705,450	545,671
Department of Human Services:			
Alcohol Education Rehabilitation and Enforcement Fund	1,618	1,800	1,810
Alcohol Treatment Fund Program	7,500	7,500	7,500
Catastrophic Illness in Children Relief Fund	9,080	8,788	9,088
Client Copayments - Developmental Disabilities	62,503	59,670	61,805
Commission for the Blind	---	325	325
Cop to Cop Program	388	400	400
Health Care Subsidy Fund - NJ FamilyCare	---	175,772	353,185
Hospital Mental Health Offset Payments	12,207	12,327	12,327
Interim Assistance	---	353	353
Internet Gaming Permits for Compulsive Gambling Programs	1,000	2,250	2,250
Licensing Fees	434	399	399
Mental Health Fees	31	13	13
NJ FamilyCare Children	132,301	68,080	44,571
NJ FamilyCare Children - Individual Share	---	---	20,475
NJ FamilyCare Cost Recoveries	---	---	75,000
NJ FamilyCare Drug Manufacturer Rebates	509,551	525,551	655,553
Nursing Home Provider Assessment Fee	126,613	127,176	127,176
Office of the Public Guardian	---	1,402	1,413
PAAD Drug Manufacturer Rebates	39,249	39,249	39,249
Personal Needs Allowance	---	600	600
Racing Commission Funds for Compulsive Gambling Treatment	200	200	200
SSA Reimbursement to Enhance Vocational Rehabilitation	82	100	100
Senior Gold Drug Manufacturer Rebates	---	250	250
Traumatic Brain Injury	3,720	3,000	3,000
Work First New Jersey Child Care and Support Services	35,000	35,000	35,000
Work First New Jersey Emergency Utility Payments	3,964	4,758	4,758
Miscellaneous	3	---	---
Subtotal, Department of Human Services	945,444	1,074,963	1,456,800
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	4,294	3,500	3,500
Private Disability Insurance Plan	---	1,524	1,524
Public Works Contractor Registration	---	1,932	1,932
Special Compensation Fund	202,998	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	5,000	16,750	13,750
Uninsured Employer's Fund	943	3,017	3,017
Urban Enterprise Zone - Administrative Costs	---	30	30
Vocational Rehabilitation Services-Extended Employment	5,000	5,000	5,000
Workers' Compensation	---	12,899	12,899
Workforce Development Partnership - Counselors	---	1,180	1,180
Workforce Development Partnership Fund - Work First New Jersey	---	21,500	21,500
Workforce Development Partnership Program	---	2,683	2,683

SCHEDULE 2
DEDICATED REVENUES
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2015 Actual	2016 Estimated	2017 Estimated
Workforce Literacy and Basic Skills Program	---	276	276
Miscellaneous	49	195	---
Subtotal, Department of Labor and Workforce Development	218,284	293,816	290,621
Department of Law and Public Safety:			
Atlantic County Detention Center	2,006	2,202	2,261
Backstretch Benevolence	183	150	150
Body Armor Replacement Fund - Administrative Costs	17	75	75
Broadband Technology Opportunities Program-State Match	8,410	---	---
Charity Racing Day for the Developmentally Disabled	22	25	25
Claims - Victims of Crime	---	3,878	3,828
Commission's Award Program	2,017	1,800	1,800
Consumer Affairs	382	500	500
Consumer Affairs Charitable Registrations Program	---	1,586	1,618
Consumer Affairs Legalized Games of Chance	---	806	650
Consumer Affairs Weights and Measures Program	---	1,630	1,761
Controlled Dangerous Substance Registration Program	---	990	975
Criminal Disposition and Revenue Collection Fund	---	340	341
Criminal Justice Training Academy	285	267	285
Delaware River Joint Toll Bridge Commission	2,685	2,400	2,400
Division of Consumer Affairs - Appropriated Receipts	---	8,994	8,860
Drunk Driving Enforcement Fund - MVC Reimbursement	58	76	76
Election Law Enforcement	---	79	76
False Claims Prosecution Fund	77	---	---
Fines Account - Miscellaneous Settlements	17	17	17
Forfeiture Program	11,040	6,000	6,000
Insurance Fraud Operations	12,502	12,896	12,896
Investigative Unit	539	650	650
Juvenile Detention Alternatives - Annie E. Casey Foundation	---	200	200
Law Enforcement Officers Training and Equipment Fund	538	600	600
Lobbying Annual Fees	59	450	450
Medical Examiner Services	9,588	10,400	11,200
Noncriminal Records Checks	---	9,340	9,289
Northeast Hazardous Waste Project-Resource Conservation and Recovery Act	329	250	---
Pari-Mutuel Racing in Accordance with N.J.S.A. 5:5-37	294	365	365
Pre-Race Blood Testing and Chemical Testing Program	1,099	1,145	1,145
Private Employment Agencies	---	538	452
Protection of Civil Rights	---	51	51
Racing Officials	762	800	800
Regulation of Alcoholic Beverages	6,216	6,585	6,585
Regulation of Racing Activities	3,292	3,575	3,575
Retired Officers Handgun Permits	---	410	472
Safe and Secure Neighborhoods Program	6,289	6,300	6,300
Securing the Cities	108	---	---
Securities Enforcement Fund	---	5,925	6,045
Security Officer Registration Account	2,445	1,659	2,478
Sexual Assault Nurse Examiner Program	32	40	40
South Jersey Transportation Authority	8,093	8,445	9,164
State Athletic Control	403	450	400
State Facilities Education Act (SFEA)	13,966	11,696	11,696
State Forensic Laboratory Fund Program	983	983	983
State Police DNA Laboratory Enhancement	7,713	8,020	8,020
State Veterinarians New Jersey Racing Commission	972	1,130	1,130
Turnpike Authority (Includes Garden State Parkway)	61,538	67,948	73,842
Victim and Witness Advocacy Fund	---	1,000	1,000
Miscellaneous	3,905	3,953	4,170
Subtotal, Department of Law and Public Safety	168,864	197,619	205,696
Department of Military and Veterans' Affairs:			
Burial Services	---	600	600
Energy Program Receipts	452	200	200
New Jersey National Guard Support Services	---	1,800	1,800
Veterans' Haven	---	1,945	1,945
Miscellaneous	102	125	109
Subtotal, Department of Military and Veterans' Affairs	554	4,670	4,654

SCHEDULE 2
DEDICATED REVENUES
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2015 Actual	2016 Estimated	2017 Estimated
Department of State:			
Construction Apprenticeship Program (SDA)	257	288	313
Law Enforcement Officers Memorial Fund	430	214	214
NJBEST Administration & Scholarships	975	1,322	1,421
New Jersey College Loans to Assist State Students (NJCLASS)	12,735	15,400	15,900
New Jersey World Trade Center Scholarship Program	---	285	128
Veterans Memorial Arts Center	251	---	---
Miscellaneous	262	149	149
Subtotal, Department of State	14,910	17,658	18,125
Department of Transportation:			
Applications and Highway Permits	---	580	580
Clean Energy Fund - NJ Transit Utility Costs	32,889	62,089	62,089
Commercial Vehicle Enforcement Program	14,455	21,613	21,645
Cost of "Cause" Plates	352	---	---
County and Other Shared Projects	15,290	---	---
Failure to Keep Right Surcharge	785	500	500
Highway Safety Fund	3,163	1,500	1,500
In-Terminal School Bus Inspection Program	1,268	1,362	1,294
Logo Sign Program	---	130	130
Motor Vehicle Services	327,458	294,693	271,927
Motorbus Regulation	602	599	662
Motorcycle Safety Education Fund	460	437	469
NJ Board of Pilot Commissioners	421	350	350
NJ Medical Service Helicopter Response Act	29,758	29,413	30,165
NJ Turnpike Authority - NJ Transit Operations	295,000	295,000	204,000
Omnibus Safety Enforcement Fund	31	27	32
Outdoor Advertising Program	---	990	990
Placarded Railcar Program	---	240	129
Port Authority of New York and New Jersey	232,576	353,000	---
Rental Receipts - Tenant Relocation Program	---	400	340
Security Responsibility	21,662	21,780	21,313
Texting While Driving Campaign	3,212	2,000	2,000
Wireless Communication	2,897	2,900	2,900
Miscellaneous	72	---	---
Subtotal, Department of Transportation	982,351	1,089,603	623,015
Department of the Treasury:			
Admission Surcharge at Places of Amusement	669	240	240
Annual Licensing Fee - Office of Administrative Law Publications	663	654	654
Cigarette Tax Securitization	148,082	159,117	156,821
Civil Legal Services for the Poor - 21st Century Justice Improvement Fund	6,238	10,100	10,100
Clean Energy Program	2,062	2,585	2,765
Division of Developmental Disabilities Community Placement and Services	31,976	28,386	28,386
Division of Purchase and Property E-Procurement Receipts	1,130	1,424	1,424
Domestic Security	23,873	24,100	24,100
Drug Abuse Education Fund	902	850	850
Economic Recovery Fund	25,607	25,596	26,094
Energy Tax Receipts	788,492	788,492	788,492
Governor's Council on Alcoholism and Drug Abuse	15,152	15,000	15,000
Judicial Hearings Receipts	3,280	3,368	3,368
Leasing of Space on NJPBA Transmitter Towers	2,331	2,736	2,736
Management Audit - New Jersey Natural Gas	---	750	750
Management of DEP Properties	---	325	325
Management of State Investments	14,767	16,902	16,902
Meadowlands Regional Assessment	990	---	---
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	5,862	5,500	5,500
Office of Management and Budget	15,283	20,700	20,700
Other Capital Building Services	1,538	1,800	1,800
Other Distributed Taxes	4,762	4,762	4,762
Pensions and Benefits	49,790	46,520	45,805
Prequalification Fees	---	130	130
Procurement Card Rebates	---	290	290
Property Management and Construction - Property Management Services	---	70	70

SCHEDULE 2
DEDICATED REVENUES
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2015 Actual	2016 Estimated	2017 Estimated
Public Broadcasting Services	1,723	1,200	1,200
Public Finance Activities	---	1,000	1,000
Rate Counsel - Insurance	29	75	75
Real Property Leasing Out Program	---	690	690
Records Management	1,300	1,500	2,000
Royalties - Office of Administrative Law Publications	289	270	270
Small Business Registration	280	200	200
Super Storm Sandy CDBG Reimbursement	1,415	---	---
Taxation Compliance and Enforcement Activities	10,537	17,000	17,000
Third Party Subrogation - Property Damage	---	950	950
Treasury Technology Services	---	3,419	3,419
Unclaimed Property Trust Fund Administration	7,137	7,777	7,777
Urban Enterprise Zone (UEZ) Authority Administrative Expenses	106	135	135
Vendor Surcharge Collection - Motor Vehicle Commission	9,000	9,000	9,000
Miscellaneous	4,029	324	324
Subtotal, Department of Treasury	1,179,991	1,204,768	1,202,935
Interdepartmental Accounts:			
Clean Energy Fund - Energy Efficiency Projects	9,200	---	---
Clean Energy Fund - State Utility Costs	50,726	52,500	52,500
Petroleum Overcharge Reimbursement Fund	317	455	455
Utilities and Other Services	358	358	358
Subtotal, Interdepartmental Accounts	60,601	53,313	53,313
The Judiciary:			
Automated Traffic System for Municipal Courts	24,897	25,500	25,500
Civil Arbitration Program	---	2,200	2,200
Civil Courts	392	348	348
Comprehensive Enforcement Program	2,120	2,200	2,200
Court Adult Probation System	497	500	500
Court Technology Improvement Fund	13,066	13,000	13,000
E-Court Information System - 21st Century Justice Improvement Fund	6,176	10,000	10,000
Electronic Access To Court Records	1,222	1,500	1,500
Family Courts	328	400	400
Information Services	360	400	400
Intensive Supervision Program	---	575	575
Municipal Court Administrator Certification	11	10	10
Pretrial Services Program - 21st Century Justice Improvement Fund	13,590	22,000	22,000
Special Civil Part Certified Mailers	1,919	2,200	2,200
Supreme Court	16,441	19,809	19,809
Miscellaneous	1,040	---	---
Subtotal, The Judiciary	82,059	100,642	100,642
Total Dedicated	4,561,851	5,047,665	4,786,302

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

	-----Fiscal Year Ending June 30-----		
	2015 Actual	2016 Estimated	2017 Estimated
Federal:			
Department of Agriculture:			
Child Care	74,435	89,900	95,323
Child Nutrition - School Breakfast	82,601	92,000	98,000
Child Nutrition - School Lunch	243,507	295,000	305,000
Child Nutrition - Special Milk	422	1,300	1,300
Child Nutrition - Summer Programs	8,640	10,857	11,117
Child Nutrition Administration	6,757	7,570	10,200
Farm Risk Management Education Program	343	282	282
Farmland Preservation	2,514	4,500	4,500
Food Stamp - The Emergency Food Assistance Program (TEFAP)	2,054	2,620	2,650
Fresh Fruit and Vegetable Program	4,285	5,200	5,200
Indemnities - Avian Influenza	484	546	550
National School Lunch Program-Equipment Assistance for School Food Authorities ..	325	400	1,000
Specialty Crop Block Grant Program	604	1,600	1,600
Various Federal Programs and Accruals	5,278	1,699	2,832
Subtotal, Department of Agriculture	<u>432,249</u>	<u>513,474</u>	<u>539,554</u>
Department of Banking and Insurance:			
Patient Protection and Affordable Care Act	442	885	---
Department of Children and Families:			
Restricted Federal Grants	11,470	15,355	15,355
Social Services Block Grant	44,089	44,303	44,303
Title IV-B Child Welfare Services	9,814	10,831	10,831
Title IV-E Foster Care	167,020	163,668	168,234
Various Federal Programs and Accruals	(7,894)	---	---
Subtotal, Department of Children and Families	<u>224,499</u>	<u>234,157</u>	<u>238,723</u>
Department of Community Affairs:			
CDBG - Super Storm Sandy	809,511	---	---
Community Services Block Grant	20,635	19,900	19,900
Continuum of Care Program	2,409	4,500	4,300
Emergency Solutions Grants Program	2,270	3,200	3,200
HUD Disaster Recovery Initiative	2,522	---	---
Low Income Home Energy Assistance Program	134,179	143,525	143,525
Mainstream 5	285	450	450
Moderate Rehabilitation Housing Assistance	7,943	9,000	9,500
National Affordable Housing - HOME Investment Partnerships	3,872	6,000	6,000
National Housing Trust Fund	---	15,000	15,000
Section 8 Housing Voucher Program	239,020	240,000	243,000
Small Cities Block Grant Program	5,860	8,023	8,023
Weatherization Assistance Program	2,264	4,437	4,750
Various Federal Programs and Accruals	(42,048)	---	---
Subtotal, Department of Community Affairs	<u>1,188,722</u>	<u>454,035</u>	<u>457,648</u>
Department of Corrections:			
Diversity Training	---	100	100
Engaging the Family - Community Centered	733	192	---
Federal Re-Entry Initiative	279	500	1,000
Inmate Vocational Certifications	---	350	350
Medicaid Eligibility Workers	---	150	150
Offender Reentry	---	500	500
Prison Rape Elimination Grant	---	500	500
Second Chance Act - Engaging the Family in the Recovery Process - Phase II	43	---	---
Special Investigations Division - Intelligence Technology	---	500	500
Special Operations Tactical Equipment	---	200	200
State Criminal Alien Assistance Program	2,695	2,695	2,845
Technology Enhancements	---	500	500
Videoconferencing Equipment Upgrade	---	175	175
Various Federal Programs and Accruals	(2,245)	263	263
Subtotal, Department of Corrections	<u>1,505</u>	<u>6,625</u>	<u>7,083</u>
Department of Education:			
21st Century Schools	23,929	25,318	25,318
AIDS Prevention Education	292	217	217

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

	-----Fiscal Year Ending June 30-----		
	2015 Actual	2016 Estimated	2017 Estimated
Bilingual and Compensatory Education - Homeless Children and Youth	1,341	1,640	1,640
Head Start Collaboration	175	275	275
Improving America's Schools Act - Consolidated Administration	4,390	4,846	4,846
Improving Teacher Quality - Higher Education	1,522	1,415	1,415
Individuals with Disabilities Education Act Basic State Grant	382,548	363,928	363,990
Individuals with Disabilities Education Act Preschool Grants	11,617	12,014	12,014
Language Acquisition Discretionary Administration	23,247	21,310	21,310
Mathematics and Science Partnerships Grants	1,912	3,112	3,112
Migrant Education - Administration/Discretionary	1,759	2,022	2,022
Project SERV - Super Storm Sandy	162	---	---
Public Charter Schools	2,919	5,210	5,210
Race to the Top - Early Learning Challenge	3,418	---	---
Race to the Top - Preschool Development Grant	13	17,500	17,500
Race to the Top Phase 3 - Federal Economic Stimulus	11,156	---	---
Safer Schools	131	---	---
School Improvement Grants	8,949	10,985	10,985
School Improvements Grants - Federal Economic Stimulus	3,295	---	---
State Assessments	7,098	8,772	8,772
State Grants for Improving Teacher Quality	56,552	49,585	49,585
Statewide Longitudinal Data Systems Research Grant	1,912	---	---
Title I - Grants to Local Educational Agencies	308,920	356,252	356,252
Title I - Part D, Neglected and Delinquent	1,935	1,665	1,536
Vocational Education - Basic Grants - Administration	23,377	22,390	22,392
Various Federal Programs and Accruals	(96)	1,665	1,665
Subtotal, Department of Education	882,473	910,121	910,056
Department of Environmental Protection:			
Air Pollution Maintenance Program	5,260	10,500	10,500
Artificial Reef Program - PSE&G/NJPDES Permit Fees	648	985	985
Asian Longhorned Beetle Project	---	2,300	---
Atlantic Coastal Cooperative Program	14	150	150
Atlantic Coastal Fisheries	145	300	300
Beach Monitoring and Notification	413	280	699
BioWatch Monitoring	512	670	700
Boat Access (Fish and Wildlife)	---	---	1,000
Brownfields	646	1,500	1,500
Clean Diesel Retrofit	129	---	254
Clean Vessels	174	1,000	1,000
Clean Water State Revolving Fund	---	63,500	63,500
Coastal Zone Management Implementation	2,466	3,400	3,200
Community Assistance Program	266	300	300
Consolidated Forest Management	112	1,000	1,000
Cooperative Technical Partnership	1,173	1,000	1,000
Diesel Emissions Reduction Act - Marine Vessel Emission Reduction	---	1,500	---
Drinking Water State Revolving Fund	2,436	20,200	20,200
Endangered Species	86	350	350
Endangered and Nongame Species Program State Wildlife Grants	554	1,000	1,000
Environmental Workforce and Job Training	99	---	---
Fish and Wildlife Action Plan	91	125	115
Fish and Wildlife Health	119	350	950
Fish and Wildlife Technical Guidance	270	---	---
Forest Legacy	186	6,055	6,055
Forest Resource Management - Cooperative Forest Fire Control	207	1,775	1,775
Hazardous Waste - Resource Conservation Recovery Act	4,033	4,650	4,650
Historic Preservation - Super Storm Sandy	338	---	---
Historic Preservation Survey and Planning	957	1,000	1,000
Hunters' and Anglers' License Fund	4,782	8,360	8,460
Land and Water Conservation Fund	---	3,000	3,000
Marine Fisheries Investigation and Management	1,550	1,750	1,750
Multimedia	539	750	750
National Coastal Wetlands Conservation	---	3,000	3,000
National Dam Safety Program (FEMA)	95	120	120
National Geologic Mapping Program	179	300	300
National Recreational Trails	1,112	1,900	1,900
New Jersey Atlantic and Shortnose Sturgeon	---	365	365
New Jersey Landowner Incentive	---	250	250
New Jersey Shooting Range Development and Improvement	---	2,750	2,750

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

	-----Fiscal Year Ending June 30-----		
	2015 Actual	2016 Estimated	2017 Estimated
New Jersey's Landscape Project	---	750	750
Nonpoint Source Implementation (319H)	2,850	3,828	3,828
Northeast Wildlife Teamwork Strategy	---	60	60
Particulate Monitoring Grant	554	1,000	1,001
Pesticide Technology	467	550	500
Post-Super Storm Sandy Offshore Sand Resources	164	---	---
Preliminary Assessments/Site Inspections	631	1,900	1,900
Radon Program	413	500	500
Remedial Planning Support Agency Assistance	450	1,000	1,000
Shellfish Management - U.S. Department of Homeland Security	43	---	---
Species of Greater Conservation Need - Mammal Research and Management	156	300	300
State Wetlands Conservation Plan	177	---	---
State and EPA Data Management Grant	---	600	600
Superfund Grants	1,160	5,000	5,000
Underground Storage Tank Program Standard Compliance Inspections	350	1,250	1,250
Underground Storage Tanks	1,370	2,500	2,500
Water Monitoring and Planning	376	1,000	1,000
Water Pollution Control Program	3,953	4,575	4,675
Wetlands Living Shoreline	---	150	---
Wetlands Past Present & Future	---	250	---
Various Federal Programs and Accruals	3,036	525	640
Subtotal, Department of Environmental Protection	45,741	172,173	170,332
Department of Health:			
AIDS Drug Distribution Program	---	4,000	4,000
Abstinence Education - Family Health Services (FHS)	730	1,003	1,003
Asthma Surveillance and Coalition Building	73	769	769
Bioterrorism Hospital Emergency Preparedness	6,180	14,786	14,786
Birth Defects Surveillance Program	239	508	508
Breastfeeding Peer Counseling	1,017	300	300
Chronic Disease Prevention and Health Promotion Programs - Public Health	861	3,350	3,350
Clinical Laboratory Improvement Amendments Program	495	563	563
Comprehensive AIDS Resources Grant	36,431	46,311	46,311
Conformance with the Manufactured Food Regulatory Program Standards	288	290	290
Coordinated Integrated Initiative	641	2,255	2,255
Core Injury Prevention and Control Program	---	300	300
Early Hearing Detection and Intervention (EHDI) Tracking, Research	117	210	210
Early Intervention for Infants and Toddlers with Disabilities (Part C)	9,590	13,000	13,000
Ebola Hospital Preparedness and Response	75	6,022	6,022
Eliminating Disparities in Perinatal Health	229	500	500
Emergency Medical Services for Children (EMSC) Partnership Grants	110	200	200
Emergency Preparedness For Bioterrorism	12,845	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	196	440	440
Food Emergency Response Network - E. Coli in Ground Beef	96	165	165
Food Inspection	503	603	603
Fundamental & Expanded Occupational Health	376	985	985
H1N1 Public Health Emergency Response	---	18,404	18,404
HIV/AIDS Events Without Care in New Jersey	---	373	373
HIV/AIDS Prevention and Education Grant	14,028	17,600	17,600
HIV/AIDS Surveillance Grant	2,228	3,318	3,318
Healthy Homes and Lead Poisoning Prevention Program	---	594	594
Heart Disease and Stroke Prevention	---	450	450
Housing Opportunities For Persons With AIDS	1,033	2,264	2,264
Housing Opportunities for Incarcerated Persons with AIDS	294	2,250	2,250
Immunization Project	5,814	8,874	8,874
Lab Biomonitoring Program - Impact of Biohazards on New Jersey Citizens	435	1,000	1,000
Maternal and Child Health (MCH) Early Childhood Comprehensive System	---	140	140
Maternal and Child Health Block Grant	11,955	13,000	13,000
Maternal, Infant and Early Childhood Home Visiting ACA Formula Grant	---	1,152	1,152
Maternal, Infant and Early Childhood Home Visiting Program	10,528	12,046	12,046
Medicare/Medicaid Inspections of Nursing Facilities	11,442	16,672	16,672
Morbidity and Risk Behavior Surveillance	587	725	725
National Cancer Prevention and Control - Public Health	2,233	6,889	6,889
National HIV/AIDS Behavioral Surveillance	301	512	512
National Program of Cancer Registries	467	842	842

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

	-----Fiscal Year Ending June 30-----		
	2015 Actual	2016 Estimated	2017 Estimated
New Jersey Cancer Education & Early Detection (NJ CEED)	---	219	219
New Jersey Childhood Lead	---	316	316
New Jersey Personal Responsibility Education Program	1,260	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	2,026	2,350	2,350
Pregnancy Risk Assessment Monitoring System	116	750	750
Preventative Health and Health Services Block Grant	3,211	4,776	4,776
Prevention & Public Health Fund (PPHF) - Coordinated Integrated Initiative	360	1,187	1,187
Public Employees Occupational Safety and Health - State Plan	---	900	900
Public Health Emergency Ebola Preparedness and Response	---	3,875	3,875
Public Health Laboratory Biomonitoring Planning	---	2,156	2,156
Rape Prevention and Education Program	669	1,896	1,896
Ryan White Part B - Emergency Relief	5,775	7,300	7,300
Ryan White Part B - Supplemental	1,058	1,500	1,500
Senior Farmers' Market Nutrition Program	685	2,000	2,000
Supplemental Food Program - Women, Infants, and Children (WIC)	129,599	151,608	151,608
Surveillance, Epidemiology and End Results (SEER)	---	1,319	1,319
Tobacco Age of Sale Enforcement (TASE)	1,008	1,393	1,393
Tuberculosis Control Program	2,267	6,095	6,095
Venereal Disease Project	2,258	3,882	3,882
Vital Statistics Component	1,446	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	467	2,600	2,600
Various Federal Programs and Accruals	13,960	16,839	16,618
Subtotal, Department of Health	298,602	454,677	454,456
Department of Human Services:			
Block Grant Mental Health Services	10,036	12,962	12,962
Child Care Block Grant	122,515	116,592	116,571
Child Support Enforcement Program	179,498	204,695	204,695
Chronic Disease Self-Management Expansion	506	570	570
Developmental Disabilities Council	1,166	1,636	1,637
Electronic Health Records Provider Incentive Payments	23,698	125,645	125,645
FEMA Disaster Case Management Grant - Super Storm Sandy	4,136	---	---
General Assistance Medicaid Waiver - Childless Adult Demonstration	---	20,000	20,000
Health Information Technology (HIT)	690	5,661	5,661
National Family Caregiver Program	4,252	5,200	5,200
New Jersey Money Follows the Person	19,292	19,867	19,867
Older Americans Act - Title III	29,067	34,077	34,081
Projects for Assistance in Transition from Homelessness (PATH)	2,253	2,137	2,139
Refugee Resettlement Program	3,256	4,268	4,275
Social Services Block Grant - Super Storm Sandy	83,325	---	---
Strategic Prevention Framework	2,816	2,208	2,208
Substance Abuse Block Grant	46,413	46,379	46,427
Supplemental Nutrition Assistance Program	145,942	157,293	162,798
Supplemental Nutrition Assistance Program - Education	5,861	7,000	7,000
Temporary Assistance to Needy Families Block Grant	404,203	387,037	453,063
Title XIX Child Residential	244,103	92,891	92,891
Title XIX Community Care Waiver	424,103	452,435	488,178
Title XIX ICF/MR	257,417	225,479	229,177
Title XIX Medical Assistance	7,407,263	8,871,965	7,940,448
Title XXI Children's Health Insurance Program	292,723	402,017	387,550
United States Department of Agriculture Older Americans	3,786	4,350	4,350
Vocational Rehabilitation Act, Section 120	13,002	12,801	12,877
Various Federal Programs and Accruals	(32,478)	6,339	6,342
Subtotal, Department of Human Services	9,698,844	11,221,504	10,386,612
Department of Labor and Workforce Development:			
Comprehensive Services for Independent Living	256	600	600
Current Employment Statistics	2,177	2,325	2,325
Disability Determination Services	74,265	70,986	70,986
Disabled Veterans' Outreach Program	2,669	2,898	2,898
Emergency Unemployment Compensation - Reemployment Eligibility Assessments	843	---	---
Employment Services	16,233	26,339	26,339

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

	-----Fiscal Year Ending June 30-----		
	2015 Actual	2016 Estimated	2017 Estimated
Employment Services Grants - Alien Labor Certification	332	666	666
Local Veterans' Employment Representatives	174	1,530	1,530
National Council on Aging - Senior Community Services Employment Project	2,022	3,850	3,850
National Emergency Grant - Super Storm Sandy	2,148	---	---
Occupational Safety Health Act - On-Site Consultation	1,759	2,600	2,600
One Stop Labor Market Information	688	1,010	1,010
Public Employees Occupational Safety and Health Act	1,825	2,754	2,754
Redesigned Occupational Safety and Health (ROSH)	300	370	370
Reemployment Eligibility Assessments - State Administration	1,163	2,500	2,500
Rehabilitation of Supplemental Security Income Beneficiaries	1,654	2,000	2,000
Supported Employment	624	975	975
Technology Related Assistance Project	140	550	550
Trade Adjustment Assistance Project	4,189	4,145	4,145
Unemployment Insurance	134,542	157,270	157,270
Vocational Rehabilitation Act of 1973	49,306	51,955	51,955
Work Opportunity Tax Credit	218	719	719
Workforce Data Quality Initiative	248	---	---
Workforce Investment Act	66,978	108,420	108,420
Workforce Investment Act - Adult and Continuing Education	6,633	16,981	16,979
Various Federal Programs and Accruals	(13,093)	1,880	1,880
	<u>358,293</u>	<u>463,323</u>	<u>463,321</u>
Subtotal, Department of Labor and Workforce Development			
Department of Law and Public Safety:			
Anti-Trafficking Task Force	---	300	---
Bulletproof Vest Partnership	281	14	15
Citizen Corps Program	39	---	---
Community Oriented Policing (COPS) Hiring Program	---	7,000	7,000
Disaster Assistance - Other	31,913	---	---
Disaster Assistance- Super Storm Sandy	242,746	---	---
Domestic Marijuana Eradication Suppression Program	8	75	75
Emergency Management Performance Grant - Non Terrorism	14,626	8,500	8,500
Emergency Operation Center	1,531	---	---
Enforcing Underage Drinking Laws	90	---	---
Enhancement of Data Analysis Center	---	50	50
Equal Employment Opportunity Commission	320	328	328
Fatality Analysis Reporting System (FARS)	163	280	280
Flood Mitigation Assistance	---	9,000	9,000
Forensic Casework DNA Backlog Reduction	711	---	---
Hazardous Materials Transportation	471	510	510
High Risk Youth Offender Re-Entry Initiative	12	---	---
Highway Traffic Safety	13,326	28,752	35,037
Homeland Security Grant Program	10,060	8,354	8,354
Incident Command	1,103	1,500	1,500
Intellectual Property	---	270	270
Internet Crimes Against Children	713	400	400
Justice Assistance Grant (JAG)	4,641	4,641	4,613
Justice and Mental Health Collaboration	---	270	270
Juvenile Accountability Incentive Block Grant (JAIBG)	623	---	---
Juvenile Justice Delinquency Prevention	480	909	909
Medicaid Fraud Unit	3,204	3,872	3,783
Metropolitan Medical Response System	490	---	---
National Criminal History Program - Office of the Attorney General	486	881	881
Paul Coverdell National Forensic Science Improvement	277	500	500
Port Security	---	3,000	3,000
Pre-Disaster Mitigation Grant (Competitive)	---	5,000	5,000
Prescription Drug Monitoring Program	175	500	500
Project Safe Neighborhoods	44	500	500
Recreational Boating Safety	3,917	4,000	4,000
Residential Treatment for Substance Abuse	327	153	152
Severe Repetitive Loss - FEMA	7,647	---	---
Sex Offender Registration and Notification Act (SORNA)	858	400	616
Smart Policing Initiative	---	690	690
Solving Cold Cases	---	340	340
UASI Nonprofit Security Grant Program (NSGP)	1,514	1,149	1,149
Urban Area Security Initiative (UASI)	32,675	20,800	20,800
Victim Assistance Grants	10,381	54,000	54,000
Victim Compensation Award	5,127	4,800	2,700

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

	-----Fiscal Year Ending June 30-----		
	2015 Actual	2016 Estimated	2017 Estimated
Victims of Crime Act - Training Discretionary	---	670	670
Victims of Crime Act - Vision 21	---	250	250
Violence Against Women Act-Criminal Justice	3,290	3,612	3,509
Various Federal Programs and Accruals	1,354	1,390	390
Subtotal, Department of Law and Public Safety	<u>395,623</u>	<u>177,660</u>	<u>180,541</u>
Department of Military and Veterans' Affairs:			
Antiterrorism Program Manager	77	120	120
Armory Renovations and Improvements	2,089	5,200	5,200
Army Facilities Service Contracts	1,723	5,000	5,000
Army National Guard Electronic Security System	81	100	100
Army National Guard Statewide Security Agreement	532	700	700
Army National Guard Sustainable Range Program	59	80	80
Army Training and Technology Lab	261	350	350
Atlantic City Air Base - Service Contracts	1,739	2,688	2,688
Atlantic City Environmental	69	66	66
Atlantic City Operations and Maintenance	158	191	191
Atlantic City Sustainment, Restoration and Modernization	585	700	700
Brigadier General Doyle Memorial Cemetery Building Project	986	10,000	10,000
Combined Logistics Facility	730	---	---
Dining Facility Operations	117	150	150
Doyle Cemetery - Public Information Center	548	---	---
Facilities Support Contract	12,688	17,000	17,000
Federal Distance Learning Program	1	200	200
Fire Fighter/Crash Rescue Service Cooperative Funding Agreement	1,334	2,000	2,000
Hazardous Waste Environmental Protection Program	2,208	3,000	3,000
McGuire Air Force Base - Service Contracts	903	1,440	1,440
McGuire Air Force Base Environmental	75	80	80
McGuire Operations and Maintenance	176	200	200
Medicare Part A Receipts for Resident Care and Operational Costs	11,262	11,520	11,520
National Guard Communications Agreement	102	500	500
New Jersey National Guard ChalleNGe Youth Program	1,906	3,200	3,200
Sea Girt Regional Training Institute - Construction	6,627	34,000	34,000
Training Site Facilities Maintenance Agreements	70	120	120
Training and Equipment - Pool Sites	403	700	700
Veteran Homes - Nurse Call Station	---	2,701	---
Veterans' Education Monitoring	450	552	552
Warren Grove/Coyle Field	52	55	55
Various Federal Programs and Accruals	2,105	4,055	4,055
Subtotal, Department of Military and Veterans' Affairs	<u>50,116</u>	<u>106,668</u>	<u>103,967</u>
Department of State:			
Americorps Grants	2,616	5,340	5,080
College Access Challenge Grant Program	3,519	---	---
Election Assistance for Persons with Disabilities	162	---	---
Foster Grandparent Program	632	850	850
Gaining Early Awareness and Readiness for Undergraduate Programs (GEAR UP)	3,258	4,000	3,928
John R. Justice Grant Program	554	107	107
National Endowment for the Arts Partnership	826	900	900
National Health Service Corps - Student Loan Repayment Program	258	30	30
State Trade and Export Promotion Pilot Grant Program	84	500	500
Statewide Longitudinal Data Systems Grant	---	215	---
Student Loan Administrative Cost Deduction and Allowance	11,993	13,225	13,300
Various Federal Programs and Accruals	917	---	---
Subtotal, Department of State	<u>24,819</u>	<u>25,167</u>	<u>24,695</u>
Department of Transportation:			
Airport Fund	349	2,000	2,000
Boating Infrastructure Program (New Jersey Maritime Program)	---	1,600	1,600
Commercial Drivers' License Program	604	1,316	1,316
Commercial Vehicle Information Systems Network	55	---	---
Development and Implementation Grant - Federal Transit Administration	---	1,000	1,000
Driver's License Security Grant Program	122	---	---
Motor Carrier Safety Assistance Program	4,839	9,900	9,900
New Jersey Maritime Program - Ferry Boat	---	5,000	5,000
Various Federal Programs and Accruals	22	---	---
Subtotal, Department of Transportation	<u>5,991</u>	<u>20,816</u>	<u>20,816</u>

SCHEDULE 2
FEDERAL REVENUES
(thousands of dollars)

	-----Fiscal Year Ending June 30-----		
	2015 Actual	2016 Estimated	2017 Estimated
Department of the Treasury:			
Broadband Technology Opportunities Program - Federal Economic Stimulus	15,937	---	---
Pipeline Safety	1,634	600	600
State Broadband Data and Development (Mapping) - Federal Economic Stimulus	276	---	---
State Energy Conservation Program	1,196	1,097	1,097
State Energy Regulators Assistance	390	---	---
Various Federal Programs and Accruals	2,121	---	---
Subtotal, Department of the Treasury	<u>21,554</u>	<u>1,697</u>	<u>1,697</u>
The Judiciary:			
National Instant Criminal Background Check System - Civil Name Change System ...	---	1,000	---
Sentencing Monitoring Apprehending Registering and Tracking (SMART) Probation ..	228	---	---
Various Federal Programs and Accruals	1,519	1,325	1,325
Subtotal, The Judiciary	<u>1,747</u>	<u>2,325</u>	<u>1,325</u>
<i>Total Federal</i>	<u>13,631,220</u>	<u>14,765,307</u>	<u>13,960,826</u>

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

	-----Fiscal Year Ending June 30-----		
	2015 Actual	2016 Estimated	2017 Estimated
Revolving:			
Legislature:			
Various Revolving Funds	1	---	---
Department of Community Affairs:			
Administration and Support Services	328	650	650
Liquid Petroleum Gas Education and Safety Board	474	627	627
Uniform Construction Code	17,125	14,700	17,000
Various Revolving Funds	43	---	---
Subtotal, Department of Community Affairs	17,970	15,977	18,277
Department of Corrections:			
Culinary Arts Vocational Program	62	70	70
Farm Operations	11,879	11,200	11,200
Correctional Laundry Services	70	---	---
State Use	12,785	14,250	14,250
Subtotal, Department of Corrections	24,796	25,520	25,520
Department of Education:			
Administration and Support Services	1,739	1,400	1,400
Support Services and Administration	543	450	450
Subtotal, Department of Education	2,282	1,850	1,850
Department of Environmental Protection:			
Administration and Support Services	3	137	47
Office of Information Resource Management Assessment Funds	---	1,400	1,400
Pesticide Control	9	258	25
Publicly-Funded Site Remediation and Response	111	---	---
Subtotal, Department of Environmental Protection	123	1,795	1,472
Department of Health:			
Administration and Support Services	6,479	6,891	6,891
Laboratory Services	10,636	8,600	8,600
Subtotal, Department of Health	17,115	15,491	15,491
Department of Human Services:			
Administration and Support Services	1,036	1,032	1,013
Income Maintenance Management	7,644	8,594	8,100
Subtotal, Department of Human Services	8,680	9,626	9,113
Department of Labor and Workforce Development:			
Administration and Support Services	794	2,500	2,500
Research and Information	4	---	---
Subtotal, Department of Labor and Workforce Development	798	2,500	2,500
Department of Law and Public Safety:			
Criminal Justice	31	30	---
Department of State:			
Museum Services	40	---	---
State Archives	91	---	---
Subtotal, Department of State	131	---	---
Department of Transportation:			
Administration and Support Services	138	60	60
Fuel Services	13,495	19,000	19,000
Subtotal, Department of Transportation	13,633	19,060	19,060

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

	-----Fiscal Year Ending June 30-----		
	2015 Actual	2016 Estimated	2017 Estimated
Department of the Treasury:			
Adjudication of Administrative Appeals	942	1,000	1,000
Automotive Services	30,363	30,796	30,796
Capitol Post Office	2,379	2,621	2,621
Printing Services	2,323	2,447	2,447
Property Management and Construction - Construction Management Services	6,592	5,100	5,100
Public Information Services	1,171	1,575	1,575
Purchasing and Inventory Management	43,456	43,500	43,500
Records Management Microfilm Unit Revolving Fund	1,006	400	400
Treasury Technology Services	16,259	---	---
Subtotal, Department of Treasury	<u>104,491</u>	<u>87,439</u>	<u>87,439</u>
<i>Total Revolving</i>	<u>190,051</u>	<u>179,288</u>	<u>180,722</u>
Total Other Revenues General Fund	<u>18,383,122</u>	<u>19,992,260</u>	<u>18,927,850</u>
SPECIAL TRANSPORTATION FUND			
Department of Transportation:			
Transportation Trust Fund - Federal Highway Administration	678,683	901,163	885,200
Transportation Trust Fund - Federal Highway Administration - Super Storm Sandy ...	118,565	---	---
Transportation Trust Fund - Local Highway Funds	102,952	278,565	279,565
Transportation Trust Fund - Public Transportation	187,985	503,500	582,500
Transportation Trust Fund - State Highway Funds	1,011,385	464,935	737,935
<i>Total Special Transportation Fund</i>	<u>2,099,570</u>	<u>2,148,163</u>	<u>2,485,200</u>
TOTAL OTHER REVENUES	<u>20,482,692</u>	<u>22,140,423</u>	<u>21,413,050</u>

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

	-----Fiscal Year Ending June 30-----		
	2015 Actual	2016 Estimated	2017 Estimated
GENERAL FUND			
Legislative Branch			
Senate	12,732	11,700	11,700
General Assembly	17,804	18,217	18,217
Office of Legislative Services	32,207	32,294	32,146
Legislative Commissions	5,125	5,735	5,735
State Capitol Joint Management Commission	10,255	9,838	9,838
	<u>78,123</u>	<u>77,784</u>	<u>77,636</u>
Executive Branch			
Chief Executive	6,474	6,736	6,736
Department of Agriculture	22,769	19,953	19,953
Department of Banking and Insurance	57,156	64,013	64,013
Department of Children and Families	1,113,502	1,112,917	1,120,008
Department of Community Affairs	105,101	86,662	77,912
Department of Corrections	1,049,515	1,045,766	1,038,417
Department of Education	243,029	248,788	232,098
Department of Environmental Protection	451,878	394,406	391,413
Department of Health	354,936	415,579	531,771
Department of Human Services	6,180,840	6,361,937	6,233,321
Department of Labor and Workforce Development	207,041	165,142	165,142
Department of Law and Public Safety	620,504	505,631	525,296
Department of Military and Veterans' Affairs	99,968	97,264	96,454
Department of State	1,280,837	1,260,823	1,275,875
Department of Transportation	1,202,640	1,358,272	1,379,524
Department of the Treasury	976,886	1,138,296	1,042,418
Miscellaneous Commissions	770	776	776
	<u>13,973,846</u>	<u>14,282,961</u>	<u>14,201,127</u>
Interdepartmental Account			
Inter-Departmental Services	717,461	704,180	618,507
Employee Benefits	3,165,059	3,492,956	3,701,243
Other Interdepartmental Accounts	33,072	19,363	12,525
Salary Increases and Other Benefits	14,634	34,225	62,700
	<u>3,930,226</u>	<u>4,250,724</u>	<u>4,394,975</u>
Judicial Branch			
The Judiciary	658,528	723,779	724,429
Total General Fund	<u>18,640,723</u>	<u>19,335,248</u>	<u>19,398,167</u>
CASINO CONTROL FUND			
Department of Law and Public Safety	43,474	47,036	42,530
Department of the Treasury	6,008	8,166	7,738
Total Casino Control Fund	<u>49,482</u>	<u>55,202</u>	<u>50,268</u>
CASINO REVENUE FUND			
Department of Health	516	529	529
Department of Human Services	248,783	182,544	179,587
Department of Labor and Workforce Development	2,196	2,196	2,196
Department of Law and Public Safety	92	92	92
Department of Transportation	18,264	18,824	17,523
Total Casino Revenue Fund	<u>269,851</u>	<u>204,185</u>	<u>199,927</u>
GUBERNATORIAL ELECTIONS FUND			
Department of Law and Public Safety	---	---	6,200
PROPERTY TAX RELIEF FUND			
Department of Community Affairs	381,767	715,915	744,915
Department of Corrections	21,354	22,500	22,500
Department of Education	11,882,056	12,601,788	13,162,935
Department of Environmental Protection	3,441	2,700	2,700
Department of Human Services	160,368	168,134	159,615
Department of Law and Public Safety	2,000	2,000	2,000
Department of Transportation	182,000	---	123,351
Department of the Treasury	1,300,375	956,203	956,114
Total Property Tax Relief Fund	<u>13,933,361</u>	<u>14,469,240</u>	<u>15,174,130</u>
GRAND TOTAL EXPENDITURES BUDGETED	<u>32,893,417</u>	<u>34,063,875</u>	<u>34,828,692</u>

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

	-----Fiscal Year Ending June 30-----		
	2015 Actual	2016 Estimated	2017 Estimated
GENERAL FUNDS			
Dedicated Funds			
Chief Executive	740	775	775
Department of Agriculture	6,267	9,761	9,792
Department of Banking and Insurance	450	490	445
Department of Children and Families	53,234	52,276	52,276
Department of Community Affairs	45,033	84,733	77,596
Department of Corrections	24,442	22,791	24,420
Department of Education	19,435	13,046	12,998
Department of Environmental Protection	82,116	121,291	106,528
Department of Health	728,098	705,450	545,671
Department of Human Services	949,437	1,074,963	1,456,800
Department of Labor and Workforce Development	213,894	293,816	290,621
Department of Law and Public Safety	226,127	197,619	205,696
Department of Military and Veterans' Affairs	1,609	4,670	4,654
Department of State	15,031	17,658	18,125
Department of Transportation	898,734	1,089,603	623,015
Department of the Treasury	1,102,940	1,204,768	1,202,935
Interdepartmental Accounts	31,588	53,313	53,313
The Judiciary	65,440	100,642	100,642
<i>Total Dedicated Funds</i>	<u>4,464,615</u>	<u>5,047,665</u>	<u>4,786,302</u>
Federal Funds			
Legislature	1	---	---
Department of Agriculture	418,781	513,377	539,457
Department of Banking and Insurance	430	885	---
Department of Children and Families	536,372	548,778	553,344
Department of Community Affairs	1,950,309	456,679	460,292
Department of Corrections	3,763	8,267	8,685
Department of Education	902,577	906,347	906,347
Department of Environmental Protection	130,166	172,654	170,332
Department of Health	623,028	631,545	656,725
Department of Human Services	8,963,407	10,576,640	9,716,568
Department of Labor and Workforce Development	384,017	490,237	490,237
Department of Law and Public Safety	349,873	183,175	186,029
Department of Military and Veterans' Affairs	39,996	106,668	103,967
Department of State	25,436	24,907	24,695
Department of Transportation	3,646	16,316	16,316
Department of the Treasury	12,468	8,757	8,757
The Judiciary	104,255	120,075	119,075
<i>Total Federal Funds</i>	<u>14,448,525</u>	<u>14,765,307</u>	<u>13,960,826</u>
Revolving Funds			
Legislature	2	---	---
Department of Community Affairs	18,744	15,977	18,277
Department of Corrections	23,578	25,520	25,520
Department of Education	2,295	1,850	1,850
Department of Environmental Protection	183	1,795	1,472
Department of Health	20,414	15,491	15,491
Department of Human Services	6,755	9,626	9,113
Department of Labor and Workforce Development	1,028	2,500	2,500
Department of Law and Public Safety	---	30	---
Department of State	147	---	---
Department of Transportation	13,545	19,060	19,060
Department of the Treasury	105,654	87,439	87,439
<i>Total Revolving Funds</i>	<u>192,345</u>	<u>179,288</u>	<u>180,722</u>
<i>Total Expenditures General Fund</i>	<u>19,105,485</u>	<u>19,992,260</u>	<u>18,927,850</u>
SPECIAL TRANSPORTATION TRUST FUND			
Department of Transportation	2,045,331	2,148,163	2,485,200
GRAND TOTAL EXPENDITURES NOT BUDGETED	<u>21,150,816</u>	<u>22,140,423</u>	<u>21,413,050</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 seventh 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>