

**NEW JERSEY**  
**COMPREHENSIVE.**  
**ANNUAL.**  
**FINANCIAL.**  
**REPORT.**



FOR THE FISCAL YEAR ENDED  
JUNE 30, 2014

**Chris Christie**, Governor  
**Kim Guadagno**, Lt. Governor



# State of New Jersey



## **Comprehensive Annual Financial Report Fiscal Year Ended June 30, 2014**

**Chris Christie**  
*Governor*

**Kim Guadagno**  
*Lieutenant Governor*

**Andrew P. Sidamon-Eristoff**  
*State Treasurer*

**Charlene M. Holzbaur**  
*Director Office of Management and Budget*

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*Assistant Director  
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**Robert L. Peden**  
*Deputy Director  
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Budget*

**James F. Kelly**  
*Manager  
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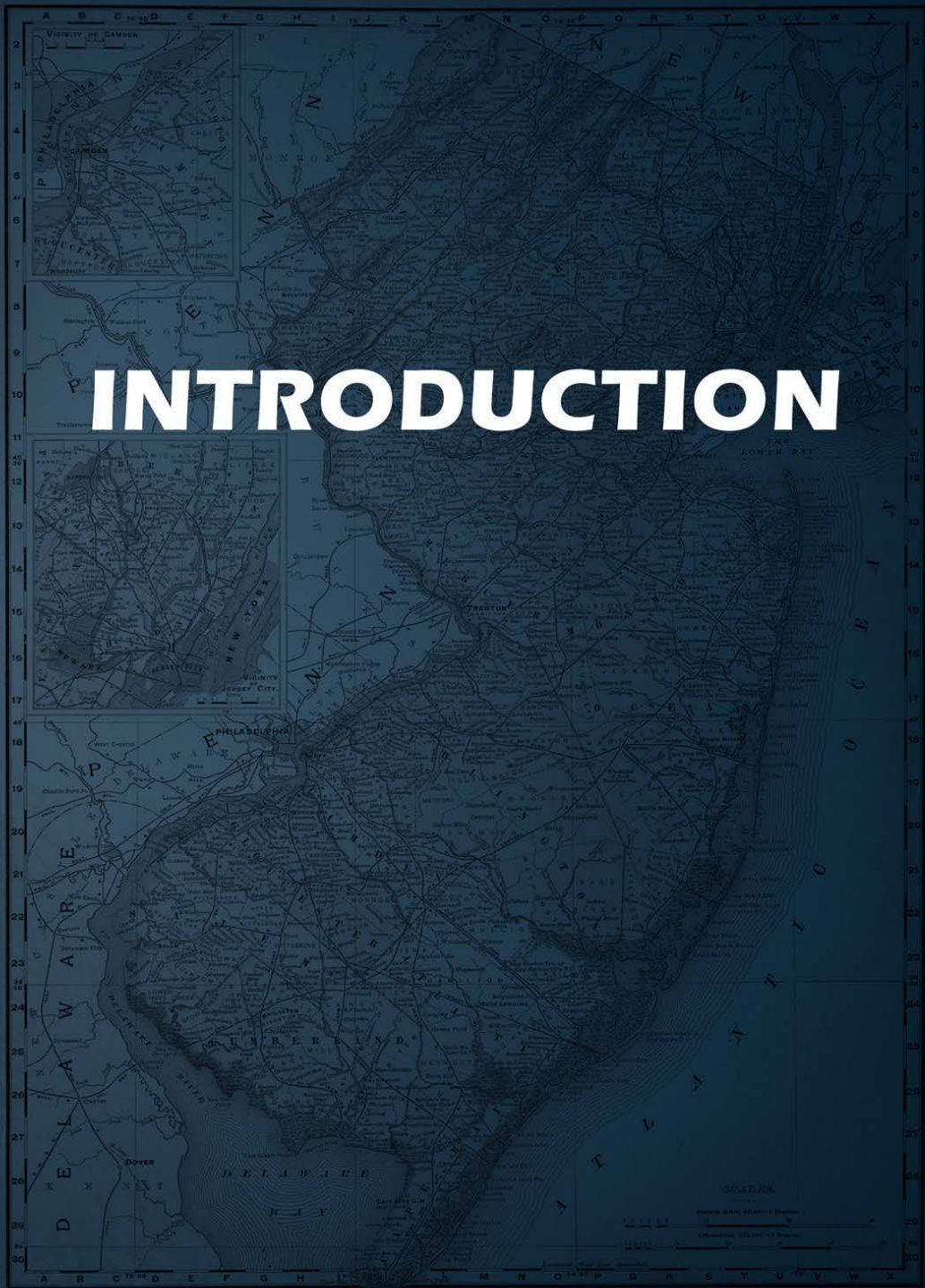
**STATE OF NEW JERSEY  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 FISCAL YEAR ENDED JUNE 30, 2014  
 TABLE OF CONTENTS**

<b>INTRODUCTION</b>	<b>Page</b>
Letter of Transmittal .....	1
Certificate of Achievement .....	7
<b>FINANCIAL SECTION</b>	
Independent Auditor’s Report .....	11
Management’s Discussion and Analysis .....	16
<b>Basic Financial Statements</b>	
Government-wide Financial Statements	
Statement of Net Position .....	30
Statement of Activities .....	32
Governmental Funds Financial Statements	
Balance Sheet .....	34
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position .....	35
Statement of Revenues, Expenditures and Changes in Fund Balances.....	36
Reconciliation of the Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	37
Proprietary Funds Financial Statements	
Statement of Net Position .....	38
Statement of Revenues, Expenses and Changes in Fund Net Position .....	39
Statement of Cash Flows .....	40
Fiduciary Funds Financial Statements	
Statement of Fiduciary Net Position .....	42
Statement of Changes in Fiduciary Net Position .....	44
Component Units Financial Statements	
Statement of Net Position.....	46
Statement of Activities .....	48
Index to the Notes to the Financial Statements .....	52
Notes to the Financial Statements .....	53
<b>Required Supplementary Information</b>	
Budgetary Comparison Schedule .....	108
Budgetary Comparison Schedule – Budget to GAAP Reconciliation Major Funds .....	111
Notes to Required Supplementary Information .....	113
Schedule of Funding Progress All Pension Trust Funds .....	114
<b>Combining Financial Statements and Schedules</b>	
Governmental Funds - Major Fund – General Fund	
Balance Sheet .....	116
Schedule of Revenues, Expenditures and Changes in Fund Balances.....	134

	<b>Page</b>
Governmental Funds – Non-Major Funds	
Balance Sheet – By Fund Type .....	150
Statement of Revenues, Expenditures and Changes in Fund Balances – By Fund Type .....	151
Special Revenue Funds	
Balance Sheet .....	152
Statement of Revenues, Expenditures and Changes in Fund Balances .....	170
Capital Projects Funds	
Balance Sheet .....	190
Statement of Revenues, Expenditures and Changes in Fund Balances .....	194
Fiduciary Funds	
Agency Funds	
Statement of Fiduciary Net Position .....	198
Statement of Changes in Assets and Liabilities .....	202
Pension and Other Employee Benefits Trust Funds	
Statement of Fiduciary Net Position .....	206
Statement of Changes in Fiduciary Net Position .....	210
Private Purpose Trust Funds	
Statement of Fiduciary Net Position .....	214
Statement of Changes in Fiduciary Net Position .....	216
Component Units	
Statement of Net Position – Non-Major Component Units .....	218
Statement of Activities – Non-Major Component Units .....	219
Authorities	
Statement of Net Position .....	220
Statement of Activities .....	224
Colleges and Universities	
Statement of Net Position .....	228
Statement of Activities .....	232
Description of Funds .....	235
<b>Other Information</b>	
Capital Assets	
Schedule of Changes in Gross Capital Assets by Function .....	263
Schedule of Gross Capital Assets by Function .....	264
Schedule of Changes in Accumulated Depreciation by Function .....	267
Schedule of Accumulated Depreciation by Function .....	268
Accumulated Depreciation as a Percentage of Capital Assets by Category .....	270
Accumulated Depreciation as a Percentage of Capital Assets by Function .....	270
Long-Term Debt	
Schedule of Long-Term Debt .....	272
Budgetary Schedules	
Budgetary Comparison Schedule Non-Major Governmental Funds .....	274
Budgetary Comparison Schedule-Budget to GAAP Reconciliation – Non-Major Funds .....	278
Schedule of Anticipated Revenue .....	280
Schedule of Appropriated Revenue .....	289
Schedule of Appropriations and Expenditures .....	290
<b>STATISTICAL SECTION</b>	
Statistical Section Index .....	311



# INTRODUCTION









## State of New Jersey

**CHRIS CHRISTIE**  
*Governor*

DEPARTMENT OF THE TREASURY  
OFFICE OF MANAGEMENT AND BUDGET  
P.O. BOX 221  
TRENTON, NJ 08625-0221

**ANDREW P. SIDAMON-ERISTOFF**  
*State Treasurer*

**KIM GUADAGNO**  
*Lt. Governor*

**CHARLENE M. HOLZBAUR**  
*Director*

April 2, 2015

Governor Chris Christie  
Members of the State Legislature  
New Jersey Citizens

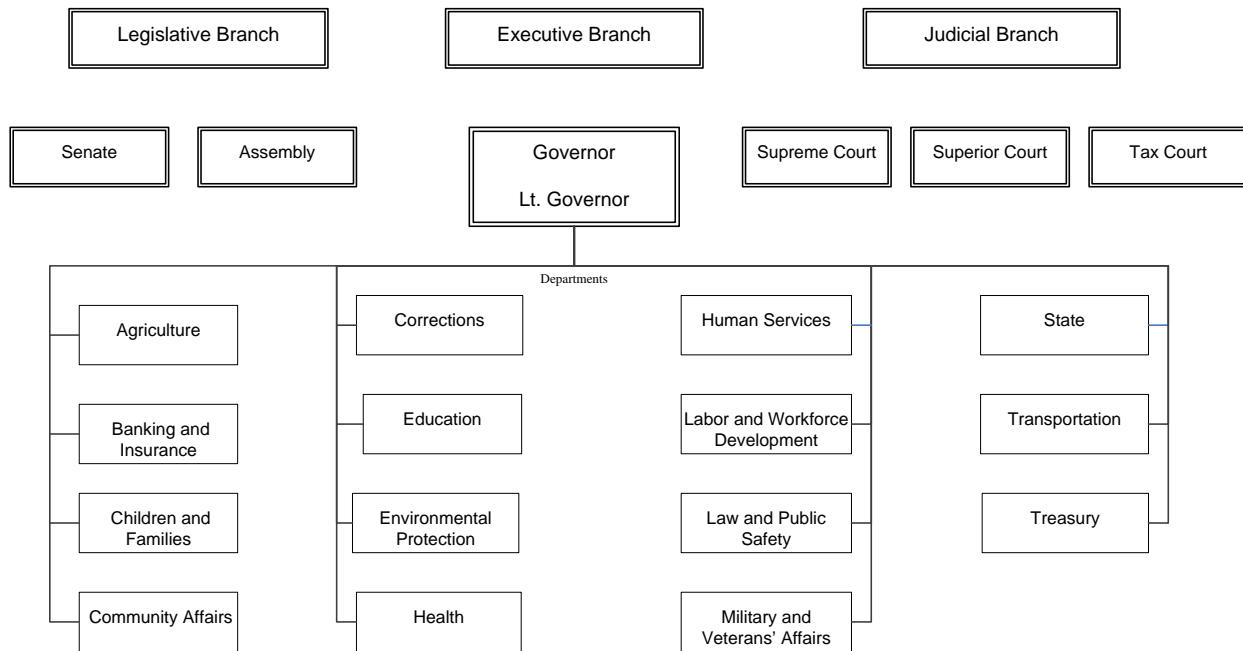
In accordance with the provisions of N.J.S.52:27B-46, it is our pleasure to transmit to you the State of New Jersey's Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2014. The Department of the Treasury's Office of Management and Budget prepared this report. The Department of the Treasury and the Office of Management and Budget are responsible for the accuracy, completeness, and fairness of all data presented, including all disclosures.

This CAFR presents the financial position and operating results of the State under generally accepted accounting principles (GAAP) applicable to State and local governments, as established by the Governmental Accounting Standards Board (GASB). The State also participates in the Government Finance Officers Association (GFOA) of the United States and Canada's Certificate of Achievement for Excellence in Financial Reporting review program.

The State operates in accordance with the standards provided in GASB Statements No. 34 and No. 35. In addition to providing traditional fund financial statements, the objective of this reporting model is to provide a single, unified, transparent picture of the State's fiscal health; thus, this CAFR clearly displays all of the State's revenues, costs, assets, and liabilities. This report also includes a Management's Discussion and Analysis section, which provides users with an objective and easy-to-read analysis of New Jersey's financial performance for the fiscal year ended June 30, 2014. We are confident that the data is accurate in all material respects and presented in a manner designed to set forth fairly the financial position and results of the State's operations, as measured by the fiscal activity of its various funds, and includes all disclosures necessary to enable the reader to gain a reasonable understanding of the State's financial affairs.

### **NEW JERSEY GOVERNMENT**

The State of New Jersey was one of the original thirteen colonies and was the third state to ratify the United States Constitution in 1787. The original State Constitution was adopted on July 2, 1776 and was subsequently superseded by the State Constitution of 1844. A new State Constitution was prepared by a constitutional convention in 1947 and was ratified by voters of the State in the General election held November 4, 1947. The State Constitution divides the powers of government between three co-equal independent branches: Legislative, Executive, and Judicial.



**Legislative:** The State’s bicameral Legislative Branch, which consists of a total of 120 members from 40 legislative districts with elections held in odd-numbered years, meets in annual sessions in Trenton, the State’s capital. The 40 members of the State Senate are elected to terms of four years, except for the election following a decennial census, in which case the term is for two years. The 80 members of the General Assembly are elected to terms of two years. Neither State Senators nor Assembly Members are subject to term limits. The Office of Legislative Services (OLS) is a nonpartisan agency that provides legislators with legal, fiscal, research, information, and administrative services. Key OLS positions include an executive director, a legislative counsel, the state auditor, a legislative budget and finance officer, a director of central staff, a director of data management, and a director of administration.

**Executive:** The Office of the Chief Executive, which oversees the entire Executive Branch, consists of the Governor, the Lieutenant Governor, Cabinet-level department heads, and staff who are responsible for carrying out the Governor’s constitutional powers and duties. Upon direct election by a plurality of the State’s voters, both the Governor and the Lieutenant Governor may serve two successive terms of four years. With the exception of the Secretary of Agriculture, who is chosen by the Board of Agriculture with the Governor’s approval, the New Jersey State Constitution grants the Governor the authority to appoint the entire cabinet as well as all Superior Court Judges and county prosecutors, subject to confirmation by the New Jersey Senate. Department heads remain in office until their successors are named and confirmed by the Senate; the only exceptions are the Attorney General and the Secretary of State, who are appointed to serve throughout the Governor’s entire term. Although the State Constitution permits a maximum of 20 departments, the State’s payroll consisted of approximately 58,900 employees in 15 departments as of January 2014. The Executive Branch also oversees the performance of 566 municipalities and 603 school districts, and the incarceration and rehabilitation of approximately 19,700 prisoners. In addition to reliable transportation and protection for the State’s citizenry and environment, the Executive Branch provides social services for one out of every six New Jersey citizens.

**Judicial:** New Jersey’s Supreme Court consists of a Chief Justice, who is the administrative head of all courts under the State’s jurisdiction, as well as six Associate Justices. In addition to Municipal and Tax Courts located throughout the State, there are Superior Courts, with a minimum of two Judges, in each of New Jersey’s 21 counties. After nomination by the Governor and subsequent confirmation by the State Senate, all Supreme Court Justices and Superior Court Judges serve initial terms of seven years. Should they be deemed eligible by both the Governor and the State Senate, Supreme Court Justices and Superior Court Judges acquire tenure with retirement at age 70 as mandated by the State Constitution. For purposes of judicial administration, the State is divided into 15 vicinages, each consisting of a single county or a combination of counties. The Administrative Office of the Courts provides support services. Approximately seven million new cases are filed in New Jersey’s courts every year, including six million in Municipal Court and one million in Superior Court. These cases address matters concerning civil, criminal, and family law.

As of July 1, 2014, the higher education system in New Jersey includes three public research universities, eight State colleges and universities, 19 community colleges, 15 independent four-year colleges and universities, eight proprietary institutions with degree-granting authority, 21 Talmudic institutions and theological seminaries, and one independent two-year religious college. Effective July 1, 2013, the “New Jersey Medical and Health Sciences Education Restructuring Act” of 2012 abolished the University of Medicine and Dentistry of New Jersey (UMDNJ), transferred UMDNJ’s various schools and institutes to Rutgers University and Rowan University, respectively, and established Rowan University as a public research university. University Hospital was established as a body corporate and politic and maintained its status as the principal teaching hospital for the New Jersey Medical School, New Jersey Dental School and other medical education programs located in Newark, New Jersey. University Hospital, by law, is a separate discretely presented component unit (Authority) of the State. In November 2012, New Jersey voters approved the \$750 million “Building our Future Bond Act” (P.L. 2012, c.141), and in April 2013, the State announced reauthorization of four additional higher education funding programs – the Higher Education Capital Improvement Fund (CIF); the Higher Education Facilities Trust Fund (HEFT); the Higher Education Technology Infrastructure Fund (HETI); and the Higher Education Equipment Leasing Fund (ELF). Together, these five programs will provide more than \$1.3 billion for the renewal of New Jersey’s higher education infrastructure.

### **COMPONENT UNITS**

In accordance with the requirements of GASB Statement No. 14, *The Financial Reporting Entity*, this CAFR for fiscal year ended June 30, 2014 includes the accounts of 21 public authorities and 11 State colleges and universities. Public authorities are legal, separate entities that are not operating departments of the State. Governing boards are vested with the power to independently manage and set policies for the organization. Each component unit is established for a specific purpose for the benefit of the State’s citizenry. GASB Statement No. 14 provides that the State’s financial statements should emphasize the primary government and permit financial statement users to distinguish between the primary government and its component units. As a result, the transmittal letter, Management’s Discussion and Analysis, and the financial statements focus on the primary government of the State and its activities, although information pertaining to the component units is presented. For additional information, please see Note 18 – Component Units.

Executive Order No. 122, signed on July 23, 2004, was established to direct the Board of Directors for each State Authority to create an Audit Committee whose members are to assist in the oversight of the financial reporting and audit processes of the Authority. Each member of the Audit Committee is independent of the Authority, with at least one member having a background in accounting or related financial expertise. The Audit Committee must assist the Board in retaining an independent auditor to conduct an audit. The auditor selection process must be based on public, competitive bidding principles and shall take place no less than once every five years. In order to ensure the independence of the auditor selection process, an evaluation committee shall be established by the Board to conduct the solicitation and evaluation of eligible auditors. The auditor selected shall report directly to the Audit Committee or the Board. At no time shall the auditor report to any staff member of the Authority. At least twice a year, the Audit Committee shall hold a private meeting with the auditor. In carrying out these duties, the Audit Committee shall proactively assist the Board in overseeing the integrity and quality of the Authority’s financial statements, the Authority’s compliance with legal, regulatory, and ethical requirements, the auditor’s performance and ability to perform, and the performance of the Authority’s own internal audit and internal control functions.

### **BUDGET AND ACCOUNTING**

#### **Legal Level of Control**

The State’s annual Appropriations Act includes the General Fund, as well as certain Special Revenue Funds (Casino Control, Casino Revenue, Gubernatorial Elections, and Property Tax Relief). The departments maintain legal control at the appropriation line item level and exercise budgetary control by individual appropriations and allocations within annual appropriations to various programs and major expenditure objects. Program classifications represent a lower level operating program function, consisting of closely related activities with identifiable objectives or goals. Revisions to the annual Appropriations Act, reflecting program changes or interdepartmental transfers of an administrative nature, may be effected during the budget year with certain Executive and Legislative Branch approvals. Language, located in the “General Provisions” section of the State’s annual Appropriations Act, enables management to amend a department’s budget with approval by the Director of the Office of Management and Budget; under specific conditions, additional approval by the Office of Legislative Services is required. Only the State Legislature, however, may transfer appropriations between departments.

### **Accounting Systems**

The Office of Management and Budget directs and supervises a central accounting system, which maintains all accounting records for the various State departments. The State's annual budget provides individual appropriations to departments for specific programs and purposes, while component units maintain separate accounting systems.

To ensure expenditures do not exceed appropriations and allocations, the State employs encumbrance accounting. Purchase orders, contracts, and other commitments involving monetary expenditures are encumbrances. Any unencumbered and unexpended non-continuing appropriations lapse at fiscal year's end.

Consideration as to the adequacy of internal controls is paramount in developing and maintaining the State's accounting system. Internal accounting controls are designed to provide reasonable assurance regarding the safeguarding of assets against loss from unauthorized use or disposition, and guarantee that financial records are reliable for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived from its use, and the evaluation of costs and benefits requires managerial estimates and judgments. All internal control evaluations occur within this framework.

### **RELEVANT FINANCIAL POLICIES**

The New Jersey State Constitution, which mandates an annual balanced budget, directs, in part, that no money shall be drawn from the State Treasury but for appropriations made by law and that no law appropriating money for any State purpose shall be enacted if the appropriations contained therein, together with all prior appropriations made for the same fiscal period, shall exceed the total amount of the revenue on hand and anticipated to be available to meet such appropriations during such fiscal period, as certified by the Governor. Accordingly, during the fiscal year, the State may have to make several revenue and expenditure adjustments to ensure a positive fund balance. The State has had a balanced budget in every fiscal year since the adoption of the State Constitution in 1947.

Created as a "rainy day fund," the Surplus Revenue Fund is part of the General Fund's resources and fund balance, and accounts for excess revenues from prior fiscal years that are reserved legislatively and may be used to support current year's appropriations in the event that anticipated revenues in the General Fund are estimated to be less than those certified by the Governor upon approval of the annual Appropriations Act. The Surplus Revenue Fund was designed to build fund balance during economic upswings, and to be expended during economic downturns and emergency situations. Such an example occurred during Fiscal Year 2009 when, in response to the national recession, the State drained its entire Surplus Revenue Fund to help balance its budget. As of June 30, 2014, this Fund continued to have a zero balance.

The State employs a budgetary basis of accounting for all of its annual fiscal transactions. The budgetary basis differs from the GAAP basis, which is used to present fund financial statements, in that the former: 1) recognizes encumbrances as expenditures, 2) recognizes all federal revenues related to such encumbrances, and 3) reflects only current fiscal year transactions. The GAAP basis also requires that certain grants and other financial assistance be recorded as revenues and/or expenditures.

### **FINANCIAL TRENDS**

#### **Revenue History**

Although State-budgeted Fiscal Year 2014 revenue collections of \$31.3 billion were almost \$1.2 billion less than those collected in pre-recession Fiscal Year 2008, there was a measurable improvement of \$423.6 million when compared to Fiscal Year 2013 revenue collections. In comparison to Fiscal Year 2008, Gross Income Tax collections in Fiscal Year 2014 were \$293.8 million less; however, they also showed a marked increase of \$203.1 million in comparison to Fiscal Year 2013. With the current Fiscal Year 2015 revenue estimate projected to be \$32.6 billion, the State's economic recovery trend remains optimistic. The Statistical Section provides a ten-year history of State-budgeted revenue collections.

#### **Pension and Other Postemployment Benefits (OPEB) Obligations**

In Fiscal Year 2014 the State funded the various defined benefit pension systems at their employer normal cost rather than the full actuarially required amount. However, underfunding on an actuarial basis has led to the State's current net pension obligation of \$15.9 billion and a net OPEB obligation of \$23.6 billion based on the current actuarial valuations which are as of July 1, 2013. The total unfunded actuarial accrued liability (UAAL) for State and local pension plans was \$51.0 billion as of June 30, 2013, or an increase of \$4.0 billion from June 30, 2012, based on the requirements of GASB Statement No. 27. The Division of Pensions and Benefits is required to disclose the Net Pension Liability based on GASB Statement No. 67, which will be different from the State's disclosure. In Fiscal Year 2015, the State will implement GASB Statement No. 68 and will record

its portion of the Net Pension Liability. The increase in the UAAL is mainly attributable to expected actuarial losses and the State's pension contribution of \$699.4 million being less than the full actuarially required amount. This increase would have been larger except for the impact of P.L. 2011, c. 78 which suspended additional cost of living adjustment (COLA) increases for current and future retirees, and the investment return of 16.72% being higher than the assumed rate of 7.90%. The total State and local OPEB unfunded actuarial accrued liability at June 30, 2013 was \$66.8 billion, or an increase of \$2.9 billion from the prior year. For updated information, Fiscal Year 2013 actuarial reports can be accessed via <http://www.state.nj.us/treasury/pensions/actuarial-rpts.shtml>.

#### **AUDIT INFORMATION**

The principal auditor of the State's reporting entity is the Office of the State Auditor, which resides in the Legislative Branch of State government. The State Auditor's examination was conducted in accordance with generally accepted auditing standards and its opinion precedes the Basic Financial Statements. Private sector public accounting firms have been used for the audits of separately issued component units and college and university financial statements. In addition, the Office of the State Auditor conducts periodic financial and expanded scope audits of various State agencies. Additional information regarding the State's financial status, including prior year budgets, appropriations acts, and financial reports, is available on the State's web site (<http://www.state.nj.us/treasury/omb/>).

#### **CERTIFICATE OF ACHIEVEMENT FOR EXCELLENCE IN FINANCIAL REPORTING**

The GFOA awarded the Certificate of Achievement for Excellence in Financial Reporting to the State of New Jersey for its CAFR for the fiscal year ended June 30, 2013. In order to qualify for this certificate, a governmental entity must publish an easily readable and efficiently organized comprehensive annual financial report, of which the contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements. The State of New Jersey has received this award every year since 1993.

#### **ACKNOWLEDGEMENTS**

Finally, we express our grateful appreciation to the many dedicated professionals in the Office of Management and Budget and the Office of the State Auditor, whose work made possible the preparation of this report. We believe their combined efforts have produced a report that will provide a means for government, the financial community, decision makers, and concerned citizens to better understand and evaluate the State's financial condition.

Sincerely,



Andrew P. Sidamon-Eristoff  
State Treasurer



Charlene M. Holzbaun  
Director, Office of Management and Budget

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Government Finance Officers Association

Certificate of  
Achievement  
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in Financial  
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**State of New Jersey**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2013**

Executive Director/CEO



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**FINANCIAL** SECTION



LEGISLATIVE SERVICES COMMISSION

ASSEMBLYMAN  
VINCENT PRIETO  
*Chairman*

SENATOR  
THOMAS H. KEAN, JR.  
*Vice-Chairman*

SENATE

CHRISTOPHER J. CONNORS  
NIA H. GILL  
ROBERT M. GORDON  
JOSEPH M. KYRILLOS, JR.  
JOSEPH PENNACCHIO  
STEPHEN M. SWEENEY  
LORETTA WEINBERG

GENERAL ASSEMBLY

JON M. BRAMNICK  
ANTHONY M. BUCCO  
JOHN J. BURZICHELLI  
THOMAS P. GIBLIN  
LOUIS D. GREENWALD  
ALISON LITTELL MCHOSE  
SCOTT T. RUMANA



## New Jersey State Legislature

### OFFICE OF LEGISLATIVE SERVICES

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*Assistant State Auditor*

JOHN J. TERMYNA  
*Assistant State Auditor*

## INDEPENDENT AUDITOR'S REPORT

The Honorable Chris Christie  
Governor of New Jersey

The Honorable Stephen M. Sweeney  
President of the Senate

The Honorable Vincent Prieto  
Speaker of the General Assembly

Mr. David J. Rosen  
Executive Director  
Office of Legislative Services

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the State of New Jersey as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the state's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### ***Auditor's Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the discretely presented component units, the pensions and other employee benefits trust funds, and the Port Authority of New York and New Jersey which represent 100 percent of the assets and deferred outflows of resources and 100 percent of the revenues of the aggregate discretely presented component units, 93 percent of the assets and 56 percent of the revenues (including additions to fiduciary net position) of the aggregate remaining fund information, and 100 percent of the information disclosed in Note 2-F of the basic financial statements, respectively. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinions, insofar as they relate to the amounts and disclosures included for the discretely presented component units, the pensions and other employee benefits trust funds, and the Port Authority of New York and New Jersey, are based solely on the reports of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. The financial statements of the pensions and other employee benefits trust funds and three discretely presented component units, the New Jersey Sports and Exposition Authority, the Higher Education Student Assistance Authority, and the Casino Reinvestment Development Authority, were not audited in accordance with *Government Auditing Standards*.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### ***Opinions***

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the State of New Jersey as of June 30, 2014, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## ***Emphasis of Matter***

### *Adoption of New Accounting Pronouncements*

As discussed in Note 2-A, the State of New Jersey adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 65, *Items Previously Reported as Assets and Liabilities*, GASB Statement No. 67, *Financial Reporting for Pension Plans*, and GASB Statement No. 70, *Accounting and Financial Reporting for Nonexchange Financial Guarantees* as of July 1, 2013. Our opinion was not modified with respect to these matters.

## ***Other Matters***

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the budgetary comparison schedules, and the funding progress schedule for all pension trust funds and health benefits program fund be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We and the other auditors have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the State of New Jersey's basic financial statements. The introductory section, combining financial statements section, other information section, and the statistical section, as listed in the table of contents, are presented for the purposes of additional analysis and are not a required part of the basic financial statements.

The combining financial statements section and the other information section are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America by us and other auditors.

In our opinion, based on our audit, the procedures performed as described above, and the reports of the other auditors, the combining financial statements section and the other information section are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory section and the statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated April 2, 2015 on our consideration of the State of New Jersey's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the State of New Jersey's internal control over financial reporting and compliance.

A handwritten signature in black ink, appearing to read "S. M. Eells". The signature is fluid and cursive, with a large loop at the beginning and a long horizontal stroke at the end.

Stephen M. Eells  
State Auditor  
April 2, 2015





## MANAGEMENT'S DISCUSSION AND ANALYSIS

The following narrative provides an overview and analysis concerning New Jersey State Government's financial performance of its activities for the fiscal year ended June 30, 2014. Readers should consider this information in conjunction with the transmittal letter, which precedes Management's Discussion and Analysis, and the State's financial statements, which follow.

### FINANCIAL HIGHLIGHTS

#### Government-wide

- The primary government's assets and deferred outflows of resources totaled \$39.6 billion, an increase of \$1.1 billion from the prior fiscal year. As of June 30, 2014, liabilities exceeded assets and deferred outflows of resources by \$49.6 billion. The State's unrestricted net position, which represents net assets that have no statutory commitments and are available for discretionary use, totaled a negative \$62.2 billion. The negative balance is primarily a result of underfunding the annual pension costs to the State's retirement systems and the State's recognition of other postemployment benefits under GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions* (See Note 17 – Retirement Systems, Health Benefits, and Post-Retirement Medical Benefits). Financing activities that have contributed to the State's negative unrestricted net position amount include liabilities from pension obligation bonds, the funding of a portion of local elementary and high school construction, and the securitization of a major portion of annual tobacco master settlement agreement receipts with no corresponding assets.
- June 30, 2014 component unit assets and deferred outflows of resources exceeded component unit liabilities and deferred inflows of resources by \$19.7 billion. Total component unit assets and deferred outflows of resources grew to \$50.0 billion, a \$3.1 billion increase from the prior fiscal year.

#### Fund Level

- The State's governmental funds reported June 30, 2014 combined ending fund balances of \$7.1 billion, a decrease of \$0.3 billion when compared to the prior fiscal year. Fund balances are segregated into the following categories: nonspendable, restricted, committed, and unassigned. The nonspendable fund balance classification (\$20.4 million) includes amounts that are legally required to remain intact. The restricted fund balance classification (\$4.4 billion) is used when constraints have been placed upon the use of resources through enabling legislation initiated by voter referendum, constitutional provisions, debt covenants, or other external parties such as the federal government. The committed fund balance classification (\$2.4 billion) includes amounts that can only be used for purposes specified in enabling legislation with the consent of both the legislative and executive branches. In contrast to the restricted fund balance classification, amounts in this category may be redeployed for other purposes with appropriate due process. Finally, the unassigned fund balance (\$295.1 million) represents the fund balance amount that has not been restricted or committed to a specific purpose within the General Fund.
- During the fiscal year, the proprietary funds' net position increased by \$614.4 million resulting in net position of \$1.1 billion as of June 30, 2014.

#### Long-term Obligations

- The State's long-term obligations increased 6.5 percent to \$84.9 billion, which includes a net increase in bonded obligations of \$0.4 billion. During the fiscal year, the State issued \$3.0 billion in bonds. New money issuances represented \$1.2 billion primarily for transportation program improvements, while \$1.8 billion represented refunding transactions that provided the State with \$30.5 million in net present value savings. During Fiscal Year 2014, the State paid \$3.1 billion in debt service on its long-term obligations.
- Non-bonded portions of the State's long-term obligations total \$43.0 billion. This amount represents a \$4.8 billion increase from the prior fiscal year and is mainly attributable to increases in the Net Pension Obligation (NPO) as well as the State's Net Other Postemployment Benefits (OPEB) Obligation.

### OVERVIEW OF THE FINANCIAL STATEMENTS

The State's basic financial statements are comprised of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. This Comprehensive Annual Financial Report also contains required supplementary information (RSI) and other information, in addition to the basic financial statements.

**Major Features of the Basic Financial Statements**

Features	Government-wide Financial Statements	Fund Financial Statements		
		Governmental Funds	Proprietary Funds	Fiduciary Funds
<b>Scope</b>	Entire State government (except fiduciary funds) and the State's component units	State activities that are not proprietary or fiduciary	State activities that are operated similar to a private business	Instances in which the State is the trustee or agent for someone else's resources
<b>Required Financial Statements</b>	<ul style="list-style-type: none"> <li>• Statement of Net Position</li> <li>• Statement of Activities</li> </ul>	<ul style="list-style-type: none"> <li>• Balance Sheet</li> <li>• Statement of Revenues, Expenditures, and Changes in Fund Balance</li> </ul>	<ul style="list-style-type: none"> <li>• Statement of Net Position</li> <li>• Statement of Revenues, Expenses, and Changes in Net Position</li> <li>• Statement of Cash Flows</li> </ul>	<ul style="list-style-type: none"> <li>• Statement of Fiduciary Net Position</li> <li>• Statement of Changes in Fiduciary Net Position</li> </ul>
<b>Accounting Basis and Measurement Focus</b>	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
<b>Types of Asset/Liability Information</b>	All assets and liabilities, both financial and capital, and short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets included	All assets and liabilities, both financial and capital, and short-term and long-term	All assets and liabilities, both short-term and long-term
<b>Types of Inflow/Outflow Information</b>	All revenues and expenses during the year, regardless of when cash is received or paid	<ul style="list-style-type: none"> <li>• Revenues for which cash is received during or soon after the end of the fiscal year</li> <li>• Expenditures when goods or services have been received and payment is due during the year or soon thereafter</li> </ul>	All revenues and expenses during the year, regardless of when cash is received or paid	All revenues and expenses during the year, regardless of when cash is received or paid

**Government-wide Financial Statements**

Government-wide financial statements provide a broad view of the State's operations in a manner similar to private sector business standards, as well as both short-term and long-term information regarding the State's overall financial position through the fiscal year end. The government-wide financial statements include the following two statements:

- **Statement of Net Position**

Presents all of the State's assets and deferred outflows of resources and liabilities and deferred inflows of resources and calculates net position. Increases or decreases in the State's net position over time may serve as a useful indicator as to whether or not the State's overall financial position is improving or deteriorating.

- **Statement of Activities**

Presents how the State's net position changed during the fiscal year. All changes in net position are reported when the underlying event occurs, giving rise to the change, regardless of the timing of related cash flows. This statement also presents a comparison between direct expenses and program revenues for each State function.

Both the Statement of Net Position and the Statement of Activities have separate sections that report three activities:

- **Governmental Activities**

The majority of State service functions fall into this category, which includes Executive, Legislative, and Judicial Branch operations. Governmental activity functions rely heavily on State taxes and federal grant receipts for funding their respective programs and functions.

- **Business-type Activities**

These operations, consisting of the State Lottery Fund and the Unemployment Compensation Fund, are legislatively able to charge fees to external users to recover all or a portion of the cost of the services provided and are, therefore, classified as business-type activities.

- **Component Units**

Legally separate operations and organizations for which the State has financial accountability are considered component units. Operating as business-type activities, financial statements of component units are presented discretely in either the major or non-major categories in both the Statement of Net Position and the Statement of Activities based upon the relative size of assets, liabilities, revenues, and expenses in relation to the total. The State's component units for the period covered by the Comprehensive Annual Financial Report, consist of 11 senior public institutions of higher education as well as 21 authorities; of the latter 21, five (the Garden State Preservation Trust, the New Jersey Building Authority, the New Jersey Schools Development Authority, the New Jersey Transportation Trust Fund Authority, and the Tobacco Settlement Financing Corporation) are blended into governmental activities. A complete list of the State's component units is shown in Note 1B – Summary of Significant Accounting Policies – Financial Reporting Entity and Note 18 – Component Units. Audit reports of the individual component units can be obtained from their respective administrative offices.

### **Reconciliation of Government-wide and Governmental Funds Financial Statements**

This Comprehensive Annual Financial Report includes two schedules that reconcile the amount reported on the governmental funds financial statements (modified accrual basis of accounting) with government-wide financial statements (accrual basis of accounting). The following summarizes the major differences between the financial reporting impacts of transitioning from a modified accrual basis of accounting to a full accrual basis of accounting:

- Capital assets used in governmental activities are not reported on governmental funds financial statements.
- Capital outlay spending results in capital assets on the government-wide financial statements, but is reported as expenditures on the governmental funds financial statements.
- Bond and note proceeds result in liabilities on the government-wide financial statements, but are recorded as other financing sources on the governmental funds financial statements.
- Certain other outflows represent either increases or decreases in liabilities on the government-wide financial statements, but are reported as expenditures on the governmental funds financial statements.

For more detailed information, which is essential to a full understanding of the data provided in the government-wide financial statements and governmental funds financial statements, see “Notes to the Financial Statements.”

### **Fund Financial Statements**

A fund is a fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources together with all related liabilities and residual equities or balances, and changes therein, which is segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. The State's fund financial statements reflect financial reporting practices in accordance with this definition. The State's funds, which exclude component units, are divided into three categories: governmental, proprietary, and fiduciary.

- **Governmental Funds Financial Statements**

Most direct State services are financed through governmental funds, which are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. The governmental funds financial statements focus on current inflows and outflows of expendable resources and the unexpended balances at the end of a fiscal year that are available for future spending. Governmental fund information helps determine whether or not there was an addition or a reduction in financial resources that can be spent in the near future to finance State programs.

The State's governmental funds are the General Fund, Special Revenue Funds, and Capital Projects Funds. These funds are reported using the modified accrual basis of accounting, which measures cash and all other financial assets that can readily be converted to cash. The basic governmental funds financial statements can be found immediately following the government-wide financial statements.

- **Proprietary Funds Financial Statements**

Proprietary funds are used to account for State business-type activities. Since these funds charge fees to external users, they are known as enterprise funds. Proprietary funds provide the same information as government-wide financial statements and use the accrual basis of accounting.

- **Fiduciary Funds Financial Statements**

Fiduciary funds, which include State pension fund systems, are used to account for resources held by the State for the benefit of parties outside of State government. Fiduciary funds are reported using the accrual basis of accounting in separate Statements of Fiduciary Net Position and Changes in Fiduciary Net Position. Government-wide financial statements exclude fiduciary fund activity and balances since the assets are legislatively restricted in purpose and do not represent discretionary assets the State can use to fund its operations.

### **Notes to the Financial Statements**

The Notes to the Financial Statements provide additional background information that assists the reader in understanding the data provided in the government-wide financial statements and fund financial statements.

### **Required Supplementary Information**

The basic financial statements are followed by a required supplementary information section. This section includes budgetary schedules that reconcile the statutory intent of the program with fund balances in accordance with generally accepted accounting principles at fiscal year end as well as variances between the final budget and actual results on a budgetary basis. Also, there is a Schedule of Funding Progress for all Pension Trust Funds and the Health Benefits Program Fund.

### **Combining Financial Statements**

Combining financial statements are presented for non-major governmental, proprietary, and fiduciary funds. Non-major funds are shown in the aggregate in the basic financial statements. Combining schedules are presented for the General Fund.

### **Other Information**

Information on New Jersey's capital assets, long-term obligations, and non-major budgetary comparison schedules are displayed in this section. Schedules of Anticipated and Appropriated Revenues provide detailed information on major and miscellaneous taxes, fees, and other revenues. The Schedule of Anticipated Revenue provides further analysis by showing dollar and percentage variances of actual collections as compared to the original anticipation. The Schedule of Appropriations and Expenditures details the comparison of expenditures at the legal level of control to the final budget.

## GOVERNMENT-WIDE FINANCIAL ANALYSIS

### Net Position

The State ended Fiscal Year 2014 with combined net position for the primary government totaling a negative \$49.6 billion. This amount represents a reduction of net position of \$3.5 billion from the prior fiscal year. Restricted net position includes funds used to pay unemployment claims and open space preservation. Capital assets, net of depreciation, are used by the State to provide services to citizens; consequently, these assets are not available for future spending. Net investment in capital assets includes land, land easements, land improvements, buildings and improvements, equipment and software, infrastructure (roads, bridges, and other immovable assets), and construction in progress. The deficit in unrestricted governmental net position arose primarily as a result of the cost of the State's school facilities construction program, depreciation expense related to capital assets, and certain liabilities, including but not limited to the Net Pension Obligation and the Net OPEB Obligation, that are required to be included in the government-wide financial statements.

### Net Position For Fiscal Year Ended June 30 (Expressed in Millions)

	Governmental Activities		Business-type Activities		Total Primary Government	
	2014	2013*	2014	2013	2014	2013*
Current and other noncurrent assets	\$ 11,361.5	\$ 11,494.8	\$ 1,584.2	\$ 1,514.5	\$ 12,945.7	\$ 13,009.3
Capital assets, net	25,532.0	24,388.5	-	-	25,532.0	24,388.5
<b>Total Assets</b>	<b>36,893.5</b>	<b>35,883.3</b>	<b>1,584.2</b>	<b>1,514.5</b>	<b>38,477.7</b>	<b>37,397.8</b>
Deferred outflows of resources	1,121.9	1,085.3	-	-	1,121.9	1,085.3
<b>Total Assets and Deferred Outflows of Resources</b>	<b>38,015.4</b>	<b>36,968.6</b>	<b>1,584.2</b>	<b>1,514.5</b>	<b>39,599.6</b>	<b>38,483.1</b>
Current liabilities	5,959.0	5,662.4	270.5	805.6	6,229.5	6,468.0
Noncurrent liabilities	82,740.9	77,835.1	246.2	255.8	82,987.1	78,090.9
<b>Total Liabilities</b>	<b>88,699.9</b>	<b>83,497.5</b>	<b>516.7</b>	<b>1,061.4</b>	<b>89,216.6</b>	<b>84,558.9</b>
Net Position:						
Net investment in capital assets	8,038.2	7,343.4	-	-	8,038.2	7,343.4
Restricted	3,429.5	3,678.9	1,067.5	453.1	4,497.0	4,132.0
Unrestricted	(62,152.2)	(57,551.2)	-	-	(62,152.2)	(57,551.2)
<b>Total Net Position</b>	<b>\$ (50,684.5)</b>	<b>\$ (46,528.9)</b>	<b>\$ 1,067.5</b>	<b>\$ 453.1</b>	<b>\$ (49,617.0)</b>	<b>\$ (46,075.8)</b>

\* Net Position was restated to reflect the following: implementation of GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, resulting in \$301.6 million in debt issuance costs, previously reported as assets and amortized, being immediately recognized in the current reporting period; implementation of GASB Statement No. 70, *Accounting and Financial Reporting for Nonexchange Financial Guarantees*, resulting in an increase in non-bonded debt of \$184.1 million relating to the South Jersey Port Corporation bonds; an increase in capital assets of \$60.4 million and an increase in accumulated depreciation of \$4.7 million across all statewide functions and categories; and an increase in unamortized premium on bonds payable of \$52.5 million due to over amortization in prior years.

### Changes in Net Position

The State's Fiscal Year 2014 net position decreased by \$3.5 billion. Approximately 50.2 percent of the State's total revenues came from general taxes, while 28.4 percent was derived from operating grants. Charges for services amounted to 18.7 percent of total revenues, while other items such as capital grants, interest earnings, and miscellaneous revenues accounted for the remainder. State expenses cover a range of services. The largest expense, 25.7 percent, was for educational, cultural, and intellectual development, which includes approximately \$237.7 million disbursed by the New Jersey Schools Development Authority (a blended component unit) to help finance school facilities construction. Physical and mental health amounted to 21.2 percent of total expenses, while government direction, management and control amounted to 19.2 percent. Other major expenditures focused on economic planning, development, and security, public safety and criminal justice, and unemployment compensation. During Fiscal Year 2014, governmental activity expenses exceeded program revenues. This imbalance was mainly funded through \$30.7 billion of general revenues (mostly taxes and transfers). The remaining \$4.2 billion resulted in a decrease in net position. Offsetting the governmental net position decrease, Business-type Activities reflected a net position increase of \$614.4 million as the Unemployment Compensation Fund's available resources exceeded the need to pay claims.

**Statement of Activities**  
**For Fiscal Year Ended June 30**  
**(Expressed in Millions)**

	<u>Governmental</u> <u>Activities</u>		<u>Business-type</u> <u>Activities</u>		<u>Primary Government</u> <u>Total</u>	
	<u>2014</u>	<u>2013*</u>	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013*</u>
<b>Revenues</b>						
Program revenues						
Charges for services	\$ 4,802.7	\$ 4,834.0	\$ 5,942.5	\$ 6,124.0	\$ 10,745.2	\$ 10,958.0
Operating grants	15,638.0	13,680.3	680.6	2,220.8	16,318.6	15,901.1
Capital grants	658.8	349.5		-	658.8	349.5
General revenues						
General taxes	28,838.6	28,313.6		-	28,838.6	28,313.6
Interest earnings	16.3	335.8			16.3	335.8
Miscellaneous	916.7	982.9		-	916.7	982.9
<b>Total Revenues</b>	<u>50,871.1</u>	<u>48,496.1</u>	<u>6,623.1</u>	<u>8,344.8</u>	<u>57,494.2</u>	<u>56,840.9</u>
<b>Expenses</b>						
Public safety and criminal justice	3,462.2	3,375.1	-	-	3,462.2	3,375.1
Physical and mental health	12,935.4	11,777.2	-	-	12,935.4	11,777.2
Educational, cultural, and intellectual development	15,684.9	15,632.4	-	-	15,684.9	15,632.4
Community development and environmental management	2,274.3	1,708.4	-	-	2,274.3	1,708.4
Economic planning, development, and security	6,527.4	6,741.5	-	-	6,527.4	6,741.5
Transportation programs	1,786.9	2,144.9	-	-	1,786.9	2,144.9
Government direction, management, and control	11,726.6	11,509.8	-	-	11,726.6	11,509.8
Special government services	358.7	344.5	-	-	358.7	344.5
Interest expense	1,235.3	1,354.3	-	-	1,235.3	1,354.3
State Lottery Fund	-	-	1,985.6	1,899.2	1,985.6	1,899.2
Unemployment Compensation Fund	-	-	3,058.1	4,666.5	3,058.1	4,666.5
<b>Total Expenses</b>	<u>55,991.7</u>	<u>54,588.1</u>	<u>5,043.7</u>	<u>6,565.7</u>	<u>61,035.4</u>	<u>61,153.8</u>
Excess (Deficiency) Before Transfers	(5,120.6)	(6,092.0)	1,579.4	1,779.1	(3,541.2)	(4,312.9)
Transfers	965.0	1,085.0	(965.0)	(1,085.0)	-	-
<b>Increase (Decrease) in Net Position</b>	<u>(4,155.6)</u>	<u>(5,007.0)</u>	<u>614.4</u>	<u>694.1</u>	<u>(3,541.2)</u>	<u>(4,312.9)</u>
<b>Net Position - July 1 (restated)</b>	<u>(46,528.9)</u>	<u>(41,521.9)</u>	<u>453.1</u>	<u>(241.0)</u>	<u>(46,075.8)</u>	<u>(41,762.9)</u>
<b>Net Position - June 30</b>	<u>\$ (50,684.5)</u>	<u>\$ (46,528.9)</u>	<u>\$ 1,067.5</u>	<u>\$ 453.1</u>	<u>\$ (49,617.0)</u>	<u>\$ (46,075.8)</u>

\* Net Position was restated to reflect the following: implementation of GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, resulting in \$301.6 million in debt issuance costs, previously reported as assets and amortized, being immediately recognized in the current reporting period; implementation of GASB Statement No. 70, *Accounting and Financial Reporting for Nonexchange Financial Guarantees*, resulting in an increase in non-bonded debt of \$184.1 million relating to the South Jersey Port Corporation bonds; an increase in capital assets of \$60.4 million and an increase in accumulated depreciation of \$4.7 million across all statewide functions and categories; and an increase in unamortized premium on bonds payable of \$52.5 million due to over amortization in prior years.



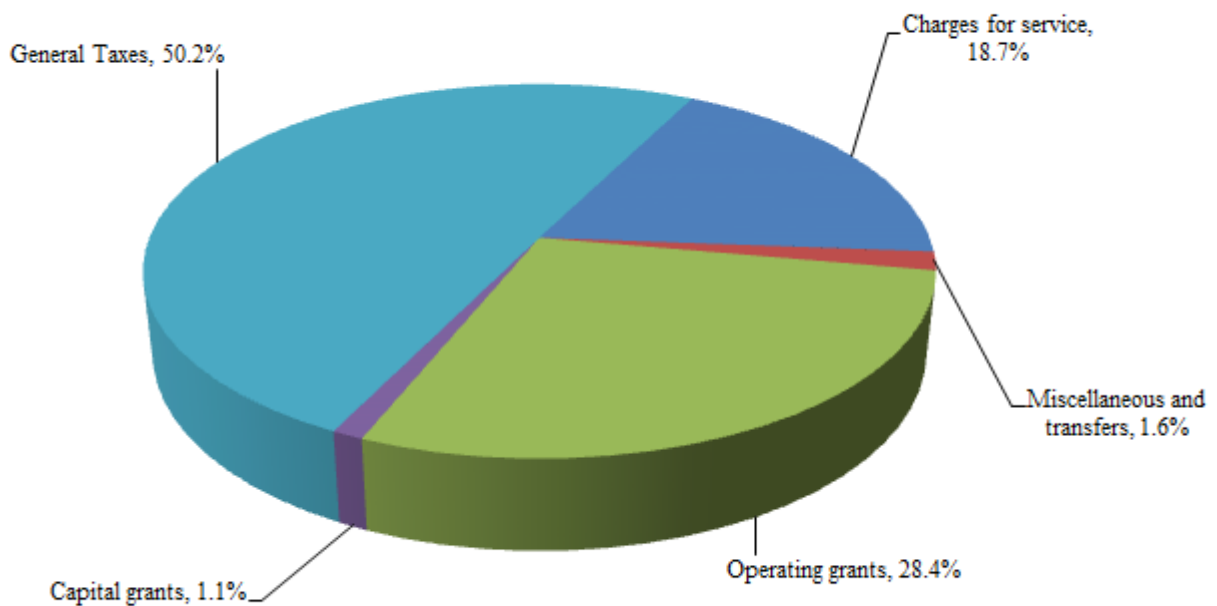
**Primary Government – Fiscal Year 2014 Revenues and Expenses**

During Fiscal Year 2014, State revenues, including transfers, totaled \$57.5 billion or an increase of \$0.7 billion when compared to the prior fiscal year. This increase in total revenues is primarily attributable to an overall increase in general taxes, primarily the State’s Gross Income Tax and Sales and Use Tax resulting from a strengthening of the economy. General taxes totaled \$28.8 billion and accounted for 50.2 percent of total State revenues for Fiscal Year 2014. The State’s Gross Income Tax totaled \$12.3 billion, the Sales and Use Tax totaled \$8.8 billion, and the Corporation Business Tax totaled \$2.1 billion. The State’s three major taxes comprised 80.6 percent of the total general taxes that were collected during Fiscal Year 2014. The State’s economy showed a slight improvement, as indicated by the \$0.5 billion increase in general taxes when compared to Fiscal Year 2013.

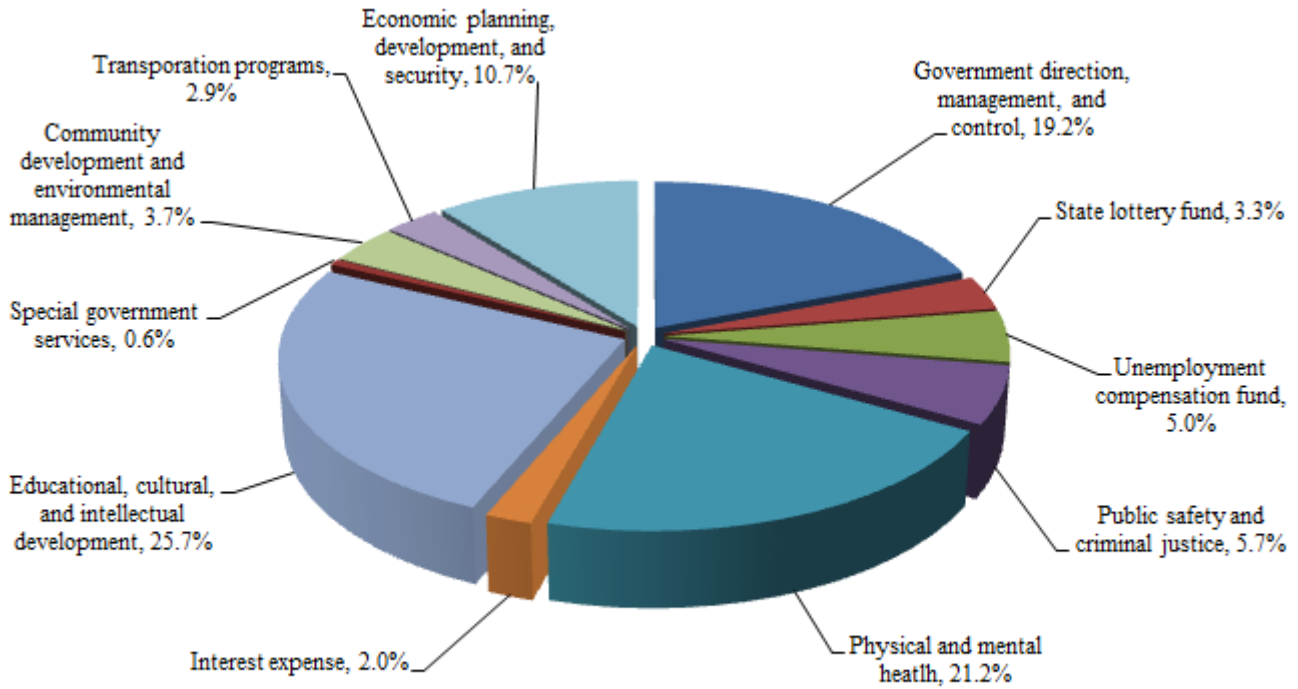
Fiscal Year 2014 expenses totaled \$61.0 billion, for a decrease of \$118.4 million in comparison to the prior fiscal year. State spending decreased by \$1.6 billion in unemployment compensation and \$358.0 million in transportation programs, which were offset by increases of \$1.2 billion in physical and mental health and \$565.9 million in community development and environmental management.

The following pie charts depict primary government activities for revenues and expenses for the fiscal year ended June 30, 2014:

**Revenues – Primary Government  
Fiscal Year Ended June 30, 2014**



**Expenses – Primary Government  
Fiscal Year Ended June 30, 2014**



Please see the Statistical Section for current and prior fiscal year revenue and expense comparisons.

**Component Units**

Combined operating revenues and expenses for the State’s component units for Fiscal Year 2014 amounted to \$13.1 billion and \$12.5 billion, respectively. Total operations along with other revenue and expenses contributed to total combined net assets at fiscal year end of \$19.7 billion. The component units received \$1.0 billion in State appropriations during Fiscal Year 2014.

**MAJOR GOVERNMENTAL FUNDS FINANCIAL ANALYSIS**

The focus of the State’s governmental funds reported in the fund financial statements is on near term inflows, outflows, and balance of expendable resources, which are essential elements in assessing the State’s financing needs and serve as useful measures of the government’s net resources available for future spending. The State’s governmental funds reported June 30, 2014 fund balances of \$7.1 billion. The \$308.2 million decrease in fund balance was primarily from higher Fiscal Year 2014 expenditures.

**General Fund**

The General Fund is the State’s chief operating fund and is the fund into which all State revenues, not otherwise restricted by statute, are deposited. The General Fund’s ending fund balance totaled \$3.3 billion of which \$295.1 million represented unassigned fund balance.

On a budgetary basis, general revenues of \$32.5 billion were \$4.4 billion lower than the final budget. The negative variance was primarily the result of unearned federal and other grant revenues of \$2.0 billion, declines of \$1.5 billion in other revenues, and \$0.6 billion in taxes. Federal and other grant revenues are not earned unless there has been a grant award and eligible grant expenses incurred. To the extent that federal and grant appropriations are made in anticipation of grant awards and the incurrence of grant expenditures, grant revenues are budgeted.

Total expenditures were \$3.8 billion lower than original appropriations as set forth in the annual Appropriations Act plus supplemental appropriations enacted during the fiscal year. A major cause for under-spending resulted from the overestimate of federal funds. This practice allows the State to receive the maximum federal dollars that become available. During Fiscal Year 2014, the State's appropriation of federal funds and other grants exceeded expenditures by \$2.0 billion. These excess appropriations are available for use in future years. From a Fiscal Year 2014 program perspective, under-spending transpired in physical and mental health (\$1.2 billion); government direction, management, and control (\$685.6 million); community development and environmental management (\$619.4 million); economic planning, development, and security (\$603.7 million); public safety and criminal justice (\$370.4 million); educational, cultural, and intellectual development (\$139.2 million); special government services (\$106.8 million); and transportation programs (\$104.2 million).

#### **Property Tax Relief Fund**

The Property Tax Relief Fund accounts for revenues from the Gross Income Tax and one-half percent of the Sales and Use Tax that is constitutionally dedicated for property tax relief. Appropriations from this fund must be used exclusively for the constitutional purpose of reducing or offsetting property taxes. During Fiscal Year 2014, \$13.0 billion of property tax relief expenditures were made. The Property Tax Relief Fund's Fiscal Year 2014 ending fund balance was \$8.3 million.

### **PROPRIETARY FUNDS FINANCIAL ANALYSIS**

#### **State Lottery Fund**

Monies derived from the sale of State lottery tickets are deposited into this fund. Disbursements are authorized for the payment of prizes to holders of winning lottery tickets, vendor fees in the production and distribution of lottery tickets, and for the administrative expenses of the Division of the State Lottery. Available fund balances are transferred to the State's General Fund in support of the amounts annually appropriated for State institutions and for education. The present value of obligations for future installment payments of lottery prizes, which are funded by the purchase of deposit fund contracts and United States Government Treasury securities, are accounted for in this fund.

In Fiscal Year 2014, gross revenues totaled \$2.9 billion of which \$1.7 billion was returned in prizes, \$1.0 billion went to State education and institutions, \$208.4 million was paid to sales agents and ticket vendors, and \$45.2 million covered Lottery operational and promotional expenses. As of June 30, 2014, the State Lottery, since its inception, has generated over \$60.9 billion in gross revenues, \$32.9 billion in prizes, and contributed \$23.0 billion to the State.

#### **Unemployment Compensation Fund**

The Unemployment Compensation Fund accounts for monies deposited from employers' and employees' contributions for unemployment compensation, amounts credited or advances made by the federal government, and amounts received from any other source. After consideration is given to any claim for refund of overpayment of contributions, the Division of Employment Security transfers the remainder to the Treasurer of the United States for credit to the State of New Jersey Unemployment Compensation Fund.

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets**

New Jersey’s Office of Management and Budget, under the purview of the Department of the Treasury, is responsible for recording all capital assets in the State’s capital asset system. In addition to New Jersey’s Department of Transportation identifying significant requirements for bridge repair and maintenance, the New Jersey Commission on Capital Budgeting and Planning has identified a significant amount of capital investment requirements for State facilities. The State’s annual budget and planning process prioritizes these requirements and recommends funding, as can be accommodated within available resources. Over the last few years, New Jersey budgets have been built on limited resources.

The Fiscal Year 2014 capital appropriation included \$2.8 billion of State and matching federal funds for both the Department of Transportation and the New Jersey Transit Corporation. The State’s share, funded through the New Jersey Transportation Trust Fund Authority, produced \$443.9 million for State highway infrastructure, \$284.6 million for local highways, and \$495.5 million for mass transit. During Fiscal Year 2014, the New Jersey Economic Development Authority issued \$60.0 million of School Facilities Construction Bonds, net of refundings, to help fund the New Jersey Schools Development Authority’s program; accordingly, as of June 30, 2014, a total of \$9.1 billion of the \$12.6 billion school facilities construction bond program has been issued. The constitutional dedication of 4.0 percent of the Corporation Business Tax was appropriated to fund hazardous discharge cleanup, underground storage tank improvements, and surface water quality projects.

Capital asset data is shown below. The State’s investment in capital assets, net of accumulated depreciation, totaled \$25.5 billion as of June 30, 2014. Depreciation expense charges for Fiscal Year 2014 totaled \$911.0 million.

**Capital Assets (Net of Accumulated Depreciation)  
As of June 30  
(Expressed in Millions)**

	Total Primary Government	
	2014	2013*
Land and Easements	\$ 5,045.4	\$ 4,965.2
Land Improvements	76.4	82.9
Buildings and Improvements	1,709.8	1,575.2
Equipment and Software	412.7	469.2
Infrastructure	15,332.4	14,742.8
Sub-Total	22,576.7	21,835.3
Construction-In-Progress	2,955.3	2,553.2
Total	\$ 25,532.0	\$ 24,388.5

**Notes:**

\* Fiscal Year 2013 Capital Assets has been restated by \$60.4 million and the Accumulated Depreciation balance has been increased by \$4.7 million to correct prior year error.

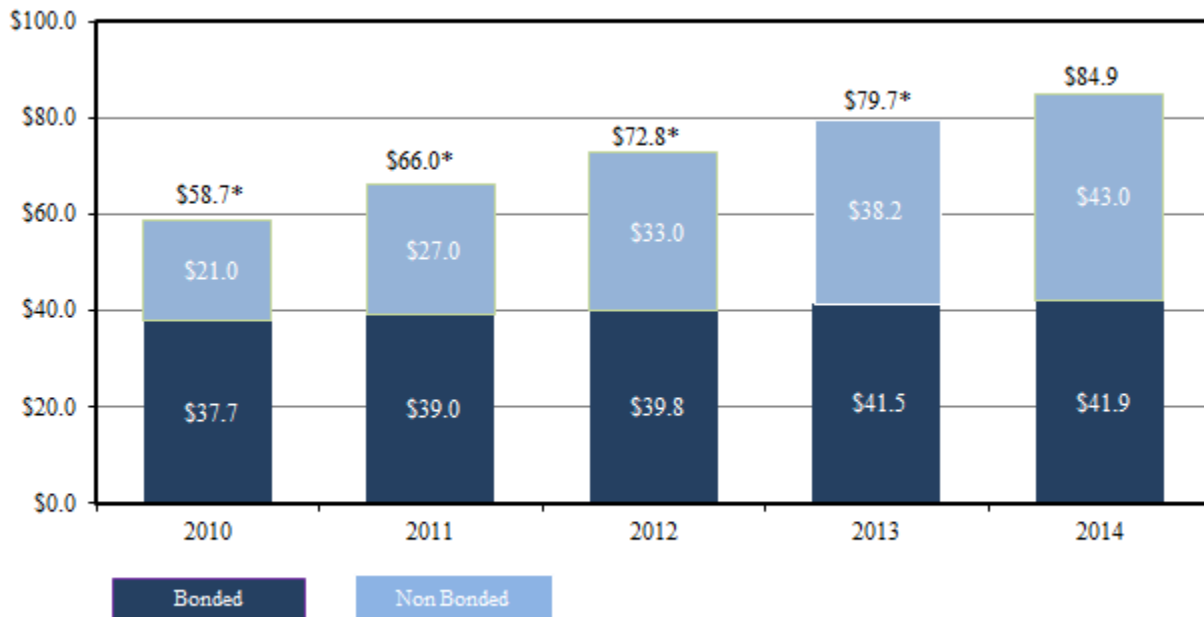
Funding for capital investment requirements is derived either from the State’s operating budget or from legislative-approved or voter-approved bonded debt.

For more detailed information about the State’s capital assets, see Note 7 – Capital Assets.

**Debt Administration**

As of June 30, 2014, New Jersey’s outstanding long-term obligations for governmental activities totaled \$84.9 billion, a \$5.2 billion increase over the prior fiscal year. Of the \$5.2 billion increase, \$4.8 billion is attributable to increases in the Net Pension Obligation and Net OPEB Obligation. Long-term bonded obligations totaled \$41.9 billion, while other long-term obligations totaled \$43.0 billion. In addition, the State has \$7.1 billion of legislatively authorized bonding capacity that has not yet been issued. As of June 30, 2014, the legislatively authorized but unissued debt decreased by \$1.2 billion (See Statistical Section – Legislatively Authorized But Unissued Debt, 2014 and 2013). The State’s long-term obligations for the past five fiscal years are shown below:

**Long-Term Bonded and Non-Bonded Obligations  
Fiscal Year 2010 to Fiscal Year 2014  
(Expressed in Billions)**



**Note:**

\* Restated to reflect the implementation of Governmental Accounting Standards Board (GASB) Statement No. 65, *Items Previously Reported as Assets and Liabilities* and the implementation of GASB Statement No. 70, *Accounting and Financial Reporting for Nonexchange Financial Guarantees*. GASB Statement No 65 resulted in the reclassification of Unamortized Deferral on Refunding from long term obligation to Deferred Outflow of Resources. GASB Statement No. 70 resulted in an increase in the July 1, 2013 outstanding balance in Non-bonded debt of \$0.2 billion relating to the South Jersey Port Corporation bonds.

For more detailed information about the State’s long-term debt activity, see Note 10 – Long-Term Obligations.

**ECONOMIC CONDITION AND OUTLOOK**

New Jersey’s economy is continuing to recover. In December 2014, the New Jersey unemployment rate fell to 6.2 percent, down a full percentage point from the year before and marking five straight years of annual private sector employment growth. The State’s unemployment rate had peaked in December 2009 when it stood at 9.7 percent. The decline of unemployment is notable because, over this period, New Jersey has maintained a particularly strong labor force participation rate. That means that a higher fraction of the working age population was either employed or seeking work than the comparable ratio, nationwide. If New Jersey shared the nation’s lower level of workforce participation, its unemployment rate would be at or below that of the December national rate of 5.6 percent. Treasury expects job recovery to continue and unemployment to decline further in 2015.

Three important New Jersey sectors improved at the end of 2014: real estate, autos, and energy. In the real estate sector, performance had been mixed in 2014. There was annual growth in sales of multi-family homes and commercial property. Sales of single family homes were weak for the year, but listings and pending home sales picked up in December. The U.S. Census reports that building permits in New Jersey grew by 15.9 percent in 2014. This augurs well for an uptick in real estate in 2015. Auto sales also started weak, but ended strong. In the whole of 2014, new car sales grew by 4.5 percent, but the year finished particularly well with year-over-year December sales growing by 21.7 percent. Energy prices have been falling and motor fuel prices fell rapidly in the last quarter of 2014. Reduced expenses in this sector may lead to increased consumption in others. The reduction in transportation costs should aid the logistics and tourism industries.

New Jersey's economic outlook always hinges, critically, on the national economy. Initial real GDP numbers indicate the U.S. economy grew at a 2.6 percent annualized rate in the fourth quarter of 2014. While slower than the growth rate in the prior two quarters this is by itself a respectable pace. Fourth quarter personal consumption expenditures grew well at a 4.3 percent annualized rate, which builds upon the strong 3.2 percent growth of the third quarter. However, the fourth quarter also saw a surge in inventory accumulation and soft capital spending, two conditions that could weaken the first half of 2015. Nationally, the collapse in oil prices will help some sectors and regions, but harm others.

Resolution of uncertainties arising from ongoing controversies about federal taxes and spending, the implementation of the Affordable Care Act and the Dodd-Frank financial reform law, as well as the maintenance of supportive monetary policies are critical to sustaining consumer and business confidence and the recovery in national and state economies. Stability in both national and international financial markets is requisite to providing an environment for growth in the state.

The State and the nation risk some near-term deterioration in growth and the expected pace of economic expansion may decline if consumers, investors, and businesses are negatively affected by concerns regarding long term federal budget sustainability, the impact of federal health care reform on business costs, lack of credit availability, U.S. and international financial market stresses, any slowdown in the pace of global economic recovery, and geopolitical tensions. Eastern Europe, the Middle East, the Far East, North Africa, and West Africa are all potential flashpoints that could suddenly impact the world economy and divert or constrain resources. Terror remains an ever present global threat. The economic prognosis for the nation and the State, hinges on our assumptions regarding the strength of the current economic recovery and stability in the financial markets and world affairs. Treasury's current judgment is that economic conditions in the State should improve over the next year, but the recovery continues to carry some vulnerability.

### **REQUEST FOR INFORMATION**

This Comprehensive Annual Financial Report for the fiscal year ended June 30, 2014 is designed to provide a general overview of the State of New Jersey's finances to our citizens, taxpayers, customers, investors, and creditors, and to demonstrate the State's accountability for the money it receives and the stewardship over its resources. Requests concerning any of the data presented in this Comprehensive Annual Financial Report for the fiscal year ended June 30, 2014, or for additional information, should be addressed to the State of New Jersey, Office of Management and Budget, P.O. Box 221, 33 West State Street, Trenton, New Jersey, 08625. Historical copies of the Comprehensive Annual Financial Report, the State Budget, and the Appropriations Handbook are accessible via: <http://www.state.nj.us/treasury/omb>.

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*Basic Financial  
Statements*

**STATE OF NEW JERSEY**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2014**

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
<b>ASSETS</b>				
<b>Current Assets</b>				
Cash and cash equivalents	\$ 221,387,556	\$ 583,161	\$ 221,970,717	\$ 4,193,680,261
Investments	3,440,272,589	255,284,058	3,695,556,647	6,883,727,711
Receivables, net of allowances for uncollectibles				
Federal government	1,063,571,535	276,880,852	1,340,452,387	297,137,937
Departmental accounts	3,665,948,664	832,929,669	4,498,878,333	-
Loans	1,813,862,998	-	1,813,862,998	267,827,041
Mortgages	-	-	-	92,984,000
Other	740,351,948	114,713,838	855,065,786	695,450,529
Internal balances	144,707,427	(144,707,427)	-	-
Due from external parties	10,623,042	-	10,623,042	179,809,967
Inventories	-	-	-	165,876,986
Deferred charges	-	3,027,054	3,027,054	-
Other	8,464,371	-	8,464,371	275,855,631
<b>Total Current Assets</b>	11,109,190,130	1,338,711,205	12,447,901,335	13,052,350,063
<b>Noncurrent Assets</b>				
Investments	-	245,502,273	245,502,273	4,452,010,399
Receivables, net of allowances for uncollectibles				
Loans	-	-	-	3,712,110,423
Mortgages	-	-	-	2,378,023,880
Other	-	-	-	142,595,938
Pension assets	4,022,726	-	4,022,726	-
Capital assets - nondepreciated	8,000,697,158	-	8,000,697,158	7,290,733,561
Capital assets - depreciated, net	17,531,319,656	-	17,531,319,656	18,305,916,139
Derivative instrument asset	-	-	-	7,553,000
Other	248,267,249	-	248,267,249	172,891,927
<b>Total Noncurrent Assets</b>	25,784,306,789	245,502,273	26,029,809,062	36,461,835,267
<b>Deferred Outflows of Resources</b>	1,121,885,236	-	1,121,885,236	490,937,548
<b>Total Assets and Deferred Outflows of Resources</b>	38,015,382,155	1,584,213,478	39,599,595,633	50,005,122,878

The accompanying notes are an integral part of the financial statements.

**STATE OF NEW JERSEY**  
**STATEMENT OF NET POSITION (Continued)**  
**JUNE 30, 2014**

	Primary Government		Total	Component Units
	Governmental Activities	Business-type Activities		
<b>LIABILITIES</b>				
<b>Current Liabilities</b>				
Accounts payable and accruals	2,327,222,125	167,356,861	2,494,578,986	1,295,688,137
Due to external parties	123,863,888	-	123,863,888	273,759,368
Interest payable	262,897,761	-	262,897,761	323,765,499
Unearned revenue	456,512,178	-	456,512,178	490,994,443
Current portion of long-term obligations	2,453,202,328	50,768,499	2,503,970,827	1,062,442,656
Other	335,325,519	52,358,726	387,684,245	524,535,709
<b>Total Current Liabilities</b>	<u>5,959,023,799</u>	<u>270,484,086</u>	<u>6,229,507,885</u>	<u>3,971,185,812</u>
<b>Noncurrent Liabilities</b>				
Net pension obligation	15,949,329,630	-	15,949,329,630	51,218,784
Net OPEB obligation	23,573,700,000	-	23,573,700,000	821,798,749
Pollution remediation obligation	73,964,569	-	73,964,569	52,660,384
Derivative instrument liability	326,226,608	-	326,226,608	129,713,262
Other	42,817,670,443	246,189,172	43,063,859,615	25,006,401,948
<b>Total Noncurrent Liabilities</b>	<u>82,740,891,250</u>	<u>246,189,172</u>	<u>82,987,080,422</u>	<u>26,061,793,127</u>
<b>Deferred Inflows of Resources</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>288,204,642</u>
<b>Total Liabilities and Deferred Inflows of Resources</b>	<u>88,699,915,049</u>	<u>516,673,258</u>	<u>89,216,588,307</u>	<u>30,321,183,581</u>
<b>NET POSITION</b>				
<b>Net investment in capital assets</b>	8,038,178,174	-	8,038,178,174	9,861,171,479
<b>Restricted for:</b>				
Capital projects	-	-	-	209,089,529
Public safety and criminal justice	27,436	-	27,436	-
Physical and mental health	3,122,144	-	3,122,144	-
Educational, cultural, and intellectual development	408,129,775	-	408,129,775	-
Community development and environmental management	2,622,572,484	-	2,622,572,484	-
Economic planning, development and security	393,223,591	-	393,223,591	-
Transportation programs	2,374,581	-	2,374,581	-
Debt service	-	-	-	1,103,107,236
Unemployment	-	1,066,720,937	1,066,720,937	-
Prize awards and State contributions	-	819,283	819,283	6,205,783,766
<b>Unrestricted</b>	<u>(62,152,161,079)</u>	<u>-</u>	<u>(62,152,161,079)</u>	<u>2,304,787,287</u>
<b>Total Net Position</b>	<u>\$ (50,684,532,894)</u>	<u>\$ 1,067,540,220</u>	<u>\$ (49,616,992,674)</u>	<u>\$ 19,683,939,297</u>

**STATE OF NEW JERSEY  
STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>Program Revenues</u>			
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
<b>Functions - Programs</b>				
<b>Primary Government</b>				
Governmental activities:				
Public safety and criminal justice	\$ 3,462,205,214	\$ 1,111,414,531	\$ 756,363,764	\$ 2,087,246
Physical and mental health	12,935,441,796	848,702,260	1,285,764,165	-
Educational, cultural, and intellectual development	15,684,854,900	113,640,627	974,558,945	-
Community development and environmental management	2,274,271,684	342,283,093	1,247,117,354	90,253,817
Economic planning, development, and security	6,527,437,038	1,274,986,792	779,809,310	-
Transportation programs	1,786,847,934	30,533,805	1,407,383,939	562,112,456
Government direction, management, and control	11,726,596,524	880,082,117	9,176,480,115	-
Special government services	358,718,609	201,022,653	10,556,495	4,394,465
Interest expense	1,235,261,166	-	-	-
<b>Total governmental activities</b>	<u>\$ 55,991,634,865</u>	<u>\$ 4,802,665,878</u>	<u>\$ 15,638,034,087</u>	<u>\$ 658,847,984</u>
Business-type activities:				
State Lottery Fund	1,985,610,464	2,942,217,410	209,438	-
Unemployment Compensation Fund	3,058,101,835	3,000,323,954	680,354,149	-
<b>Total business-type activities</b>	<u>5,043,712,299</u>	<u>5,942,541,364</u>	<u>680,563,587</u>	<u>-</u>
<b>Total Primary Government</b>	<u>\$ 61,035,347,164</u>	<u>\$ 10,745,207,242</u>	<u>\$ 16,318,597,674</u>	<u>\$ 658,847,984</u>
<b>Component Units</b>				
Authorities	\$ 6,658,746,207	\$ 3,553,781,632	\$ 1,859,754,353	\$ 2,277,578,148
Colleges and Universities	5,885,493,082	3,028,397,289	2,251,280,098	133,003,795
<b>Total Component Units</b>	<u>\$ 12,544,239,289</u>	<u>\$ 6,582,178,921</u>	<u>\$ 4,111,034,451</u>	<u>\$ 2,410,581,943</u>
General Revenues and Transfers				
Taxes:				
Gross Income Tax				
Sales and Use Tax				
Corporate Business Tax				
Other taxes				
Investment earnings				
Payments from State				
Miscellaneous				
Transfers				
Total general revenues and transfers				
<b>Change in Net Position</b>				
<b>Net Position - July 1, 2013 (Restated)</b>				
<b>Net Position - June 30, 2014</b>				

The accompanying notes are an integral part of the financial statements.

**Net (Expense) Revenue and Changes in Net Assets**

<b>Primary Government</b>			
<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>	<b>Component Units</b>
\$ (1,592,339,673)	\$ -	\$ (1,592,339,673)	\$ -
(10,800,975,371)	-	(10,800,975,371)	-
(14,596,655,328)	-	(14,596,655,328)	-
(594,617,420)	-	(594,617,420)	-
(4,472,640,936)	-	(4,472,640,936)	-
213,182,266	-	213,182,266	-
(1,670,034,292)	-	(1,670,034,292)	-
(142,744,996)	-	(142,744,996)	-
(1,235,261,166)	-	(1,235,261,166)	-
<u>(34,892,086,916)</u>	<u>-</u>	<u>(34,892,086,916)</u>	<u>-</u>
-	956,816,384	956,816,384	-
-	622,576,268	622,576,268	-
-	1,579,392,652	1,579,392,652	-
\$ (34,892,086,916)	\$ 1,579,392,652	\$ (33,312,694,264)	\$ -
\$ -	\$ -	\$ -	\$ 1,032,367,926
-	-	-	(472,811,900)
\$ -	\$ -	\$ -	\$ 559,556,026
12,311,695,518	-	12,311,695,518	-
8,828,563,523	-	8,828,563,523	-
2,112,908,123	-	2,112,908,123	-
5,585,377,936	-	5,585,377,936	-
16,317,696	-	16,317,696	-
-	-	-	1,039,299,687
916,680,942	-	916,680,942	-
965,010,000	(965,010,000)	-	-
<u>30,736,553,738</u>	<u>(965,010,000)</u>	<u>29,771,543,738</u>	<u>1,039,299,687</u>
(4,155,533,178)	614,382,652	(3,541,150,526)	1,598,855,713
<u>(46,528,999,716)</u>	<u>453,157,568</u>	<u>(46,075,842,148)</u>	<u>18,085,083,584</u>
\$ (50,684,532,894)	\$ 1,067,540,220	\$ (49,616,992,674)	\$ 19,683,939,297

**STATE OF NEW JERSEY  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2014**

	<u>General Fund</u>	<u>Property Tax Relief Fund</u>	<u>Non-Major Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>ASSETS</b>				
<b>Cash and cash equivalents</b>	\$ 116,840,884	\$ -	\$ 104,546,672	\$ 221,387,556
<b>Investments</b>	894,423,764	-	2,545,848,825	3,440,272,589
<b>Receivables, net of allowances for uncollectibles</b>				
Federal government	665,967,008	-	207,340,403	873,307,411
Departmental accounts	2,800,342,959	472,720,838	392,884,867	3,665,948,664
Loans	365,921,201	-	1,447,941,797	1,813,862,998
Other	149,161,562	-	155,492,853	304,654,415
<b>Due from other funds</b>	833,307,806	9,712,165	329,485,019	1,172,504,990
<b>Other</b>	8,453,254	-	11,117	8,464,371
<b>Total Assets</b>	<u>\$ 5,834,418,438</u>	<u>\$ 482,433,003</u>	<u>\$ 5,183,551,553</u>	<u>\$ 11,500,402,994</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities</b>				
Accounts payable and accruals	\$ 1,686,015,606	\$ 61,468,073	\$ 579,738,446	\$ 2,327,222,125
Unearned revenue	461,412,044	-	116,130,134	577,542,178
Due to other funds	236,468,239	214,827,443	689,742,727	1,141,038,409
Other	127,401,727	197,877,225	10,046,567	335,325,519
<b>Total Liabilities</b>	<u>2,511,297,616</u>	<u>474,172,741</u>	<u>1,395,657,874</u>	<u>4,381,128,231</u>
<b>Fund Balances</b>				
Nonspendable	20,416,073	-	-	20,416,073
Restricted	999,185,039	-	3,381,051,058	4,380,236,097
Committed	2,008,437,560	8,260,262	406,842,621	2,423,540,443
Unassigned	295,082,150	-	-	295,082,150
<b>Total Fund Balances</b>	<u>3,323,120,822</u>	<u>8,260,262</u>	<u>3,787,893,679</u>	<u>7,119,274,763</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 5,834,418,438</u>	<u>\$ 482,433,003</u>	<u>\$ 5,183,551,553</u>	<u>\$ 11,500,402,994</u>

The accompanying notes are an integral part of the financial statements.

**STATE OF NEW JERSEY**  
**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET**  
**TO THE STATEMENT OF NET POSITION**  
**JUNE 30, 2014**

**Total fund balances of governmental funds** \$ 7,119,274,763

Amounts reported for governmental activities in the statement of net position are different as a result of the following items:

Some of the State's revenues will be collected after year-end, but are not available soon enough to pay for the current period's expenditures and therefore are deferred in the funds. 625,961,657

Capital assets used in governmental activities are not financial resources and therefore are not reported in the fund perspective. These assets consist of :

Infrastructure assets	\$ 24,836,875,337	
Buildings and improvements	3,747,602,335	
Land and land improvements	5,279,292,138	
Other capital assets	4,179,797,015	
Accumulated depreciation	<u>(12,511,550,011)</u>	25,532,016,814

Unearned tobacco settlement revenue recorded in the fund perspective is recognized as revenue and not unearned revenue in the statement of net position. 121,030,000

Deferred outflows of resources are not current resources and therefore are not reported in the fund perspective. 1,121,885,236

The pension and other assets are not current resources and therefore are not reported in the fund perspective. 252,289,975

Some liabilities are not due and payable in the current period and therefore are not reported in the fund perspective. Those liabilities consist of:

Current Liabilities		
Accrued interest	(262,897,761)	
Current portion of long-term obligations	<u>(2,453,202,328)</u>	(2,716,100,089)
Noncurrent Liabilities		
Bonds and notes payable	(23,207,275,000)	
Installment obligations	(17,395,425,468)	
Loans payable	(1,279,358,087)	
Capital leases	(583,040,290)	
Compensated absences	(245,063,788)	
Unamortized premium	(2,083,864,033)	
Tobacco Settlement Financing Corporation Bonds	(4,272,855,001)	
Unamortized discount on Capital Appreciation Bonds	7,136,806,973	
Net pension obligation	(15,949,329,630)	
Net OPEB obligation	(23,573,700,000)	
Pollution remediation obligation	(73,964,569)	
Derivative instrument liability	(326,226,608)	
Other	<u>(887,595,749)</u>	<u>(82,740,891,250)</u>

**Net Position of governmental activities** \$ (50,684,532,894)

The accompanying notes are an integral part of the financial statements.

**STATE OF NEW JERSEY**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>General Fund</u>	<u>Property Tax Relief Fund</u>	<u>Non-Major Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>REVENUES</b>				
Taxes	\$ 14,360,802,999	\$ 12,991,384,076	\$ 1,646,408,492	\$ 28,998,595,567
Federal and other grants	13,166,170,282	-	1,191,303,545	14,357,473,827
Licenses and fees	1,243,592,034	-	128,324,491	1,371,916,525
Services and assessments	1,770,334,788	-	1,167,115,560	2,937,450,348
Investment earnings	21,932,516	-	2,688,213	24,620,729
Other	3,394,091,875	-	380,874,201	3,774,966,076
<b>Total Revenues</b>	<u>33,956,924,494</u>	<u>12,991,384,076</u>	<u>4,516,714,502</u>	<u>51,465,023,072</u>
<b>EXPENDITURES</b>				
<b>Current:</b>				
Public safety and criminal justice	3,482,406,021	-	117,544,045	3,599,950,066
Physical and mental health	12,733,521,381	122,549,070	136,483,039	12,992,553,490
Educational, cultural, and intellectual development	4,028,900,527	11,501,320,088	474,298,857	16,004,519,472
Community development and environmental management	1,980,029,724	256,134,184	209,600,894	2,445,764,802
Economic planning, development, and security	5,608,379,905	-	1,008,626,180	6,617,006,085
Transportation programs	762,480,453	-	2,184,057,961	2,946,538,414
Government direction, management, and control	5,729,940,194	1,113,959,311	199,935,058	7,043,834,563
Special government services	348,763,820	-	170,377	348,934,197
<b>Capital Outlay</b>	221,844,642	-	-	221,844,642
<b>Debt Service:</b>				
Principal	243,445,000	-	517,095,000	760,540,000
Interest	111,822,468	-	880,962,045	992,784,513
<b>Total Expenditures</b>	<u>35,251,534,135</u>	<u>12,993,962,653</u>	<u>5,728,773,456</u>	<u>53,974,270,244</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(1,294,609,641)</u>	<u>(2,578,577)</u>	<u>(1,212,058,954)</u>	<u>(2,509,247,172)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Issuance of debt	-	-	876,820,000	876,820,000
Transfers from other funds	2,602,044,749	-	2,686,107,298	5,288,152,047
Transfers to other funds	(1,506,627,693)	-	(2,816,509,905)	(4,323,137,598)
Other sources	1,895,981,937	-	350,956,736	2,246,938,673
Payment to bond escrow agents	(1,556,215,150)	-	(331,473,088)	(1,887,688,238)
<b>Total other financing sources (uses)</b>	<u>1,435,183,843</u>	<u>-</u>	<u>765,901,041</u>	<u>2,201,084,884</u>
<b>Net Change in Fund Balance</b>	140,574,202	(2,578,577)	(446,157,913)	(308,162,288)
<b>Fund Balances - July 1, 2013</b>	<u>3,182,546,620</u>	<u>10,838,839</u>	<u>4,234,051,592</u>	<u>7,427,437,051</u>
<b>Fund Balances - June 30, 2014</b>	<u>\$ 3,323,120,822</u>	<u>\$ 8,260,262</u>	<u>\$ 3,787,893,679</u>	<u>\$ 7,119,274,763</u>

The accompanying notes are an integral part of the financial statements.



**STATE OF NEW JERSEY**  
**RECONCILIATION OF THE CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS**  
**TO THE STATEMENT OF ACTIVITIES**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

**Net change in fund balance of total governmental funds** \$ (308,162,288)

Amounts reported for governmental activities in the statement of activities are different as a result of the following items:

Capital outlays are reported as expenditures in governmental funds. However, in the statement of activities, the cost of capital assets is allocated over their useful lives as depreciation expense. In the current period, these amounts are:

Capital outlay	\$ 2,025,056,258	
Depreciation expense	(881,530,424)	
Excess of capital outlay over depreciation expense		1,143,525,834

Bond proceeds provide current financial resources to governmental funds. However, issuing debt increases long-term obligations in the statement of net position. In the current period, proceeds were received from revenue and general obligation bonds. (876,820,000)

Some capital additions were financed through capital leases, certificates of participation and installment obligations. In the governmental funds these arrangements are considered a source of financing, but in the statement of net position, these arrangements are reported as an obligation. (308,117,119)

The changes in fair value related to nonqualifying swap agreements and swap termination costs are not considered current resources and are only reported in the statement of activities. (22,271,894)

Repayment of long-term debt is reported as an expenditure in governmental funds, but the repayment reduces long-term obligations in the statement of net position. In the current year, these amounts consist of:

Bond principal retirement	704,535,000	
Capital lease payments	40,838,724	
Installment obligation retirement	567,966,065	
Certificates of participation retirement	34,049,762	
Tobacco Settlement Financing Corp. bond retirement	(2,792,875)	
Total long-term obligations repayment		1,344,596,676

Some revenues will not be collected for several months after the fiscal year ends, they are not considered "available" revenues and are not accrued in the governmental funds. The Fiscal Year 2014 receivable balances increased by this amount. 77,382,894

Some revenues recorded in the statement of activities do not provide current financial resources and therefore are unearned in the fund perspective. 4,623,001

In the government-wide statements certain items are capitalized and amortized over a period of years, but are reported as expenditures or other financing sources and uses in the fund perspective. These activities consist of:

Decrease in unamortized premiums	127,700,451	
Decrease in deferral on refunding issues	(82,347,021)	
Total capitalized and amortized items		45,353,430

Some items reported in the statement of activities do not require the use of current financial resources and therefore are reported as expenditures or reductions of revenue in governmental funds. These activities consist of:

Net increase in accrued interest	(399,082,508)	
Increase in compensated absences, medicaid, and other	(45,324,949)	
Decrease in pension assets	(1,380,470)	
Increase in net pension and OPEB obligations	(4,830,348,422)	
Decrease in pollution remediation obligation	12,197,676	
Increase in other assets	8,294,961	
Total additional expenditures and revenue reductions		(5,255,643,712)

**Change in net position of governmental activities** \$ (4,155,533,178)

The accompanying notes are an integral part of the financial statements.

**STATE OF NEW JERSEY**  
**STATEMENT OF NET POSITION**  
**PROPRIETARY FUNDS**  
**JUNE 30, 2014**

	<b>State Lottery Fund</b>	<b>Unemployment Compensation Fund</b>	<b>Total Proprietary Funds</b>
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and cash equivalents	\$ 407,418	\$ 175,743	\$ 583,161
Investments	255,182,784	101,274	255,284,058
Receivables, net of allowances for uncollectibles			
Federal government	-	276,880,852	276,880,852
Departmental accounts	-	832,929,669	832,929,669
Other	13,220,416	101,493,422	114,713,838
Due from other funds	-	11,692,151	11,692,151
Deferred charges	3,027,054	-	3,027,054
<b>Total Current Assets</b>	<b>271,837,672</b>	<b>1,223,273,111</b>	<b>1,495,110,783</b>
<b>Noncurrent Assets</b>			
Investments	245,502,273	-	245,502,273
<b>Total Assets</b>	<b>517,339,945</b>	<b>1,223,273,111</b>	<b>1,740,613,056</b>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Accounts payable and accruals	100,924,832	66,432,029	167,356,861
Due to other funds	118,638,159	37,761,419	156,399,578
Current portion of long-term obligations	50,768,499	-	50,768,499
Other	-	52,358,726	52,358,726
<b>Total Current Liabilities</b>	<b>270,331,490</b>	<b>156,552,174</b>	<b>426,883,664</b>
<b>Noncurrent Liabilities</b>			
Due in more than one year	246,189,172	-	246,189,172
<b>Total Noncurrent Liabilities</b>	<b>246,189,172</b>	<b>-</b>	<b>246,189,172</b>
<b>Total Liabilities</b>	<b>516,520,662</b>	<b>156,552,174</b>	<b>673,072,836</b>
<b>NET POSITION</b>			
Restricted for:			
Unemployment compensation	-	1,066,720,937	1,066,720,937
Prize awards and State contributions	819,283	-	819,283
<b>Total Net Position</b>	<b>\$ 819,283</b>	<b>\$ 1,066,720,937</b>	<b>\$ 1,067,540,220</b>

The accompanying notes are an integral part of the financial statements.

**STATE OF NEW JERSEY**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**  
**PROPRIETARY FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>State Lottery Fund</u>	<u>Unemployment Compensation Fund</u>	<u>Total Proprietary Funds</u>
<b>OPERATING REVENUES</b>			
Sales and charges for services	\$ 2,901,645,562	\$ -	\$ 2,901,645,562
Assessments	-	2,879,037,751	2,879,037,751
From federal agencies	-	677,960,518	677,960,518
Other	40,571,848	3,272,478	43,844,326
<b>Total Operating Revenues</b>	<u>2,942,217,410</u>	<u>3,560,270,747</u>	<u>6,502,488,157</u>
<b>OPERATING EXPENSES</b>			
Unemployment compensation	-	3,058,101,835	3,058,101,835
Lottery prize awards	1,731,959,514	-	1,731,959,514
Other	253,650,950	-	253,650,950
<b>Total Operating Expenses</b>	<u>1,985,610,464</u>	<u>3,058,101,835</u>	<u>5,043,712,299</u>
<b>Operating Income (Loss)</b>	<u>956,606,946</u>	<u>502,168,912</u>	<u>1,458,775,858</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>			
Investment income	209,438	2,393,631	2,603,069
Other	-	118,013,725	118,013,725
<b>Total Nonoperating Revenues (Expenses)</b>	<u>209,438</u>	<u>120,407,356</u>	<u>120,616,794</u>
<b>Income (Loss) Before Transfers</b>	956,816,384	622,576,268	1,579,392,652
Transfers to other funds	(965,010,000)	-	(965,010,000)
<b>Change in Net Position</b>	(8,193,616)	622,576,268	614,382,652
<b>Net Position - July 1, 2013</b>	<u>9,012,899</u>	<u>444,144,669</u>	<u>453,157,568</u>
<b>Net Position - June 30, 2014</b>	<u>\$ 819,283</u>	<u>\$ 1,066,720,937</u>	<u>\$ 1,067,540,220</u>

The accompanying notes are an integral part of the financial statements.

**STATE OF NEW JERSEY  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>State Lottery Fund</u>	<u>Unemployment Compensation Fund</u>	<u>Total Proprietary Funds</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts received from customers	\$ 1,428,992,039	\$ -	\$ 1,428,992,039
Receipts from federal and local agencies	-	907,159,330	907,159,330
Receipts from assessments	-	2,760,366,221	2,760,366,221
Payments to suppliers	(34,833,546)	-	(34,833,546)
Payments to prize winners	(466,596,549)	-	(466,596,549)
Claims paid	-	(3,303,659,324)	(3,303,659,324)
Other receipts (payments)	(11,589,192)	-	(11,589,192)
<b>Net cash provided (used) by operating activities</b>	<u>915,972,752</u>	<u>363,866,227</u>	<u>1,279,838,979</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>			
Loan from (payment to) federal government	-	(364,276,673)	(364,276,673)
Transfers to other funds	(950,009,581)	-	(950,009,581)
<b>Net cash provided (used) by noncapital financing activities</b>	<u>(950,009,581)</u>	<u>(364,276,673)</u>	<u>(1,314,286,254)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Proceeds from sales and maturities of investments	1,281,510,000	-	1,281,510,000
Purchase of investments	(1,247,500,002)	-	(1,247,500,002)
<b>Net cash provided (used) by investing activities</b>	<u>34,009,998</u>	<u>-</u>	<u>34,009,998</u>
<b>Net increase (decrease) in cash and cash equivalents</b>	(26,831)	(410,446)	(437,277)
<b>Cash and cash equivalents - July 1, 2013</b>	434,249	586,189	1,020,438
<b>Cash and cash equivalents - June 30, 2014</b>	<u>\$ 407,418</u>	<u>\$ 175,743</u>	<u>\$ 583,161</u>
<b>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</b>			
Operating income (loss)	\$ 956,606,946	\$ 502,168,912	\$ 1,458,775,858
Adjustments to reconcile operating income to net cash provided (used) by operating activities			
Net changes in assets and liabilities:			
Current assets	15,568,246	(7,281,064)	8,287,182
Noncurrent assets	22,537,555	-	22,537,555
Current liabilities	(42,091,933)	(131,021,621)	(173,113,554)
Noncurrent liabilities	(36,648,062)	-	(36,648,062)
<b>Net cash provided (used) by operating activities</b>	<u>\$ 915,972,752</u>	<u>\$ 363,866,227</u>	<u>\$ 1,279,838,979</u>

The accompanying notes are an integral part of the financial statements.

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**STATE OF NEW JERSEY  
STATEMENT OF FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
JUNE 30, 2014**

	<u>Agency Funds</u>	<u>Investment Trust Fund</u>
<b>ASSETS</b>		
<b>Cash and cash equivalents</b>	\$ 36,175,994	\$ 2,071,426
<b>Securities lending collateral</b>	-	-
<b>Investments</b>	85,847,575	2,028,253,835
<b>Receivables, net of allowances for uncollectibles</b>		
Members	-	-
Employers	546,046	-
Interest and dividends	-	975,498
Other	696,399	-
<b>Due from other funds</b>	34,491,346	-
<b>Other</b>	-	-
<b>Total Assets</b>	<b>157,757,360</b>	<b>2,031,300,759</b>
<b>LIABILITIES</b>		
<b>Accounts payable</b>	157,678,740	-
<b>Benefits payable</b>	-	-
<b>Securities lending collateral and rebates payable</b>	-	-
<b>Contributory life insurance payable</b>	-	-
<b>Due to other funds</b>	78,620	1,563,721
<b>Total Liabilities</b>	<b>157,757,360</b>	<b>1,563,721</b>
<b>NET POSITION</b>		
<b>Held in Trust for Pension Benefits and Other Purposes</b>	<b>\$ -</b>	<b>\$ 2,029,737,038</b>

The accompanying notes are an integral part of the financial statements.

<b>Pension and Other Employee Benefits Trust Funds</b>	<b>Private Purpose Trust Funds</b>
<hr/>	<hr/>
\$ 74,798,145	\$ 1,915,685
1,475,934,227	-
86,062,907,529	12,592,204
182,009,240	-
1,943,446,581	-
7,374,594	-
-	-
89,372,542	-
1,187,193,240	-
<hr/>	<hr/>
91,023,036,098	14,507,889
153,664,140	4,169,020
1,491,527,720	-
1,474,629,754	-
556,155,444	-
8,855,892	124,809
<hr/>	<hr/>
3,684,832,950	4,293,829
\$ 87,338,203,148	\$ 10,214,060
<hr/> <hr/>	<hr/> <hr/>

**STATE OF NEW JERSEY**  
**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**  
**FIDUCIARY FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>Investment Trust Fund</u>	<u>Pension and Other Employee Benefits Trust Funds</u>	<u>Private Purpose Trust Funds</u>
<b>ADDITIONS</b>			
Contributions:			
Members	\$ -	\$ 2,515,059,384	\$ -
Employers	-	7,738,101,825	-
Other	<u>13,013,992,531</u>	<u>98,815,766</u>	<u>-</u>
<b>Total Contributions</b>	<u>13,013,992,531</u>	<u>10,351,976,975</u>	<u>-</u>
Investment Income:			
Net increase (decrease) in fair value of investments	-	11,221,086,258	-
Interest and dividends	<u>1,460,654</u>	<u>1,168,336,635</u>	<u>14,729</u>
<b>Total Investment Income</b>	<u>1,460,654</u>	<u>12,389,422,893</u>	<u>14,729</u>
Less investment expense	<u>-</u>	<u>14,790,325</u>	<u>-</u>
<b>Net Investment Income</b>	<u>1,460,654</u>	<u>12,374,632,568</u>	<u>14,729</u>
Miscellaneous	<u>-</u>	<u>-</u>	<u>705,874</u>
<b>Total Additions</b>	<u>13,015,453,185</u>	<u>22,726,609,543</u>	<u>720,603</u>
<b>DEDUCTIONS</b>			
Benefit payments	-	15,359,288,555	-
Refunds of contributions	-	183,747,830	-
Refunds and transfers to other systems	-	-	4,449
Administrative expense	1,563,721	48,111,042	-
Contributory life insurance payments	-	96,799,412	-
Payments in accordance with trust agreements	-	-	733,870
Distributions to shareholders	<u>13,509,882,385</u>	<u>-</u>	<u>-</u>
<b>Total Deductions</b>	<u>13,511,446,106</u>	<u>15,687,946,839</u>	<u>738,319</u>
<b>Total Changes in Net Position Held in Trust</b>	(495,992,921)	7,038,662,704	(17,716)
<b>Net Position - July 1, 2013 (Restated)</b>	<u>2,525,729,959</u>	<u>80,299,540,444</u>	<u>10,231,776</u>
<b>Net Position - June 30, 2014</b>	<u>\$ 2,029,737,038</u>	<u>\$ 87,338,203,148</u>	<u>\$ 10,214,060</u>

The accompanying notes are an integral part of the financial statements.



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**STATE OF NEW JERSEY**  
**STATEMENT OF NET POSITION**  
**COMPONENT UNITS**  
**JUNE 30, 2014**

	New Jersey Transit Corporation	New Jersey Turnpike Authority
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash and cash equivalents	\$ 222,756,264	\$ 279,038,418
Investments	36,803,951	832,964,521
Receivables, net of allowances for uncollectibles		
Federal government	141,792,306	-
Loans	-	-
Mortgages	-	-
Other	39,226,174	58,901,459
Due from external parties	120,352,157	19,706,939
Inventories	125,991,982	18,691,676
Other	12,426,220	28,787,344
<b>Total Current Assets</b>	<b>699,349,054</b>	<b>1,238,090,357</b>
<b>Noncurrent Assets</b>		
Investments	959,970,225	1,075,200,751
Receivables, net of allowances for uncollectibles		
Loans	-	-
Mortgages	-	-
Other	4,487,549	74,463
Capital assets - nondepreciated	1,216,528,540	4,615,345,612
Capital assets - depreciated, net	6,009,185,797	4,453,788,785
Derivative instrument asset	-	-
Other	8,000	-
<b>Total Noncurrent Assets</b>	<b>8,190,180,111</b>	<b>10,144,409,611</b>
<b>Deferred Outflows of Resources</b>	<b>3,651,510</b>	<b>204,255,705</b>
<b>Total Assets and Deferred Outflows of Resources</b>	<b>8,893,180,675</b>	<b>11,586,755,673</b>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Accounts payable and accrued expenses	350,305,215	144,157,382
Due to external parties	12,035,565	223,979,163
Interest payable	-	233,399,599
Unearned revenue	65,422,812	51,870,681
Current portion of long-term obligations	283,450,810	171,911,488
Other	196,201,044	363,261
<b>Total Current Liabilities</b>	<b>907,415,446</b>	<b>825,681,574</b>
<b>Noncurrent Liabilities</b>		
Net pension obligation	-	-
Net OPEB obligation	386,462,007	282,846,774
Pollution remediation	19,940,043	27,333,000
Derivative instrument liability	-	17,424,262
Other	2,177,017,785	9,732,693,925
<b>Total Noncurrent Liabilities</b>	<b>2,583,419,835</b>	<b>10,060,297,961</b>
<b>Deferred Inflows of Resources</b>	<b>-</b>	<b>30,988,730</b>
<b>Total Liabilities and Deferred Inflows of Resources</b>	<b>3,490,835,281</b>	<b>10,916,968,265</b>
<b>NET POSITION</b>		
<b>Net investment in capital assets</b>	<b>5,850,890,024</b>	<b>407,125,277</b>
<b>Restricted for:</b>		
Capital projects	6,592,706	-
Debt service	-	148,832,800
Other purposes	-	-
<b>Unrestricted</b>	<b>(455,137,336)</b>	<b>113,829,331</b>
<b>Total Net Position</b>	<b>\$ 5,402,345,394</b>	<b>\$ 669,787,408</b>

The accompanying notes are an integral part of the financial statements.

<u>Rutgers, The State University of New Jersey</u>	<u>Non-Major Component Units</u>	<u>Total Component Units</u>
\$ 815,095,000	\$ 2,876,790,579	\$ 4,193,680,261
557,383,000	5,456,576,239	6,883,727,711
20,712,000	134,633,631	297,137,937
11,726,000	256,101,041	267,827,041
-	92,984,000	92,984,000
392,681,000	204,641,896	695,450,529
-	39,750,871	179,809,967
4,533,000	16,660,328	165,876,986
21,450,000	213,192,067	275,855,631
<u>1,823,580,000</u>	<u>9,291,330,652</u>	<u>13,052,350,063</u>
996,265,000	1,420,574,423	4,452,010,399
61,433,000	3,650,677,423	3,712,110,423
-	2,378,023,880	2,378,023,880
87,957,000	50,076,926	142,595,938
356,361,000	1,102,498,409	7,290,733,561
2,694,877,000	5,148,064,557	18,305,916,139
-	7,553,000	7,553,000
4,002,000	168,881,927	172,891,927
<u>4,200,895,000</u>	<u>13,926,350,545</u>	<u>36,461,835,267</u>
<u>97,582,000</u>	<u>185,448,333</u>	<u>490,937,548</u>
<u>6,122,057,000</u>	<u>23,403,129,530</u>	<u>50,005,122,878</u>
372,939,000	428,286,540	1,295,688,137
-	37,744,640	273,759,368
12,198,000	78,167,900	323,765,499
124,284,000	249,416,950	490,994,443
97,680,000	509,400,358	1,062,442,656
70,607,000	257,364,404	524,535,709
<u>677,708,000</u>	<u>1,560,380,792</u>	<u>3,971,185,812</u>
-	51,218,784	51,218,784
-	152,489,968	821,798,749
-	5,387,341	52,660,384
20,883,000	91,406,000	129,713,262
2,230,047,000	10,866,643,238	25,006,401,948
<u>2,250,930,000</u>	<u>11,167,145,331</u>	<u>26,061,793,127</u>
-	257,215,912	288,204,642
<u>2,928,638,000</u>	<u>12,984,742,035</u>	<u>30,321,183,581</u>
1,351,416,000	2,251,740,178	9,861,171,479
58,866,000	143,630,823	209,089,529
11,127,000	943,147,436	1,103,107,236
1,037,209,000	5,168,574,766	6,205,783,766
734,801,000	1,911,294,292	2,304,787,287
<u>\$ 3,193,419,000</u>	<u>\$ 10,418,387,495</u>	<u>\$ 19,683,939,297</u>

**STATE OF NEW JERSEY  
STATEMENT OF ACTIVITIES  
COMPONENT UNITS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<b>New Jersey Transit Corporation</b>	<b>New Jersey Turnpike Authority</b>
<b>Expenses</b>	\$ 2,708,723,870	\$ 1,150,424,459
 <b>Net (Expense) Revenue and Changes in Net Position</b>		
<b>Program Revenues</b>		
Charges for services	986,782,653	1,493,288,136
Operating grants and contributions	1,102,760,017	13,750,369
Capital grants and contributions	513,694,029	-
<b>Net (Expense) Revenue</b>	<b>(105,487,171)</b>	<b>356,614,046</b>
 <b>General Revenue</b>		
Payments from State	58,373,000	19,674,283
<b>Total General Revenue</b>	<b>58,373,000</b>	<b>19,674,283</b>
 <b>Change in Net Position</b>	 (47,114,171)	 376,288,329
 <b>Net Position - Beginning of Year (Restated)</b>	 5,449,459,565	 293,499,079
<b>Net Position - End of Year</b>	<b>\$ 5,402,345,394</b>	<b>\$ 669,787,408</b>

The accompanying notes are an integral part of the financial statements.

<u>Rutgers, The State University of New Jersey</u>	<u>Non-Major Component Units</u>	<u>Total Component Units</u>
\$ 3,444,708,000	\$ 5,240,382,960	\$ 12,544,239,289
1,767,055,000	2,335,053,132	6,582,178,921
1,285,614,000	1,708,910,065	4,111,034,451
<u>14,143,000</u>	<u>1,882,744,914</u>	<u>2,410,581,943</u>
<u>(377,896,000)</u>	<u>686,325,151</u>	<u>559,556,026</u>
<u>455,188,000</u>	<u>506,064,404</u>	<u>1,039,299,687</u>
<u>455,188,000</u>	<u>506,064,404</u>	<u>1,039,299,687</u>
77,292,000	1,192,389,555	1,598,855,713
<u>3,116,127,000</u>	<u>9,225,997,940</u>	<u>18,085,083,584</u>
<u>\$ 3,193,419,000</u>	<u>\$ 10,418,387,495</u>	<u>\$ 19,683,939,297</u>

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*Notes to the*

*Basic*

*Financial Statements*

**STATE OF NEW JERSEY  
NOTES TO THE FINANCIAL STATEMENTS  
INDEX**

<b>Note</b>		<b>Page</b>
1	Summary of Significant Accounting Policies .....	53
2	Other Accounting Disclosures .....	62
3	Cash and Cash Equivalents .....	66
4	Investments .....	67
5	Securities Lending Collateral .....	73
6	Receivables .....	74
7	Capital Assets .....	75
8	Interfund Transactions .....	77
9	Short-term Debt .....	78
10	Long-term Obligations .....	79
11	Risk Management and Insurance Coverage .....	84
12	Derivatives .....	85
13	Other Liabilities - Current .....	87
14	Net Assets Restricted By Enabling Legislation/Governmental Fund Balances.....	87
15	Other Financing Sources - Other .....	88
16	Operating Leases .....	89
17	Retirement Systems, Health Benefits, and Post-Retirement Medical Benefits .....	89
18	Component Units .....	98
19	Contingent Liabilities .....	103
20	Subsequent Events .....	104



**STATE OF NEW JERSEY  
NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Basis of Presentation**

The accompanying financial statements have been prepared in conformity with generally accepted accounting principles (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB). The financial statements have been prepared primarily from accounts and records maintained by the Director of the Office of Management and Budget. The financial data for the various public benefit corporations, authorities, commissions, colleges, and universities has been derived from reports prepared by those organizations based on their independent accounting systems.

**B. Financial Reporting Entity**

For financial reporting purposes the State of New Jersey includes all fund types, departments, and agencies of the State, as well as boards, commissions, authorities, colleges, and universities, for which the State is financially accountable. The following circumstances set forth the State's financial accountability for a legally separate organization:

1. The State is financially accountable if it appoints a voting majority of the organization's governing body and (a) it is able to impose its will on that organization or (b) there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the State.
2. The State may be financially accountable if an organization is fiscally dependent on the State regardless of whether the organization has (a) a separately elected governing board or (b) a jointly appointed board.

Entities for which the State is financially accountable, and have a financial benefit or burden relationship, such as boards, commissions, authorities, colleges and universities are considered component units. These component units are included in the State's reporting entity because of the significance of their operational or financial relationships with the State. Component units are either discretely presented or blended. Discrete presentation entails reporting component unit financial data in columns separate from the financial data of the primary government (the State). Blending requires the component unit's balances and transactions to be reported in a manner similar to the balances and transactions of the State.

The following organizations comprise the State's component units. The Garden State Preservation Trust, the New Jersey Building Authority, the New Jersey Schools Development Authority, the Tobacco Settlement Financing Corporation, and the New Jersey Transportation Trust Fund Authority are blended component units since they provide services entirely or almost entirely to the State and thus are fiscally dependent upon the State, are substantively the same as the governing body, and the component unit debt outstanding is expected to be repaid entirely or almost entirely with resources of the primary government. Additional pertinent information related to them is disclosed in the notes of the primary government. All other component units have been discretely presented. Descriptions of the discretely presented component units and addresses from which complete financial statements of the respective component units can be obtained is detailed in Note 18.

**COLLEGES AND UNIVERSITIES**

The College of New Jersey  
Kean University  
Montclair State University  
New Jersey City University  
New Jersey Institute of Technology  
Ramapo College of New Jersey  
The Richard Stockton College of New Jersey  
Rowan University  
Rutgers, The State University of New Jersey  
Thomas Edison State College  
The William Paterson University of New Jersey

## AUTHORITIES

Casino Reinvestment Development Authority  
Garden State Preservation Trust  
Higher Education Student Assistance Authority  
New Jersey Building Authority  
New Jersey Economic Development Authority  
New Jersey Educational Facilities Authority  
New Jersey Environmental Infrastructure Trust  
New Jersey Health Care Facilities Financing Authority  
New Jersey Housing and Mortgage Finance Agency  
New Jersey Meadowlands Commission  
New Jersey Redevelopment Authority  
New Jersey Schools Development Authority  
New Jersey Sports and Exposition Authority  
New Jersey Transit Corporation  
New Jersey Transportation Trust Fund Authority  
New Jersey Turnpike Authority  
New Jersey Water Supply Authority  
South Jersey Port Corporation  
South Jersey Transportation Authority  
Tobacco Settlement Financing Corporation  
University Hospital of New Jersey

### C. Government-wide and Fund Financial Statements

The government-wide financial statements (the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these government-wide statements. Governmental activities, which normally are supported by taxes and intragovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from the legally separate component units for which the primary government is financially accountable.

The statement of net position measures not just current assets and liabilities, but also long-term assets and liabilities such as capital assets (including infrastructure assets) and long-term obligations and deferred outflows of resources and deferred inflows of resources. The difference between the State's assets and deferred outflows of resources and its liabilities and deferred inflows of resources is its net position. Net position is displayed in three components - invested in capital assets; restricted; and unrestricted. Net position is restricted when constraints placed on them are either externally imposed or are imposed by constitutional provisions or enabling legislation. The amount of net position that is restricted by enabling legislation is disclosed in Note 14. When both restricted and unrestricted resources are available for use, generally it is the State's policy to use restricted resources first, then unrestricted resources as they are needed.

The statement of activities is presented in a format that reports the net (expense) revenue of the State's individual functions. The net (expense) revenue format reports the relative financial burden of each of the State's functions on its taxpayers. This format identifies the extent to which each function of the government draws from the general revenues of the State or is self-financed through licenses, fees, permits, and other revenues.

Program revenues originate from the program or from parties other than the government's taxpayers or citizens as a whole and reduce the expenses of the function to be financed by general revenues. Categories of program revenues that are separately reported in the statement are charges for services, program specific operating grants and contributions, and program specific capital grants and contributions. Charges for services are revenues from exchange or exchange-like transactions with external parties that purchase, use, or directly benefit from the program's goods, services, or privileges. These revenues include fees charged for specific services, licenses and permits, and operating special assessments, as well as payments from exchange transactions with other governments. Program specific operating and capital grants and contributions are revenues from

mandatory and voluntary nonexchange transactions with external parties that are restricted for use in a particular program. All other revenues are general revenues, including all taxes, even if levied for a specific purpose. A special item is a significant transaction or other event within the control of management that is either (1) unusual in nature, or (2) infrequent in occurrence. An extraordinary item is a transaction or other event that is both (1) unusual in nature and (2) infrequent in occurrence.

In the statement of activities, all expenses are reported by function except those that are special or extraordinary items. Each function reports direct expenses – those specifically associated with a service, program, or department and therefore clearly identifiable to a particular function. Some functions, such as government direction, management and control, include expenses that are indirect expenses of other functions. The State does not allocate indirect expenses to the other functions.

Separate financial statements are provided for governmental funds, proprietary funds, fiduciary funds, and component units. However, the fiduciary funds are not included in the government-wide statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

#### **D. Measurement Focus and Basis of Accounting**

**Government-wide Financial Statements** - The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. The government-wide financial statements report all financial and capital assets (including infrastructure assets), deferred outflows of resources, short and long-term liabilities, deferred inflows of resources, revenues, expenses, gains, and losses using the economic resources measurement focus and the accrual basis of accounting. Activity and balances resulting from exchange and exchange-like transactions are recognized when the exchange takes place; those resulting from nonexchange transactions are recognized based on the provisions of GASB Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions*.

**Governmental Fund Financial Statements** - The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the current financial resources measurement focus, only current assets and liabilities are generally included on the balance sheet. Operating statements of these funds present increases and decreases in net current assets.

In accordance with the modified accrual basis, revenues are recognized when they become susceptible to accrual; that is, when they become both measurable and available to finance expenditures of the fiscal period. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Generally, these revenues which are considered to be susceptible to accrual include amounts received during the three month period subsequent to June 30 that were earned as of June 30. On an exception basis, the State will occasionally accrue amounts received after this three month period but within twelve months subsequent to June 30. Those revenues which are considered to be susceptible to accrual include sales tax, individual income taxes, corporate income taxes, and federal grants. Licenses, fees, permits and other sources are recognized when received since they normally are measurable only at that time. Revenue refunds payable are recorded as other liabilities. Unapplied overpayments of Corporation Business Tax and Gross Income Tax are recorded when a final determination is made as to the ultimate disposition of the overpayments.

Expenditures are recognized when the related fund liabilities are incurred. Expenditures for compensated absences, claims, and judgments are recorded to the extent they would normally be liquidated with available financial resources. Disbursements for prepaid expenses, inventory items, and capital assets are recorded when expenditures are incurred. Expenditures for principal and interest on general obligation long-term debt are recognized when due.

**Proprietary Funds, Fiduciary Funds, and Component Units Financial Statements** - The financial statements of the proprietary funds, fiduciary funds, and component units are reported using the economic resources measurement focus and the accrual basis of accounting, similar to the government-wide statements previously described.

GASB Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*, incorporates into GASB's authoritative literature certain accounting and financial reporting guidance included in the Financial Accounting Standards Board (FASB) pronouncements which does not conflict with or

contradict GASB pronouncements, and eliminates the option to apply post-November 30, 1989 FASB pronouncements that do not conflict with or contradict GASB pronouncements.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Revenues and expenses not meeting this definition are reported as non-operating revenues and expenses. The State's proprietary funds are the Unemployment Compensation Fund and the State Lottery Fund.

The Unemployment Compensation Fund's principal ongoing operations consist of assessments received from employers and employees and the subsequent disbursement of monies to persons entitled to receive unemployment benefits. Collections and disbursements to eligible recipients are classified as operating revenues and expenses. The State Lottery Fund's principal ongoing operations, which are classified as operating revenues and expenses, consist of receipts from lottery ticket sales and subsequent disbursements of monies to lottery winners.

## **E. Fund Accounting**

The financial activities of the State are recorded in individual funds, each of which is deemed to be a separate accounting entity. The State uses fund accounting to report on its financial position and results of operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts, which represent the fund's assets, liabilities, residual equities or balances, revenues, and expenditures or expenses. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds. Major individual governmental funds and major individual proprietary funds are reported as separate columns in the fund financial statements, with non-major funds being combined into a single column.

### **1. Major Funds**

The State reports the General Fund and the Property Tax Relief Fund as major governmental funds. The State also reports the State Lottery Fund and the Unemployment Compensation Fund as major proprietary funds. Descriptions are as follows:

- a. General Fund - This fund accounts for all State revenues not otherwise restricted by statute. The largest part of the total financial operations of the State is accounted for in the General Fund. Most revenues received from taxes, federal sources, and certain miscellaneous revenue items are recorded in this fund. The Annual Appropriations Act enacted by the State Legislature provides the basic framework for the operations of the General Fund.
- b. Property Tax Relief Fund - This fund accounts for revenues from the New Jersey Gross Income Tax and a portion of the New Jersey Sales and Use Tax. Revenues realized are dedicated by the State Constitution. All receipts from taxes levied on personal income of individuals, estates, and trusts must be appropriated exclusively for the purpose of reducing or offsetting property taxes. P.L. 2006, c.44 increased the Sales and Use Tax rate to seven percent from six percent. Of the additional one percent, one half of a percent was dedicated to the Property Tax Relief Fund. Annual appropriations are made from the fund, pursuant to formulas established by the State Legislature, to counties, municipalities, and school districts.
- c. State Lottery Fund - Monies derived from the sale of State lottery tickets are deposited into this fund. Disbursements are authorized for the payment of prizes to holders of winning lottery tickets and for the administrative expenses of the Division of State Lottery. Remaining balances are paid to the General Fund in support of the amounts annually appropriated for State institutions and for education. The present value of obligations for future installment payments of lottery prizes funded by the purchase of deposit fund contracts are accounted for in this fund.
- d. Unemployment Compensation Fund - This fund accounts for monies deposited from contributions of employers and employees for unemployment compensation, amounts credited or advances made by the federal government, and amounts received herein from any other source. After consideration is given to any claim for refund of

overpayment of contributions, the remainder is transferred by the Division of Employment Security to the Treasurer of the United States for credit to the State of New Jersey Unemployment Compensation Fund and held by the Treasurer of the United States in the State of New Jersey Unemployment Trust Fund. Drawdowns against the State of New Jersey Unemployment Trust Fund are made by requests submitted to the Treasurer of the United States by the Division of Employment Security on an as-needed basis, whereby amounts are transferred back to the Unemployment Compensation Fund and are then disbursed by the Division of Employment Security to persons entitled to receive unemployment benefits. Any shortfall in the Unemployment Compensation Fund needed to pay benefits is covered by federal statutes, which authorize advances from the federal government for unemployment benefits. Such advances are repayable by increased rates on federally taxable wages reported by New Jersey employers, or the advances may be repaid out of the fund assets at any time by the Governor.

## **2. Governmental Fund Types**

- a. Special Revenue Funds - These funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects. The term, "proceeds of specific revenue sources," establishes that one or more specific restricted or committed revenues should be the foundation for a special revenue fund.
- b. Capital Projects Funds - These funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditures for capital outlays, including the acquisition or construction of capital facilities and other capital assets. Capital projects funds exclude those types of capital related outflows financed by proprietary funds or for assets that will be held in trust for individuals, private organizations, or other governments.

## **3. Fiduciary Fund Types**

- a. Pension and Other Employee Benefits Trust Funds - These funds report resources that are required to be held in trust for members and beneficiaries of defined benefit pension plans, defined contribution plans, other post-employment benefit plans, and other employee benefit plans, such as the deferred compensation plan.
- b. Investment Trust Fund - This fund reports an investment pool that consolidates monies from municipalities, counties, school districts, and any other public body, corporate or politic.
- c. Private Purpose Trust Funds - These funds report all other trust arrangements for which principal and income benefit individuals, private organizations, or other governments.
- d. Agency Funds - These funds report resources held by the State in a purely custodial capacity. These funds typically involve only the receipt, temporary investment, and remittance of the resources to external parties.

## **F. Appropriations and Outstanding Debt**

The State Constitution provides that the Legislature may not create a debt (where total outstanding debt would exceed one percent of total appropriations for the year) unless such law has been submitted to the people at a general election and approved by a majority of the legally qualified voters. After approval by the electorate, and prior to any bond sale, the Legislature may make appropriations up to the legally authorized amount of such bonds, which enables the State to enter into contracts with vendors.

## **G. Assets**

### **1. Cash and Cash Equivalents**

Deposits encompass the State's cash on deposit with financial institutions and several cash equivalents, including certificates of deposit. All deposits, including cash equivalents that are subject to federal or state depository insurance, generally are classified as deposits. Only investments with an original maturity of three months or less are considered to be cash equivalents. See Note 3 for details.

### **2. Investments**

Statutes of the State of New Jersey and regulations of the State Investment Council authorize the Division of Investment to invest in domestic and international equities and exchange traded funds; covered call and put options; equity futures contracts; obligations of the U.S. Treasury, government agencies, corporations, international governments and agencies; interest rate swap transactions; credit default swaps; fixed income exchange traded funds; U.S. Treasury futures contracts; New Jersey State and Municipal general obligations; public authority revenue obligations; collateralized notes and mortgages; commercial paper; certificates of deposit; repurchase agreements; bankers' acceptances; guaranteed income contracts; funding agreements; money market funds; private equity funds; real estate funds; other real assets; global diversified credit funds; and absolute return strategy funds.

In addition to the amounts invested directly, most of the funds included herein participate in the State of New Jersey Cash Management Fund wherein amounts also contributed by other units of government are combined into a large scale investment program. The Pension Trust Funds also participate in a Common Pension Trust Fund pool whereby amounts contributed by the various Pension Trust Funds are combined for the purpose of investment. Participation in the Cash Management Fund investment pool and the Common Pension Trust Fund investment pool by State funds is reflected as investments in the Balance Sheets of the respective funds. Amounts contributed to the Cash Management Fund investment pool by local governments and other entities which are not part of the State's reporting entity, are reflected as investments in the statement of net position of the Investment Trust Fund.

Amounts contributed to the Cash Management Fund investment pool are recorded at cost, which approximates fair value. Any differences between cost and fair value for Cash Management Fund pool investments are immaterial. Other investments are recorded at fair value. Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. See Note 4 for additional details.

### **3. Securities Lending Collateral**

The Pension Trust Funds participate in securities lending programs with their custodian banks, whereby securities are loaned to brokers and, in return, the Pension Trust Funds have rights to the collateral received. All of the securities held in the Common Pension Trust Fund investment pool are eligible for the securities lending program. Collateral received may consist of cash, irrevocable bank letters of credit, or U.S. Treasury obligations having a market value equal to or exceeding 102 percent (U.S. dollar denominated) or 105 percent (non-U.S. dollar denominated) of the value of the loaned securities at the time the loan is made. The contracts with the Common Pension Trust Fund investment pool custodian banks require them to indemnify the investment pool if the brokers fail to return the securities or fail to pay the investment pool for income distributions by the securities' issuers while the securities are on loan. The securities loans can be terminated by notification by either the broker or the investment pool. The term to maturity of the securities loans is generally matched with the term to maturity of the investment of cash collateral. As of June 30, 2014, the Pension Trust Funds have no aggregate credit risk exposure to brokers because the collateral amount held by the Pension Trust Funds exceeded the market value of the securities on loan. See Note 5 for additional details.

#### **4. Receivables**

Receivables in the State's governmental, fiduciary, and proprietary funds, component units - authorities, and component units - college and university funds are stated net of allowances for uncollectible amounts and primarily consist of federal revenues, taxes, assessments, loans, interest and dividends, contributions due from employers and members to the respective pension funds, mortgages, and other receivables. See Note 6 for details.

#### **5. Capital Assets**

Capital assets are tangible and intangible assets that are used in operations and that have initial useful lives that extend beyond a single reporting period. Capital assets are reported in the statement of net position at cost or historical cost based on appraisals or other acceptable methods when historical cost information is not available. Donated fixed assets are recorded at estimated fair value at the time of donation. The State's capital assets consist of:

- a. All land, including parks, forests, easements, development rights, highways, and right-of-ways.
- b. Infrastructure assets such as roads, bridges, and dams.
- c. All general government buildings, including hospital, care, and correctional facilities.
- d. Land improvements, equipment, software, and motor vehicles used in general operations with a unit cost of at least \$25,000, \$20,000, \$100,000, and \$30,000 respectively. For the purpose of reporting, equipment and software are consolidated into one category.
- e. Capital projects in the process of construction.

To measure depreciation expense, the State uses the straight-line method, whereby the historical cost (or other capitalized amount) of depreciable assets, less their estimated salvage values, is allocated in equal annual amounts over the estimated useful lives of the assets. To estimate the useful lives of its capital assets, the State uses guidelines from industry organizations. There is no depreciation recorded for land, easements, construction in progress, and rights-of-way.

Capital leases which are classified as capital assets are recorded in amounts equal to the lesser of the fair value of the asset or the present value of the future net minimum lease payments at the inception of the lease.

The State does not capitalize and depreciate works of art, historical treasures, and similar assets because the assets cannot be reasonably valued and/or the assets have inexhaustible useful lives. Capital assets utilized in the government funds are recorded as expenditures in the governmental fund financial statements. See Note 7 for additional details.

#### **6. Interfund/Intrafund Transactions**

Interfund Transactions - During the course of normal operations, the State has numerous routine transactions between funds, including expenditures, and transfers of resources to provide administrative services, program services, debt service, and compliance with legal mandates, such as legislation requiring the transfer of investment earnings from a capital project fund to the General Fund. In the fund financial statements, these transactions generally are recorded as transfers to/transfers from other funds and due to/due from other funds. Operating transfers represent legally authorized transfers from a fund receiving revenue to the fund through which the resources are to be expended and do not represent reimbursement of expenses.

Intrafund Transactions - Intrafund transactions, as a result of contracts among departments within the same fund, are considered expenditures by the contractor and revenues by the contractee in the fund financial statements.

As a general rule, intrafund revenues and expenditures, interfund transfers, and interfund receivables and payables have been eliminated in the government-wide financial statements. An exception is the net residual amounts due between governmental and business-type activities, which is recorded as internal balances. Receivables from and

payables to fiduciary funds are recorded in the statement of net position as receivable from and payable to external parties.

#### **7. Deferred Outflow of Resources**

A deferred outflow of resources is a consumption of new assets by the government that is applicable to a future reporting period. In the government-wide statements, governmental activities column, the deferred outflows of resources represents the unamortized deferral on refundings, which was previously reported as a long-term obligation.

### **H. Liabilities**

#### **1. Unearned Revenue**

Unearned revenues at the fund level arise when potential revenue does not meet the available criterion for recognition in the current period. Unearned revenues also arise when resources are received by the State before it has a legal claim. In subsequent periods, when the revenue recognition criterion is met, or when the State has a legal claim to the resources, the liability for unearned revenue is removed from the balance sheet and revenue is recognized. Unearned revenues at the government-wide level arise only when the State receives resources before it has a legal claim to these resources.

Unearned revenue in the General Fund, at both levels, consists principally of amounts due from the Port Authority of New York and New Jersey.

#### **2. Long-term Obligations**

The State's long-term obligations are divided into bonded and non-bonded categories. Bonded categories include general obligation bonds, revenue bonds, certain capital leases, installment obligations, certificates of participation, unamortized premium, Tobacco Settlement Financing Corporation Bonds (TSFC), and unamortized interest on capital appreciation bonds. Non-bonded categories include accumulated sick and vacation payable, certain capital leases, loans payable, net pension obligation, pollution remediation obligation, other postemployment benefits obligation, other, and deposit fund contracts. The liability for long-term items described above is reflected in the government-wide financial statements and the proprietary fund financial statements as noncurrent liabilities, due in more than one year and as current liabilities-current portion of long-term obligations, if due within a year.

Bond and note premiums and discounts are amortized to interest expense based on the straight-line method. Capital appreciation bonds are reported at their net or accreted value rather than at face value. Bonds and notes payable are reported net of the applicable bond premium or discount.

In the governmental fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuance are reported as other financing sources while discounts are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenditures.

#### **3. Deferred Inflow of Resources**

A deferred inflow of resources is an acquisition of net assets by the government that is applicable to a future reporting period.

### **I. Net Position**

- 1. Net Investment in Capital Assets** - This component of net position consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- 2. Restricted** - Net position is reported as restricted when constraints placed on its use are either: (a) externally imposed by creditors, grantors, contributors, or laws or regulations of the other governments, or (b) imposed by law through constitutional provisions or enabling legislation.
- 3. Unrestricted** - Unrestricted net position consists of assets that do not meet the definition of "restricted" or "invested in capital assets".



4. **Held in Trust for Pension Benefits and Other Purposes** - This is used to accumulate all active member, State, and other employer contributions and investment income from which all benefit payments are made; also used to accumulate resources received as a result of trust arrangements or to accumulate resources held for investment.

## J. Fund Balances

1. **Nonspendable** - Fund balance includes amounts that are not in a spendable form or are legally or contractually required to be maintained intact (i.e., the principal of a permanent fund).
2. **Restricted** - Fund balance includes amounts that can be spent only for the specific purposes stipulated by external resource providers or imposed by law through constitutional provisions, or through enabling legislation.
3. **Committed** - Fund balance includes amounts that can be used only for the specific purposes determined by a formal action of the government's highest level of decision-making authority. Commitments may be changed or lifted only by the government taking the same formal action that imposed the constraint originally.
4. **Assigned** - Fund balance comprises amounts intended to be used by the government for specific purposes. Intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority. In governmental funds other than the General Fund, assigned fund balance represents the amount that is not restricted or committed. This indicates that resources in other governmental funds are, at a minimum, intended to be used for the purpose of that fund.
5. **Unassigned** - Fund balance is the residual classification for the General Fund and includes all amounts not contained in the other classifications. Unassigned amounts are technically available for any purpose. If another governmental fund has a fund balance deficit, then it will be reported as a negative amount in the unassigned classification in that fund. Based on the definitions of the restricted, committed, and assigned fund balance classifications, positive unassigned amounts can exist only in the General Fund. The State's General Fund reflects both committed and unassigned fund balances. Initially, expenditures are made from existing committed fund balances, and if necessary, additional expenditures are made from unassigned fund balances.

## K. Fiscal Year End Differences

The following component units have fiscal years that ended on December 31, 2013:

### Component Units – Authorities

Casino Reinvestment Development Authority  
New Jersey Economic Development Authority  
New Jersey Educational Facilities Authority  
New Jersey Health Care Facilities Financing Authority  
New Jersey Housing and Mortgage Finance Agency  
New Jersey Meadowlands Commission  
New Jersey Redevelopment Authority  
New Jersey Sports and Exposition Authority  
New Jersey Turnpike Authority  
South Jersey Port Corporation  
South Jersey Transportation Authority

### Special Revenue Funds

New Jersey Building Authority (blended component unit)  
New Jersey Schools Development Authority (blended component unit)

## NOTE 2 - OTHER ACCOUNTING DISCLOSURES

### A. Changes in Accounting Policy/Reclassifications

In Fiscal Year 2014 the State adopted three new Governmental Accounting Standards Board (GASB) standards as follows:

GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*. This statement establishes accounting and financial reporting standards that reclassify certain items previously reported as assets and liabilities as deferred outflows of resources or deferred inflows of resources. In addition, this Statement amended the financial statement element classification of certain items previously reported as assets and liabilities. As a result of implementing this Statement, presentation and terminology changes were made to the fund financial statements and government-wide statements, as necessary, in addition to the immediate recognition of certain elements.

In implementing GASB Statement No. 65, \$301.6 million in debt issuance costs, previously reported as assets and amortized, were immediately recognized in the current reporting period. In addition, \$1,068.0 million, previously reported as long-term obligations, was reclassified in the current year as deferred outflows of resources on the government-wide statements.

GASB Statement No. 67, *Financial Reporting for Pension Plans*. This statement was implemented by New Jersey Retirement Systems (pension trust and defined contribution plans) for the year ended June 30, 2014.

This statement requires changes in presentation of the financial statements, notes to the financial statements, and required supplementary information for pension plans. It also requires more comprehensive footnote disclosure regarding the pension liability, the sensitivity of the net pension liability to the discount rate, and increased investment activity disclosures. The implementation of this Statement did not significantly impact the accounting for accounts receivable and investment balances for pension plans. The total pension liability, determined in accordance with GASB Statement No. 67 (for groups of systems and plans covering substantially all employees of the State, public education, and other political subdivisions of the State), is estimated to be \$113.1 billion.

GASB Statement No. 70, *Accounting and Financial Reporting for Nonexchange Financial Guarantees*. This statement requires additional disclosures concerning a government's obligations and risk exposure from extending nonexchange financial guarantees. In part, this Statement requires a government (guarantor) to recognize a liability when qualitative factors and historical data indicate that it is more likely than not the guarantor will be required to make a payment on the nonexchange financial guarantee.

GASB Statement No. 70 resulted in an increase in the July 1, 2013 outstanding balance in Non-bonded debt-other of \$184.1 million relating to the South Jersey Port Corporation bonds. See Note 10 for addition details.

All applicable provisions of these new statements have been incorporated into the financial statements and notes.

## B. Restatement of Net Position

The July 1, 2013 Net Position for the primary government was adjusted for the following:

	<b>Government-wide Net Position</b>
Balance July 1, 2013 - As Reported	\$ (45,593,578,910)
Prior Period Adjustments (adoption of GASB standards):	
Increase in Long-term obligations for inclusion of South Jersey Port Corporation Bonds per GASB Statement No. 70	(184,144,853)
Decrease in deferred issuance costs per GASB Statement No. 65	(301,625,291)
Prior Period Adjustment (correction of an error):	
Increase in Capital Assets	60,397,259
Increase in Accumulated Depreciation	(4,700,531)
Increase in Unamortized Premium on Bonds Payable	(52,189,822)
<b>Balance July 1, 2013 - Restated</b>	<b><u>\$ (46,075,842,148)</u></b>

The July 1, 2013 Net Position for the Pension and Other Employee Benefits Trust Funds was adjusted for the following:

	<b>Pension and Other Employee Benefits Trust Funds</b>
Balance July 1, 2013 - As Reported	\$ 81,927,697,893
Inclusion of previously unreported Defined Contribution Retirement Program	969,614
Prior Period Adjustment (correction of an error - overstated employer receivable):	
Public Employees' Retirement System	(1,073,566,812)
Teachers' Pension and Annuity Fund	(34,007,248)
Increase in liability for assets held for contributory life insurance:	
Public Employees' Retirement System	(384,313,550)
Teachers Pension and Annuity Fund	(137,239,453)
<b>Balance July 1, 2013 - Restated</b>	<b><u>\$ 80,299,540,444</u></b>

## C. Deficit Net Asset Balance

The Health Benefits Fund-State is on an actuarial basis of accounting, therefore, it has recorded a claims liability of \$244.1 million. There are sufficient cash balances to pay claims that are billed to the fund.

#### **D. Deficit Fund Balance**

It is anticipated that bond sales during Fiscal Year 2015 will relieve the current deficit fund balance in the Cultural Centers and Historic Preservation Fund.

#### **E. Name Change**

The University of Medicine and Dentistry of New Jersey – Self-Insurance Reserve Fund (a special revenue fund) has been renamed to Medical Malpractice Self Insurance Fund for fiscal year 2014 presentation.

#### **F. Joint Ventures**

**The Port Authority of New York and New Jersey**  
**225 Park Avenue South**  
**New York, NY 10003-1604**  
**[www.panynj.gov](http://www.panynj.gov)**

Joint ventures are independently constituted entities generally created by two or more governments for a specific purpose such as contracting and maintaining an interstate bridge. Pursuant to current financial reporting standards, the State does not record its equity in joint ventures. The only significant joint venture in which the State of New Jersey participates is the Port Authority of New York and New Jersey. Individually published financial statements may be obtained by writing the Port Authority of New York and New Jersey at the above mentioned address. Other joint ventures are immaterial.

The Port Authority is a municipal corporate instrumentality of the States of New York and New Jersey created by compact between the two states in 1921 with the consent of the Congress of the United States. It is authorized and directed to plan, develop, and operate terminals and other facilities of transportation and commerce, and to advance projects in the general fields of transportation, economic development, and world trade that contribute to promoting and protecting the commerce and economy of the Port District, defined in the compact, which comprises an area of about 1,500 square miles in both states, centering about New York Harbor. The Governor of each State appoints six of the twelve members of the governing Board of Commissioners, subject to confirmation by the respective State Senate. Each Governor has from time to time exercised the statutory power to veto the actions of the commissioners from their state.

The commissioners serve six-year overlapping terms as public officials without compensation. They establish Authority policy, appoint an Executive Director to implement it, and also appoint a General Counsel to act as legal advisor to the Board and to the Executive Director. The Authority undertakes only those projects authorized by the two states.

The compact envisions the Port Authority as being financially self-sustaining and, as such, it must obtain the funds necessary for the construction or acquisition of facilities upon the basis of its own credit, its reserve funds, and its future revenues. The agency has neither the power to pledge the credit of either state or any municipality nor to levy taxes or assessments.

Consolidated financial statements for the Port Authority (including the Passenger Facility Charges Program) for the fiscal year ended December 31, 2013 disclosed the following (expressed in millions):

### Financial Position

	<u>Combined Total</u>
Total Assets and Deferred Outflows of Resources	\$ 38,471.4
Total Liabilities and Deferred Inflow of Resources	<u>24,743.1</u>
<b>Net Position</b>	<u><u>\$ 13,728.3</u></u>

### Operating Results

Operating Revenues	\$ 4,408.3
Operating Expenses	(2,596.3)
Depreciation and Amortization	<u>(940.2)</u>
Income from Operations	871.8
Non-operating Revenues (Expense), Net	<u>156.0</u>
<b>Net Income</b>	<u><u>\$ 1,027.8</u></u>

### Changes in Net Position

Balance January 1, 2013 - Restated	\$ 12,700.5
Net Income	<u>1,027.8</u>
<b>Balance December 31, 2013</b>	<u><u>\$ 13,728.3</u></u>

Except for Special Project Bonds, the Authority's debt is secured by its full faith and credit, its reserve funds, or a pledge of future revenues. Special Project Bonds are secured by a mortgage on the financed properties. At December 31, 2013, Port Authority debt consisted of the following (expressed in millions):

### Bonds, Notes, and Other Obligations

Consolidated Bonds and Notes	\$ 18,538.3
Special Project Bonds	1,605.5
Operating Asset Financing	426.0
Capital Asset Financing	<u>1,659.0</u>
	22,228.8
Less: Unamortized Discount and Premium	<u>(18.0)</u>
<b>Total</b>	<u><u>\$ 22,210.8</u></u>

### G. Other

In accordance with GASB Statement No. 14, *The Financial Reporting Entity*, the debt and assets of the New Jersey Building Authority have been reduced for presentation herein in the amount of \$541.3 million, the amount of the present value of future lease payments by the State to the New Jersey Building Authority as of December 31, 2013.

In accordance with GASB Statement No. 24, *Accounting and Financial Reporting for Certain Grants and Other Financial Assistance*, an additional \$1.3 billion in federal grant revenues and economic planning, development, and security expenditures has been recorded.

### NOTE 3 - CASH AND CASH EQUIVALENTS

All funds maintain their own individual bank account(s) except for the Casino Control, Casino Revenue, Gubernatorial Elections, Special Transportation, Property Tax Relief, and Long Term Obligation and Capital Expenditure Funds which are in the General Fund bank accounts. The balances of cash for these funds held in the General Fund, after receipt and disbursement transactions, are accounted for and reflected in the respective due from or due to accounts on the balance sheet presented in the fund financial statements.

New Jersey Revised Statutes (c.52:18-16.1) set the policy that the State Treasurer must follow when depositing State funds and for the collateralization of such funds. The relationship between the face amount of the collateral and the amount of a deposit is not statutory but is stipulated by the State Treasurer. All bank accounts in which the State Treasurer deposits funds must be collateralized. Securities pledged as collateral must consist of obligations of, or be guaranteed by, the United States or the State of New Jersey. Securities are pledged in the State Treasurer's name and held by a custodian bank under a custodian agreement.

Collateral requirements for demand accounts and time accounts for banks having less than \$15 million in State deposits per month require 100 percent coverage of the highest daily balance of the preceding month. For banks that have State deposits which total \$15 million or more per month, the amount of collateral required is 120 percent of the total average daily balance on deposit in the bank during each calendar quarter of the year. The State Department of the Treasury monitors the level of collateral required to be maintained by the banks.

GASB Statement No. 40, *Deposit and Investment Risk Disclosures*, requires that the State disclose bank deposits that are subject to custodial credit risk. The custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the State will not be able to recover deposits or will not be able to recover collateral securities that may be in the possession of an outside party. As of June 30, 2014 the State's bank balances amounted to \$383.0 million. Of these balances, \$11.8 million was exposed to custodial credit risk as uninsured and uncollateralized.

## NOTE 4 – INVESTMENTS

Statutes of the State of New Jersey and regulations of the State Investment Council authorize the Division of Investment to invest in global equities; non-convertible preferred stocks; covered call and put options; futures contracts; obligations of the U.S. Treasury, government agencies, corporations, international governments and agencies; global diversified credit funds; interest rate swap transactions; state and municipal general obligations; public authority revenue obligations; collateralized notes and mortgages; commercial paper; certificates of deposit; repurchase agreements; money market funds; private equity funds; real estate funds; other real assets; and absolute return strategy funds. Investee institutions and organizations are prescribed by the statutes and regulations based on such criteria as minimum capital, dividend paying history, credit history, and other evaluation factors.

The purchase, sale, receipt of income, and other transactions affecting investments are governed by custodial agreements between the investing funds through the State Treasurer and custodian banks as agents for the funds. State laws and policies set forth the requirements of such agreements and other particulars as to the size of the custodial institution, amount of the portfolio to be covered by the agreements, and other pertinent matters.

Federal securities, including those held as collateral on repurchase agreements, are maintained at Federal Reserve Banks in Philadelphia and New York through the custodian banks, in trust for the State of New Jersey. A significant portion of corporate equity and debt securities are maintained by the Depository Trust Company (DTC) through the custodian banks in trust for the State of New Jersey.

Securities not maintained by the Federal Reserve Banks or DTC are in the name of a designated nominee representing the securities of a particular State fund which establishes the State fund's unconditional right to the securities. The custodian banks, as agents for the State funds, maintain internal accounting records identifying the securities maintained by the Federal Reserve Banks and the DTC as securities owned by or pledged to the State funds.

In addition to the amounts invested directly, most of the funds included herein participate in the State of New Jersey Cash Management Fund wherein amounts also contributed by other units of government are combined into a large scale investment program. The Pension Trust Funds also participate in a Common Pension Trust Fund pool whereby amounts contributed by the various Pension Trust Funds are combined for the purpose of investment. Participation in the Cash Management Fund investment pool and the Common Pension Trust Fund investment pool by State funds is reflected as investments in the Balance Sheets of the respective funds. Amounts contributed to the Cash Management Fund investment pool by local governments and other entities which are not part of the State's reporting entity, are primarily reflected as investments in the Statement of Fiduciary Net Position, Investment Trust Fund.

Amounts contributed to the Cash Management Fund investment pool are recorded at cost, which approximates fair value. Any differences between cost and fair value for Cash Management Fund investment pool investments are immaterial. All other investments are recorded at fair value. Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The State of New Jersey, Department of the Treasury, Division of Investment, issues publicly available financial reports that include the financial statements of the State of New Jersey Cash Management Fund and the Common Pension Funds. The financial reports may be obtained by writing to the State of New Jersey, Department of the Treasury, Division of Investment, P.O. Box 290, Trenton, New Jersey 08625-0290.

Casino Control, Casino Revenue, Gubernatorial Elections, Special Transportation, and Property Tax Relief Funds do not maintain separate investment accounts. Since cash transactions are handled by and through the General Fund as described in Note 3, any available cash balances for these funds reside in the General Fund and are combined with other balances for either participation in the State of New Jersey Cash Management Fund or direct investment as part of the General Fund large scale investment program.

Approximately \$296.3 million of investments represents deposit fund contracts for future installment payments of lottery prizes. Lottery prizes are funded by the purchase of deposit fund contracts which, when matured, will provide amounts sufficient for future payment of installment prizes. Purchases of deposit fund contracts are recorded as an expenditure in the State Lottery Fund in the year of purchase. Annuity contracts are carried at their current contract values which are based upon their original purchase price adjusted for credited interest and amounts already received. The estimated fair value of annuity contracts approximates the carrying value reflected in the statement of net position. In the event of default in making future payments by the insurance company from which the contracts were purchased, the State Lottery Commission would be liable for such future payments.

Investments for all funds are as follows (expressed in millions):

	<b>Amount Reported As Investments</b>
Domestic fixed income securities	\$ 24,822.8
Domestic equities	23,640.4
International equities	15,801.9
Absolute return strategy funds	8,762.4
Private equities	7,215.1
Real estate funds	3,227.3
Global diversified credit funds	2,258.6
International fixed income securities	2,245.8
Real assets	1,739.3
Mortgages	877.7
Annuity contracts	296.3
Mutual funds	276.9
Opportunistic private equity investments	143.8
Put options	1.0
<b>Total investments</b>	<b>91,309.3</b>
Unallocated administrative expenses and transaction exchanges	821.4
<b>Net amount recorded as investments</b>	<b>\$ 92,130.7</b>

As Reported on the Government-wide Statement of Net Position and Statement of Fiduciary Net Position (expressed in millions):

	<b>Current Investments</b>	<b>Non-Current Investments</b>	<b>Total</b>
Governmental activities	\$ 3,440.3	\$ -	\$ 3,440.3
Business-type activities	255.3	245.5	500.8
Fiduciary funds	88,189.6	-	88,189.6
<b>Total</b>	<b>\$ 91,885.2</b>	<b>\$ 245.5</b>	<b>\$ 92,130.7</b>

The State's investments are subject to various risks. Among these risks are credit risk, concentration of credit risk, interest rate risk, and foreign currency risk. Each one of these risks is discussed in more detail below.

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The credit risk of a debt instrument is measured by nationally recognized statistical rating agencies such as Moody's Investors Service, Inc. (Moody's), Standard & Poor's Corporation (S&P), or Fitch Ratings (Fitch). Concentration of credit risk is the risk of loss attributed to the magnitude of an investment in a single issuer. There are no restrictions in the amount that can be invested in United States Treasury and government agency securities. State regulations require minimum credit ratings for certain categories of fixed income obligations and limit the amount that can be invested in any one issuer or issue. As of June 30, 2014 the following limits were in effect:



Category	Minimum Rating <sup>1</sup>			Limitation of	Limitation	Other Limitations
	Moody's	S&P	Fitch	Issuers' Outstanding Debt		
Global debt obligations	Baa3	BBB-	BBB-	10%	-	Not more than 5% of fund assets can be invested in any one issuer
International government and agency obligations	Baa3	BBB-	BBB-	25%	25%	Not more than 5% of fund assets can be invested in this category
Collateralized notes and mortgages	Baa3	BBB-	BBB-	-	25%	Not more than 5% of fund assets can be invested in any one issuer; not more than 5% of fund assets can be invested in this category
Commercial paper	P-1	A-1	F1	-	-	Not more than 5% of fund assets can be invested in any one issuer
Certificates of deposit						Cannot exceed 10% of issuer's primary capital; not more than 5% of fund assets can be invested in any one issuer
Domestic	A3/P-1	A-/A-1	A-/F1	-	-	
International	Aa3/P-1	AA-/A-1	AA-/F1	-	-	
Global diversified credit investments:						
Direct bank loans	Baa3	BBB-	BBB-	10%	-	Not more than 7% of fund assets can be invested in this category;
Funds	Baa3	BBB-	BBB-	-	-	not more than 5% of fund assets can be invested in any one issuer
Swap transactions	Baa2	BBB	BBB	-	-	Notional value of net exposure to any one counterparty shall not exceed 1% of fund assets; notional value shall not exceed 5% of fund assets but may be increased to 10% for a fixed period of time
Repurchase agreements						
Bank or trust company	-	-	-	-	-	-
Broker	P-1	A-1	F1	-	-	-
State, municipal and public authority obligations	A3	A-	A-	10%	10%	Not more than 2% of fund assets can be invested in debt of any one obligor
Mortgage backed						
pass-through securities	A3	A-	A-	-	-	Not more than 10% of fund assets can be invested in this category
senior debt securities	-	-	-	-	25%	
Non-convertible preferred stocks of U.S. corporations	Baa3	BBB-	BBB-	10%	25%	Not more than 5% of fund assets can be invested in any one issuer

<sup>1</sup> Short term ratings (e.g. P-1, A-1, F1) are used for commercial paper and certificates of deposit.

The above table does not include Prudential Retirement investments for the New Jersey State Employees Deferred Compensation Plan (NJSEDCP). The NJSEDCP consists of a number of individual investment managers, which individually have investment guidelines that they comply with and follow.

Up to eight percent of the market value of the combined assets of the pension funds may be invested in corporate obligations, international corporate obligations, collateralized notes and mortgages, global diversified credit investments, non-convertible preferred stocks, and mortgage backed pass-through securities that do not meet the minimum credit rating requirements set forth above.

For securities exposed to credit risk in the fixed income portfolio, the following tables disclose aggregate fair value, by major credit quality rating category at June 30, 2014. The tables include the fixed income securities held directly by the Common Pension Funds, as well as those held by Prudential Retirement. The first table is for bonds rated by Moody's. The second table uses Standard and Poor's ratings for bonds not rated by Moody's (expressed in millions):

	<b>Moody's Rating</b>					
	Aaa	Aa	A	Baa	Ba	P-1
United States Treasury notes	\$ 142.3	\$ -	\$ -	\$ -	\$ -	\$ -
United States Treasury TIPS	1,612.0	-	-	-	-	-
United States Treasury bonds	1,355.7	-	-	-	-	-
United States Government Agency	5,248.0	0.1	-	-	-	-
Mortgages/FHLMC/FNMA/GNMA	344.6	-	-	-	-	-
Domestic corporate obligations	674.8	1,248.8	2,290.0	2,014.3	541.1	1.3
Foreign government obligations	707.2	1,501.2	44.0	7.0	-	-
SBA pass through certificates	86.5	-	-	-	-	-
Asset backed obligations	29.7	9.8	3.4	0.1	0.4	-
Certificates of deposit	-	-	-	-	-	1,987.3
Commercial paper	-	-	-	-	-	4,362.6
Other	64.5	456.3	265.7	0.2	-	-
Bank Loans	-	-	-	2.6	36.8	-
<b>Total</b>	<b>\$ 10,265.3</b>	<b>\$ 3,216.2</b>	<b>\$ 2,603.1</b>	<b>\$ 2,024.2</b>	<b>\$ 578.3</b>	<b>\$ 6,351.2</b>

	<b>Standard &amp; Poor's Rating</b>					
	AAA	AA	A	BBB	BB	B
Domestic corporate obligations	\$ -	\$ -	\$ 116.9	\$ 140.4	\$ 20.0	\$ 12.1
Bank Loans	-	-	-	-	0.8	-
Other	-	57.8	18.0	-	-	-
<b>Total</b>	<b>\$ -</b>	<b>\$ 57.8</b>	<b>\$ 134.9</b>	<b>\$ 140.4</b>	<b>\$ 20.8</b>	<b>\$ 12.1</b>

The tables do not include various domestic corporate obligations given a Moody's rating of A1 (\$63.6 million), A3 (\$104.6 million), Aa3 (\$59.6 million), Baa1 (\$31.1 million), B (\$593.2 million), C (\$0.4 million), Ca (\$2.6 million), CAA (\$383.5 million), and a Standard and Poor's rating of CCC (\$4.6 million). They also do not include bank loan obligations given a Moody's rating of B (\$65.8 million), Caa (\$30.4 million) and a Standard and Poor's rating of CCC (\$2.0 million). Also not included are asset backed obligations given a Moody's rating of B (\$0.2 million), Ca (\$0.1 million), and Caa (\$0.3 million).

In addition, the Police and Firemen's mortgages of \$877.7 million, domestic corporate obligations of \$27.0 million, international corporate obligations of \$60.9 million, asset backed obligations of \$0.8 million, bank loan obligations of \$0.9 million, and other various investment types of \$232.8 million, are unrated.

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Commercial paper must mature within 270 days. Certificates of deposits and bankers' acceptances are limited to a term of one year or less. Repurchase agreements must mature within 30 days. The investment in guaranteed income contracts and funding agreements is limited to a term of ten years or less.

The following table summarizes the maturities (or, in the case of Remics, Police and Firemen's mortgages, and mortgage backed securities, the expected average life) of the fixed income portfolio at June 30, 2014 (expressed in millions):

	<b>Maturities in Years</b>				
	Total Fair Value	Less than 1	1-5	6-10	More than 10
United States Treasury notes	\$ 142.3	\$ 127.3	\$ 15.0	\$ -	\$ -
United States Treasury TIPS	1,612.0	-	984.4	625.7	1.9
United States Treasury bonds	1,355.7	58.5	1,024.2	229.6	43.4
United States Government Agency	5,248.1	5,011.2	12.7	201.6	22.6
Mortgages/FHLMC/FNMA/GNMA	344.6	-	1.6	5.5	337.5
Domestic corporate obligations	8,329.9	379.5	2,996.8	3,489.7	1,463.9
International corporate obligations	60.9	-	-	-	60.9
Foreign government obligations	2,259.4	11.2	559.2	1,431.9	257.1
Police & Firemen's mortgages	877.7	-	1.6	23.7	852.4
SBA pass through certificates	86.5	-	39.3	47.2	-
Asset backed obligations	44.8	0.2	1.7	3.4	39.5
Certificates of deposit	1,987.3	1,987.3	-	-	-
Commercial paper	4,362.6	4,362.6	-	-	-
Other	1,095.3	95.5	1.3	108.9	889.6
Bank Loans	139.3	2.5	16.1	120.7	-
<b>Total</b>	<u>\$ 27,946.4</u>	<u>\$ 12,035.8</u>	<u>\$ 5,653.9</u>	<u>\$ 6,287.9</u>	<u>\$ 3,968.8</u>

Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment. As mentioned previously, the State's Pension Trust Funds participate in the Common Pension Trust Fund pool, which invests in global markets.

The total amount of a particular class of stock directly purchased of any one entity cannot exceed 10 percent of that class of stock outstanding. The total amount of shares or interests directly purchased or acquired of any one exchange traded fund or global, regional or country fund shall not exceed 10 percent of the total shares outstanding or interests of such fund.

At June 30, 2014, the State had the following foreign currency exposure based on exchange rates in effect for such day (expressed in millions of U.S. dollars):

Currency	Total Fair Value	Equities	Fixed Income	Alternative Investments
Australian dollar	\$ 651.6	\$ 651.6	\$ -	\$ -
Brazilian real	345.1	345.1	-	-
Canadian dollar	1,037.6	931.4	106.2	-
Chilean peso	2.3	2.3	-	-
Czech koruna	55.3	55.3	-	-
Danish krone	130.3	130.3	-	-
Egyptian pound	0.3	0.3	-	-
Euro dollar	3,209.0	2,641.4	-	567.6
Hong Kong dollar	701.5	701.5	-	-
Hungarian forint	26.1	26.1	-	-
Indonesian rupiah	89.9	89.9	-	-
Israeli shekel	9.6	9.6	-	-
Japanese yen	1,695.6	1,695.6	-	-
Malaysian ringgit	56.9	56.9	-	-
Mexican peso	111.4	111.4	-	-
Norwegian krone	54.5	54.5	-	-
Pakistan rupee	21.2	21.2	-	-
Philippines peso	57.9	57.9	-	-
Polish zoloty	72.1	72.1	-	-
Singapore dollar	128.1	128.1	-	-
South African rand	236.6	236.6	-	-
South Korean won	537.0	537.0	-	-
Swedish krona	260.5	260.5	-	-
Swiss franc	884.0	884.0	-	-
Taiwan new dollar	20.9	20.9	-	-
Thailand baht	83.8	83.8	-	-
Turkish lira	83.8	83.8	-	-
United Kingdom sterling	1,945.2	1,835.7	-	109.5
<b>Total</b>	\$ 12,508.1	\$ 11,724.8	\$ 106.2	\$ 677.1

The State's interests in alternative investments may contain elements of credit, currency, and market risk. Such risks include, but are not limited to, limited liquidity, absence of regulatory oversight, dependence upon key individuals, emphasis on speculative investments (both derivatives and non-marketable investments), and nondisclosure of portfolio composition. State regulations require that not more than 38 percent of the market value of the pension funds can be invested in alternative investments, with limits on the individual categories of real estate (nine percent), real assets (seven percent), private equity (12 percent), and absolute return strategy (15 percent). The Common Pension Fund E account within the Common Pension Trust Fund pool reflects the State's alternative investments. Not more than five percent of the market value invested through direct investments, separate accounts, fund-of-funds, commingled funds, co-investments and joint ventures in global diversified credit, private equity, real asset and absolute return strategy investments, plus outstanding commitments, may be committed to any one partnership or investment. These investments cannot comprise more than 20 percent of any one investment manager's total assets.

As of June 30, 2014, the net position of Common Pension Fund E includes receivables of \$431 million related to the secondary sale of certain private equity and real estate funds, of which \$22 million was due by January 2015 and the balance due over the course of three years.

## NOTE 5 - SECURITIES LENDING COLLATERAL

The State Investment Council policies permit the Common Pension Funds and several of the individual pension plan portfolios to participate in securities lending programs, whereby securities are loaned to brokers or other borrowers and, in return, the Funds have rights to the collateral received. The publicly traded securities held by the Common Pension Funds and the pension plans, are eligible for the securities lending program. Collateral received may consist of cash, irrevocable bank letters of credit, or U.S. Treasury obligations having a market value equal to or exceeding 102% (U.S. dollar denominated) or 105% (non-U.S. dollar denominated) of the value of the loaned securities at the time the loan is made. Collateral is marked to market daily and adjusted as needed to maintain the required minimum level.

For loans of U.S. government securities or sovereign debt issued by non-U.S. governments, in the event that the market value of the collateral falls below 100% of the market value of the outstanding loaned securities to an individual borrower, or the market value of the collateral of all loans of such securities falls below the collateral requirement, additional collateral shall be transferred by the borrower to the respective funds no later than the close of the next business day so that the market value of such additional collateral together with collateral previously delivered meets the collateral requirements.

For loans of all other types of securities, in the event that the market value of the collateral falls below the collateral requirement of either 102% or 105% (depending on whether the securities are denominated in U.S. dollars or a foreign currency, respectively) of the market value of the outstanding loaned securities to an individual borrower, additional collateral shall be transferred in an amount that will increase the aggregate of the borrower's collateral to meet the collateral requirements. As of June 30, 2014, the Common Pension Funds have no aggregate credit risk exposure to borrowers because the collateral amount held by the Common Pension Funds exceeded the market value of the securities on loan.

The contract with the securities lending agent requires them to indemnify the Common Pension Funds and pension plans if the brokers or other borrowers fail to return the securities and provides that collateral securities may be sold in the event of a borrower default. The Common Pension Funds and pension plans are also indemnified for any loss of principal or interest on collateral invested in repurchase agreements. The Common Pension Funds and pension plans cannot participate in any dividend reinvestment program or vote with respect to any securities that are on loan on the applicable record date. The securities loans can be terminated by notification by either the borrower or the Common Pension Funds and pension plans. The term to maturity of the securities loans is generally matched with the term to maturity of the investment of the collateral.

The securities lending collateral is subject to various risks. Among these risks are custodial credit risk, credit risk, concentration of credit risk, and interest rate risk. Securities lending collateral is invested in repurchase agreements, the maturities of which cannot exceed 30 days. The collateral for repurchase agreements is limited to obligations of the U.S. Government or certain U.S. Government agencies, collateralized notes and mortgages and corporate obligations meeting certain minimum rating criteria. Total exposure to any individual issuer is limited consistent with internal policies for funds managed by the Division of Investment.

For securities exposed to credit risk in the collateral portfolio, the following table disclosures aggregate fair value, by major credit quality rating category at June 30, 2014 (expressed in millions):

	<b>Rating</b>		
	<b>Aaa/AAA</b>	<b>Not Rated</b>	<b>Total</b>
Repurchase Agreements	\$ 1,268.1	\$ -	\$ 1,268.1
Cash	-	206.4	206.4
<b>Totals</b>	<b>\$ 1,268.1</b>	<b>\$ 206.4</b>	<b>\$ 1,474.5</b>

Custodial credit risk for investments is the risk that the Pension Funds will not recover the value of the investments, which are in the possession of an outside party, if the counterparty to the transaction does not fulfill its obligations. The repurchase agreements' underlying securities are held in the Common Pension Fund's name.

As of June 30, 2014, the Pension Funds had outstanding loaned investment securities with an aggregate fair value of \$1,437.9 million and did not hold any noncash collateral. There were no borrowers or lending agent default losses, and no recoveries or prior-period losses during the year.

## **NOTE 6 - RECEIVABLES**

Fiduciary funds' receivables are not disclosed in the statement of net position. However, these receivables are disclosed in the fund financial statements and consist primarily of amounts due from employers and employees and accrued earnings on investments. Receivables presented in the statement of net position are described below.

### **A. Federal**

Federal government grant awards are established against State appropriations. Most Federal government receivables are comprised of amounts expended against grant awards, the expenditure of which is the basis of reimbursement. Since all amounts due from the Federal government are considered to be collectible, no allowance has been established for doubtful collections. Also see Note 19 – Contingent Liabilities.

These Federal receivables are reported in conformance with generally accepted accounting principles as defined in Statement No. 2 - *Grant, Entitlement and Shared Revenue Accounting and Reporting by State and Local Governments* published by the National Council on Governmental Accounting. Inasmuch as encumbrances do not constitute expenditures, and since recognition of grants and entitlements as revenue is primarily based on expenditures, there is an additional \$3.2 billion of Federal government awards consisting of encumbrances which are considered unearned and unrecorded as of June 30, 2014.

### **B. Departmental**

Departmental accounts receivable of \$4.5 billion include amounts which were substantially collected within the one month period subsequent to June 30 and include most major tax revenues. Amounts included in these receivables but not collected within the one month period subsequent to June 30, 2014 are deemed to be collectible, and are reflected net of allowances (\$619.4 million).

### **C. Loans**

Loans receivable of \$1.9 billion are reduced by allowances of \$63.1 million and include \$1.6 billion due from local units of government and other recipients for environmental projects, \$94.0 million loaned to New Jersey Transit Corporation for transportation projects, \$42.7 million loaned for economic development within local units of government, and \$10.0 million loaned for housing and mortgage assistance.

### **D. Other**

Other receivables totaling \$1.4 billion are reduced by allowances of \$580.1 million and include tax receivables due of \$435.7 million, \$148.1 million due from the Port Authority of New York and New Jersey, \$110.0 million from the tobacco companies, \$11.5 million due from the utility industry, and \$19.5 million due from proceeds of Motor Vehicle Commission bonds which are held by the trustee.

## NOTE 7 – CAPITAL ASSETS

A summary of capital assets and related accumulated depreciation by category as of June 30, 2014 is as follows (expressed in millions):

	<u>Balance July 1, 2013*</u>	<u>Additions</u>	<u>Deductions</u>	<u>Transfers/ Adjustments</u>	<u>Balance June 30, 2014</u>
Capital assets, not being depreciated:					
Land and easements	\$ 4,965.2	\$ 80.2	\$ -	\$ -	\$ 5,045.4
Construction in progress	2,553.2	1,878.1	0.6	(1,475.4)	2,955.3
Capital assets, being depreciated:					
Land improvements	231.4	0.4	-	2.1	233.9
Buildings and improvements	3,526.1	25.1	24.7	221.1	3,747.6
Equipment and software	1,159.7	62.0	9.4	12.2	1,224.5
Infrastructure	23,582.9	-	-	1,253.9	24,836.8
Total at historical cost	<u>36,018.5</u>	<u>2,045.8</u>	<u>34.7</u>	<u>13.9</u>	<u>38,043.5</u>
Less accumulated depreciation:					
Land improvements	148.5	7.4	-	1.6	157.5
Buildings and improvements	1,950.9	109.7	22.8	-	2,037.8
Equipment and software	690.5	129.6	8.3	-	811.8
Infrastructure	8,840.1	664.3	-	-	9,504.4
Total accumulated depreciation	<u>11,630.0</u>	<u>911.0</u>	<u>31.1</u>	<u>1.6</u>	<u>12,511.5</u>
<b>Governmental activities capital assets, net</b>	<u>\$ 24,388.5</u>	<u>\$ 1,134.8</u>	<u>\$ 3.6</u>	<u>\$ 12.3</u>	<u>\$ 25,532.0</u>

\* The July 1, 2013 capital asset balance has been restated by \$60.4 million and the accumulated depreciation balance has been restated by \$4.7 million across all categories.

Capital Assets were acquired by functions of the primary government as follows (expressed in millions):

	<u>Amount</u>
Public safety and criminal justice	\$ 77.3
Physical and mental health	17.7
Educational, cultural, and intellectual development	27.5
Community development and environmental management	109.0
Economic planning, development, and security	8.1
Transportation programs	1,772.6
Government direction, management, and control	30.3
Special government services	3.3
<b>Total</b>	<u>\$ 2,045.8</u>

### A. Items Not Capitalized and Depreciated

The State possesses certain capital assets that have not been capitalized and depreciated because the assets cannot be reasonably valued and/or the assets have inexhaustible useful lives. Examples of these assets include, but are not limited to statues, monuments, forts, lighthouses, and various capitol related furnishings. Collections, such as historical documents, artifacts, works of art, rare library books, and antique furnishings are not capitalized. These assets are exempted from capitalization as the State maintains the collections for reasons other than financial gain; the collections are protected, kept unencumbered, cared for and preserved; and the collections are subject to an organizational policy requiring that the proceeds from sales of collection items be used to acquire other items for collections.

### B. Depreciation and Useful Lives

Capital assets are depreciated using the straight line method. The State assigned useful lives that were most suitable for the particular assets. Estimated useful lives were in an allowable range as follows:

<u>Asset</u>	<u>Years</u>
Land improvements	10-50
Building and improvements	12-60
Equipment and software	3-30
Infrastructure	4-70

Depreciation was charged to functions of the primary government as follows (expressed in millions):

	<u>Amount</u>
Public safety and criminal justice	\$ 78.9
Physical and mental health	16.8
Educational, cultural, and intellectual development	26.8
Community development and environmental management	17.0
Economic planning, development, and security	23.8
Transportation programs	673.8
Government direction, management, and control	64.7
Special government services	9.2
<b>Total</b>	<u><u>\$ 911.0</u></u>



## NOTE 8 - INTERFUND TRANSACTIONS

During the course of normal operations, the State has numerous routine transactions between funds, including interfund loans, expenditures, and transfers of resources to provide administrative services, program services, debt service, and compliance with legal mandates, such as legislation requiring the transfer of investment earnings from a capital project fund to the General Fund. In the fund financial statements, these transactions generally are recorded as transfers in/transfers (out) and due to/due from other funds. Operating transfers represent legally authorized transfers from a fund receiving revenue to the fund through which the resources are to be expended and do not represent reimbursement of expenses.

### A. Due From/Due To Other Funds

The balances of current interfund receivables and payables at June 30, 2014 are presented below (expressed in millions):

	<u>General Fund</u>	<u>Property Tax Relief Fund</u>	<u>Non-Major Governmental Funds</u>	<u>State Lottery Fund</u>	<u>Unemployment Compensation Fund</u>	<u>Fiduciary Funds</u>	<u>Total</u>
<b>Due from:</b>							
General Fund	\$ -	\$ -	\$ 112.2	\$ -	\$ 0.4	\$ 123.9	\$ 236.5
Property Tax Relief Fund	200.8	-	2.9	-	11.1	-	214.8
Non-Major Governmental Funds	511.9	0.5	177.1	-	0.2	-	689.7
State Lottery Fund	118.6	-	-	-	-	-	118.6
Unemployment Compensation Fund	-	0.5	37.3	-	-	-	37.8
Fiduciary Funds	1.9	8.7	-	-	-	-	10.6
<b>Total Due from</b>	<u>\$ 833.2</u>	<u>\$ 9.7</u>	<u>\$ 329.5</u>	<u>\$ -</u>	<u>\$ 11.7</u>	<u>\$ 123.9</u>	<u>\$ 1,308.0</u>
<b>Due to:</b>							
General Fund	\$ -	\$ 200.8	\$ 511.9	\$ 118.6	\$ -	\$ 1.9	\$ 833.2
Property Tax Relief Fund	-	-	0.5	-	0.5	8.7	9.7
Non-Major Governmental Funds	112.2	2.9	177.1	-	37.3	-	329.5
Unemployment Compensation Fund	0.4	11.1	0.2	-	-	-	11.7
Fiduciary Funds	123.9	-	-	-	-	-	123.9
<b>Total Due to</b>	<u>\$ 236.5</u>	<u>\$ 214.8</u>	<u>\$ 689.7</u>	<u>\$ 118.6</u>	<u>\$ 37.8</u>	<u>\$ 10.6</u>	<u>\$ 1,308.0</u>

### B. Transfer In/(Out)

Interfund transfers for the fiscal year ended June 30, 2014 are presented below (expressed in millions):

	<u>General Fund</u>	<u>Property Tax Relief Fund</u>	<u>Non-Major Governmental Funds</u>	<u>State Lottery Fund</u>	<u>Unemployment Compensation Fund</u>	<u>Fiduciary Funds</u>	<u>Total</u>
<b>Transfers (out) to:</b>							
General Fund	\$ -	\$ -	\$ (1,637.0)	\$ (965.0)	\$ -	\$ -	\$ (2,602.0)
Non-Major Governmental Funds	(1,506.6)	-	(1,179.5)	-	-	-	(2,686.1)
<b>Total Transfers (Out)</b>	<u>\$ (1,506.6)</u>	<u>\$ -</u>	<u>\$ (2,816.5)</u>	<u>\$ (965.0)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (5,288.1)</u>
<b>Transfers in from:</b>							
General Fund	\$ -	\$ -	\$ 1,506.6	\$ -	\$ -	\$ -	\$ 1,506.6
Non-Major Governmental Funds	1,637.0	-	1,179.5	-	-	-	2,816.5
State Lottery Fund	965.0	-	-	-	-	-	965.0
<b>Total Transfers In</b>	<u>\$ 2,602.0</u>	<u>\$ -</u>	<u>\$ 2,686.1</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,288.1</u>
<b>Net Transfers</b>	<u>\$ 1,095.4</u>	<u>\$ -</u>	<u>\$ (130.4)</u>	<u>\$ (965.0)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

## NOTE 9 - SHORT-TERM DEBT

### Tax and Revenue Anticipation Notes

The State issues short-term debt instruments in the form of Tax and Revenue Anticipation Notes (TRAN) in advance of income tax and corporation business tax collections, depositing the proceeds in the General Fund. These notes are used to provide effective cash management to fund the imbalances that occur between the collection of revenues and the disbursement of appropriations of the General Fund and Property Tax Relief Fund. For Fiscal Year 2014, the State, under a resolution executed by the Treasurer on July 1, 2013, authorized the issuance of TRAN. On July 2, 2013 the State issued \$1.5 billion of TRAN through a private placement. The State issued an additional \$600 million of TRAN on July 31, 2013 also through a private placement. These notes bear interest from their date of issuance through maturity or earlier redemption by the State at an adjustable rate per annum equal to the London Interbank Offered Rate (LIBOR) plus 19 basis points. On November 20, 2013 the State issued \$2.6 billion of TRAN that bear an interest rate of 2.0 percent per annum with a yield of 0.35 percent per annum. These notes matured on June 26, 2014. Part of the proceeds from these notes were used to refund and retire the \$2.1 billion of TRAN issued under private placement on July 2, 2013 and July 31, 2013.

Short-term debt activity for the year ended June 30, 2014 was as follows (expressed in millions):

	<b>Outstanding</b>			<b>Outstanding</b>
	<b>July 1, 2013</b>	<b>Issued</b>	<b>Redeemed</b>	<b>June 30, 2014</b>
Tax and Revenue Anticipation Notes - Series 2014 A	\$ -	\$ 1,500.0	\$ (1,500.0)*	\$ -
Tax and Revenue Anticipation Notes - Series 2014 B	-	600.0	(600.0)*	-
Tax and Revenue Anticipation Notes - Series 2014 C	-	2,600.0	(2,600.0)	-
<b>Total Tax and Revenue Anticipation Notes</b>	<u>\$ -</u>	<u>\$ 4,700.0</u>	<u>\$ (4,700.0)</u>	<u>\$ -</u>

\* Redeemed with the proceeds from the Series 2014 C Notes.

## NOTE 10 – LONG-TERM OBLIGATIONS

The State's long-term debt is divided into bonded and non-bonded categories. Bonded categories include General Obligation Bonds, Revenue Bonds Payable, certain Capital Leases, Installment Obligations, Certificates of Participation, Tobacco Settlement Financing Corporation Bonds (TSFC), Unamortized Interest on Capital Appreciation Bonds, and Unamortized Premium. Non-bonded categories include Accumulated Sick and Vacation Payable, certain Capital Leases, Loans Payable, Net OPEB Obligation, Net Pension Obligation, Pollution Remediation Obligation, Advance from Federal Government, and Deposit Fund Contracts.

### A. Changes in Long-term Debt

The following schedule represents the changes in the State's long-term debt (expressed in millions):

	Outstanding			Amounts	
	July 1, 2013	Additions	Deductions	Outstanding June 30, 2014	Due Within One Year
<b>Governmental Activities</b>					
<b><u>Bonded Debt</u><sup>1</sup></b>					
General Obligation Bonds	\$ 2,400.9	\$ -	\$ 243.4	\$ 2,157.5	\$ 309.8
Revenue Bonds Payable	21,544.9	1,177.0	765.0	21,956.9	597.3
Capital Leases	314.8	-	3.7	311.1	12.6
Installment Obligations	18,243.3	1,777.0	1,939.2	18,081.1	736.5
Certificates of Participation	92.9	26.1	34.1	84.9	34.2
Tobacco Settlement Financing Corp. Bonds (TSFC)	4,293.9	-	(2.8)	4,296.7	23.8
Unamortized Premium <sup>2</sup>	2,119.3	143.4	178.8	2,083.9	-
Unamortized Interest on Capital Appreciation Bonds	(7,503.5)	-	(366.7)	(7,136.8)	-
<b><u>Non-bonded Debt</u></b>					
Accumulated Sick and Vacation Payable	574.7	323.7	329.7	568.7	323.7
Capital Leases	353.9	0.2	37.1	317.0	32.4
Loans Payable	1,279.4	-	-	1,279.4	-
Net OPEB Obligation	20,176.7	4,951.1	1,554.1	23,573.7	-
Net Pension Obligation	14,516.0	2,457.9	1,024.5	15,949.4	-
Pollution Remediation	86.2	-	12.2	74.0	-
Other <sup>3</sup>	1,219.2	518.3	467.1	1,270.4	382.9
Subtotal Governmental Activities - Restated	<u>\$ 79,712.6</u>	<u>\$ 11,374.7</u>	<u>\$ 6,219.4</u>	<u>\$ 84,867.9</u>	<u>\$ 2,453.2</u>
<b><u>Business-type Activities</u></b>					
Accumulated Sick and Vacation Payable	\$ 1.0	\$ 0.4	\$ 0.7	\$ 0.7	\$ 0.4
Advance from Federal Government	351.4	1,588.7	1,940.1	-	-
Deposit Fund Contracts	332.5	27.7	64.0	296.2	50.8
Subtotal Business-type Activities	<u>684.9</u>	<u>1,616.8</u>	<u>2,004.8</u>	<u>296.9</u>	<u>51.2</u>
<b>Total Governmental and Business-type Activities- Restated</b>	<u>\$ 80,397.5</u>	<u>\$ 12,991.5</u>	<u>\$ 8,224.2</u>	<u>\$ 85,164.8</u>	<u>\$ 2,504.4</u>

<sup>1</sup> Restated to reflect the implementation of Governmental Accounting Standards Board (GASB) Statement No. 65, *Items Previously Reported as Assets and Liabilities*. GASB Statement No. 65 resulted in the reclassification of the July 1, 2013 balance of Unamortized Deferral on Refunding from Long-term Obligations to Deferred Outflow of Resources in the amount of (\$1,068.0) million.

<sup>2</sup> Restated to reflect an increase in Unamortized Premium on bonds payable of \$52.2 million due to over amortization in prior years.

<sup>3</sup> Restated to reflect the implementation of Governmental Accounting Standards Board (GASB) Statement No. 70, *Accounting and Financial Reporting for Nonexchange Financial Guarantees*. GASB Statement No. 70 resulted in an increase in the July 1, 2013 outstanding balance in Non-bonded Debt-Other of \$184.1 million relating to the South Jersey Port Corporation bonds.

## B. Debt Service Payments

The following schedule represents debt service payments for the next five fiscal years and thereafter (expressed in millions):

Fiscal Year	Debt Service						Total
	General Obligation Bonds	Revenue Bonds	Capital Leases	Installment Obligations <sup>1</sup>	Certificates of Participation	TSFC <sup>2</sup>	
2015	\$ 309.8	\$ 597.3	\$ 45.0	\$ 736.5	\$ 34.2	\$ 23.8	\$ 1,746.6
2016	363.0	674.9	44.3	1,217.5	25.5	41.1	2,366.3
2017	235.1	646.4	46.2	1,290.7	15.9	57.3	2,291.6
2018	218.0	673.3	47.7	1,510.7	9.3	68.3	2,527.3
2019	216.6	702.5	49.7	1,230.1	-	72.9	2,271.8
2020-2024	620.4	4,088.9	177.3	5,296.8	-	418.7	10,602.1
2025-2029	99.8	4,714.4	108.5	5,349.8	-	528.4	10,800.9
2030-2034	94.8	3,581.1	102.3	1,141.6	-	672.9	5,592.7
2035-2039	-	4,092.9	3.9	307.4	-	858.8	5,263.0
2040-2044	-	2,185.2	0.4	-	-	1,554.5	3,740.1
2045-2063	-	-	2.8	-	-	-	2.8
<b>Total Principal</b>	<u>2,157.5</u>	<u>21,956.9</u>	<u>628.1</u>	<u>18,081.1</u>	<u>84.9</u>	<u>4,296.7</u>	<u>47,205.2</u>
2015	98.8	720.9	40.8	663.0	0.9	152.4	1,676.8
2016	82.8	690.9	37.2	639.5	0.5	151.2	1,602.1
2017	67.2	658.5	33.8	610.9	0.3	149.2	1,519.9
2018	55.7	629.5	30.0	575.1	0.1	146.5	1,436.9
2019	44.7	597.1	25.4	534.8	-	143.3	1,345.3
2020-2024	88.6	2,414.1	78.8	2,155.7	-	662.9	5,400.1
2025-2029	31.1	1,547.8	35.5	1,190.6	-	556.4	3,361.4
2030-2034	9.7	1,090.3	11.9	219.3	-	414.8	1,746.0
2035-2039	-	675.2	0.6	22.3	-	234.3	932.4
2040-2044	-	148.9	0.3	-	-	30.5	179.7
2045-2063	-	-	0.6	-	-	-	0.6
<b>Total Interest</b>	<u>478.6</u>	<u>9,173.2</u>	<u>294.9</u>	<u>6,611.2</u>	<u>1.8</u>	<u>2,641.5</u>	<u>19,201.2</u>
2015	408.6	1,318.2	85.8	1,399.5	35.1	176.2	3,423.4
2016	445.8	1,365.8	81.5	1,857.0	26.0	192.3	3,968.4
2017	302.3	1,304.9	80.0	1,901.6	16.2	206.5	3,811.5
2018	273.7	1,302.8	77.7	2,085.8	9.4	214.8	3,964.2
2019	261.3	1,299.6	75.1	1,764.9	-	216.2	3,617.1
2020-2024	709.0	6,503.0	256.1	7,452.5	-	1,081.6	16,002.2
2025-2029	130.9	6,262.2	144.0	6,540.4	-	1,084.8	14,162.3
2030-2034	104.5	4,671.4	114.2	1,360.9	-	1,087.7	7,338.7
2035-2039	-	4,768.1	4.5	329.7	-	1,093.1	6,195.4
2040-2044	-	2,334.1	0.7	-	-	1,585.0	3,919.8
2045-2063	-	-	3.4	-	-	-	3.4
<b>Total Principal and Interest</b>	<u>\$ 2,636.1</u>	<u>\$ 31,130.1</u>	<u>\$ 923.0</u>	<u>\$ 24,692.3</u>	<u>\$ 86.7</u>	<u>\$ 6,938.2</u>	<u>\$ 66,406.4</u>

<sup>1</sup> Fiscal Years 2015-2019, 2026 and 2028 include maturing Floating Rate Notes that the State anticipates refunding prior to maturity.

<sup>2</sup> The State is not liable for debt issued by the TSFC.

### **C. General Obligation Bonds**

The State is empowered by voters to authorize, issue, and incur debt subject to certain constitutional restrictions. General obligation bond acts are both legislatively and voter-approved and are backed by the State's full faith and credit. As of June 30, 2014, the State had \$2.2 billion of State general obligation bonds outstanding with another \$1.3 billion of bonding authorization remaining from various State general obligation bond acts. The amount provided by the State's General Fund for debt service payments for Fiscal Year 2014 was \$355.3 million.

The State has refunded various outstanding general obligation bonds. Refunding bond proceeds are used to purchase and deposit United States Treasury Obligations – State and Local Government Series or open market U.S. Treasury Securities into a separate irrevocable trust fund held by a trustee. The investments and the fixed earnings that accrue are sufficient to fully service the defeased debt until it is called or matures. For financial reporting purposes, the refunded debt is considered defeased at the time the refunding bonds have been issued. Therefore, the refunded debt is removed as a liability from the State's long-term obligations. As of June 30, 2014, the amount of defeased general obligation debt outstanding, but removed from the State's long-term obligations, amounted to \$182.7 million.

### **D. Revenue Bonds Payable**

This debt classification represents bond issuances whose segment of debt service is derived solely from legally restricted revenues. Revenue bonds include debt issued by the New Jersey Building Authority (NJBA), the Garden State Preservation Trust (GSPT), and the New Jersey Transportation Trust Fund Authority (TTFA). During Fiscal Year 2014, the TTFA issued \$849.2 million of bonds used to fund transportation system improvements. The NJBA issued \$47.6 million of Bond Anticipation Notes used to fund construction and rehabilitation of related facilities for use by State agencies. They also issued \$280.2 of Refunding Bonds which were used to defease \$303.9 million of existing debt. As a result, the refunded bonds' liability has been removed from the State's long term obligations. Total debt service payments over the next 14 years were decreased by \$0.2 million which resulted in a \$4.4 million present value savings. During Fiscal Year 2014, no GSPT debt was issued. Total authorized but unissued revenue bonds equal \$1.7 billion as of June 30, 2014.

### **E. Capital Leases (Bonded)**

Capital Leases represent long-term contractual debt obligations that the State has with various State authorities, for the purpose of utilizing office space for State operations and program usage. This includes the design, acquisition, and construction or renovation of facilities such as the Greystone Psychiatric Hospital. The New Jersey Health Care Facilities Financing Authority (HCFFA) issued no debt during Fiscal Year 2014.

### **F. Installment Obligations**

Installment Obligations represent agreements between the State and several authorities which have issued bonds for the purpose of purchasing or constructing facilities to be rented by the State or to provide financing for other State projects. The State agrees to make payments equal to the corresponding authority's debt service, subject to and dependent upon appropriations being made from time to time by the State Legislature. At the conclusion of the term of the installment obligation agreement, title to the various facilities is transferred to the State, except in the case of the School Facilities Construction Program. During Fiscal Year 2014, these authorities issued \$1.8 billion of bonds, of which \$1.5 billion were refunding bonds, that were issued in order to defease \$1.4 billion of existing debt. The liability on these refunded bonds has been removed from the State's long-term obligations. Total debt service payments over the next 21 years were decreased by \$10.8 million and resulted in a net present value savings of \$26.1 million. The State's installment obligations outstanding as of June 30, 2014 total \$18.1 billion. Total authorized but unissued installment obligations equal \$4.1 billion as of June 30, 2014.

## **G. Certificates of Participation**

These obligations represent several Lines of Credit that were drawn on to finance State equipment needs through the State's Master Lease Program.

## **H. Tobacco Settlement Financing Corporation (TSFC)**

In November 1998, the State entered into a Master Settlement Agreement with participating cigarette manufacturers, 46 states, and six other United States jurisdictions in the settlement of certain smoking-related litigation. During Fiscal Year 2003, the State sold to the newly established TSFC, the State's right, title, and beneficial ownership interest in the State's right to receive tobacco settlement rights under the Master Settlement Agreement and decree of Final Judgment. In return, in 2002 and 2003, the TSFC issued \$3.5 billion of bonds to pay for the tobacco settlement rights. Proceeds of the two bond issuances were used to fund General Fund expenditures during Fiscal Year 2003 and Fiscal Year 2004. During Fiscal Year 2007, \$4.7 billion of refunding bonds were issued, of which \$1.1 billion were capital appreciation bonds. The State retains 23.74% of the Tobacco Settlement Receipts.

During Fiscal Year 2003, the TSFC was presented as a discreet component unit of the State. Since then, the State adopted GASB Technical Bulletin No. 2004-1, *Tobacco Settlement Recognition and Financial Reporting Issues*. As a result, the TSFC is required to be shown as a blended component unit of the State. Bonds issued by the TSFC are the sole obligation of the TSFC. The State is not liable for any debt issued by the TSFC nor is the debt dependent on any dedicated stream of revenue generated by the State.

On March 7, 2014, the TSFC entered into a credit enhancement transaction. Pursuant to the Series 2007-1B Pledge Agreement, the TSFC pledged an additional 15.99% of the TSRs received on and after July 1, 2016, to be applied to the optional redemption of the Series 2007-1B bonds. Pursuant to the Series 2007-1C Pledge Agreement, the TSFC additionally pledged 7.75% of the TSRs received on and after July 1, 2016, to be applied to the optional redemption of the Series 2007-1C bonds. As a result of these Pledge Agreements, a bond enhancement premium of \$96.5 million was received by the TSFC, of which \$91.6 million was paid to the State of New Jersey, in accordance with the Pledge Agreements, and the remaining \$4.9 million was paid to various professionals as a transaction fee.

## **I. Unamortized Interest on Capital Appreciation Bonds**

Unamortized Interest on Capital Appreciation Bonds represents the unaccrued interest value on zero coupon bonds that have been issued.

## **J. Unamortized Premium**

GASB Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*, requires bond premiums to be deferred and amortized over the life of the refunding bonds.

## **K. Accumulated Sick and Vacation Payable**

Pursuant to GASB Statement No. 16, *Accounting for Compensated Balances*, Accumulated Sick and Vacation payable represents the liability due to employees for unused sick and vacation time.

## **L. Capital Leases (Non-bonded)**

Capital Leases represent long-term contractual obligations that the State has entered into for the purpose of utilizing office space for State operations and program usage. Examples of non-bonded capital leases include motor vehicle inspection stations, State government office buildings, and State Police facilities.

## **M. Loans Payable**

The New Jersey Automobile Insurance Guaranty Fund received a \$1.3 billion loan from the New Jersey Property-Liability Insurance Guaranty Association. The loan was made in an effort to depopulate the New Jersey Automobile Insurance Guaranty Fund and to help satisfy its unfunded liability.

## **N. Net OPEB Obligation**

GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, effective for periods beginning after December 15, 2006, requires the reporting of future Other Postemployment Benefits (OPEB) as a general long-term obligation of the State. Based upon an actuarial valuation, the OPEB obligation as of June 30, 2014 is estimated to be \$23.6 billion.

## **O. Net Pension Obligation**

Net Pension Obligation (NPO) represents a \$15.9 billion pension fund liability due to the Judicial Retirement System, the State Police Retirement System, the Consolidated Police and Firemen's Retirement System, and the Teachers' Pension and Annuity Fund. Financial reporting requirements for net pension fund obligations fall under the purview of GASB Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers*.

## **P. Pollution Remediation Obligation**

GASB Statement No. 49, *Accounting and Financial Reporting for Pollution Remediation Obligations*, effective for periods beginning after December 15, 2007, requires the reporting of Pollution Remediation Obligations as a general long-term obligation of the State. The Pollution Remediation Obligation represents contractual commitments of the State with either vendors to clean up hazardous waste contaminated sites or the administrative authorization to proceed to clean up identified hazardous waste contaminated sites. Pollution remediation activities include the engagement of contractors to define the extent of the hazardous waste contamination through a remedial investigative contract, outline the method of cleanup/remediation through a feasibility study contract, implement the required/recommended remediation action through construction contractors, and maintain and monitor the operations of the cleanup remedy at the site.

The Pollution Remediation Obligation estimates that appear in this report are subject to change over time. Cost may vary due to price fluctuations, changes in technology, changes in potential responsible parties, results of environmental studies, changes to statutes or regulations and other factors that could result in revisions to these estimates. Prospective recoveries from responsible parties may reduce the State's obligation.

The estimated liability as of June 30, 2014 is \$74.0 million. The reported amount represents the unexpended balances of those cleanup actions in which the State has obligated itself to commence remediation. The reported amounts represent the prospective outlays for existing remediation activities and not anticipated remediation work that may be addressed by the site's responsible parties at some future time or date.

## **Q. Other**

This obligation represents unamortized long-term claims which are required to be reported under National Council on Governmental Accounting Statement No. 1 as a general long-term obligation of the State. This includes Business Employment Incentive Program (BEIP) grants of \$641.5 million which have been incurred but not reported. This also includes Medicaid benefit claims (\$341.9 million of which \$242.0 million is federally reimbursable) which have been incurred but not reported. This obligation also includes \$62.5 million of capitalized software liability which is required to be reported in accordance with GASB Statement No. 51, *Accounting and Financial Reporting for Intangible Assets*. Unclaimed property of \$43.8 million deemed to be payable to other states, and the South Jersey Port Corporation obligation of \$180.7 million is also included. Governmental Accounting Standards Board (GASB) Statement No. 70, *Accounting and Financial Reporting for Nonexchange Financial Guarantees* resulted in the inclusion of the State's estimated future obligation relating to the South Jersey Port Corporation bonds.

## R. Advance from Federal Government

As of June 30, 2014, the Unemployment Compensation Fund did not owe the Federal Government any money. These funds were used to pay unemployment benefits.

## S. Deposit Fund Contracts

Large Lottery prizes are paid out to winners over a period of multiple years. Current Lottery proceeds are used to purchase deposit fund contracts which will provide sufficient amounts for future payment of installment prizes. Future payments of installment prizes in the present value of \$296.3 million are recorded as liabilities in both the fund financial statements and the government-wide statements.

## T. Nonexchange Financial Guarantees

The authorizing legislation for certain State entities provides for specific budgetary procedures with respect to certain obligations issued by these entities. Pursuant to such legislation, a designated official is required to certify any deficiency in debt service funds maintained to meet payments of principal and interest on the obligations and a State appropriation in the amount of the deficiency is to be made. However, the State Legislature is not legally bound to make an appropriation. Bonds issued pursuant to authorizing legislation of this type are sometimes referred to as “moral obligation” bonds. There is no statutory limitation on the amount of “moral obligation” bonds which may be issued by eligible State entities. Currently, bonds issued by the South Jersey Port Corporation, the New Jersey Housing and Mortgage Finance Agency, and the Higher Education Student Assistance Authority fall under this category. Furthermore, the New Jersey Housing and Mortgage Finance Agency and the Higher Education Student Assistance Authority have not had a deficiency in their respective debt service funds which required the State to appropriate funds.

The State, when necessary, provides the South Jersey Port Corporation with funds to cover all debt service and property tax requirements when the Corporation’s earned revenues are anticipated to be insufficient to cover these obligations. On December 1, 2013, the Corporation certified that it would be unable to provide sufficient funds from operations for debt service, and therefore, required a State appropriation for Fiscal Year 2014 in the amount of \$14.8 million.

## NOTE 11 - RISK MANAGEMENT AND INSURANCE COVERAGE

The State is self-insured and self-administered for tort, workers’ compensation, and automobile liability claims. As of June 30, 2014 no liability for unpaid claims has been established since the amount of loss cannot be reasonably estimated, however, any unpaid claims are not expected to be material. Claims are reported as expenditures in the General Fund in the year they are paid. Amounts expended for tort, workers’ compensation, and automobile liability claims for Fiscal Year 2014 and Fiscal Year 2013 are detailed below (expressed in millions):

<u>Type of Claim</u>	<u>Fiscal Year 2014</u>	<u>Fiscal Year 2013</u>
Tort	\$ 13.1	\$ 27.9
Workers' compensation	91.4	89.6
Automobile	1.4	5.3

Property exposure is handled by a commercial insurance carrier. There were no reductions in commercial insurance coverage during the fiscal year ended June 30, 2014. No settlements exceeded commercial insurance coverage during each of the past three fiscal years. The State does not participate in any risk pools.

The State has obtained a financial guaranty policy insurance commitment to cover potential permanent losses on investments by non-state participants in the State of New Jersey Cash Management Fund-External Portion (Investment Trust Fund). The State is liable for reimbursement to the issuer of the financial guaranty policy insurance commitment for any payments made. The State had two policies in place. The first of which expired on December 1, 2012 and was not renewed. The second financial guaranty policy insurance commitment expires on July 1, 2016.



## NOTE 12 – DERIVATIVES

### A. Interest Rate Swap Agreements

The State has obtained long-term financing in the form of voter-approved General Obligation Debt and other obligations for which voter approval is not needed and has not otherwise been sought. Non-voter approved long-term financings include debt obligations such as revenue bonds, certificates of participation, and installment obligations. The State pays debt service on these debt obligations pursuant to a State contract or a lease it enters into with the issuer, subject to annual appropriations made by the State Legislature. These debt obligations include, but are not limited to, certain bonds issued through State public authorities such as the New Jersey Building Authority and the New Jersey Economic Development Authority. In connection with certain bonds issued through these public authorities, the State has entered into Interest Rate Exchange Agreements (Swap Agreements). As of June 30, 2014 the State has 14 active swap agreements with 8 swap providers for a combined notional amount of \$1.1 billion.

### B. Interest Rate Swap Agreements – Synthetic Rate

In the past, the State acting through its public authorities, issued bonds bearing interest at a variable rate and simultaneously entered into one or more swap agreements with various swap providers. Under the terms of the swap agreements, the State pays a fixed rate on an agreed upon notional amount while the swap counterparty pays a variable rate on the same notional amount.

On November 22, 2013 the State terminated the outstanding New Jersey Building Authority swap agreements. The notional amount of the terminated swap agreements was \$150.4 million. The termination payment made to certain swap providers was \$16.8 million.

Issuer/Counterparty	Notional Amount (\$ Millions)	Amended Effective Date	Fixed Rate	Floating Index
<b><u>NJ Economic Development Authority (NJEDA)</u></b>				
<b>School Facilities Construction Program</b>				
Variable-to-Fixed Swaps				
Bank of America, N.A.	\$ 64.007	6/15/13	4.407 %	71.98% 1-month LIBOR
Bank of Montreal	121.173	6/15/13	4.549	62% 1-month LIBOR + 40 bps
Goldman Sachs Mitsui Marine Derivative, Products, L.P.	49.148	6/15/13	4.296	70.8% 1-month LIBOR
Goldman Sachs Mitsui Marine Derivative, Products, L.P.	78.167	6/15/13	4.407	71.98% 1-month LIBOR
Goldman Sachs Mitsui Marine Derivative, Products, L.P.	91.058	6/15/13	4.399	71.57% 1-month LIBOR
Merrill Lynch Capital Services, Inc.	179.716	6/15/13	4.251	62% 1-month LIBOR + 40 bps
Natixis Financial Products, Inc.	95.420	6/15/13	4.489	62% 1-month LIBOR + 40 bps
Royal Bank of Canada	90.460	6/15/13	4.512	62% 1-month LIBOR + 40 bps
UBS AG, Stamford Branch	64.323	1/20/11	4.063	71.13% 1-month LIBOR
UBS AG, Stamford Branch	64.790	1/20/11	4.176	74.24% 1-month LIBOR
UBS AG, Stamford Branch	116.098	1/20/11	4.399	71.57% 1-month LIBOR
Wells Fargo Bank, N.A.	49.332	6/15/13	4.063	71.13% 1-month LIBOR
Wells Fargo Bank, N.A.	33.912	6/15/13	4.176	74.24% 1-month LIBOR
Wells Fargo Bank, N.A.	49.148	6/15/13	4.296	70.8% 1-month LIBOR
<b>Total NJEDA</b>	<b>\$ 1,146.752</b>			

The swap agreements listed above have final maturities ranging from September 1, 2029 through March 1, 2035. The swap agreements total current notional amount is \$1,146.8 million. Under the swap agreements, the State pays the counterparties a fixed payment ranging from 4.063 percent to 4.549 percent and receives a variable payment as computed for each associated variable rate transaction as shown above. The swap provider calculates the variable rate, as well as the dollar amount that is owed by the swap counterparty. The State confirms all calculations to ensure accuracy.

### C. Interest Rate Swap Agreements - Fair Value

As of June 30, 2014, the State, acting through the New Jersey Economic Development Authority, is party to 14 swap agreements. General interest rates have declined since the execution of the swap agreements which were initially executed during Calendar Year 2003. As a result, the projected net present value of the State's entire portfolio as of June 30, 2014 is negative \$326.2 million. A breakdown of this amount is shown below (\$ millions):

<u>Governmental Activities</u>	<u>Changes in Fair Value</u>		<u>Fair Value at June 30, 2014</u>	
	<u>Classification</u>	<u>Amount</u>	<u>Classification</u>	<u>Amount</u>
<b>Cash Flow Hedges:</b>				
Pay fixed interest rate swaps				
	Deferred Outflows			
NJ Building Authority	of Resources	\$ 17.338	Debt	\$ -
Total Cash Flow Hedges		<u>17.338</u>		<u>-</u>
<b>Investment Derivatives:</b>				
Pay fixed interest rate swaps				
NJ Economic Development Authority				
School Facilities Construction Program	Investment earnings	\$ (6.150)	Investment	\$ (326.227)
Total Investment Derivatives		<u>(6.150)</u>		<u>(326.227)</u>
<b>Total</b>		<u>\$ 11.188</u>		<u>\$ (326.227)</u>

The fair values of the swaps take into consideration the prevailing interest rate environment and the specific terms and conditions of each swap. The fair market values were calculated using the zero-coupon method. The zero-coupon method calculates the future net settlement payments required by each swap, assuming that the current forward rates implied by the yield curve correctly anticipate future spot interest rates. These payments are then discounted using the spot rates implied by the current yield curve for hypothetical zero-coupon bonds due on the date of each future net settlement on the swap.

The amounts shown above are the amounts that the State would pay to swap counterparties in the event that all the State's swap agreements were terminated on June 30, 2014.

### D. Interest Rate Swap Agreements - Credit Risk

The swap agreement contracts require that each swap counterparty shall have a credit rating from at least one nationally recognized statistical rating agency that is within the two highest investment grade categories at the onset of the swap contract. Ratings, which are obtained from any other nationally recognized statistical rating agencies for such swap counterparty shall also be within the three highest investment rated categories, or the payment obligations of the swap counterparty shall also be unconditionally guaranteed by an entity with such credit ratings. The swap agreements also require that should the credit rating of a swap counterparty fall below the rating required, that the obligations of such swap counterparty shall be fully and continuously collateralized by direct obligations of, or obligations the principal and interest on which are guaranteed by, the United States of America, at the agreed upon collateral threshold levels pursuant to the Credit Support Annex. The collateral threshold levels are adjusted based on counterparty ratings as set forth in the Credit Support Annex. No collateral posting has ever been required.

### E. Interest Rate Swap Agreements - Basis Risk

The swap agreements expose the State to basis risk should the relationship between LIBOR and actual variable rate payments on the related bonds diverge. The effect of this difference in basis is indicated by the difference between the anticipated variable rate and the actual variable rate.

### F. Interest Rate Swap Agreements - Termination Risk

Each swap agreement contract uses the International Swap Dealers Association Master Agreement, which includes standard termination events such as failure to pay and bankruptcy. The Schedule to the Master Agreement includes "additional termination events", providing that the swap agreements may be terminated if either the State's or a swap counterparty's credit quality rating falls below certain levels, generally below "BBB" or "Baa2". The State or the swap counterparties may terminate the swap agreements if the other party fails to perform under the terms of the contract. Also, if at the time of termination the

swap agreement has a negative fair value, the State would incur a loss and would be required to settle with the swap counterparty at the swap agreement's fair value. If at the time of a termination the swap agreement has a positive fair value, the State would incur a gain and would be able to settle with the swap counterparty at the swap agreement's fair value.

## **NOTE 13 - OTHER LIABILITIES – CURRENT**

Other liabilities presented in the statement of net position consist principally of revenue refunds payable to taxpayers of \$357.3 million.

In addition, the New Jersey Schools Development Authority reflects other liabilities of \$6.4 million which represent deposits received from local school districts to fund the local share portion of Regular Operating District school facility projects or to cover certain ineligible costs pertaining to projects in the New Jersey Schools Development Authority school districts. The Unemployment Compensation Interest Repayment Fund reflects other liabilities of \$2.8 million to the federal government representing interest accrued on outstanding loans to the Unemployment Compensation Fund.

## **NOTE 14 - NET ASSETS RESTRICTED BY ENABLING LEGISLATION/GOVERNMENTAL FUND BALANCES**

### **A. Net Assets Restricted by Enabling Legislation**

As of June 30, 2014, \$3.4 billion of restricted net assets are reported in the Statement of Net Position. Net assets are restricted when constraints have been placed upon the use of resources through enabling legislation initiated by voter referendum, constitutional provisions, debt covenants, or other external parties such as the federal government. Unexpended debt proceeds that are recorded as assets and restricted fund balance in the governmental funds (\$1.0 billion) have been deducted from the restricted net asset balance.

### **B. Governmental Fund Balances**

In the governmental fund financial statements, fund balances are segregated into the following categories: nonspendable, restricted, committed, and unassigned.

#### **Nonspendable**

The nonspendable fund balance classification includes amounts in the New Jersey Cultural Trust Fund (\$20.0 million) and the State of New Jersey Tischler Memorial Fund (\$0.4 million) that are legally required to remain intact.

#### **Restricted**

Similar to the net assets restricted by enabling legislation definition, the restricted fund balance classification is used when constraints have been placed upon the use of resources through enabling legislation initiated by voter referendum, constitutional provisions, debt covenants, or other external parties such as the federal government.

#### **Committed**

The committed fund balance classification is used for amounts that can only be used for purposes specified in enabling legislation, with the consent of both the legislative and executive branches. In contrast to the restricted fund balance classification, amounts in this category may be redeployed for other purposes with appropriate due process.

As mentioned above, both restricted and committed fund balances, respectively, may only be used for purposes specified in enabling legislation. Within these balances, however, money has been set aside (encumbered) pending vendor performance. In addition, within these balances are long-term loans and other items such as legally mandated reserves and escrow balances that represent balances that are not currently available for expenditure in subsequent accounting periods.

The following table reflects restricted and committed fund balances in the aggregate that have been encumbered or are currently unavailable for current expenditure as of June 30, 2014 (expressed in millions):

<b>Major Components of:</b>	<b>General Fund</b>	<b>Property Tax Relief Fund</b>	<b>Non-Major Governmental Funds</b>	<b>Total Governmental Funds</b>
<b>Restricted Fund Balances</b>	<b>\$ 999.2</b>	<b>\$ -</b>	<b>\$ 3,381.0</b>	<b>\$ 4,380.2</b>
Encumbrances	310.4	-	226.3	536.7
Long-term loans	341.2	-	1,338.2	1,679.4
School Bond Reserve	-	-	71.9	71.9
<b>Committed Fund Balances</b>	<b>\$ 2,008.4</b>	<b>\$ 8.3</b>	<b>\$ 406.8</b>	<b>\$ 2,423.5</b>
Encumbrances	949.8	3.0	157.8	1,110.6
Long-term loans	24.8	-	104.7	129.5

**Restricted Fund Balance – School Bond Reserve:**

**Fund for Support of Free Public Schools**

New Jersey statutes provide for the establishment of a school bond reserve within this fund. The school bond reserve consists of two accounts, the old school bond reserve account and the new school bond reserve account. The old school bond reserve account shall be funded in an amount equal to at least 1.5 percent of the aggregate issued and outstanding bonded indebtedness of counties, municipalities, or school districts for school purposes for all such indebtedness issued prior to July 1, 2003. The new school bond reserve account shall be funded in an amount equal to at least one percent of the aggregate issued and outstanding bonded indebtedness of counties, municipalities, or school districts for school purposes for all such indebtedness issued on or after July 1, 2003, exclusive of bonds for debt service, which is provided by State appropriations. Accordingly, \$71.9 million has been reserved as of June 30, 2014.

**Unassigned**

Unassigned balance is \$295.1 million. This classification represents fund balance that has not been restricted or committed to specific purposes within the General Fund.

**NOTE 15 – OTHER FINANCING SOURCES – OTHER**

The following items were recorded as other financing sources – other in the fund financial statements (expressed in millions):

	<b>General Fund</b>	<b>Non-Major Governmental Funds</b>	<b>Total Governmental Funds</b>
Refunding bonds issued	\$ 1,556.2	\$ 331.5	\$ 1,887.7
Installment obligations issued	281.8	-	281.8
Premium related to new debt issuances	31.7	19.4	51.1
Capital lease acquisitions	0.2	-	0.2
Certificates of participation issued	26.1	-	26.1
<b>Other Financing Sources (Uses) - Other</b>	<b>\$ 1,896.0</b>	<b>\$ 350.9</b>	<b>\$ 2,246.9</b>

## NOTE 16 – OPERATING LEASES

The State of New Jersey has commitments to lease certain land, buildings, and equipment under arrangements representing operating leases. Future minimum rental commitments for noncancelable operating leases as of June 30, 2014 are as follows (expressed in millions):

<u>Fiscal Year</u>	<u>Amount</u>
2015	\$ 45.4
2016	34.8
2017	28.9
2018	19.3
2019	13.9
2020-2024	25.6
2025-2030	<u>1.7</u>
<b>Total Future Minimum Lease Payments</b>	<b>\$ <u>169.6</u></b>

## NOTE 17 – RETIREMENT SYSTEMS, HEALTH BENEFITS, AND POST-RETIREMENT MEDICAL BENEFITS

### A. RETIREMENT SYSTEMS

The State of New Jersey sponsors and administers the following contributory defined benefit public employee retirement systems (retirement systems) covering substantially all State and local government employees:

**Consolidated Police and Firemen's Pension Fund (CPFPF)**--established in January 1952, under the provisions of N.J.S.A. 43:16 to provide coverage to municipal police and firemen who were appointed prior to July 1, 1944. The fund is a closed system with no active members.

**Judicial Retirement System (JRS)**--established in June 1973, under the provisions of N.J.S.A. 43:6A to provide coverage to all members of the State judiciary system. Membership is mandatory for such employees with vesting after 5 years of successive service as a judge and 10 years in the aggregate of public service.

**Police and Firemen's Retirement System (PFRS)**--established in July 1944, under the provisions of N.J.S.A. 43:16A to provide coverage to substantially all full time county and municipal police or firemen and State firemen appointed after June 30, 1944. Membership is mandatory for such employees with vesting occurring after 10 years of membership.

**Prison Officers' Pension Fund (POPF)**--established in January 1941, under the provisions of N.J.S.A. 43:7 to provide coverage to various employees of the State penal institutions who were appointed prior to January 1, 1960. The fund is a closed system with no active members. New employees of the State penal institutions are enrolled in the Police and Firemen's Retirement System.

**Public Employees' Retirement System (PERS)**--established in January 1955, under the provisions of N.J.S.A. 43:15A to provide coverage, including post-retirement health care, to substantially all full time employees of the State or any county, municipality, school district, or public agency provided the employee is not a member of another State-administered retirement system. Membership is mandatory for such employees and vesting occurs after 8 to 10 years of service for pension benefits and 25 years for post-retirement health care coverage.

**State Police Retirement System (SPRS)**--established in July 1965, under the provisions of N.J.S.A. 53:5A to provide coverage to all uniformed officers and troopers of the State Police in the State. Membership is mandatory and vesting occurs after 10 years of membership.

**Teachers' Pension and Annuity Fund (TPAF)**--established in January 1955, under the provisions of N.J.S.A. 18A:66 to provide coverage including post-retirement health care to substantially all full time certified teachers or professional staff of the public school systems in the State. Membership is mandatory for such employees and vesting occurs after 10 years of service for pension benefits and 25 years for post-retirement health care coverage.

### **Other Pension Funds**

The State established and administers a Supplemental Annuity Collective Trust Fund (SACT) which is available to active members of the State-administered retirement systems to purchase annuities to supplement the guaranteed benefits provided by their retirement system. The State or local governmental employers do not appropriate funds to SACT.

The State also administers the Central Pension Fund (CPF) which is a single-employer noncontributory defined benefit plan for special groups which are not included in other State-administered systems.

The State also administers the Pension Adjustment Fund (PAF). Prior to the adoption of pension reform legislation in 2011, P.L. 2011, c.78, it provided cost-of-living increases equal to 60 percent of the change in the average consumer price index, to eligible retirees in some State-sponsored pension systems which are the CPFPPF, POPF, and CPF. Cost-of-living increases provided under the State's Pension Adjustment Program are currently suspended as a result of the reform legislation. This benefit is funded by the State as benefit allowances become payable.

The cost-of-living increase for PFRS, PERS, TPAF, SPRS, and JRS are funded directly by each of the respective systems, but are currently suspended as a result of reform legislation.

According to State law, all obligations of each retirement system will be assumed by the State of New Jersey should any retirement system be terminated.

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statements and required supplementary information of each of the above systems, funds, and trust. The financial reports may be accessed via the New Jersey Division of Pensions and Benefits website at [www.state.nj.us/treasury/pensions](http://www.state.nj.us/treasury/pensions).

### **Basis of Accounting**

The financial statements of the retirement systems are prepared on the accrual basis of accounting. Employer contributions are recognized when payable to the retirement systems. Benefits or refunds are recognized when due and payable in accordance with the terms of the retirement systems.

### **Investment Valuation**

Investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Mortgages are valued on the basis of future principal and interest payments, and are discounted at prevailing interest rates for similar instruments. The fair value of real estate investments is based on independent appraisals. Investments that do not have an established market are reported at estimated fair values.

The State of New Jersey, Department of the Treasury, Division of Investment, issues a publicly available financial report that includes the financial statements of the State of New Jersey Cash Management Fund. The financial report may be obtained by writing to the State of New Jersey, Department of the Treasury, Division of Investment, P.O. Box 290, Trenton, New Jersey 08625-0290, or at [www.state.nj.us/treasury/doinvest](http://www.state.nj.us/treasury/doinvest).

### **Funded Status and Funding Progress**

As of July 1, 2013, the most recent actuarial valuation date, the aggregate funded ratio for the retirement systems (TPAF, PERS, PFRS, POPF, CPFPPF, JRS, and SPRS) is 62.8 percent with an unfunded actuarial accrued liability of \$51.0 billion. The aggregate funded ratio and unfunded accrued liability for the State-funded systems is 54.2 percent and \$37.3 billion, respectively, and the aggregate funded ratio and unfunded accrued liability for local PERS and PFRS is 75.4 percent and \$13.7 billion, respectively.

The required supplementary information regarding the funded status and funding progress of the retirement systems includes actuarial valuations which involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. These amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the probability of future events.

The schedule of funding progress in the required supplementary information presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Actuarial calculations reflect a long-term perspective and are based on the benefits provided under the terms of the retirement systems in effect at the time of each valuation and also consider the pattern of the sharing of costs between the employer and members at that point in time. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between the employer and members in the future.

### **Actuarial Methods and Assumptions**

In the July 1, 2013 actuarial valuations, the projected unit credit was used as the actuarial cost method, and the five year average of market value was used as the asset valuation method for the retirement systems. The actuarial assumptions included (a) an investment rate of return for the retirement systems of 7.90 percent except for POPF (5 percent) and CPFPPF (2 percent), and (b) projected salary increases which vary by fund and are presented on the following pages.

### **Employer and Employee Pension Contributions**

The contribution policy is set by laws of the State of New Jersey, and contributions are required by active members and participating employers. Plan member and employer contributions may be amended by State of New Jersey legislation, with the amount of the contributions by the State of New Jersey contingent upon the annual Appropriation Act. As defined, the various retirement systems require employee contributions based on percentages ranging from 6.9 percent to 10.0 percent of employees' annual compensation.

### **Annual Pension Cost (APC)**

Per the requirements of GASB Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers*, for the year ended June 30, 2014 for CPFPPF and TPAF, which are cost sharing plans with special funding situations, and for JRS, POPF, and SPRS, which are single employer plans, the annual pension cost differs from the annual required contribution. For PFRS and PERS, which are cost sharing multi-employer defined benefit pension plans, annual pension cost equals contributions made. The annual pension cost for the fiscal year ending June 30, 2014 and related information, including a summary of the significant actuarial methods and assumptions used by the retirement systems, are presented on the following pages.

The calculation of the employer contribution rates on the following pages, for State and Local, represents the APC divided by the covered payroll as reflected in the Schedule of Funding Progress per the actuarial valuations as of June 30, 2012. In Fiscal Year 2011, the State made a decision to reduce the PFRS lag period between the valuation year and the contribution year from three years to two years which brings the PFRS in line with the other pension trust funds.

	<u>CPFPF</u>	<u>JRS</u>	<u>PFRS</u>
<b>Annual Pension Cost (APC)</b>			
<b>State:</b>			
June 30, 2012	\$ 712,146	\$ 41,418,589	\$ 59,246,203
June 30, 2013	28,562	43,982,682	118,886,119 *
June 30, 2014	1,615,690	46,697,832	174,285,800
<b>Local:</b>			
June 30, 2012	-	-	767,214,812
June 30, 2013	-	-	776,857,260 *
June 30, 2014	-	-	726,711,800
<b>Contributions Made</b>			
<b>State:</b>			
June 30, 2012	174,000	5,969,713	59,246,203
June 30, 2013	896,883	12,308,227 *	118,886,119 *
June 30, 2014	864,041	19,322,072	174,285,800
<b>Local:</b>			
June 30, 2012	-	-	767,214,812
June 30, 2013	-	-	776,857,260 *
June 30, 2014	-	-	726,711,800
<b>Percentage of APC Contributed</b>			
<b>State:</b>			
June 30, 2012	24.4%	14.4%	100.0%
June 30, 2013	3,140.1%	28.0%*	100.0%
June 30, 2014	53.5%	41.4%	100.0%
<b>Local:</b>			
June 30, 2012	-	-	100.0%
June 30, 2013	-	-	100.0%
June 30, 2014	-	-	100.0%
<b>Net Pension Obligation</b>			
<b>State:</b>			
June 30, 2012	1,067,070	160,829,287	-
June 30, 2013	198,749	192,503,742 *	-
June 30, 2014	950,398	219,879,502	-
<b>Local:</b>			
June 30, 2012	-	-	-
June 30, 2013	-	-	-
June 30, 2014	-	-	-
<b>Contribution rates</b>			
State	N/A	69.2%	33.7%
State-related employers	N/A	N/A	23.2%
Employees	N/A	8.1%	10.0%
<b>Significant Actuarial Assumptions and Methods</b>			
Date of actuarial valuation	6/30/13	6/30/13	6/30/13
Actuarial cost method	Projected Unit Credit	Projected Unit Credit	Projected Unit Credit
Amortization method	Level Dollar Closed	Level Dollar Open	Level Dollar Open
Remaining amortization period	1 year	30 years	30 years
Asset valuation method	Five Year Average of Market Value	Five Year Average of Market Value	Five Year Average of Market Value
<b>Actuarial assumptions</b>			
Investment rate of return	2.00%	7.90%	7.90%
Projected salary increases	N/A	2.50%	6.04%
Cost-of-Living adjustments	N/A	0.00%	0.00%

\* Restated



		POPF	PERS	SPRS	TPAF
<b>Annual Pension Cost (APC)</b>					
<b>State:</b>	June 30, 2012	\$ 515,016	\$ 155,453,471	\$ 93,578,396	\$ 2,184,639,605
	June 30, 2013	531,940	301,739,723 *	93,572,444	2,225,169,189
	June 30, 2014	1,380,470	459,704,218	108,720,740	2,301,978,730
<b>Local:</b>	June 30, 2012	-	820,640,436	-	-
	June 30, 2013	-	785,649,417 *	-	-
	June 30, 2014	-	749,538,745	-	-
<b>Contributions Made</b>					
<b>State:</b>	June 30, 2012	-	155,453,471	13,545,607	317,927,358
	June 30, 2013	-	301,739,723 *	27,777,047 *	647,059,335 *
	June 30, 2014	-	459,704,218	46,125,734	958,145,216
<b>Local:</b>	June 30, 2012	-	820,640,436	-	-
	June 30, 2013	-	785,649,417 *	-	-
	June 30, 2014	-	749,538,745	-	-
<b>Percentage of APC Contributed</b>					
<b>State:</b>	June 30, 2012	-	100.0%	14.5%	14.6%
	June 30, 2013	-	100.0%	29.7% *	29.1% *
	June 30, 2014	-	100.0%	42.4%	41.6%
<b>Local:</b>	June 30, 2012	-	100.0%	-	-
	June 30, 2013	-	100.0%	-	-
	June 30, 2014	-	100.0%	-	-
<b>Net Pension Obligation</b>					
<b>State:</b>	June 30, 2012	(5,935,136)	-	707,636,110	11,970,529,849
	June 30, 2013	(5,403,196)	-	773,431,507 *	13,548,639,703 *
	June 30, 2014	(4,022,726)	-	836,026,513	14,892,473,217
<b>Local:</b>	June 30, 2012	-	-	-	-
	June 30, 2013	-	-	-	-
	June 30, 2014	-	-	-	-
<b>Contribution rates</b>					
State		N/A	10.1%	38.4%	23.5% *
State-related employers		N/A	10.9%	N/A	N/A
Employees		N/A	6.9%	9.0%	6.9%
			(10% for County Prosecutors)		
<b>Significant Actuarial Assumptions and Methods</b>					
Date of actuarial valuation		6/30/13	6/30/13	6/30/13	6/30/13
Actuarial cost method		Projected Unit Credit	Projected Unit Credit	Projected Unit Credit	Projected Unit Credit
Amortization method		Level Dollar Closed	Level Dollar Open	Level Dollar Open	Level Dollar Open
Remaining amortization period		1 year	30 years	30 years	30 years
Asset valuation method		Market Value	Five Year Average of Market Value	Five Year Average of Market Value	Five Year Average of Market Value
<b>Actuarial assumptions</b>					
Investment rate of return		5.00%	7.90%	7.90%	7.90%
Projected salary increases		N/A	4.24%	3.45%	3.33%
Cost-of-Living adjustments		N/A	0.00%	0.00%	0.00%

\* Restated

The Annual Pension Cost (APC) and Net Pension Obligation (NPO) for the single employer plans and cost sharing plans with special funding situations, which are administered by the State of New Jersey for the fiscal year ending June 30, 2014, are presented below:

	<b>Single Employer Plans</b>		
	<u>JRS</u>	<u>POPF</u>	<u>SPRS</u>
Annual Required Contribution, June 30, 2014	\$ 48,428,575	\$ (4,022,726)	\$ 115,674,429
Interest adjustment on NPO	15,207,796	(270,160)	61,101,089
Adjustment to Annual Required Contribution	<u>(16,938,539)</u>	<u>5,673,356</u>	<u>(68,054,778)</u>
APC as of June 30, 2014	46,697,832	1,380,470	108,720,740
Total Fiscal Year 2014 Contributions	<u>19,322,072</u>	<u>-</u>	<u>46,125,734</u>
Increase (Decrease) in NPO	27,375,760	1,380,470	62,595,006
NPO as of June 30, 2013	<u>192,503,742 *</u>	<u>(5,403,196)</u>	<u>773,431,507 *</u>
<b>NPO as of June 30, 2014</b>	<u>\$ 219,879,502</u>	<u>\$ (4,022,726)</u>	<u>\$ 836,026,513</u>

	<b>Cost Sharing Plans With Special Funding Situations</b>		
	<u>CPFPPF</u>	<u>TPAF</u>	<u>Total All Plans</u>
Annual Required Contribution, June 30, 2014	\$ 1,814,439	\$ 2,423,790,461	\$ 2,585,685,178
Interest adjustment on NPO	3,975	1,070,342,537	1,146,385,237
Adjustment to Annual Required Contribution	<u>(202,724)</u>	<u>(1,192,154,268)</u>	<u>(1,271,676,953)</u>
APC as of June 30, 2014	1,615,690	2,301,978,730	2,460,393,462
Total Fiscal Year 2014 Contributions	<u>864,041</u>	<u>958,145,216</u>	<u>1,024,457,063</u>
Increase (Decrease) in NPO	751,649	1,343,833,514	1,435,936,399
NPO as of June 30, 2013	<u>198,749</u>	<u>13,548,639,703 *</u>	<u>14,509,370,505 *</u>
<b>NPO as of June 30, 2014</b>	<u>\$ 950,398</u>	<u>\$ 14,892,473,217</u>	<u>\$ 15,945,306,904</u>

\* Restated

## **B. HEALTH BENEFITS AND POST-RETIREMENT MEDICAL BENEFITS**

As a result of Governmental Accounting Standards Board (GASB) Statement No. 43, *Financial Reporting for Post-employment Benefit Plans Other than Pension Plans* (OPEB), effective for fiscal year 2007, the State Health Benefit Program (SHBP) and the Prescription Drug Program (PDP) and Post-Retirement Medical (PRM) of the PERS and TPAF are combined and reported as State Health Benefit Program Funds. Specifically, the SHBP-State, and the PRM of the PERS are combined and reported as Health Benefits Program Fund-State classified as a single employer plan. The SHBP-Local, the PDP-Local, and the PRM of the TPAF-Local are combined and reported as Health Benefits Program Fund-Local Government classified as a cost-sharing multiple-employer plan. The post-retirement benefit programs had a total of 590 state and local participating employers for fiscal year 2014.

The State of New Jersey sponsors and administers the following health benefit programs covering substantially all State and local government employees:

**State Health Benefit Program Fund - Local Education** (including Prescription Drug Program Fund) – The State of New Jersey provides State paid coverage to members of the Teachers' Pension and Annuity Fund who retire from a board of education or county college with 25 years of service or on a disability retirement. Under the provisions of P.L. 1992, c.126, the State also provides State paid coverage to members of the Public Employees' Retirement System and Alternate Benefits Program who retire from a board of education or county college with 25 years of service or on a disability retirement if the member's employer does not provide this coverage. Certain local participating employers also provide post-retirement medical coverage to their employees. Retirees who are not eligible for State paid health coverage at retirement can continue in the program if their employer participates in this program or if they are participating in the health benefits plan of their former employer and are enrolled in Medicare Parts A and B by paying the cost of the insurance for themselves and their covered dependents. Also, education employees are eligible for the PDP coverage after 60 days of employment.

**State Health Benefit Program Fund - Local Government** (including Prescription Drug Program Fund) – Certain local employers who participate in the State Health Benefit Program provide health insurance coverage to their employees at retirement. Under the provisions of P.L. 1997, c.330, the State of New Jersey provides partially funded benefits to local police officers and firefighters who retire with 25 years of service (or on disability) from an employer who does not provide coverage. Retirees who are not eligible for employer paid health coverage at retirement can continue in the program by paying the cost of the insurance for themselves and their covered dependents. Also, local employees are eligible for the PDP coverage after 60 days of employment.

**State Health Benefit Program Fund - State** (including Prescription Drug Program Fund) – N.J.S.A. 52:14-17.25 provides medical coverage to qualified active and retired participants. Under P.L. 1977, c.136, the State of New Jersey pays for the health insurance coverage of all enrolled retired State employees (regardless of age) whose pensions are based upon 25 years or more of credited service or a disability retirement regardless of years of service. Retirees who are not eligible for State paid health coverage at retirement can continue in the program by paying the cost of the insurance for themselves and their covered dependents. The PDP was established in December 1974, under N.J.S.A. 52:14-17.29 to provide coverage to employees and their eligible dependents for drugs which under federal or State law may be dispensed only upon a prescription written by a physician. State employees are eligible for PDP coverage after 60 days of employment.

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statements and required supplementary information of each of the above funds. The financial reports may be accessed via the New Jersey Division of Pensions and Benefits website at [www.state.nj.us/treasury/pensions](http://www.state.nj.us/treasury/pensions).

#### **Basis of Accounting**

The financial statements of the health benefit programs are prepared on the accrual basis of accounting. Employer contributions are recognized when payable to the health benefit programs. Benefits or refunds are recognized when due and payable in accordance with the terms of the health benefit programs.

#### **Significant Legislation**

P.L. 2011, c.78, effective October 2011, set new employee contribution requirements towards the cost of employer provided health benefit coverage. Employees are required to contribute a certain percentage of the cost of coverage. The rate of contribution is determined based on the employee's annual salary and the selected level of coverage. The increased employee contributions will be phased in over a 4-year period for those employed prior to this legislation's effective date with a minimum contribution required to be at least 1.5 percent of salary.

#### **Investment Valuation**

Investments are reported at fair value. Investments that do not have an established market are reported at estimated fair values.

#### **Funded Status and Funding Progress**

As of July 1, 2013, the most recent actuarial valuation date, the unfunded actuarial accrued liability for OPEB is \$53.0 billion which is made up of \$19.7 billion for State active and retired members and \$33.3 billion for education employees and retirees that become the obligation of the State of New Jersey upon retirement.

The required supplementary information regarding the funded status and funding progress of the OPEB includes actuarial valuations which involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. These amounts are subject to continual revision as actual results are compared to past expectations, and new estimates are made about the probability of future events.

The schedule of funding progress in the required supplementary information presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Actuarial calculations reflect a long-term perspective and are based on the benefits provided under the terms of the OPEB in effect at the time of each valuation and also consider the pattern of the sharing of costs between the employer and members at that point in time. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between the employer and members in the future.

### **Actuarial Methods and Assumptions**

In the July 1, 2013 OPEB actuarial valuation, the projected unit credit was used as the actuarial cost method. The actuarial assumptions included an assumed investment rate of return of 4.50 percent.

### **Post-Retirement Medical Benefits Contribution**

P.L. 1987, c.384 and P.L. 1990, c.6 required the Teachers' Pension and Annuity Fund (TPAF) and the Public Employees' Retirement System (PERS), respectively, to fund post-retirement medical benefits for those State employees who retire after accumulating 25 years of credited service or on a disability retirement. As of June 30, 2014, there were 103,432 retirees receiving post-retirement medical benefits, and the State contributed \$1.04 billion on their behalf. The cost of these benefits is funded through contributions by the State in accordance with P.L. 1994, c.62. Funding of post-retirement medical benefits changed from a pre-funding basis to a pay-as-you-go basis beginning in Fiscal Year 1994.

Commencing on July 1, 1997, State employees attaining 25 years of service credit after this date in a State administered retirement system and those who retire on disability who elect the NJ Direct 10 Plan shall be subject to premium sharing based on the negotiated contracts.

P.L. 1977, c.136, provides for the State's General Fund to pay health benefits on a pay-as-you-go basis for all enrolled retired State employees, regardless of retirement date, under two provisions. The first is for State employees whose pensions are based on 25 years or more of credited service (except those who elect a deferred retirement). The second is for retired State employees who are eligible for a disability retirement regardless of years of service. The State contributed \$148.1 million for 9,851 eligible retired members for Fiscal Year 2014. This benefit covers the Police and Firemen's Retirement System, the Prison Officers' Pension Fund, the Judicial Retirement System, the Central Pension Fund, the State Police Retirement System, and the Alternate Benefit Program.

The State is also responsible for the cost attributable to P.L. 1992, c.126, which provides employer paid health benefits to members of PERS and the Alternate Benefit Program who retired from a board of education or county college with 25 years of service. The State paid \$165.8 million toward Chapter 126 benefits for 18,122 eligible retired members in Fiscal Year 2014.

P.L. 1997, c.330, provides State paid post-retirement health benefits to qualified retirees of the Police and Firemen's Retirement System and the Consolidated Police and Firemen's Pension Fund and to dependents of qualified retirees. The State is responsible for 80 percent of the premium for the category of coverage elected by the retiree under the State managed care plan or a health maintenance organization participating in the program, whichever provides the lower charge. The State contributed \$41.8 million in the current year to provide benefits under Chapter 330 to qualified retirees.

**Annual OPEB Cost (AOC)**

The annual OPEB cost for the fiscal year ending June 30, 2014 and related information, including a summary of the significant actuarial methods and assumptions used by OPEB, are presented below.

The calculation of the employer contribution rates on the following page for OPEB represents the AOC divided by the covered payroll as reflected in the Schedule of Funding Progress per the actuarial valuations as of June 30, 2013.

**OPEB - STATE**

<b>Annual OPEB Cost (AOC)</b>			<b>Significant Actuarial Assumptions and Methods</b>	
<b>State:</b>	June 30, 2012	\$ 4,696,700,000	Date of actuarial valuation	6/30/13
	June 30, 2013	4,874,600,000	Actuarial cost method	Projected Unit Credit
	June 30, 2014	4,951,100,000	Amortization method	Level Dollar Open
<b>Contributions Made</b>			Remaining amortization period	30 years
<b>State:</b>	June 30, 2012	\$ 1,379,400,000	Actuarial assumptions	
	June 30, 2013	1,516,200,000	Investment rate of return	4.50% (assuming no prefunding)
	June 30, 2014	1,554,100,000	Projected salary increases	N/A
<b>Percentage of AOC Contributed</b>			Cost-of-Living adjustments	N/A
<b>State:</b>	June 30, 2012	29.4%		
	June 30, 2013	31.1%		
	June 30, 2014	31.4%		
<b>Net OPEB Obligation (NOO)</b>				
<b>State:</b>	June 30, 2012	\$ 16,818,300,000		
	June 30, 2013	20,176,700,000		
	June 30, 2014	23,573,700,000		
<b>Contribution rates</b>				
	State	24.1%		
	Employees	N/A		

For medical benefits, the healthcare cost trend rate assumption initially is at 8.0 percent and decreases to a 5.0 percent long term trend rate for all medical benefits after seven years, except for NJ Direct Post-65 whose rate assumption is 5.0 percent throughout seven years. For prescription drug benefits, the initial healthcare cost trend rate assumption is 8.0 percent, decreasing to a 5.0 percent long term trend rate after seven years. For Medicare Part B reimbursement, the healthcare cost trend rate assumption is 5.0 percent throughout seven years.

The AOC and NOO for the State-funded post-retirement medical obligations for the fiscal year ending June 30, 2014 are presented below:

Annual Required Contribution, June 30, 2014	\$ 5,281,900,000
Interest Adjustment on NOO	907,900,000
Adjustment to Annual Required Contribution	(1,238,700,000)
AOC as of June 30, 2014	4,951,100,000
Total Fiscal Year 2014 Contributions	1,554,100,000
Increase in NOO	3,397,000,000
NOO as of June 30, 2013	20,176,700,000
<b>NOO as of June 30, 2014</b>	<b>\$ 23,573,700,000</b>

## NOTE 18 – COMPONENT UNITS

### A. Authorities

Managed independently of the appropriated budget process, the Authorities are legally separate entities with powers generally vested in a governing board. Established for the benefit of the State's citizenry, Authorities exist for a variety of purposes such as financing economic development, public transportation, low-cost housing, environmental protection, and capital development for health and education. Unlike the State itself, Authorities are not subject to State constitutional restrictions on the incurrence of debt; however, similar to the State, Authorities may issue bonds and notes within legislatively authorized amounts.

With the approval of the State Senate, the Governor appoints the members of the board of most Authorities. Authorities generally submit annual reports to the Governor, the State Legislature, and the Director, Division of Budget and Accounting on their operations and finances accompanied by an independent auditor's report thereon. Authorities also submit annual budget information on operations and capital construction to the Governor and the State Legislature. From time to time, the Governor has exercised the statutory power to veto actions.

The activities of the Garden State Preservation Trust, the New Jersey Building Authority, the New Jersey Schools Development Authority, the New Jersey Transportation Trust Fund Authority, and the Tobacco Settlement Financing Corporation have been blended into the financial activities of the State as Special Revenue Funds.

In accordance with GASB Statement No. 14, *The Financial Reporting Entity*, and GASB Statement No. 61, *The Financial Reporting Entity: Omnibus, an amendment of GASB Statements No. 14 and No. 34*, all other Authorities have been presented discretely as major and non-major component units in the State's financial statements. These component units are included in the State's reporting entity because of the significance of their operational or financial relationship with the State. Financial statements for the Authorities are derived from their most recently issued financial statements. Descriptions of the discretely presented Authorities, and addresses from which separately issued audited financial statements and accompanying notes may be obtained, are provided below:

**Casino Reinvestment Development Authority (N.J.S.A. 5:12-153)**  
**15 S. Pennsylvania Avenue**  
**Atlantic City, New Jersey 08401**  
**<http://www.njrda.com>**

The Casino Reinvestment Development Authority (CRDA) was created to maintain public confidence in the casino gaming industry as a tool of urban redevelopment throughout New Jersey, and to facilitate the direct redevelopment of blighted areas by providing eligible projects in which licensees (casinos) can invest. CRDA encourages investment in, or financing of, projects which are made as part of a comprehensive plan to improve blighted areas or targeted to benefit low-through middle-income residents. CRDA is also responsible for promoting the tourist industry in New Jersey, especially in Atlantic County.

On February 1, 2011, the Governor of the State of New Jersey signed legislation that provided for the establishment of the Atlantic City Tourism District and for the transfer of the Atlantic City Convention & Visitors Authority ("ACCVA"), together with its functions, powers, and duties, to the Casino Reinvestment Development Authority ("CRDA"). The tourism district is an area in which the CRDA has authority to impose land use regulations, implement a tourism district master plan promoting cleanliness, commercial development and safety within the tourism district, undertake redevelopment projects, and institute public safety infrastructure improvements. The CRDA assumed the ACCVA's powers, duties, assets, and responsibilities on April 10, 2013 pursuant to P. L. 2011, c. 18. The transfer was retroactive to April 1, 2013.

**Higher Education Student Assistance Authority (N.J.S.A. 18A:71A-1 et. seq.)**  
**4 Quakerbridge Plaza, P.O. Box 545**  
**Trenton, New Jersey 08625-0545**  
**<http://www.hesaa.org>**

New Jersey's Higher Education Student Assistance Authority (HESAA) was established to provide a single statewide agency for the coordination and delivery of student financial assistance. HESAA serves as the Guaranty Agency for the Federal Family Education Loan (FFEL) program and the issuer of State of New Jersey College Loans to Assist State Students (NJCLASS) supplementary loan program. In addition to administering the delivery of a number of need-and merit-based State scholarship programs, to include Tuition Aid Grants (TAG), New Jersey Student Tuition Assistance Reward Scholarship (NJSTARS), and World Trade Center Scholarship Fund, HESAA oversees the State's 529 College Savings Program, known as the New Jersey Better Educational Savings Trust (NJBEST).

**New Jersey Economic Development Authority (N.J.S.A. 34:1B-4)**  
**36 West State Street, P.O. Box 990**  
**Trenton, New Jersey 08625-0990**  
**<http://www.njeda.com>**

The New Jersey Economic Development Authority is authorized to arrange long-term, low-interest financing, as well as other forms of assistance to private firms and companies, for the purpose of maintaining and expanding employment opportunities and enlarging New Jersey's tax base for State and local governments.

**New Jersey Educational Facilities Authority (N.J.S.A. 18A:72A-4)**  
**103 College Road East, 2<sup>nd</sup> Floor**  
**Princeton, New Jersey 08540-6612**  
**<http://www.njefa.com>**

The New Jersey Educational Facilities Authority (NJFEA) provides a means for New Jersey public and independent colleges and universities to construct additional facilities through the financial resources of a public authority empowered to sell their debt instruments (bonds, notes, and other obligations). NJFEA may finance academic and auxiliary facilities for the State's public and independent institutions of higher education.

**New Jersey Environmental Infrastructure Trust (N.J.S.A. 58:11B-4)**  
**3131 Princeton Pike, Bldg. 4, Suite 216**  
**Lawrenceville, New Jersey 08648-2201**  
**<http://www.njeit.org>**

The New Jersey Environmental Infrastructure Trust provides low-cost financing for the construction of environmental infrastructure projects that enhance and protect ground and surface water resources, ensure the safety of drinking water supplies, and make possible responsible and sustainable economic development.

Working in partnership with the New Jersey Department of Environmental Protection, the Trust has devised a system to leverage the funds available from the federal government to make money available at the lowest possible cost. The financing program has provided funds to local and county government units, as well as some private water companies, to finance wastewater systems, combined sewer overflow abatement, nonpoint source pollution control, safe drinking water supplies, and open space acquisition.

**New Jersey Health Care Facilities Financing Authority (N.J.S.A. 26:2I-4)**  
**22 South Clinton Avenue, Station Plaza, Bldg. #4**  
**P.O. Box 366**  
**Trenton, New Jersey 08625-0366**  
**<http://www.njhcffa.com>**

The New Jersey Health Care Facilities Financing Authority provides low-cost capital financing for the State's public and private not-for-profit health care institutions.

**New Jersey Housing and Mortgage Finance Agency (N.J.S.A. 55:14K-4)**  
**637 South Clinton Avenue, P.O. Box 18550**  
**Trenton, New Jersey 08650**  
**<http://www.state.nj.us/dca/hmfa>**

The Housing and Mortgage Finance Agency (HMFA) makes mortgage and improvement loans to nonprofit and limited dividend sponsors for the construction or major rehabilitation of rental apartment housing for low-and moderate-income families and senior citizens. In addition to providing financing, HMFA monitors and provides technical support in the planning, construction, and management of all developments in its portfolio. Its mortgage loan funds come from the sale of tax-exempt revenue bonds.

In promoting the availability of affordable homeownership financing, HMFA also provide low-interest mortgage and improvement loans to eligible residents throughout the State. Proceeds from the sale of tax-exempt mortgage revenue bonds enable the Agency to finance the purchase and improvement of one to four unit residences.

**New Jersey Meadowlands Commission (N.J.S.A. 13:17-5)**  
**One DeKorte Park Plaza, P.O. Box 640**  
**Lyndhurst, New Jersey 07071**  
**<http://www.njmeadowlands.gov>**

The New Jersey Meadowlands Commission is the planning and zoning agency for the reclaiming, planning, development, redevelopment, and enhancement (including open space acquisition) of the 19,730 acre Meadowlands District. The District consists of waterways, tidal flow lands, woodlands, marsh, and meadows contained within portions of 14 municipalities and two counties (Bergen and Hudson). If needed, the Commission is able to raise funds through the issuance of tax-exempt bonds and notes.

**New Jersey Redevelopment Authority (P.L. 1996, c.62)**  
**150 West State Street, 2<sup>nd</sup> Floor, P.O. Box 790**  
**Trenton, New Jersey 08625**  
**<http://www.njra.us>**

The New Jersey Redevelopment Authority provides assistance in the redevelopment and revitalization of New Jersey cities. The Authority provides financial, managerial, and technical assistance to persons, firms, or corporations that wish to undertake industrial, commercial, or civic projects within qualified municipalities.

**New Jersey Sports and Exposition Authority (N.J.S.A. 5:10-4)**  
**50 State Route 120**  
**East Rutherford, New Jersey 07073**  
**<http://www.njsea.com>**

The New Jersey Sports and Exposition Authority (NJSEA) owns, operates, and manages a variety of sports, entertainment, wagering, and convention facilities throughout New Jersey; it also has been responsible for the financing, construction, and management of the Meadowlands Racetrack, the IZOD Center, and the MetLife stadium. In addition to being authorized to issue bonds and notes and provide the terms and security thereof, NJSEA is charged with the responsibility to own, operate, and build various facilities for athletic and entertainment events, trade shows, and other expositions located throughout the State.

**New Jersey Transit Corporation (N.J.S.A. 27:25-1)**  
**One Penn Plaza East**  
**Newark, New Jersey 07105**  
**<http://www.njtransit.com>**

New Jersey Transit Corporation (NJ TRANSIT) is empowered to acquire, own, operate, and contract for the operation of public transportation services. Both the State, by legislative appropriation, and the federal government, by defined formula grants under the Federal Transit Administration, provide NJ TRANSIT with operating subsidies. NJ TRANSIT uses these subsidies to operate public transportation services through bus and commuter rail subsidiaries.

NJ TRANSIT also contracts with several motor bus carriers for certain transportation services; under these contracts, NJ TRANSIT has the right to set fares and coordinate service levels and schedules. In addition, NJ TRANSIT contracts with the National Railroad Passenger Corporation (Amtrak) for the use of Amtrak's Northeast Corridor, including the cost of maintaining right-of-way as well as propulsion costs.

**New Jersey Turnpike Authority (N.J.S.A. 27:23-3)**  
**581 Main Street, P.O. Box 5042**  
**Woodbridge, New Jersey 07095-5042**  
**<http://www.state.nj.us/turnpike>**

The New Jersey Turnpike Authority is authorized to construct, maintain, repair, and operate turnpike projects at locations established by law. Subject to prior approval by the Governor and by either or both the State Treasurer and the Director, Division of Budget and Accounting, the Authority also may issue turnpike revenue bonds or notes that are payable solely from Authority tolls and other revenues. Effective July 9, 2003, the New Jersey Highway Authority merged and became part of the New Jersey Turnpike Authority.



**New Jersey Water Supply Authority (N.J.S.A. 58:1B-4)**  
**1851 State Route 31, P.O. Box 5196**  
**Clinton, New Jersey 08809**  
**<http://www.njwsa.org>**

The New Jersey Water Supply Authority is authorized to acquire, finance, construct, and operate water supply systems. The Authority currently operates and maintains the Delaware and Raritan Canal Transmission Center, the Spruce Run/Round Valley Reservoirs Complex, and the Manasquan Reservoir Water Supply System. Upon the request of a municipality, county, the State, or agencies thereof, the Authority may enter into a contract to provide services for any water system project. All projects undertaken by the Authority shall conform to the recommendations of the New Jersey Statewide Water Supply Plan. Bonds of the Authority may be issued to finance these projects, and the debt service on the bonds is payable from the revenues and other funds of the Authority.

**South Jersey Port Corporation (N.J.S.A. 12:11A-1)**  
**101 Joseph A. Balzano Blvd.**  
**Camden, New Jersey 08103**  
**<http://www.southjerseyport.com>**

The South Jersey Port Corporation is empowered to establish, acquire, construct, rehabilitate, improve, operate, and maintain marine terminals in the South Jersey Port District, to include Mercer, Burlington, Camden, Gloucester, Salem, Cumberland, and Cape May counties. To this end, the Corporation may issue tax-exempt revenue bonds subject to the provisions and restrictions of its Marine Terminal Bond Resolution, which mandates the distribution of funds to various Port Corporation funds.

**South Jersey Transportation Authority (P.L. 1991, c.252)**  
**Farley Service Plaza, P.O. Box 351**  
**Hammonton, New Jersey 08037**  
**<http://www.sjta.com>**

The South Jersey Transportation Authority is authorized and empowered to acquire, construct, maintain, operate, and support transportation projects to include the Atlantic City Expressway, the Atlantic City International Airport terminal, and the parking facilities in Atlantic City. Subject to prior approval by the Governor and by either or both the State Treasurer and the Director, Division of Budget and Accounting, the Authority also may issue revenue bonds or notes, which are payable solely from Authority tolls and other revenues.

**University Hospital (P.L. 2012, c.45)**  
**150 Bergen Street**  
**Newark, New Jersey 07103**  
**<http://www.uhnj.org>**

In accordance with Public Law 2012, c.45, the New Jersey Medical and Health Science Education and Restructuring Act (the Restructuring Act), effective July 1, 2013, University Hospital (the Hospital), a public institution of healthcare and a body politic of the State of New Jersey was separated from University of Medicine and Dentistry of New Jersey as a new stand-alone entity and is the primary teaching hospital for the Newark-based schools of the Rutgers School of Biomedical and Health Sciences. The Hospital shall maintain its public mission to provide a comprehensive healthcare program and services in collaboration with the Newark-based schools of the Rutgers School of Biomedical and Health Sciences. The Hospital is committed to act in accordance with the spirit and intent of the "Agreements Reached between Community and Government Negotiators Regarding New Jersey College of Medicine and Dentistry and Related Matters of April 30, 1968."

## **B. Colleges and Universities**

Enactment of P.L. 1986, c.42 and c.43, provided autonomous status for New Jersey's eight State colleges and universities. Prior to the July 1, 1987 effective date of this legislation, revenues and expenses for these public institutions of higher education were included in the General Fund of the State of New Jersey.

The financial statements of all eleven of the State's Senior Public institutions of higher education (three Public Research universities and the aforementioned eight State colleges and universities) have been prepared in accordance with GASB Statement No. 35, *Basic Financial Statements – and Management's Discussion and Analysis – for Public Colleges and Universities*. Due to the significance of their operational or financial relationships and fiscal dependency with the State, these component units are included in the State's reporting entity. State appropriations, tuition, federal grants, and private donations and grants provide funding for these institutions. Based upon the relative size of assets, liabilities, revenues, and expenses in relation to the total, the financial statements of these institutions have been presented discretely in either the major or non-major categories in both the Statement of Net Position and the Statement of Activities. In addition, pursuant to GASB Statement No.

39, *Determining Whether Certain Organizations are Component Units*, the financial statements of all eleven institutions include financial activities related to their foundations and other similar organizations.

Effective July 1, 2013, the “New Jersey Medical and Health Sciences Education Restructuring Act” of 2012 abolished the University of Medicine and Dentistry of New Jersey (UMDNJ), transferred UMDNJ’s various schools and institutes to Rutgers University and Rowan University, respectively, and established Rowan University as a public research university. University Hospital in Newark, New Jersey was established as a body corporate and politic and maintained its status as the principal teaching hospital of the New Jersey Medical School, New Jersey Dental School and other medical education programs located in Newark, New Jersey. University Hospital, by law, is a separate discretely presented component unit (Authority) of the State.

Separately issued independent audited financial statements and accompanying notes may be obtained directly from the State’s Senior Public institutions of higher education at the following addresses and websites:

**The College of New Jersey**  
(N.J.S.A. 18A:62-1)  
2000 Pennington Road  
Ewing, New Jersey 08628  
<http://www.tcnj.edu>

**Kean University**  
(N.J.S.A. 18A:62-1)  
1000 Morris Avenue  
Union, New Jersey 07083  
<http://www.kean.edu>

**Montclair State University**  
(N.J.S.A. 18A:62-1)  
One Normal Avenue  
Montclair, New Jersey 07043  
<http://www.montclair.edu>

**New Jersey City University**  
(N.J.S.A. 18A:62-1)  
2039 Kennedy Boulevard  
Jersey City, New Jersey 07305-1597  
<http://www.njcu.edu>

**New Jersey Institute of Technology**  
(N.J.S.A. 18A:64E-4)  
323 Dr. Martin Luther King Jr. Boulevard  
Newark, New Jersey 07102  
<http://www.njit.edu>

**Ramapo College of New Jersey**  
(N.J.S.A. 18A:62-1)  
505 Ramapo Valley Road  
Mahwah, New Jersey 07430  
<http://www.ramapo.edu>

**The Richard Stockton College of New Jersey**  
(N.J.S.A. 18A:62-1)  
101 Vera King Farris Drive, N119  
Galloway, New Jersey 08205  
<http://www.stockton.edu>

**Rowan University**  
(N.J.S.A. 18A:62-1)  
201 Mullica Hill Road  
Glassboro, New Jersey 08028  
<http://www.rowan.edu>

**Rutgers, The State University of New Jersey**  
(N.J.S.A. 18A:65-12)  
65 Davidson Road  
Piscataway, New Jersey 08854  
<http://www.rutgers.edu>

**Thomas Edison State College**  
(N.J.S.A. 18A:62-1)  
101 West State Street  
Trenton, New Jersey 08608  
<http://www.tesc.edu>

**William Paterson University of New Jersey**  
(N.J.S.A. 18A:62-1)  
300 Pompton Road  
Wayne, New Jersey 07470  
<http://www.wpunj.edu>

## **NOTE 19 - CONTINGENT LIABILITIES**

### **General Fund**

At any given time, there are various numbers of tort, contract, and other claims and cases pending against the State, State agencies, and employees, seeking recovery of monetary damages. The claims filed can represent significant amounts and include, but are not limited to, issues regarding pensions and education funding. The majority of these claims have historically proven to be substantially less value than originally claimed. The State does not formally estimate its reserve representing potential exposure for these claims and cases. As of June 30, 2014, the exact amount involved in these legal proceedings is not fully determinable.

Unapplied overpayments of Corporate Business Tax are recorded when a final determination is made as to the ultimate disposition of the overpayment. These overpayments only become a liability based upon a taxpayer filing a request for the refund. As of June 30, 2014 there was approximately \$456.0 million of overpayments.

### **New Jersey Lawyers' Fund for Client Protection**

Claims of approximately \$25.6 million have been filed against this Fund by individuals and companies seeking reimbursement for losses resulting from the alleged dishonest conduct by members of the Bar of the State of New Jersey. Under present rules and regulations of the Fund, the total maximum amount that may be awarded from this Fund is \$17.8 million. The ultimate disposition of these claims is not determinable at this time.

### **New Jersey Spill Compensation Fund**

Various claims totaling approximately \$21.7 million have been filed against this Fund by third parties for damages caused by spills. In addition, there are a number of similar claims for unspecified dollar amounts which are pending. The ultimate disposition of these claims is not determinable at this time.

### **Property Tax Relief Fund**

Unapplied overpayments of Gross Income Tax are recorded when a final determination is made as to the ultimate disposition of the overpayment. These overpayments only become a liability based upon a taxpayer filing a request for the refund. As of June 30, 2014 there were approximately \$1,184.0 million of overpayments.

### **Sanitary Landfill Facility Contingency Fund**

Various claims totaling approximately \$19.0 million have been filed against this Fund by individuals, local municipalities, and school districts. In addition, there are a number of similar claims for unspecified dollar amounts which are pending. The ultimate disposition of these claims is not determinable at this time.

### **Tobacco Settlement Financing Corporation**

The following is information about arbitration of disputes under the multi-state Master Settlement Agreement ("MSA"), which settled litigation with participating tobacco companies.

Tobacco Settlement Financing Corporation ("TSFC") was not a party to the arbitration and the arbitration did not involve any claims against TSFC; rather the arbitration involved the State as a signatory to the MSA. This information is being provided because the State assigned its right to all tobacco settlement receipts under the MSA to TSFC.

On December 14, 2012, New Jersey joined other states in a settlement of the disputes for 2003 through 2012, as well as potential disputes for 2013 and 2014. The settlement included both 2013 payments to New Jersey from a disputed payments account and credits to the participating manufacturers for MSA payments due in each April, from 2013 through 2017. The settlement was challenged by other states before the arbitration panel. On March 12, 2013, the arbitration panel entered a Stipulated Partial Settlement and Award ("Stipulated Award") implementing the settlement. Some of the objecting states moved to have the Stipulated Award vacated prior to the distribution of settlement funds in April 2013. However, those actions were not successful and, in April, pursuant to the settlement, New Jersey received approximately \$170.0 million more in 2013 MSA payments than it would have otherwise received, but will receive a total of approximately \$75.0 million less from 2014 through 2017. Some modest decreased payments can be expected in later years, but, as is always the case with long term projections of MSA payments, such payments are subject to too many variables to estimate the impact.

## **Medical Malpractice Self Insurance Fund**

The State has the ultimate liability for tort and malpractice claims in excess of the resources of the Fund. The University of Medicine and Dentistry of New Jersey (UMDNJ) – Self-Insurance Reserve Fund was dissolved as of July 1, 2013. A new fund was established; the Medical Malpractice Self-Insurance Fund, which encompasses three successor entities; University Hospital, Rowan University, which includes UMDNJ's former school of Osteopathic Medicine, and Rutgers University, which now includes all other components of the former UMDNJ. As of June 30, 2014 projected unpaid claims were \$146.0 million. Fund management is presently evaluating the claims. There has been no determination as to the ultimate amount for which this Fund will be liable.

## **Capital Projects Funds**

Due to delays in construction and design problems, various claims for damages have been filed with respect to the Special Transportation Fund in the amount of \$51.1 million. Fund management is presently evaluating the claims. There has been no determination as to the ultimate amount for which this Fund will be liable.

## **Federal Programs**

Under the terms of various grant awards, expenditures from Federal funds are subject to audit. As of June 30, 2014, audits of expenditures for Fiscal Year 2013 and prior years may not be completed. Disallowances which may result from these audits are not determinable at this time. Medicaid disallowances may be issued based on a series of federal Office of the Inspector General program audits of claim documentation and cost allocation methodologies. The Department of Human Services disputes these findings and is taking steps to minimize the final impact of these audits. Fourteen audits are currently in draft or final form, but due to possible revisions or appeals, the final amounts and timing of any repayments are uncertain. The State is unable to estimate its exposure for these disallowances. As of June 30, 2014, based on information provided by the Department of Human Services regarding memorandums, conversations, and other correspondence with the federal Centers for Medicare and Medicaid Services, it is management's opinion that disallowances, if any, would not be material.

## **NOTE 20 – SUBSEQUENT EVENTS**

### **Short-term Debt**

For Fiscal Year 2015, the State authorized the issuance of short-term notes. The short-term note proceeds are to be used to provide effective cash flow management to fund the imbalances that occur in the collection of revenues and the disbursement of appropriations. On July 1, 2014, the State issued \$2.6 billion of Tax and Revenue Anticipation Notes, Series Fiscal 2015A. The Notes were issued at a rate of LIBOR plus 0.37 percent per annum, adjusting monthly, with accrued interest payable at final maturity on June 26, 2015.

### **Long-term Obligations**

On September 24, 2014, the New Jersey Educational Facilities Authority issued \$199.9 million of Higher Education Facilities Trust Fund Bonds, Series 2014. Interest on the bonds ranges from 3.5 to 5.0 percent per annum and is payable June 15 and December 15, commencing on June 15, 2015. Final maturity of the bonds is June 15, 2029. The Series 2014 bonds maturing on or after June 15, 2025 are subject to optional redemption prior to maturity on or after June 15, 2024, at the option of the Authority.

On October 17, 2014, the New Jersey Economic Development Authority issued \$119.1 million of School Facilities Construction Refunding Notes, 2014 Series K, and \$525.0 million of School Facilities Construction Bonds, 2014 Series UU. Interest on the 2014 Series K notes is SIFMA rate plus 0.73 percent per annum and is payable the first business day of each month, commencing November 3, 2014. The 2014 Series K notes are subject to redemption prior to maturity at the option of the Authority, at any time on or after August 1, 2016. Interest on the 2014 Series UU bonds ranges from 2.0 to 5.0 percent per annum and is payable June 15 and December 15, commencing on June 15, 2015. The 2014 Series UU bonds maturing on or after June 15, 2025, are subject to redemption prior to maturity at the option of the Authority, at any time on or after June 15, 2024. The 2014 Series UU bonds maturing on June 15, 2040 are subject to mandatory sinking fund redemption prior to maturity.

On October 30, 2014, the Casino Reinvestment Development Authority issued \$241.2 million of Luxury Tax Revenue Bonds, Series 2014, for the purpose of refunding the New Jersey Sports and Exposition Authority bonds. Interest on the bonds ranges from 2.0 to 5.25 percent per annum and is payable May 1 and November 1, commencing on May 1, 2015. Final maturity of the bonds is November 1, 2044.

On November 25, 2014, the New Jersey Transportation Trust Fund Authority issued \$764.1 million Transportation Program Bonds, 2014 Series AA. Interest on the bonds ranges from 4.25 to 5.0 percent per annum and is payable June 15 and December 15, commencing June 15, 2015. Final maturity of the bonds is June 15, 2044. Also, on November 25, 2014, the New Jersey Transportation Trust Fund Authority issued \$150.0 million of Transportation Program Notes, Series 2014 BB-1 and \$147.5 million of Transportation Program Notes, Series 2014 BB-2. Interest on the Series 2014 BB-1 notes is SIFMA Index plus 1.0 percent per annum and is payable on the first business day of each month, commencing January 2, 2015. Interest on the Series 2014 BB-2 notes is SIFMA Index plus 1.2 percent per annum and is payable on the first business day of each month, commencing January 2, 2015. Final maturity of both of the notes is June 15, 2034. The 2014 Series BB-1 notes are subject to redemption prior to maturity at the option of the Authority, at any time on or after June 15, 2019. The 2014 Series BB-1 notes are also subject to mandatory sinking fund redemption prior to maturity. The 2014 Series BB-2 notes are subject to redemption prior to maturity at the option of the Authority, at any time on or after June 15, 2021.

On December 18, 2014, the State of New Jersey issued \$525.0 million of General Obligation Bonds for various purposes. Interest on the bonds ranges from 3.25 to 5.0 percent per annum and is payable June 1 and December 1, commencing on June 1, 2015. Final maturity of the bonds is June 1, 2035.

## **Litigation**

*Escobar v. DYFS et al.* On July 17, 2009, Plaintiff's child was allegedly shaken by his biological father. As a result, the child is severely disabled and requires life care by professionals. The biological father is currently incarcerated for aggravated assault. The Division of Youth and Family Services ("DYFS") (now known as the Division of Child Protection and Permanency in the Department of Children and Families) allegedly had knowledge that the biological father had a history of drug use, domestic violence, mental health disorders and other issues. DYFS also was allegedly aware that the child showed prior evidence of abuse. Plaintiff alleges that DYFS failed to adequately investigate the reports of alleged abuse. After completion of the trial, the jury awarded the Plaintiff \$166.0 million, of which approximately \$57.0 million was for pain and suffering, approximately \$4.0 million was for the child's past medical needs and \$105.0 million is to cover the child's future medical needs. The State filed a motion for a new trial and, in the alternative, for remitter on the awards for pain and suffering and the child's future medical needs. On March 19, 2014, the court ruled on the motion for remitter, reducing the award against the State to \$102.6 million by reducing the amount allocated for future medical needs to \$75.9 million from \$105.0 million based on the assumption of the child's life expectancy of 79 years and by allocating 25% liability to the biological father. On April 1, 2014, the court entered a final order judgment in the case. On April 22, 2014, the State filed a notice of appeal. The State is vigorously defending this matter.

*Pension Funding Litigation (Burgos et al. v. State et al; CWA et al, v. Christie et al; NJEA et al, v. State et al; PANJ et al, v. State et al.)* On February 23, 2015, a New Jersey Superior Court judge ruled against Governor Chris Christie's plan to cut \$1.6 billion of contributions to its public pension systems. The judge ruled that New Jersey could not go back on its obligations to teachers, firefighters and police who sued the Governor and State Legislature in June 2014. On March 31, 2015 the State filed a motion asking the State Supreme Court to hear the case. The Governor will continue to work on a practical solution to New Jersey's pension and health benefits problems.

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*Required  
Supplementary  
Information*

**STATE OF NEW JERSEY  
BUDGETARY COMPARISON SCHEDULE  
MAJOR GOVERNMENTAL FUNDS  
FOR THE FISCAL YEAR JUNE 30, 2014**

	<u>General Fund</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget</u>
<b>REVENUES</b>				
Taxes	\$ 14,890,153,000	\$ 14,954,263,000	\$ 14,360,802,999	\$ (593,460,001)
Federal and other grants	14,009,380,668	13,927,680,085	11,893,785,684	(2,033,894,401)
Licenses and fees	1,159,715,036	1,137,009,278	1,243,583,350	106,574,072
Services and assessments	2,085,692,354	2,140,875,326	1,770,334,791	(370,540,535)
Investment earnings	5,000	129,006	1,135,187	1,006,181
Other	4,860,625,725	4,727,808,617	3,230,003,602	(1,497,805,015)
Total Revenues	<u>37,005,571,783</u>	<u>36,887,765,312</u>	<u>32,499,645,613</u>	<u>(4,388,119,699)</u>
<b>OTHER FINANCING SOURCES</b>				
Transfers from other funds	<u>2,050,067,000</u>	<u>2,234,347,717</u>	<u>2,800,435,846</u>	<u>566,088,129</u>
Total Other Financing Sources	<u>2,050,067,000</u>	<u>2,234,347,717</u>	<u>2,800,435,846</u>	<u>566,088,129</u>
<b>Total Revenues and Other Financing Sources</b>	<u>39,055,638,783</u>	<u>39,122,113,029</u>	<u>35,300,081,459</u>	<u>(3,822,031,570)</u>
<b>EXPENDITURES</b>				
Public safety and criminal justice	3,890,358,768	3,888,546,420	3,518,189,462	370,356,958
Physical and mental health	13,998,417,587	13,868,921,054	12,681,103,340	1,187,817,714
Educational, cultural, and intellectual development	4,034,951,076	4,052,295,382	3,913,107,121	139,188,261
Community development and environmental management	2,708,586,568	2,709,757,710	2,090,391,377	619,366,333
Economic planning, development, and security	5,045,334,630	5,000,507,477	4,396,786,676	603,720,801
Transportation programs	1,158,940,118	1,234,747,491	1,130,538,888	104,208,603
Government direction, management, and control	6,576,062,744	6,564,934,650	5,879,284,842	685,649,808
Special government services	461,000,775	459,466,323	352,639,231	106,827,092
Total Expenditures	<u>37,873,652,266</u>	<u>37,779,176,507</u>	<u>33,962,040,937</u>	<u>3,817,135,570</u>
<b>OTHER FINANCING USES</b>				
Transfers to other funds	<u>1,344,354,522</u>	<u>1,344,354,522</u>	<u>1,344,354,522</u>	<u>-</u>
Total Other Financing Uses	<u>1,344,354,522</u>	<u>1,344,354,522</u>	<u>1,344,354,522</u>	<u>-</u>
<b>Total Expenditures and Other Financing Uses</b>	<u>39,218,006,788</u>	<u>39,123,531,029</u>	<u>35,306,395,459</u>	<u>3,817,135,570</u>
<b>Net Change in Fund Balance</b>	<u>(162,368,005)</u>	<u>(1,418,000)</u>	<u>(6,314,000)</u>	<u>(4,896,000)</u>
<b>Fund Balances - July 1, 2013</b>	<u>465,119,000</u>	<u>301,418,000</u>	<u>301,418,000</u>	<u>-</u>
<b>Fund Balances - June 30, 2014</b>	<u>\$ 302,750,995</u>	<u>\$ 300,000,000</u>	<u>\$ 295,104,000</u>	<u>\$ (4,896,000)</u>



**Property Tax Relief Fund**

<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget</u>
\$ 13,686,193,086	\$ 12,695,193,086	\$ 12,991,384,076	\$ 296,190,990
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>13,686,193,086</u>	<u>12,695,193,086</u>	<u>12,991,384,076</u>	<u>296,190,990</u>
-	204,028,000	-	(204,028,000)
-	204,028,000	-	(204,028,000)
<u>13,686,193,086</u>	<u>12,899,221,086</u>	<u>12,991,384,076</u>	<u>92,162,990</u>
-	-	-	-
126,692,125	118,675,921	122,545,008	(3,869,087)
12,234,357,961	11,495,806,521	11,502,145,083	(6,338,562)
256,220,066	240,008,226	256,125,693	(16,117,467)
-	-	-	-
-	-	-	-
1,068,922,934	1,053,312,418	1,113,922,383	(60,609,965)
-	-	-	-
<u>13,686,193,086</u>	<u>12,907,803,086</u>	<u>12,994,738,167</u>	<u>(86,935,081)</u>
-	-	-	-
-	-	-	-
<u>13,686,193,086</u>	<u>12,907,803,086</u>	<u>12,994,738,167</u>	<u>(86,935,081)</u>
-	(8,582,000)	(3,354,091)	5,227,909
-	8,582,000	8,582,000	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,227,909</u>	<u>\$ 5,227,909</u>

(Continued on next page)

**STATE OF NEW JERSEY  
BUDGETARY COMPARISON SCHEDULE  
MAJOR GOVERNMENTAL FUNDS (Continued)  
FOR THE FISCAL YEAR JUNE 30, 2014**

	<b>Total Major Governmental Funds</b>			
	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual Amounts (Budgetary Basis)</b>	<b>Variance with Final Budget</b>
<b>REVENUES</b>				
Taxes	\$ 28,576,346,086	\$ 27,649,456,086	\$ 27,352,187,075	\$ (297,269,011)
Federal and other grants	14,009,380,668	13,927,680,085	11,893,785,684	(2,033,894,401)
Licenses and fees	1,159,715,036	1,137,009,278	1,243,583,350	106,574,072
Services and assessments	2,085,692,354	2,140,875,326	1,770,334,791	(370,540,535)
Investment earnings	5,000	129,006	1,135,187	1,006,181
Contributions	-	-	-	-
Other	4,860,625,725	4,727,808,617	3,230,003,602	(1,497,805,015)
<b>Total Revenues</b>	<b>50,691,764,869</b>	<b>49,582,958,398</b>	<b>45,491,029,689</b>	<b>(4,091,928,709)</b>
<b>OTHER FINANCING SOURCES</b>				
Transfers from other funds	2,050,067,000	2,438,375,717	2,800,435,846	362,060,129
<b>Total Other Financing Sources</b>	<b>2,050,067,000</b>	<b>2,438,375,717</b>	<b>2,800,435,846</b>	<b>362,060,129</b>
<b>Total Revenues and Other Financing Sources</b>	<b>52,741,831,869</b>	<b>52,021,334,115</b>	<b>48,291,465,535</b>	<b>(3,729,868,580)</b>
<b>EXPENDITURES</b>				
Public safety and criminal justice	3,890,358,768	3,888,546,420	3,518,189,462	370,356,958
Physical and mental health	14,125,109,712	13,987,596,975	12,803,648,348	1,183,948,627
Educational, cultural, and intellectual development	16,269,309,037	15,548,101,903	15,415,252,204	132,849,699
Community development and environmental management	2,964,806,634	2,949,765,936	2,346,517,070	603,248,866
Economic planning, development, and security	5,045,334,630	5,000,507,477	4,396,786,676	603,720,801
Transportation programs	1,158,940,118	1,234,747,491	1,130,538,888	104,208,603
Government direction, management, and control	7,644,985,678	7,618,247,068	6,993,207,225	625,039,843
Special government services	461,000,775	459,466,323	352,639,231	106,827,092
<b>Total Expenditures</b>	<b>51,559,845,352</b>	<b>50,686,979,593</b>	<b>46,956,779,104</b>	<b>3,730,200,489</b>
<b>OTHER FINANCING USES</b>				
Transfers to other funds	1,344,354,522	1,344,354,522	1,344,354,522	-
<b>Total Other Financing Uses</b>	<b>1,344,354,522</b>	<b>1,344,354,522</b>	<b>1,344,354,522</b>	<b>-</b>
<b>Total Expenditures and Other Financing Uses</b>	<b>52,904,199,874</b>	<b>52,031,334,115</b>	<b>48,301,133,626</b>	<b>3,730,200,489</b>
<b>Net Change in Fund Balance</b>	<b>(162,368,005)</b>	<b>(10,000,000)</b>	<b>(9,668,091)</b>	<b>331,909</b>
<b>Fund Balances - July 1, 2013</b>	<b>465,119,000</b>	<b>310,000,000</b>	<b>310,000,000</b>	<b>-</b>
<b>Fund Balances - June 30, 2014</b>	<b>\$ 302,750,995</b>	<b>\$ 300,000,000</b>	<b>\$ 300,331,909</b>	<b>\$ 331,909</b>

**STATE OF NEW JERSEY  
BUDGETARY COMPARISON SCHEDULE  
BUDGET-TO-GAAP RECONCILIATION - MAJOR FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

**Explanation of differences between budgetary inflows and outflows  
and GAAP revenues and expenditures**

	<u>General Fund</u>	<u>Property Tax Relief Fund</u>
<b>Sources/inflows of resources:</b>		
Total revenues and other financing sources - actual amounts (budgetary basis) from the budgetary comparison schedule	\$ 35,300,081,459	\$ 12,991,384,076
Differences - budget to GAAP:		
Receipt of federal food stamp coupons is not a budgetary resource but is revenue for financial reporting purposes (GASB 24).	1,258,575,986	-
Proceeds and premiums from the sale of school construction bonds by the Economic Development Authority are not inflows of budgetary resources but are other financing sources for financial reporting purposes.	1,598,710,754	-
Proceeds and premiums from the sale of installment obligation bonds including refundings are not inflows of budgetary resources but are other financing sources for financial reporting purposes.	<u>297,271,183</u>	<u>-</u>
<b>Total revenues and other financing sources as reported on the GAAP-basis statement of revenues, expenditures, and changes in fund balances - governmental funds</b>	<u>\$ 38,454,639,382</u>	<u>\$ 12,991,384,076</u>
GAAP-basis statement of revenues, expenditures, and changes in fund balances - governmental funds reconciliation:		
Total revenues	\$ 33,758,221,599	
Transfers from other funds	2,800,435,846	
Other sources	<u>1,895,981,937</u>	
<b>Total revenues and other financing sources</b>	<u>\$ 38,454,639,382</u>	

**STATE OF NEW JERSEY  
BUDGETARY COMPARISON SCHEDULE  
BUDGET-TO-GAAP RECONCILIATION - MAJOR FUNDS (Continued)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

**Explanation of differences between budgetary inflows and outflows  
and GAAP revenues and expenditures**

	<b>General Fund</b>	<b>Property Tax Relief Fund</b>
<b>Uses/outflows of resources:</b>		
Total expenditures and other financing uses - actual amounts (budgetary basis) from the budgetary comparison schedule	\$ 35,306,395,459	\$ 12,991,065,182
Differences - budget to GAAP:		
Encumbrances for items ordered but not received are reported in the year the resources are encumbered for budgetary purposes, but in the year the items are received for financial reporting purposes.	(1,562,535,175)	(2,908,577)
Expenditures in prior budget fiscal year accounts are reported in the year the resources are encumbered for budgetary purposes, but in the year the funds are disbursed for financial reporting purposes.	1,267,457,982	5,806,048
Distribution of federal food stamp coupons is not a budgetary outflow but is an expenditure for financial reporting purposes (GASB 24).	1,258,575,986	-
School construction bonds proceeds distributed to the New Jersey Schools Development Authority are not outflows of budgetary resources but are expenditures and other financing uses for financial reporting purposes.	1,598,710,754	-
Additions to other debt are not budgetary outflows but are expenditures and other financing uses for financial reporting purposes.	297,271,183	-
<b>Total expenditures and other financing uses as reported on the GAAP-basis statement of revenues, expenditures, and changes in fund balances - governmental funds</b>	<b>\$ 38,165,876,189</b>	<b>\$ 12,993,962,653</b>
 GAAP-basis statement of revenues, expenditures, and changes in fund balances - governmental funds reconciliation:		
Total expenditures	\$ 35,102,533,345	
Transfers to other funds	1,507,127,694	
Other uses	1,556,215,150	
<b>Total expenditures and other financing uses</b>	<b>\$ 38,165,876,189</b>	

**STATE OF NEW JERSEY**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**

**Budgetary Process**

The Appropriations Act provides annual departmental budgets for the General Fund and certain special revenue funds (Casino Control, Casino Revenue, Gubernatorial Elections, and Property Tax Relief). The State Legislature enacts the Appropriations Act through passage of specific departmental appropriations, the sum of which may not exceed estimated resources. It is a constitutional requirement that the Budget be balanced. The Governor certifies the revenues. Before signing the Appropriations Act, the Governor may veto or reduce any specific appropriation, subject to State Legislative override. Once passed and signed, the Appropriations Act becomes the State's financial plan for the coming fiscal year. Spending authority contained in the Appropriations Act may be revised by supplemental appropriations approved by both the State Legislature and the Governor. Expenditures are presented on the accompanying budgetary basis financial statements by statewide program classifications, not by the legal level of budgetary control. Detail at the departmental level is presented on the accompanying Schedules of Appropriations and Expenditures.

For the General Fund and budgeted special revenue funds, budgetary control (legal control) is maintained within the department (as indicated on the organization chart shown in the Transmittal Letter) at the appropriation line item level. Program classifications represent a lower level, operating program function, consisting of closely related activities with identifiable objectives or goals. Program classification examples include Water Supply Management, Forestry Management, Shellfish and Marine Fisheries Management, in the Department of Environmental Protection. Revisions to the Appropriations Act during the fiscal year may be effected with certain executive and legislative branch approvals. In accordance with the "General Provisions" section of the Appropriations Act, the Executive Branch may amend the budget within a department with the approval of the Director of the Division of Budget and Accounting. Under specific conditions, additional approval by the Office of Legislative Services is required. Only the State Legislature, however, may transfer appropriations between departments. Transfers within a department are permitted within certain guidelines and Executive Branch approval.

Appropriations are authorized for expenditure during the fiscal year and for a period of one month thereafter, and unencumbered appropriations lapse at the end of the fiscal year, unless otherwise specified by the Appropriations Act.

The State's budgetary basis of accounting differs from that utilized to present fund financial statements in conformance with generally accepted accounting principles (GAAP). The main differences between the budgetary basis and the GAAP basis used to present fund financial statements, are that under the budgetary basis encumbrances are recognized as expenditures, the federal revenue related to such encumbrances is also recognized, and the budgetary basis reflects transactions only for the current fiscal year. In addition, under the GAAP basis in the fund financial statements, certain grants and other financial assistance are required to be recorded as revenues and expenditures.

The Budgetary Comparison Schedule displays the undesignated-unreserved fund balance for the original budget, final budget, and actual amounts (budgetary basis). The beginning fund balance for the original budget is estimated as of July 1 while the beginning fund balance for the final budget and actual amount columns represent actual amounts.

**REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF FUNDING PROGRESS  
PENSION TRUST FUNDS AND HEALTH BENEFITS PROGRAM FUND**

<b>Plan/Actuarial Valuation</b>	<b>Actuarial Value of Assets</b>	<b>Actuarial Accrued Liability (AAL)</b>	<b>Unfunded AAL (UAAL)</b>	<b>Funded Ratio</b>	<b>Covered Payroll</b>	<b>UAAL as a Percentage of Covered Payroll</b>
<b>OPEB - State</b>						
June 30, 2011	-	48,949,700,000	48,949,700,000	-	20,286,700,000	241.3%
June 30, 2012	-	51,502,600,000	51,502,600,000	-	20,513,900,000	251.1%
June 30, 2013	-	53,000,100,000	53,000,100,000	-	20,964,300,000	252.8%
<b>PERS - State</b>						
June 30, 2011	9,938,069,705	18,290,829,021	8,352,759,316	54.3%	4,608,926,826	181.2%
June 30, 2012	9,512,074,226	19,383,584,639	9,871,510,413	49.1%	4,570,958,470	216.0%
June 30, 2013	9,191,795,467	19,993,957,432	10,802,161,965	46.0%	4,556,719,103	237.1%
<b>PERS - Local</b>						
June 30, 2011	18,996,299,489	24,679,095,575	5,682,796,086	77.0%	7,000,115,900	81.2%
June 30, 2012	19,374,461,309	26,009,038,341	6,634,577,032	74.5%	6,862,133,165	96.7%
June 30, 2013	19,975,227,997	27,005,782,517	7,030,554,520	74.0%	6,891,812,162	102.0%
<b>TPAF</b>						
June 30, 2011	32,289,888,420	51,406,540,290	19,116,651,870	62.8%	9,682,318,739	197.4%
June 30, 2012	31,214,185,683	52,417,751,753 *	21,203,566,070 *	59.5%*	9,779,212,916	216.8%*
June 30, 2013	30,605,973,071	53,645,477,966	23,039,504,895	57.1%	10,038,792,896	229.5%
<b>PFRS - State</b>						
June 30, 2011	2,143,492,414	3,926,525,679	1,783,033,265	54.6%	526,058,270	338.9%
June 30, 2012	2,074,049,503	4,026,954,882	1,952,905,379	51.5%	517,324,007	377.5%
June 30, 2013	2,033,655,857	4,188,523,037	2,154,867,180	48.6%	510,768,942	421.9%
<b>PFRS - Local</b>						
June 30, 2011	21,027,839,958	26,978,632,188	5,950,792,230	77.9%	3,123,358,027	190.5%
June 30, 2012	21,500,537,273	27,705,168,437	6,204,631,164	77.6%	3,138,894,566	197.7%
June 30, 2013	22,097,047,101	28,811,698,272	6,714,651,171	76.7%	3,168,141,324	211.9%
<b>SPRS</b>						
June 30, 2011	2,002,813,881	2,581,950,846	579,136,965	77.6%	275,219,752	210.4%
June 30, 2012	1,969,806,447	2,767,768,813	797,962,366	71.2%	283,219,927	281.7%
June 30, 2013	1,946,571,578	2,870,590,700	924,019,122	67.8%	262,063,829	352.6%
<b>JRS</b>						
June 30, 2011	305,245,844	585,700,787	280,454,943	52.1%	67,437,125	415.9%
June 30, 2012	278,548,470	605,180,634	326,632,164	46.0%	67,497,660	483.9%
June 30, 2013	258,516,259	620,376,292	361,860,033	41.7%	67,810,110	533.6%
<b>CPFPF</b>						
June 30, 2011	8,126,894	9,179,981	1,053,087	88.5%	-	N/A
June 30, 2012	6,282,439	8,026,421	1,743,982	78.3%	-	N/A
June 30, 2013	5,581,806	6,102,292	520,486	91.5%	-	N/A
<b>POPF</b>						
June 30, 2011	9,997,650	5,096,792	(4,900,858)	196.2%	-	N/A
June 30, 2012	9,044,236	5,395,505	(3,648,731)	167.6%	-	N/A
June 30, 2013	8,171,920	4,748,938	(3,422,982)	172.1%	-	N/A

\* Restated

Note: Fiscal Year Pension Actuarial Reports, prepared as of July 1, are available at <http://www.state.nj.us/treasury/pensions/actuarial-rpts.htm>.

*Combining  
Financial Statements*

**STATE OF NEW JERSEY  
COMBINING BALANCE SHEET  
GENERAL FUND  
JUNE 30, 2014**

	<u>General Fund</u>	<u>Beaches and Harbor Fund</u>	<u>Building Our Future Fund</u>
<b>ASSETS</b>			
<b>Cash and cash equivalents</b>	\$ 72,310,650	\$ 6,405	\$ 13,847,553
<b>Investments</b>	177,037,532	906,087	53,985,470
<b>Receivables, net of allowances for uncollectibles</b>			
Federal government	664,109,525	-	-
Departmental accounts	2,800,339,168	-	-
Loans	24,761,606	-	-
Other	147,777,976	-	-
<b>Due from other funds</b>	839,687,177	-	-
<b>Other</b>	8,453,254	-	-
<b>Total Assets</b>	<u>\$ 4,734,476,888</u>	<u>\$ 912,492</u>	<u>\$ 67,833,023</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities</b>			
Accounts payable and accruals	\$ 1,567,312,257	\$ -	\$ 12,193,515
Unearned revenue	461,412,044	-	-
Due to other funds	240,598,122	139	117,324
Other	127,401,727	-	-
<b>Total Liabilities</b>	<u>2,396,724,150</u>	<u>139</u>	<u>12,310,839</u>
<b>Fund Balances</b>			
Nonspendable	-	-	-
Restricted	85,492,994	912,353	55,522,184
Committed	1,957,156,224	-	-
Unassigned	295,103,520	-	-
<b>Total Fund Balances</b>	<u>2,337,752,738</u>	<u>912,353</u>	<u>55,522,184</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 4,734,476,888</u>	<u>\$ 912,492</u>	<u>\$ 67,833,023</u>



<u>Clean Waters Fund</u>	<u>Cultural Centers and Historic Preservation Fund</u>	<u>2003 Dam, Lake and Stream Project Revolving Loan Fund</u>	<u>2003 Dam, Lake, Stream and Flood Control Project Fund</u>
\$ 52,829	\$ 44,745	\$ 1,285,248	\$ 334,213
10,658	22,062	34,167,253	9,028,929
-	-	-	-
-	-	300	-
-	-	47,400,155	-
-	12,000	220,473	-
-	-	-	-
-	-	-	-
<u>\$ 63,487</u>	<u>\$ 78,807</u>	<u>\$ 83,073,429</u>	<u>\$ 9,363,142</u>
\$ -	\$ -	\$ -	\$ -
-	-	-	-
16	100,177	-	12,479
-	-	-	-
<u>16</u>	<u>100,177</u>	<u>-</u>	<u>12,479</u>
-	-	-	-
63,471	-	83,073,429	9,350,663
-	-	-	-
-	(21,370)	-	-
<u>63,471</u>	<u>(21,370)</u>	<u>83,073,429</u>	<u>9,350,663</u>
<u>\$ 63,487</u>	<u>\$ 78,807</u>	<u>\$ 83,073,429</u>	<u>\$ 9,363,142</u>

(Continued on next page)

**STATE OF NEW JERSEY  
COMBINING BALANCE SHEET  
GENERAL FUND (Continued)  
JUNE 30, 2014**

	<u>1992 Dam Restoration and Clean Waters Trust Fund</u>	<u>1989 Development Potential Bank Transfer Fund</u>	<u>Developmental Disabilities Waiting List Reduction Fund</u>
<b>ASSETS</b>			
<b>Cash and cash equivalents</b>	\$ 5,196,846	\$ 76,937	\$ 212,986
<b>Investments</b>	4,953,963	639,376	1,081,898
<b>Receivables, net of allowances for uncollectibles</b>			
Federal government	-	-	-
Departmental accounts	-	-	-
Loans	7,101,216	-	-
Other	19,685	-	-
<b>Due from other funds</b>	-	-	-
<b>Other</b>	-	-	-
<b>Total Assets</b>	<u>\$ 17,271,710</u>	<u>\$ 716,313</u>	<u>\$ 1,294,884</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities</b>			
Accounts payable and accruals	\$ -	\$ -	\$ -
Unearned revenue	-	-	-
Due to other funds	-	39,947	2,506
Other	-	-	-
<b>Total Liabilities</b>	<u>-</u>	<u>39,947</u>	<u>2,506</u>
<b>Fund Balances</b>			
Nonspendable	-	-	-
Restricted	17,271,710	676,366	1,292,378
Committed	-	-	-
Unassigned	-	-	-
<b>Total Fund Balances</b>	<u>17,271,710</u>	<u>676,366</u>	<u>1,292,378</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 17,271,710</u>	<u>\$ 716,313</u>	<u>\$ 1,294,884</u>

<u>Dredging and Containment Facility Fund</u>	<u>1996 Economic Development Site Fund</u>	<u>Emergency Flood Control Fund</u>	<u>Emergency Services Fund</u>
\$ 16,704	\$ 155,599	\$ 58,654	\$ 603,019
9,951,040	7,843	225,724	1,235,706
-	-	-	-
-	-	-	-
-	323,874	-	-
-	-	-	-
-	-	-	400,071
-	-	-	-
<u>\$ 9,967,744</u>	<u>\$ 487,316</u>	<u>\$ 284,378</u>	<u>\$ 2,238,796</u>
\$ -	\$ -	\$ -	\$ 7,865
-	-	-	-
811,373	-	267	-
-	-	-	-
<u>811,373</u>	<u>-</u>	<u>267</u>	<u>7,865</u>
-	-	-	-
9,156,371	487,316	284,111	-
-	-	-	2,230,931
-	-	-	-
<u>9,156,371</u>	<u>487,316</u>	<u>284,111</u>	<u>2,230,931</u>
<u>\$ 9,967,744</u>	<u>\$ 487,316</u>	<u>\$ 284,378</u>	<u>\$ 2,238,796</u>

(Continued on next page)

**STATE OF NEW JERSEY  
COMBINING BALANCE SHEET  
GENERAL FUND (Continued)  
JUNE 30, 2014**

	<u>1996 Environmental Cleanup Fund</u>	<u>1989 Farmland Preservation Fund</u>	<u>1992 Farmland Preservation Fund</u>
<b>ASSETS</b>			
<b>Cash and cash equivalents</b>	\$ 67,198	\$ 204,293	\$ 47,757
<b>Investments</b>	21,618,404	27,215	1,100
<b>Receivables, net of allowances for uncollectibles</b>			
Federal government	-	-	-
Departmental accounts	-	-	-
Loans	-	-	-
Other	-	-	-
<b>Due from other funds</b>	-	-	-
<b>Other</b>	-	-	-
<b>Total Assets</b>	<u>\$ 21,685,602</u>	<u>\$ 231,508</u>	<u>\$ 48,857</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities</b>			
Accounts payable and accruals	\$ 82	\$ -	\$ -
Unearned revenue	-	-	-
Due to other funds	-	-	-
Other	-	-	-
<b>Total Liabilities</b>	<u>82</u>	<u>-</u>	<u>-</u>
<b>Fund Balances</b>			
Nonspendable	-	-	-
Restricted	21,685,520	231,508	48,857
Committed	-	-	-
Unassigned	-	-	-
<b>Total Fund Balances</b>	<u>21,685,520</u>	<u>231,508</u>	<u>48,857</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 21,685,602</u>	<u>\$ 231,508</u>	<u>\$ 48,857</u>

<u>1995 Farmland Preservation Fund</u>	<u>2007 Farmland Preservation Fund</u>	<u>2009 Farmland Preservation Fund</u>	<u>2007 Green Acres Fund</u>
\$ 67,248	\$ 247,336	\$ 432,044	\$ 341,165
1,020,940	19,042,467	28,767,606	25,741,753
-	-	-	1,857,483
-	-	-	-
-	-	-	2,724,695
-	-	-	3,835
-	-	-	-
-	-	-	-
<u>\$ 1,088,188</u>	<u>\$ 19,289,803</u>	<u>\$ 29,199,650</u>	<u>\$ 30,668,931</u>
\$ 13,508	\$ -	\$ 149,591	\$ 43,118
-	-	-	-
-	911,763	-	-
-	-	-	-
<u>13,508</u>	<u>911,763</u>	<u>149,591</u>	<u>43,118</u>
-	-	-	-
1,074,680	18,378,040	29,050,059	30,625,813
-	-	-	-
-	-	-	-
<u>1,074,680</u>	<u>18,378,040</u>	<u>29,050,059</u>	<u>30,625,813</u>
<u>\$ 1,088,188</u>	<u>\$ 19,289,803</u>	<u>\$ 29,199,650</u>	<u>\$ 30,668,931</u>

(Continued on next page)

**STATE OF NEW JERSEY  
COMBINING BALANCE SHEET  
GENERAL FUND (Continued)  
JUNE 30, 2014**

	<u>2009 Green Acres Fund</u>	<u>Green Trust Fund</u>	<u>1981 Hazardous Discharge Fund</u>
<b>ASSETS</b>			
<b>Cash and cash equivalents</b>	\$ 1,102,661	\$ 1,281,985	\$ 710
<b>Investments</b>	51,100,348	35,249,051	180,452
<b>Receivables, net of allowances for uncollectibles</b>			
Federal government	-	-	-
Departmental accounts	-	-	-
Loans	747,436	22,002,492	-
Other	-	105,464	-
<b>Due from other funds</b>	-	-	-
<b>Other</b>	-	-	-
<b>Total Assets</b>	<u>\$ 52,950,445</u>	<u>\$ 58,638,992</u>	<u>\$ 181,162</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities</b>			
Accounts payable and accruals	\$ 69,868	\$ -	\$ -
Unearned revenue	-	-	-
Due to other funds	-	-	213
Other	-	-	-
<b>Total Liabilities</b>	<u>69,868</u>	<u>-</u>	<u>213</u>
<b>Fund Balances</b>			
Nonspendable	-	-	-
Restricted	52,880,577	58,638,992	180,949
Committed	-	-	-
Unassigned	-	-	-
<b>Total Fund Balances</b>	<u>52,880,577</u>	<u>58,638,992</u>	<u>180,949</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 52,950,445</u>	<u>\$ 58,638,992</u>	<u>\$ 181,162</u>

<u>1986 Hazardous Discharge Fund</u>	<u>Higher Education Facility Renovation and Rehabilitation Fund</u>	<u>1992 Historic Preservation Fund</u>	<u>1995 Historic Preservation Fund</u>
\$ 1,034,456	\$ 16,353	\$ 19,537	\$ 29,783
29,622,393	121,557	11,045	29,758
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>\$ 30,656,849</u>	<u>\$ 137,910</u>	<u>\$ 30,582</u>	<u>\$ 59,541</u>
\$ 704	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
-	-	-	-
<u>704</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-
30,656,145	137,910	30,582	59,541
-	-	-	-
-	-	-	-
<u>30,656,145</u>	<u>137,910</u>	<u>30,582</u>	<u>59,541</u>
<u>\$ 30,656,849</u>	<u>\$ 137,910</u>	<u>\$ 30,582</u>	<u>\$ 59,541</u>

(Continued on next page)

**STATE OF NEW JERSEY  
COMBINING BALANCE SHEET  
GENERAL FUND (Continued)  
JUNE 30, 2014**

	<u>2007 Historic Preservation Fund</u>	<u>2009 Historic Preservation Fund</u>	<u>Historic Preservation Revolving Loan Fund</u>
<b>ASSETS</b>			
<b>Cash and cash equivalents</b>	\$ 377,582	\$ 107,381	\$ 485,106
<b>Investments</b>	3,263,812	2,292,783	3,957,211
<b>Receivables, net of allowances for uncollectibles</b>			
Federal government	-	-	-
Departmental accounts	-	-	-
Loans	-	-	22,547
Other	-	-	100
<b>Due from other funds</b>	-	-	-
<b>Other</b>	-	-	-
<b>Total Assets</b>	<u>\$ 3,641,394</u>	<u>\$ 2,400,164</u>	<u>\$ 4,464,964</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities</b>			
Accounts payable and accruals	\$ 39,347	\$ 160,196	\$ -
Unearned revenue	-	-	-
Due to other funds	-	-	-
Other	-	-	-
<b>Total Liabilities</b>	<u>39,347</u>	<u>160,196</u>	<u>-</u>
<b>Fund Balances</b>			
Nonspendable	-	-	-
Restricted	3,602,047	2,239,968	4,464,964
Committed	-	-	-
Unassigned	-	-	-
<b>Total Fund Balances</b>	<u>3,602,047</u>	<u>2,239,968</u>	<u>4,464,964</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 3,641,394</u>	<u>\$ 2,400,164</u>	<u>\$ 4,464,964</u>



<u>Housing Assistance Fund</u>	<u>Jobs, Education and Competitiveness Fund</u>	<u>Judiciary Superior Court - Miscellaneous Fund</u>	<u>1996 Lake Restoration Fund</u>
\$ 650,815	\$ 33,037	\$ 189,585	\$ 752,367
4,112,439	4,862	973,061	351,235
-	-	-	-
-	-	-	-
1,554,593	-	-	347,856
380	-	-	1,275
-	-	-	-
-	-	-	-
<u>\$ 6,318,227</u>	<u>\$ 37,899</u>	<u>\$ 1,162,646</u>	<u>\$ 1,452,733</u>
\$ -	\$ -	\$ 1,160,347	\$ -
-	-	-	-
5,243	40	2,299	-
-	-	-	-
<u>5,243</u>	<u>40</u>	<u>1,162,646</u>	<u>-</u>
-	-	-	-
6,312,984	37,859	-	1,452,733
-	-	-	-
-	-	-	-
<u>6,312,984</u>	<u>37,859</u>	<u>-</u>	<u>1,452,733</u>
<u>\$ 6,318,227</u>	<u>\$ 37,899</u>	<u>\$ 1,162,646</u>	<u>\$ 1,452,733</u>

(Continued on next page)

**STATE OF NEW JERSEY  
COMBINING BALANCE SHEET  
GENERAL FUND (Continued)  
JUNE 30, 2014**

	<b>Long Term Obligation and Capital Expenditure Fund</b>	<b>Mortgage Assistance Fund</b>	<b>Natural Resources Fund</b>
<b>ASSETS</b>			
<b>Cash and cash equivalents</b>	\$ -	\$ 459,274	\$ 2,340
<b>Investments</b>	-	49,717	834,244
<b>Receivables, net of allowances for uncollectibles</b>			
Federal government	-	-	-
Departmental accounts	-	-	-
Loans	-	8,423,173	-
Other	-	532,541	-
<b>Due from other funds</b>	3,558,079	-	-
<b>Other</b>	-	-	-
<b>Total Assets</b>	<u>\$ 3,558,079</u>	<u>\$ 9,464,705</u>	<u>\$ 836,584</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities</b>			
Accounts payable and accruals	\$ 12,625	\$ -	\$ -
Unearned revenue	-	-	-
Due to other funds	-	532,614	904
Other	-	-	-
<b>Total Liabilities</b>	<u>12,625</u>	<u>532,614</u>	<u>904</u>
<b>Fund Balances</b>			
Nonspendable	-	-	-
Restricted	-	8,932,091	835,680
Committed	3,545,454	-	-
Unassigned	-	-	-
<b>Total Fund Balances</b>	<u>3,545,454</u>	<u>8,932,091</u>	<u>835,680</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 3,558,079</u>	<u>\$ 9,464,705</u>	<u>\$ 836,584</u>

<u>1995 New Jersey Coastal Blue Acres Trust Fund</u>	<u>New Jersey Cultural Trust Fund</u>	<u>New Jersey Federal-State Rural Rehabilitation Fund</u>	<u>1989 New Jersey Green Acres Fund</u>
\$ 686,706	\$ 263,094	\$ 362	\$ 66,163
4,730,423	21,236,375	700,799	864,694
-	-	-	-
-	-	-	-
468,713	-	-	-
2,946	47,135	-	-
-	-	-	-
-	-	-	-
<u>\$ 5,888,788</u>	<u>\$ 21,546,604</u>	<u>\$ 701,161</u>	<u>\$ 930,857</u>
\$ -	\$ 25,910	\$ -	\$ -
-	-	-	-
-	-	-	-
-	-	-	-
<u>-</u>	<u>25,910</u>	<u>-</u>	<u>-</u>
-	20,000,000	-	-
5,888,788	-	-	930,857
-	1,520,694	701,161	-
-	-	-	-
<u>5,888,788</u>	<u>21,520,694</u>	<u>701,161</u>	<u>930,857</u>
<u>\$ 5,888,788</u>	<u>\$ 21,546,604</u>	<u>\$ 701,161</u>	<u>\$ 930,857</u>

(Continued on next page)

**STATE OF NEW JERSEY  
COMBINING BALANCE SHEET  
GENERAL FUND (Continued)  
JUNE 30, 2014**

	<u>1992 New Jersey Green Acres Fund</u>	<u>1995 New Jersey Green Acres Fund</u>	<u>1989 New Jersey Green Trust Fund</u>
<b>ASSETS</b>			
<b>Cash and cash equivalents</b>	\$ 99	\$ 10,039	\$ 1,322,762
<b>Investments</b>	467,964	97,717	36,317,762
<b>Receivables, net of allowances for uncollectibles</b>			
Federal government	-	-	-
Departmental accounts	-	-	-
Loans	-	-	15,087,520
Other	-	-	86,675
<b>Due from other funds</b>	-	-	-
<b>Other</b>	-	-	-
<b>Total Assets</b>	<u>\$ 468,063</u>	<u>\$ 107,756</u>	<u>\$ 52,814,719</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities</b>			
Accounts payable and accruals	\$ -	\$ -	\$ -
Unearned revenue	-	-	-
Due to other funds	-	-	-
Other	-	-	-
<b>Total Liabilities</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balances</b>			
Nonspendable	-	-	-
Restricted	468,063	107,756	52,814,719
Committed	-	-	-
Unassigned	-	-	-
<b>Total Fund Balances</b>	<u>468,063</u>	<u>107,756</u>	<u>52,814,719</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 468,063</u>	<u>\$ 107,756</u>	<u>\$ 52,814,719</u>

<u>1992 New Jersey Green Trust Fund</u>	<u>1995 New Jersey Green Trust Fund</u>	<u>1995 New Jersey Inland Blue Acres Fund</u>	<u>New Jersey Local Development Financing Fund</u>
\$ 3,215,990	\$ 3,589,237	\$ -	\$ -
7,335,054	5,541,044	4,149	34,891,808
-	-	-	-
-	-	-	-
14,951,946	25,498,075	-	16,248,995
122,908	152,672	-	62,862
-	-	-	-
-	-	-	-
<u>\$ 25,625,898</u>	<u>\$ 34,781,028</u>	<u>\$ 4,149</u>	<u>\$ 51,203,665</u>
\$ -	\$ -	\$ -	\$ 40,400
-	-	-	-
-	-	-	-
-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>40,400</u>
-	-	-	-
25,625,898	34,781,028	4,149	51,163,265
-	-	-	-
-	-	-	-
<u>25,625,898</u>	<u>34,781,028</u>	<u>4,149</u>	<u>51,163,265</u>
<u>\$ 25,625,898</u>	<u>\$ 34,781,028</u>	<u>\$ 4,149</u>	<u>\$ 51,203,665</u>

(Continued on next page)

**STATE OF NEW JERSEY  
COMBINING BALANCE SHEET  
GENERAL FUND (Continued)  
JUNE 30, 2014**

	<u>Pinelands Infrastructure Trust Fund</u>	<u>Resource Recovery and Solid Waste Disposal Facility Fund</u>	<u>Shore Protection Fund</u>
<b>ASSETS</b>			
<b>Cash and cash equivalents</b>	\$ 404,239	\$ 33,533	\$ 6,869
<b>Investments</b>	8,595,697	462,186	5,971,887
<b>Receivables, net of allowances for uncollectibles</b>			
Federal government	-	-	-
Departmental accounts	-	-	-
Loans	609,117	-	82,281
Other	7,089	-	-
<b>Due from other funds</b>	-	-	-
<b>Other</b>	-	-	-
<b>Total Assets</b>	<u>\$ 9,616,142</u>	<u>\$ 495,719</u>	<u>\$ 6,061,037</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities</b>			
Accounts payable and accruals	\$ -	\$ -	\$ -
Unearned revenue	-	-	-
Due to other funds	-	-	6,550
Other	-	-	-
<b>Total Liabilities</b>	<u>-</u>	<u>-</u>	<u>6,550</u>
<b>Fund Balances</b>			
Nonspendable	-	-	-
Restricted	9,616,142	495,719	6,054,487
Committed	-	-	-
Unassigned	-	-	-
<b>Total Fund Balances</b>	<u>9,616,142</u>	<u>495,719</u>	<u>6,054,487</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 9,616,142</u>	<u>\$ 495,719</u>	<u>\$ 6,061,037</u>

<u>State Land Acquisition and Development Fund</u>	<u>State of New Jersey Tischler Memorial Fund</u>	<u>Stormwater Management and Combined Sewer Overflow Abatement Fund</u>	<u>Unclaimed Personal Property Trust Fund</u>
\$ 59,431	\$ -	\$ 225,180	\$ -
140,120	608,389	5,859,196	147,528,268
-	-	-	-
-	-	-	3,491
-	-	-	-
-	-	-	-
-	-	-	292,094
-	-	-	-
<u>\$ 199,551</u>	<u>\$ 608,389</u>	<u>\$ 6,084,376</u>	<u>\$ 147,823,853</u>
\$ -	\$ -	\$ -	\$ 104,733,073
-	-	-	-
175	-	-	-
-	-	-	-
<u>175</u>	<u>-</u>	<u>-</u>	<u>104,733,073</u>
-	416,073	-	-
199,376	-	6,084,376	-
-	192,316	-	43,090,780
-	-	-	-
<u>199,376</u>	<u>608,389</u>	<u>6,084,376</u>	<u>43,090,780</u>
<u>\$ 199,551</u>	<u>\$ 608,389</u>	<u>\$ 6,084,376</u>	<u>\$ 147,823,853</u>

(Continued on next page)

**STATE OF NEW JERSEY  
COMBINING BALANCE SHEET  
GENERAL FUND (Continued)  
JUNE 30, 2014**

	<b>Urban and Rural Centers Unsafe Buildings Demolition Revolving Loan Fund</b>	<b>1992 Wastewater Treatment Fund</b>	<b>Water Conservation Fund</b>
<b>ASSETS</b>			
<b>Cash and cash equivalents</b>	\$ 2,387,704	\$ 714,430	\$ 87,938
<b>Investments</b>	12,933,349	17,282,191	704,468
<b>Receivables, net of allowances for uncollectibles</b>			
Federal government	-	-	-
Departmental accounts	-	-	-
Loans	6,760,030	25,054,902	-
Other	-	-	-
<b>Due from other funds</b>	-	-	-
<b>Other</b>	-	-	-
<b>Total Assets</b>	<u>\$ 22,081,083</u>	<u>\$ 43,051,523</u>	<u>\$ 792,406</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities</b>			
Accounts payable and accruals	\$ -	\$ -	\$ -
Unearned revenue	-	-	-
Due to other funds	-	-	833
Other	-	-	-
<b>Total Liabilities</b>	<u>-</u>	<u>-</u>	<u>833</u>
<b>Fund Balances</b>			
Nonspendable	-	-	-
Restricted	22,081,083	43,051,523	791,573
Committed	-	-	-
Unassigned	-	-	-
<b>Total Fund Balances</b>	<u>22,081,083</u>	<u>43,051,523</u>	<u>791,573</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 22,081,083</u>	<u>\$ 43,051,523</u>	<u>\$ 792,406</u>



<b>2003 Water Resources and Wastewater Treatment Fund</b>	<b>Water Supply Fund</b>	<b>Eliminations</b>	<b>Total General Fund</b>
\$ 729,516	\$ 885,191	\$ -	\$ 116,840,884
6,770,606	53,752,624	-	894,423,764
-	-	-	665,967,008
-	-	-	2,800,342,959
35,184,618	110,565,361	-	365,921,201
-	5,546	-	149,161,562
-	-	(10,629,615)	833,307,806
-	-	-	8,453,254
<u>\$ 42,684,740</u>	<u>\$ 165,208,722</u>	<u>\$ (10,629,615)</u>	<u>\$ 5,834,418,438</u>
\$ -	\$ 53,200	\$ -	\$ 1,686,015,606
-	-	-	461,412,044
-	3,954,870	(10,629,615)	236,468,239
-	-	-	127,401,727
<u>-</u>	<u>4,008,070</u>	<u>(10,629,615)</u>	<u>2,511,297,616</u>
-	-	-	20,416,073
42,684,740	161,200,652	-	999,185,039
-	-	-	2,008,437,560
-	-	-	295,082,150
<u>42,684,740</u>	<u>161,200,652</u>	<u>-</u>	<u>3,323,120,822</u>
<u>\$ 42,684,740</u>	<u>\$ 165,208,722</u>	<u>\$ (10,629,615)</u>	<u>\$ 5,834,418,438</u>

**STATE OF NEW JERSEY**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GENERAL FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>General Fund</u>	<u>Beaches and Harbor Fund</u>	<u>Building Our Future Fund</u>
<b>REVENUES</b>			
Taxes	\$ 14,360,802,999	\$ -	\$ -
Federal and other grants	13,152,361,673	-	-
Licenses and fees	1,243,583,350	-	-
Services and assessments	1,770,334,788	-	-
Investment earnings	1,135,187	140	117,324
Other	3,230,003,602	-	-
<b>Total Revenues</b>	<u>33,758,221,599</u>	<u>140</u>	<u>117,324</u>
<b>EXPENDITURES</b>			
<b>Current:</b>			
Public safety and criminal justice	3,482,249,309	-	-
Physical and mental health	12,733,521,381	-	-
Educational, cultural, and intellectual development	3,976,435,717	-	51,055,962
Community development and environmental management	1,923,119,071	(908,353)	-
Economic planning, development, and security	5,606,187,017	-	-
Transportation programs	762,470,775	-	-
Government direction, management, and control	5,692,674,145	-	7,470,113
Special government services	348,763,820	-	-
<b>Capital Outlay</b>	221,844,642	-	-
<b>Debt Service:</b>			
Principal	243,445,000	-	-
Interest	111,822,468	-	-
<b>Total Expenditures</b>	<u>35,102,533,345</u>	<u>(908,353)</u>	<u>58,526,075</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(1,344,311,746)</u>	<u>908,493</u>	<u>(58,408,751)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers from other funds	2,800,435,846	-	-
Transfers to other funds	(1,507,127,694)	(140)	(117,324)
Other sources	1,895,981,937	-	-
Payment to bond escrow agents	(1,556,215,150)	-	-
<b>Total other financing sources (uses)</b>	<u>1,633,074,939</u>	<u>(140)</u>	<u>(117,324)</u>
<b>Net Change in Fund Balance</b>	288,763,193	908,353	(58,526,075)
<b>Fund Balances - July 1, 2013</b>	<u>2,048,989,545</u>	<u>4,000</u>	<u>114,048,259</u>
<b>Fund Balances - June 30, 2014</b>	<u>\$ 2,337,752,738</u>	<u>\$ 912,353</u>	<u>\$ 55,522,184</u>

<u>Clean Waters Fund</u>	<u>Cultural Centers and Historic Preservation Fund</u>	<u>2003 Dam, Lake and Stream Project Revolving Loan Fund</u>	<u>2003 Dam, Lake, Stream and Flood Control Project Fund</u>
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
-	-	-	-
15	26	40,581	12,479
-	-	824,299	-
<u>15</u>	<u>26</u>	<u>864,880</u>	<u>12,479</u>
-	-	-	-
-	-	-	-
-	-	-	-
-	-	255,000	4,040,451
-	-	-	-
7,486	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>7,486</u>	<u>-</u>	<u>255,000</u>	<u>4,040,451</u>
<u>(7,471)</u>	<u>26</u>	<u>609,880</u>	<u>(4,027,972)</u>
-	-	-	-
(15)	(26)	-	(12,479)
-	-	-	-
<u>(15)</u>	<u>(26)</u>	<u>-</u>	<u>(12,479)</u>
<u>(7,486)</u>	<u>-</u>	<u>609,880</u>	<u>(4,040,451)</u>
70,957	(21,370)	82,463,549	13,391,114
<u>\$ 63,471</u>	<u>\$ (21,370)</u>	<u>\$ 83,073,429</u>	<u>\$ 9,350,663</u>

(Continued on next page)

**STATE OF NEW JERSEY**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GENERAL FUND (Continued)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>1992 Dam Restoration and Clean Waters Trust Fund</u>	<u>1989 Development Potential Bank Transfer Fund</u>	<u>Developmental Disabilities Waiting List Reduction Fund</u>
<b>REVENUES</b>			
Taxes	\$ -	\$ -	\$ -
Federal and other grants	-	-	-
Licenses and fees	-	-	-
Services and assessments	-	-	-
Investment earnings	6,186	821	2,506
Other	84,578	-	-
<b>Total Revenues</b>	<u>90,764</u>	<u>821</u>	<u>2,506</u>
<b>EXPENDITURES</b>			
<b>Current:</b>			
Public safety and criminal justice	-	-	-
Physical and mental health	-	-	-
Educational, cultural, and intellectual development	-	-	1,406,474
Community development and environmental management	-	956,718	-
Economic planning, development, and security	-	-	-
Transportation programs	-	-	-
Government direction, management, and control	250,338	-	-
Special government services	-	-	-
<b>Capital Outlay</b>	-	-	-
<b>Debt Service:</b>			
Principal	-	-	-
Interest	-	-	-
<b>Total Expenditures</b>	<u>250,338</u>	<u>956,718</u>	<u>1,406,474</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(159,574)</u>	<u>(955,897)</u>	<u>(1,403,968)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers from other funds	-	-	-
Transfers to other funds	-	(39,947)	(2,506)
Other sources	-	-	-
Payment to bond escrow agents	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>(39,947)</u>	<u>(2,506)</u>
<b>Net Change in Fund Balance</b>	<u>(159,574)</u>	<u>(995,844)</u>	<u>(1,406,474)</u>
<b>Fund Balances - July 1, 2013</b>	<u>17,431,284</u>	<u>1,672,210</u>	<u>2,698,852</u>
<b>Fund Balances - June 30, 2014</b>	<u>\$ 17,271,710</u>	<u>\$ 676,366</u>	<u>\$ 1,292,378</u>

<u>Dredging and Containment Facility Fund</u>	<u>1996 Economic Development Site Fund</u>	<u>Emergency Flood Control Fund</u>	<u>Emergency Services Fund</u>
\$ -	\$ -	\$ -	\$ -
-	-	-	13,808,609
-	-	-	-
-	-	-	-
4,854	11	267	10,006
-	-	-	12,706
<u>4,854</u>	<u>11</u>	<u>267</u>	<u>13,831,321</u>
-	-	-	-
-	-	-	-
-	-	-	-
(6,590,131)	-	-	(11,344)
-	-	-	-
9,678	-	-	-
747,742	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>(5,832,711)</u>	<u>-</u>	<u>-</u>	<u>(11,344)</u>
<u>5,837,565</u>	<u>11</u>	<u>267</u>	<u>13,842,665</u>
-	-	-	-
(811,373)	-	(267)	(13,808,609)
-	-	-	-
-	-	-	-
<u>(811,373)</u>	<u>-</u>	<u>(267)</u>	<u>(13,808,609)</u>
<u>5,026,192</u>	<u>11</u>	<u>-</u>	<u>34,056</u>
4,130,179	487,305	284,111	2,196,875
<u>\$ 9,156,371</u>	<u>\$ 487,316</u>	<u>\$ 284,111</u>	<u>\$ 2,230,931</u>

(Continued on next page)

**STATE OF NEW JERSEY**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GENERAL FUND (Continued)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>1996 Environmental Cleanup Fund</u>	<u>1989 Farmland Preservation Fund</u>	<u>1992 Farmland Preservation Fund</u>
<b>REVENUES</b>			
Taxes	\$ -	\$ -	\$ -
Federal and other grants	-	-	-
Licenses and fees	-	-	-
Services and assessments	-	-	-
Investment earnings	25,552	34	1
Other	-	189,600	-
<b>Total Revenues</b>	<u>25,552</u>	<u>189,634</u>	<u>1</u>
<b>EXPENDITURES</b>			
<b>Current:</b>			
Public safety and criminal justice	-	-	-
Physical and mental health	-	-	-
Educational, cultural, and intellectual development	-	-	-
Community development and environmental management	3,572	-	-
Economic planning, development, and security	-	-	-
Transportation programs	-	-	-
Government direction, management, and control	1,419,627	104	-
Special government services	-	-	-
<b>Capital Outlay</b>	-	-	-
<b>Debt Service:</b>			
Principal	-	-	-
Interest	-	-	-
<b>Total Expenditures</b>	<u>1,423,199</u>	<u>104</u>	<u>-</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(1,397,647)</u>	<u>189,530</u>	<u>1</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers from other funds	-	-	-
Transfers to other funds	-	-	-
Other sources	-	-	-
Payment to bond escrow agents	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	<u>(1,397,647)</u>	<u>189,530</u>	<u>1</u>
<b>Fund Balances - July 1, 2013</b>	<u>23,083,167</u>	<u>41,978</u>	<u>48,856</u>
<b>Fund Balances - June 30, 2014</b>	<u>\$ 21,685,520</u>	<u>\$ 231,508</u>	<u>\$ 48,857</u>

<u>1995 Farmland Preservation Fund</u>	<u>2007 Farmland Preservation Fund</u>	<u>2009 Farmland Preservation Fund</u>	<u>2007 Green Acres Fund</u>	<u>2009 Green Acres Fund</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
1,207	23,920	46,196	36,754	76,699
-	-	-	28,716	-
<u>1,207</u>	<u>23,920</u>	<u>46,196</u>	<u>65,470</u>	<u>76,699</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
54,761	2,595,519	16,577,133	11,087,419	24,201,745
-	-	-	-	-
-	-	-	-	-
5,799	-	4,110,268	2,053,833	7,136,286
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>60,560</u>	<u>2,595,519</u>	<u>20,687,401</u>	<u>13,141,252</u>	<u>31,338,031</u>
<u>(59,353)</u>	<u>(2,571,599)</u>	<u>(20,641,205)</u>	<u>(13,075,782)</u>	<u>(31,261,332)</u>
-	-	-	-	-
-	(911,763)	-	-	-
-	-	-	-	-
-	-	-	-	-
-	(911,763)	-	-	-
<u>(59,353)</u>	<u>(3,483,362)</u>	<u>(20,641,205)</u>	<u>(13,075,782)</u>	<u>(31,261,332)</u>
<u>1,134,033</u>	<u>21,861,402</u>	<u>49,691,264</u>	<u>43,701,595</u>	<u>84,141,909</u>
<u>\$ 1,074,680</u>	<u>\$ 18,378,040</u>	<u>\$ 29,050,059</u>	<u>\$ 30,625,813</u>	<u>\$ 52,880,577</u>

(Continued on next page)

**STATE OF NEW JERSEY**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GENERAL FUND (Continued)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>Green Trust Fund</u>	<u>1981 Hazardous Discharge Fund</u>	<u>1986 Hazardous Discharge Fund</u>
<b>REVENUES</b>			
Taxes	\$ -	\$ -	\$ -
Federal and other grants	-	-	-
Licenses and fees	-	-	-
Services and assessments	-	-	-
Investment earnings	39,105	213	35,012
Other	515,787	-	-
<b>Total Revenues</b>	<u>554,892</u>	<u>213</u>	<u>35,012</u>
<b>EXPENDITURES</b>			
<b>Current:</b>			
Public safety and criminal justice	-	-	-
Physical and mental health	-	-	-
Educational, cultural, and intellectual development	-	-	-
Community development and environmental management	1,044,721	-	8,087
Economic planning, development, and security	-	-	-
Transportation programs	-	-	-
Government direction, management, and control	701,069	-	745,476
Special government services	-	-	-
<b>Capital Outlay</b>	-	-	-
<b>Debt Service:</b>			
Principal	-	-	-
Interest	-	-	-
<b>Total Expenditures</b>	<u>1,745,790</u>	<u>-</u>	<u>753,563</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(1,190,898)</u>	<u>213</u>	<u>(718,551)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers from other funds	-	-	-
Transfers to other funds	-	(213)	-
Other sources	-	-	-
Payment to bond escrow agents	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>(213)</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	<u>(1,190,898)</u>	<u>-</u>	<u>(718,551)</u>
<b>Fund Balances - July 1, 2013</b>	<u>59,829,890</u>	<u>180,949</u>	<u>31,374,696</u>
<b>Fund Balances - June 30, 2014</b>	<u>\$ 58,638,992</u>	<u>\$ 180,949</u>	<u>\$ 30,656,145</u>



<b>Higher Education Facility Renovation and Rehabilitation Fund</b>	<b>1992 Historic Preservation Fund</b>	<b>1995 Historic Preservation Fund</b>	<b>2007 Historic Preservation Fund</b>	<b>2009 Historic Preservation Fund</b>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
143	13	35	4,711	3,294
-	-	-	-	-
<u>143</u>	<u>13</u>	<u>35</u>	<u>4,711</u>	<u>3,294</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	710,198	1,004,745
-	-	-	-	-
-	-	-	298,782	448,393
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	1,008,980	1,453,138
143	13	35	(1,004,269)	(1,449,844)
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
143	13	35	(1,004,269)	(1,449,844)
137,767	30,569	59,506	4,606,316	3,689,812
<u>\$ 137,910</u>	<u>\$ 30,582</u>	<u>\$ 59,541</u>	<u>\$ 3,602,047</u>	<u>\$ 2,239,968</u>

(Continued on next page)

**STATE OF NEW JERSEY**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GENERAL FUND (Continued)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<b>Historic Preservation Revolving Loan Fund</b>	<b>Housing Assistance Fund</b>	<b>Jobs, Education and Competitiveness Fund</b>
<b>REVENUES</b>			
Taxes	\$ -	\$ -	\$ -
Federal and other grants	-	-	-
Licenses and fees	-	-	-
Services and assessments	-	-	-
Investment earnings	4,691	4,863	40
Other	1,064	405,380	-
<b>Total Revenues</b>	<u>5,755</u>	<u>410,243</u>	<u>40</u>
<b>EXPENDITURES</b>			
<b>Current:</b>			
Public safety and criminal justice	-	-	-
Physical and mental health	-	-	-
Educational, cultural, and intellectual development	-	-	-
Community development and environmental management	-	-	-
Economic planning, development, and security	-	-	-
Transportation programs	-	-	-
Government direction, management, and control	38,104	-	99,448
Special government services	-	-	-
<b>Capital Outlay</b>	-	-	-
<b>Debt Service:</b>			
Principal	-	-	-
Interest	-	-	-
<b>Total Expenditures</b>	<u>38,104</u>	<u>-</u>	<u>99,448</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(32,349)</u>	<u>410,243</u>	<u>(99,408)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers from other funds	-	-	-
Transfers to other funds	-	(5,243)	(40)
Other sources	-	-	-
Payment to bond escrow agents	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>(5,243)</u>	<u>(40)</u>
<b>Net Change in Fund Balance</b>	<u>(32,349)</u>	<u>405,000</u>	<u>(99,448)</u>
<b>Fund Balances - July 1, 2013</b>	<u>4,497,313</u>	<u>5,907,984</u>	<u>137,307</u>
<b>Fund Balances - June 30, 2014</b>	<u>\$ 4,464,964</u>	<u>\$ 6,312,984</u>	<u>\$ 37,859</u>

<u>1996 Lake Restoration Fund</u>	<u>Long Term Obligation and Capital Expenditure Fund</u>	<u>Mortgage Assistance Fund</u>	<u>Natural Resources Fund</u>	<u>1995 New Jersey Coastal Blue Acres Trust Fund</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
415	-	74	904	5,966
7,571	-	532,540	-	9,928
<u>7,986</u>	<u>-</u>	<u>532,614</u>	<u>904</u>	<u>15,894</u>
-	156,712	-	-	-
-	-	-	-	-
-	2,374	-	-	-
-	-	205	(56,574)	-
-	-	-	-	-
-	-	-	-	-
-	162,400	-	-	594,507
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	321,486	205	(56,574)	594,507
<u>7,986</u>	<u>(321,486)</u>	<u>532,409</u>	<u>57,478</u>	<u>(578,613)</u>
-	-	-	-	-
-	(456,787)	(532,614)	(904)	-
-	-	-	-	-
-	-	-	-	-
-	(456,787)	(532,614)	(904)	-
<u>7,986</u>	<u>(778,273)</u>	<u>(205)</u>	<u>56,574</u>	<u>(578,613)</u>
1,444,747	4,323,727	8,932,296	779,106	6,467,401
<u>\$ 1,452,733</u>	<u>\$ 3,545,454</u>	<u>\$ 8,932,091</u>	<u>\$ 835,680</u>	<u>\$ 5,888,788</u>

(Continued on next page)

**STATE OF NEW JERSEY**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GENERAL FUND (Continued)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>New Jersey Cultural Trust Fund</u>	<u>New Jersey Federal- State Rural Rehabilitation Fund</u>	<u>1989 New Jersey Green Acres Fund</u>
<b>REVENUES</b>			
Taxes	\$ -	\$ -	\$ -
Federal and other grants	-	-	-
Licenses and fees	-	-	-
Services and assessments	-	-	-
Investment earnings	167,307	828	1,108
Other	-	-	-
<b>Total Revenues</b>	<u>167,307</u>	<u>828</u>	<u>1,108</u>
<b>EXPENDITURES</b>			
<b>Current:</b>			
Public safety and criminal justice	-	-	-
Physical and mental health	-	-	-
Educational, cultural, and intellectual development	-	-	-
Community development and environmental management	-	-	61,001
Economic planning, development, and security	-	-	-
Transportation programs	-	-	-
Government direction, management, and control	510,053	-	81,143
Special government services	-	-	-
<b>Capital Outlay</b>	-	-	-
<b>Debt Service:</b>			
Principal	-	-	-
Interest	-	-	-
<b>Total Expenditures</b>	<u>510,053</u>	<u>-</u>	<u>142,144</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(342,746)</u>	<u>828</u>	<u>(141,036)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers from other funds	500,000	-	-
Transfers to other funds	-	-	-
Other sources	-	-	-
Payment to bond escrow agents	-	-	-
<b>Total other financing sources (uses)</b>	<u>500,000</u>	<u>-</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	157,254	828	(141,036)
<b>Fund Balances - July 1, 2013</b>	<u>21,363,440</u>	<u>700,333</u>	<u>1,071,893</u>
<b>Fund Balances - June 30, 2014</b>	<u>\$ 21,520,694</u>	<u>\$ 701,161</u>	<u>\$ 930,857</u>

<u>1992 New Jersey Green Acres Fund</u>	<u>1995 New Jersey Green Acres Fund</u>	<u>1989 New Jersey Green Trust Fund</u>	<u>1992 New Jersey Green Trust Fund</u>	<u>1995 New Jersey Green Trust Fund</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
190	115	38,923	9,766	5,840
-	-	278,407	341,432	518,802
<u>190</u>	<u>115</u>	<u>317,330</u>	<u>351,198</u>	<u>524,642</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	844	1,115,488	556,853	2,642,780
-	-	-	-	-
-	-	-	-	-
-	-	2,276,250	3,074,289	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	844	3,391,738	3,631,142	2,642,780
<u>190</u>	<u>(729)</u>	<u>(3,074,408)</u>	<u>(3,279,944)</u>	<u>(2,118,138)</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
190	(729)	(3,074,408)	(3,279,944)	(2,118,138)
<u>467,873</u>	<u>108,485</u>	<u>55,889,127</u>	<u>28,905,842</u>	<u>36,899,166</u>
<u>\$ 468,063</u>	<u>\$ 107,756</u>	<u>\$ 52,814,719</u>	<u>\$ 25,625,898</u>	<u>\$ 34,781,028</u>

(Continued on next page)

**STATE OF NEW JERSEY**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GENERAL FUND (Continued)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>1995 New Jersey Inland Blue Acres Fund</u>	<u>New Jersey Local Development Financing Fund</u>	<u>Pinelands Infrastructure Trust Fund</u>
<b>REVENUES</b>			
Taxes	\$ -	\$ -	\$ -
Federal and other grants	-	-	-
Licenses and fees	-	8,684	-
Services and assessments	-	-	-
Investment earnings	5	19,512	10,328
Other	-	525,477	20,145
<b>Total Revenues</b>	<u>5</u>	<u>553,673</u>	<u>30,473</u>
<b>EXPENDITURES</b>			
<b>Current:</b>			
Public safety and criminal justice	-	-	-
Physical and mental health	-	-	-
Educational, cultural, and intellectual development	-	-	-
Community development and environmental management	-	-	-
Economic planning, development, and security	-	477,945	-
Transportation programs	-	-	-
Government direction, management, and control	-	-	471,672
Special government services	-	-	-
<b>Capital Outlay</b>	-	-	-
<b>Debt Service:</b>			
Principal	-	-	-
Interest	-	-	-
<b>Total Expenditures</b>	<u>-</u>	<u>477,945</u>	<u>471,672</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>5</u>	<u>75,728</u>	<u>(441,199)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers from other funds	-	-	-
Transfers to other funds	-	-	-
Other sources	-	-	-
Payment to bond escrow agents	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	<u>5</u>	<u>75,728</u>	<u>(441,199)</u>
<b>Fund Balances - July 1, 2013</b>	<u>4,144</u>	<u>51,087,537</u>	<u>10,057,341</u>
<b>Fund Balances - June 30, 2014</b>	<u>\$ 4,149</u>	<u>\$ 51,163,265</u>	<u>\$ 9,616,142</u>

<b>Resource Recovery and Solid Waste Disposal Facility Fund</b>	<b>Shore Protection Fund</b>	<b>State Land Acquisition and Development Fund</b>	<b>State of New Jersey Tischler Memorial Fund</b>	<b>Stormwater Management and Combined Sewer Overflow Abatement Fund</b>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
546	6,550	175	840	6,925
-	-	-	-	-
<u>546</u>	<u>6,550</u>	<u>175</u>	<u>840</u>	<u>6,925</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	(1,076,486)	26,880	-	-
-	-	-	-	-
-	-	-	-	-
-	931,317	-	200,000	264,202
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	(145,169)	26,880	200,000	264,202
<u>546</u>	<u>151,719</u>	<u>(26,705)</u>	<u>(199,160)</u>	<u>(257,277)</u>
-	-	-	-	-
-	(6,550)	(175)	-	-
-	-	-	-	-
-	-	-	-	-
-	(6,550)	(175)	-	-
<u>546</u>	<u>145,169</u>	<u>(26,880)</u>	<u>(199,160)</u>	<u>(257,277)</u>
495,173	5,909,318	226,256	807,549	6,341,653
<u>\$ 495,719</u>	<u>\$ 6,054,487</u>	<u>\$ 199,376</u>	<u>\$ 608,389</u>	<u>\$ 6,084,376</u>

(Continued on next page)

**STATE OF NEW JERSEY**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GENERAL FUND (Continued)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>Unclaimed Personal Property Trust Fund</u>	<u>Urban and Rural Centers Unsafe Buildings Demolition Revolving Loan Fund</u>	<u>1992 Wastewater Treatment Fund</u>
<b>REVENUES</b>			
Taxes	\$ -	\$ -	\$ -
Federal and other grants	-	-	-
Licenses and fees	-	-	-
Services and assessments	-	-	-
Investment earnings	19,907,910	15,287	21,467
Other	159,733,883	15,785	-
<b>Total Revenues</b>	<u>179,641,793</u>	<u>31,072</u>	<u>21,467</u>
<b>EXPENDITURES</b>			
<b>Current:</b>			
Public safety and criminal justice	-	-	-
Physical and mental health	-	-	-
Educational, cultural, and intellectual development	-	-	-
Community development and environmental management	-	-	-
Economic planning, development, and security	-	-	-
Transportation programs	-	-	-
Government direction, management, and control	2,903,146	-	-
Special government services	-	-	-
<b>Capital Outlay</b>	-	-	-
<b>Debt Service:</b>			
Principal	-	-	-
Interest	-	-	-
<b>Total Expenditures</b>	<u>2,903,146</u>	<u>-</u>	<u>-</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>176,738,647</u>	<u>31,072</u>	<u>21,467</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers from other funds	-	-	-
Transfers to other funds	(177,728,418)	-	-
Other sources	-	-	-
Payment to bond escrow agents	-	-	-
<b>Total other financing sources (uses)</b>	<u>(177,728,418)</u>	<u>-</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	<u>(989,771)</u>	<u>31,072</u>	<u>21,467</u>
<b>Fund Balances - July 1, 2013</b>	<u>44,080,551</u>	<u>22,050,011</u>	<u>43,030,056</u>
<b>Fund Balances - June 30, 2014</b>	<u>\$ 43,090,780</u>	<u>\$ 22,081,083</u>	<u>\$ 43,051,523</u>



<u>Water Conservation Fund</u>	<u>2003 Water Resources and Wastewater Treatment Fund</u>	<u>Water Supply Fund</u>	<u>Eliminations</u>	<u>Total General Fund</u>
\$ -	\$ -	\$ -	\$ -	\$ 14,360,802,999
-	-	-	-	13,166,170,282
-	-	-	-	1,243,592,034
-	-	-	-	1,770,334,788
833	10,032	67,784	-	21,932,516
-	-	42,173	-	3,394,091,875
<u>833</u>	<u>10,032</u>	<u>109,957</u>	<u>-</u>	<u>33,956,924,494</u>
-	-	-	-	3,482,406,021
-	-	-	-	12,733,521,381
-	-	-	-	4,028,900,527
-	-	324,364	-	1,980,029,724
-	-	-	-	5,608,379,905
-	-	-	-	762,480,453
-	264,202	-	-	5,729,940,194
-	-	-	-	348,763,820
-	-	-	-	221,844,642
-	-	-	-	243,445,000
-	-	-	-	111,822,468
-	264,202	324,364	-	35,251,534,135
<u>833</u>	<u>(254,170)</u>	<u>(214,407)</u>	<u>-</u>	<u>(1,294,609,641)</u>
-	-	-	(198,891,097)	2,602,044,749
(833)	-	(3,954,870)	198,891,097	(1,506,627,693)
-	-	-	-	1,895,981,937
-	-	-	-	(1,556,215,150)
<u>(833)</u>	<u>-</u>	<u>(3,954,870)</u>	<u>-</u>	<u>1,435,183,843</u>
-	(254,170)	(4,169,277)	-	140,574,202
791,573	42,938,910	165,369,929	-	3,182,546,620
<u>\$ 791,573</u>	<u>\$ 42,684,740</u>	<u>\$ 161,200,652</u>	<u>\$ -</u>	<u>\$ 3,323,120,822</u>

**STATE OF NEW JERSEY  
BALANCE SHEET  
NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE  
JUNE 30, 2014**

	<u>Special Revenue Funds</u>	<u>Capital Projects Funds</u>	<u>Total Non-Major Governmental Funds</u>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 100,425,072	\$ 4,121,600	\$ 104,546,672
Investments	2,522,213,666	23,635,159	2,545,848,825
<b>Receivables, net of allowances for uncollectibles</b>			
Federal government	14,544,640	192,795,763	207,340,403
Departmental accounts	374,522,507	18,362,360	392,884,867
Loans	1,348,941,797	99,000,000	1,447,941,797
Other	135,997,889	19,494,964	155,492,853
<b>Due from other funds</b>	180,938,212	148,546,807	329,485,019
<b>Other</b>	11,117	-	11,117
<b>Total Assets</b>	<u>\$ 4,677,594,900</u>	<u>\$ 505,956,653</u>	<u>\$ 5,183,551,553</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities</b>			
Accounts payable and accruals	\$ 384,089,622	\$ 195,648,824	\$ 579,738,446
Unearned revenue	116,130,134	-	116,130,134
Due to other funds	512,306,686	177,436,041	689,742,727
Other	10,046,567	-	10,046,567
<b>Total Liabilities</b>	<u>1,022,573,009</u>	<u>373,084,865</u>	<u>1,395,657,874</u>
<b>Fund Balances</b>			
Restricted	3,365,274,095	15,776,963	3,381,051,058
Committed	289,747,796	117,094,825	406,842,621
<b>Total Fund Balances</b>	<u>3,655,021,891</u>	<u>132,871,788</u>	<u>3,787,893,679</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 4,677,594,900</u>	<u>\$ 505,956,653</u>	<u>\$ 5,183,551,553</u>

**STATE OF NEW JERSEY**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>Special Revenue Funds</u>	<u>Capital Projects Funds</u>	<u>Total Non-Major Governmental Funds</u>
<b>REVENUES</b>			
Taxes	\$ 1,646,408,492	\$ -	\$ 1,646,408,492
Federal and other grants	126,996,430	1,064,307,115	1,191,303,545
Licenses and fees	128,324,491	-	128,324,491
Services and assessments	1,166,938,887	176,673	1,167,115,560
Investment earnings	2,659,822	28,391	2,688,213
Other	380,874,201	-	380,874,201
<b>Total Revenues</b>	<u>3,452,202,323</u>	<u>1,064,512,179</u>	<u>4,516,714,502</u>
<b>EXPENDITURES</b>			
<b>Current:</b>			
Public safety and criminal justice	115,934,549	1,609,496	117,544,045
Physical and mental health	136,382,524	100,515	136,483,039
Educational, cultural, and intellectual development	474,298,857	-	474,298,857
Community development and environmental management	207,491,891	2,109,003	209,600,894
Economic planning, development, and security	1,008,626,180	-	1,008,626,180
Transportation programs	32,435,656	2,151,622,305	2,184,057,961
Government direction, management, and control	198,971,746	963,312	199,935,058
Special government services	170,377	-	170,377
<b>Debt Service:</b>			
Principal	517,095,000	-	517,095,000
Interest	880,962,045	-	880,962,045
<b>Total Expenditures</b>	<u>3,572,368,825</u>	<u>2,156,404,631</u>	<u>5,728,773,456</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(120,166,502)</u>	<u>(1,091,892,452)</u>	<u>(1,212,058,954)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Issuance of debt	876,820,000	-	876,820,000
Transfers from other funds	1,508,081,307	1,178,025,991	2,686,107,298
Transfers to other funds	(2,816,196,494)	(313,411)	(2,816,509,905)
Other sources	350,956,736	-	350,956,736
Payment to escrow agents	(331,473,088)	-	(331,473,088)
<b>Total other financing sources (uses)</b>	<u>(411,811,539)</u>	<u>1,177,712,580</u>	<u>765,901,041</u>
<b>Net Change in Fund Balance</b>	<u>(531,978,041)</u>	<u>85,820,128</u>	<u>(446,157,913)</u>
<b>Fund Balances - July 1, 2013</b>	<u>4,186,999,932</u>	<u>47,051,660</u>	<u>4,234,051,592</u>
<b>Fund Balances - June 30, 2014</b>	<u>\$ 3,655,021,891</u>	<u>\$ 132,871,788</u>	<u>\$ 3,787,893,679</u>

**STATE OF NEW JERSEY  
COMBINING BALANCE SHEET  
NON-MAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2014**

	<u>Alcohol Education, Rehabilitation and Enforcement Fund</u>	<u>Atlantic City Parking Fees Fund</u>	<u>Atlantic City Projects-Room Fund</u>
<b>ASSETS</b>			
<b>Cash and cash equivalents</b>	\$ 183,059	\$ 2,361,063	\$ 2,508,638
<b>Investments</b>	6,371,587	99,726	1,366,692
<b>Receivables, net of allowances for uncollectibles</b>			
Federal government	-	-	-
Departmental accounts	-	2,290,305	1,161,864
Loans	-	-	-
Other	-	-	-
<b>Due from other funds</b>	1,833,333	-	1,433,138
<b>Other</b>	-	-	-
<b>Total Assets</b>	<u>\$ 8,387,979</u>	<u>\$ 4,751,094</u>	<u>\$ 6,470,332</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities</b>			
Accounts payable and accruals	\$ 358,456	\$ 3,976,420	\$ 6,470,332
Unearned revenue	-	-	-
Due to other funds	4,243,087	774,674	-
Other	-	-	-
<b>Total Liabilities</b>	<u>4,601,543</u>	<u>4,751,094</u>	<u>6,470,332</u>
<b>Fund Balances</b>			
Restricted	-	-	-
Committed	3,786,436	-	-
<b>Total Fund Balances</b>	<u>3,786,436</u>	<u>-</u>	<u>-</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 8,387,979</u>	<u>\$ 4,751,094</u>	<u>\$ 6,470,332</u>

<u>Atlantic City Tourism Promotion Fund</u>	<u>Board of Bar Examiners</u>	<u>Boarding House Rental Assistance Fund</u>	<u>Body Armor Replacement Fund</u>
\$ 1,419,224	\$ 11,790	\$ 909,826	\$ 2,572,357
342,094	5,844,899	168,886	3,152,286
-	-	-	-
1,870,423	-	-	-
-	-	201,087	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>\$ 3,631,741</u>	<u>\$ 5,856,689</u>	<u>\$ 1,279,799</u>	<u>\$ 5,724,643</u>
\$ 2,198,603	\$ 842,048	\$ -	\$ 5,937
-	-	-	-
1,433,138	-	-	415,870
-	-	-	-
<u>3,631,741</u>	<u>842,048</u>	<u>-</u>	<u>421,807</u>
-	-	-	-
-	5,014,641	1,279,799	5,302,836
-	5,014,641	1,279,799	5,302,836
<u>\$ 3,631,741</u>	<u>\$ 5,856,689</u>	<u>\$ 1,279,799</u>	<u>\$ 5,724,643</u>

(Continued on next page)

**STATE OF NEW JERSEY  
COMBINING BALANCE SHEET  
NON-MAJOR SPECIAL REVENUE FUNDS (Continued)  
JUNE 30, 2014**

	<u>Casino Control Fund</u>	<u>Casino Revenue Fund</u>	<u>Casino Simulcasting Fund</u>
<b>ASSETS</b>			
<b>Cash and cash equivalents</b>	\$ 50,351	\$ -	\$ 224,185
<b>Investments</b>	-	-	3,264
<b>Receivables, net of allowances for uncollectibles</b>			
Federal government	-	-	-
Departmental accounts	8,561,938	20,892,891	-
Loans	-	-	-
Other	-	-	-
<b>Due from other funds</b>	5,068,202	23,751,223	-
<b>Other</b>	-	-	-
<b>Total Assets</b>	<u>\$ 13,680,491</u>	<u>\$ 44,644,114</u>	<u>\$ 227,449</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities</b>			
Accounts payable and accruals	\$ 4,763,986	\$ 17,681,173	\$ -
Unearned revenue	3,991,000	12,000	-
Due to other funds	-	-	227,449
Other	-	-	-
<b>Total Liabilities</b>	<u>8,754,986</u>	<u>17,693,173</u>	<u>227,449</u>
<b>Fund Balances</b>			
Restricted	-	-	-
Committed	4,925,505	26,950,941	-
<b>Total Fund Balances</b>	<u>4,925,505</u>	<u>26,950,941</u>	<u>-</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 13,680,491</u>	<u>\$ 44,644,114</u>	<u>\$ 227,449</u>

<u>Casino Simulcasting Special Fund</u>	<u>Catastrophic Illness in Children Relief Fund</u>	<u>Clean Communities Account Fund</u>	<u>Clean Energy Fund</u>
\$ 338,846	\$ 2,446,064	\$ 2,305,983	\$ 7,202,025
1,105,232	586,730	523,211	171,252,376
-	-	-	-
-	6,923,295	1,151,282	38,705,856
-	-	-	-
-	-	-	-
-	1,309,540	-	-
-	-	-	-
<u>\$ 1,444,078</u>	<u>\$ 11,265,629</u>	<u>\$ 3,980,476</u>	<u>\$ 217,160,257</u>
\$ -	\$ 18,334	\$ -	\$ 33,633,866
-	-	-	-
-	8,125,151	252	80,630,037
-	-	-	-
<u>-</u>	<u>8,143,485</u>	<u>252</u>	<u>114,263,903</u>
-	3,122,144	-	-
<u>1,444,078</u>	<u>-</u>	<u>3,980,224</u>	<u>102,896,354</u>
<u>1,444,078</u>	<u>3,122,144</u>	<u>3,980,224</u>	<u>102,896,354</u>
<u>\$ 1,444,078</u>	<u>\$ 11,265,629</u>	<u>\$ 3,980,476</u>	<u>\$ 217,160,257</u>

(Continued on next page)

**STATE OF NEW JERSEY**  
**COMBINING BALANCE SHEET**  
**NON-MAJOR SPECIAL REVENUE FUNDS (Continued)**  
**JUNE 30, 2014**

	<b>Clean Water State Revolving Fund</b>	<b>Disciplinary Oversight Committee</b>	<b>Division of Motor Vehicles Surcharge Fund</b>
<b>ASSETS</b>			
<b>Cash and cash equivalents</b>	\$ 8,185,576	\$ 301,308	\$ 2,471,730
<b>Investments</b>	15,523,660	6,292,280	9,870
<b>Receivables, net of allowances for uncollectibles</b>			
Federal government	-	-	-
Departmental accounts	-	-	3,171,695
Loans	153,613,780	-	-
Other	-	-	-
<b>Due from other funds</b>	2,127,134	-	-
<b>Other</b>	-	-	-
<b>Total Assets</b>	\$ 179,450,150	\$ 6,593,588	\$ 5,653,295
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities</b>			
Accounts payable and accruals	\$ -	\$ 3,548,104	\$ 5,653,295
Unearned revenue	2,127,134	-	-
Due to other funds	-	-	-
Other	-	-	-
<b>Total Liabilities</b>	2,127,134	3,548,104	5,653,295
<b>Fund Balances</b>			
Restricted	177,323,016	-	-
Committed	-	3,045,484	-
<b>Total Fund Balances</b>	177,323,016	3,045,484	-
<b>Total Liabilities and Fund Balances</b>	\$ 179,450,150	\$ 6,593,588	\$ 5,653,295



<u>Drinking Water State Revolving Fund</u>	<u>Emergency Medical Technician Training Fund</u>	<u>Enterprise Zone Assistance Fund</u>	<u>Fund for Support of Free Public Schools</u>
\$ 4,359,316	\$ 2,556,399	\$ 598,296	\$ 54,058
37,067,803	462,517	9,887,046	141,057,789
279,565	-	-	-
-	-	17,942,521	-
291,881,716	-	-	-
-	-	-	140,884
-	-	26	2,079,683
-	-	-	-
<u>\$ 333,588,400</u>	<u>\$ 3,018,916</u>	<u>\$ 28,427,889</u>	<u>\$ 143,332,414</u>
\$ 166,895	\$ 112,683	\$ -	\$ -
-	-	-	-
278,668	2,689	28,427,889	196,670
-	-	-	-
<u>445,563</u>	<u>115,372</u>	<u>28,427,889</u>	<u>196,670</u>
333,142,837	-	-	143,135,744
-	2,903,544	-	-
<u>333,142,837</u>	<u>2,903,544</u>	<u>-</u>	<u>143,135,744</u>
<u>\$ 333,588,400</u>	<u>\$ 3,018,916</u>	<u>\$ 28,427,889</u>	<u>\$ 143,332,414</u>

(Continued on next page)

**STATE OF NEW JERSEY**  
**COMBINING BALANCE SHEET**  
**NON-MAJOR SPECIAL REVENUE FUNDS (Continued)**  
**JUNE 30, 2014**

	<b>Garden State Farmland Preservation Trust Fund</b>	<b>Garden State Green Acres Preservation Trust Fund</b>	<b>Garden State Historic Preservation Trust Fund</b>
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>ASSETS</b>			
<b>Cash and cash equivalents</b>	\$ 186,590	\$ 2,359,828	\$ 354,137
<b>Investments</b>	28,262,147	54,099,457	7,588,181
<b>Receivables, net of allowances for uncollectibles</b>			
Federal government	-	1,011,700	-
Departmental accounts	-	-	-
Loans	-	48,472,728	-
Other	-	262,019	-
<b>Due from other funds</b>	-	-	-
<b>Other</b>	-	-	-
<b>Total Assets</b>	<u>\$ 28,448,737</u>	<u>\$ 106,205,732</u>	<u>\$ 7,942,318</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities</b>			
Accounts payable and accruals	\$ 244,146	\$ 84,646	\$ 28,562
Unearned revenue	-	-	-
Due to other funds	1,916,972	5,555,120	626,095
Other	-	-	-
<b>Total Liabilities</b>	<u>2,161,118</u>	<u>5,639,766</u>	<u>654,657</u>
<b>Fund Balances</b>			
Restricted	26,287,619	100,565,966	7,287,661
Committed	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Fund Balances</b>	<u>26,287,619</u>	<u>100,565,966</u>	<u>7,287,661</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 28,448,737</u>	<u>\$ 106,205,732</u>	<u>\$ 7,942,318</u>

<u>Global Warming Solutions Fund</u>	<u>Gubernatorial Elections Fund</u>	<u>Hazardous Discharge Site Cleanup Fund</u>	<u>Health Care Subsidy Fund</u>	<u>Horse Racing Injury Compensation Fund</u>
\$ 291,965	\$ -	\$ 1,284,447	\$ 9,402,936	\$ 152,220
1,133,700	-	193,572,117	20,321,444	1,526
-	-	-	-	-
-	305,165	4,783,999	4,369,357	-
-	-	-	-	-
-	-	-	-	-
-	-	1,505	30,342,079	-
-	-	-	-	-
<u>\$ 1,425,665</u>	<u>\$ 305,165</u>	<u>\$ 199,642,068</u>	<u>\$ 64,435,816</u>	<u>\$ 153,746</u>
\$ -	\$ -	\$ 470,448	\$ -	\$ -
-	-	-	-	-
-	305,165	23,703,261	54,399,358	-
-	-	-	-	-
<u>-</u>	<u>305,165</u>	<u>24,173,709</u>	<u>54,399,358</u>	<u>-</u>
-	-	175,468,359	-	-
<u>1,425,665</u>	<u>-</u>	<u>-</u>	<u>10,036,458</u>	<u>153,746</u>
<u>1,425,665</u>	<u>-</u>	<u>175,468,359</u>	<u>10,036,458</u>	<u>153,746</u>
<u>\$ 1,425,665</u>	<u>\$ 305,165</u>	<u>\$ 199,642,068</u>	<u>\$ 64,435,816</u>	<u>\$ 153,746</u>

(Continued on next page)

**STATE OF NEW JERSEY**  
**COMBINING BALANCE SHEET**  
**NON-MAJOR SPECIAL REVENUE FUNDS (Continued)**  
**JUNE 30, 2014**

	<u>Lead Hazard Control Assistance Fund</u>	<u>Luxury Tax Fund</u>	<u>Mandatory Continuing Legal Education Fund</u>
<b>ASSETS</b>			
<b>Cash and cash equivalents</b>	\$ 228,225	\$ 2,638,228	\$ 23,212
<b>Investments</b>	175,054	230,715	858,007
<b>Receivables, net of allowances for uncollectibles</b>			
Federal government	-	-	-
Departmental accounts	3,782	6,719,733	-
Loans	9,919,467	-	-
Other	-	-	-
<b>Due from other funds</b>	-	-	-
<b>Other</b>	-	-	-
<b>Total Assets</b>	<u>\$ 10,326,528</u>	<u>\$ 9,588,676</u>	<u>\$ 881,219</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities</b>			
Accounts payable and accruals	\$ -	\$ 9,588,676	\$ 329,272
Unearned revenue	-	-	-
Due to other funds	77,912	-	-
Other	-	-	-
<b>Total Liabilities</b>	<u>77,912</u>	<u>9,588,676</u>	<u>329,272</u>
<b>Fund Balances</b>			
Restricted	-	-	-
Committed	10,248,616	-	551,947
<b>Total Fund Balances</b>	<u>10,248,616</u>	<u>-</u>	<u>551,947</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 10,326,528</u>	<u>\$ 9,588,676</u>	<u>\$ 881,219</u>

<u>Medical Malpractice Self Insurance Fund</u>	<u>Municipal Landfill Closure and Remediation Fund</u>	<u>New Home Warranty Security Fund</u>	<u>New Jersey Building Authority</u>	<u>New Jersey Lawyers' Assistance Program</u>
\$ -	\$ 510,924	\$ 830,408	\$ 29,573	\$ 4,010
659,654	-	4,835,112	62,551,956	1,992,996
-	-	-	-	-
1,312,300	-	-	-	-
-	-	-	-	-
-	-	-	-	-
2,000,000	-	-	-	-
-	-	-	-	-
<u>\$ 3,971,954</u>	<u>\$ 510,924</u>	<u>\$ 5,665,520</u>	<u>\$ 62,581,529</u>	<u>\$ 1,997,006</u>
\$ 1,120,220	\$ 442,789	\$ 27,098	\$ 23,832,832	\$ 497,250
-	-	-	-	-
-	-	3,283,865	-	-
-	-	-	143,575	-
<u>1,120,220</u>	<u>442,789</u>	<u>3,310,963</u>	<u>23,976,407</u>	<u>497,250</u>
-	-	-	38,605,122	-
<u>2,851,734</u>	<u>68,135</u>	<u>2,354,557</u>	<u>-</u>	<u>1,499,756</u>
<u>2,851,734</u>	<u>68,135</u>	<u>2,354,557</u>	<u>38,605,122</u>	<u>1,499,756</u>
<u>\$ 3,971,954</u>	<u>\$ 510,924</u>	<u>\$ 5,665,520</u>	<u>\$ 62,581,529</u>	<u>\$ 1,997,006</u>

(Continued on next page)

**STATE OF NEW JERSEY**  
**COMBINING BALANCE SHEET**  
**NON-MAJOR SPECIAL REVENUE FUNDS (Continued)**  
**JUNE 30, 2014**

	<u>New Jersey Lawyers' Fund for Client Protection</u>	<u>New Jersey Racing Industry Special Fund</u>	<u>New Jersey Schools Development Authority</u>
<b>ASSETS</b>			
<b>Cash and cash equivalents</b>	\$ 11,853,864	\$ 833,515	\$ 1,070,533
<b>Investments</b>	13,416,023	1,884,431	280,839,089
<b>Receivables, net of allowances for uncollectibles</b>			
Federal government	-	-	-
Departmental accounts	-	-	-
Loans	-	-	-
Other	23,025	-	1,287,688
<b>Due from other funds</b>	-	-	-
<b>Other</b>	11,117	-	-
<b>Total Assets</b>	<u>\$ 25,304,029</u>	<u>\$ 2,717,946</u>	<u>\$ 283,197,310</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities</b>			
Accounts payable and accruals	\$ 473,500	\$ 761	\$ 45,957,187
Unearned revenue	-	-	-
Due to other funds	-	-	-
Other	-	-	6,400,990
<b>Total Liabilities</b>	<u>473,500</u>	<u>761</u>	<u>52,358,177</u>
<b>Fund Balances</b>			
Restricted	-	-	230,839,133
Committed	<u>24,830,529</u>	<u>2,717,185</u>	<u>-</u>
<b>Total Fund Balances</b>	<u>24,830,529</u>	<u>2,717,185</u>	<u>230,839,133</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 25,304,029</u>	<u>\$ 2,717,946</u>	<u>\$ 283,197,310</u>

<u>New Jersey Spill Compensation Fund</u>	<u>New Jersey Spinal Cord Research Fund</u>	<u>New Jersey Transportation Trust Fund Authority</u>	<u>New Jersey Workforce Development Partnership Fund</u>	<u>Petroleum Overcharge Reimbursement Fund</u>
\$ 3,896,085	\$ 1,300,288	\$ 108,656	\$ -	\$ 378,916
17,562,882	16,272,710	445,014,387	32,689,858	2,861,634
-	-	13,253,375	-	-
1,402,390	-	-	29,797,592	-
-	-	-	-	-
6,679,319	-	-	-	-
596,367	1,625,246	37,237,214	5,468,174	-
-	-	-	-	-
<u>\$ 30,137,043</u>	<u>\$ 19,198,244</u>	<u>\$ 495,613,632</u>	<u>\$ 67,955,624</u>	<u>\$ 3,240,550</u>
\$ 383,990	\$ 266,211	\$ -	\$ 2,451,003	\$ -
-	-	-	-	-
16,737,859	9,144,062	148,519,371	18,508,553	420,512
-	-	616,260	-	-
<u>17,121,849</u>	<u>9,410,273</u>	<u>149,135,631</u>	<u>20,959,556</u>	<u>420,512</u>
-	-	346,478,001	46,996,068	-
13,015,194	9,787,971	-	-	2,820,038
<u>13,015,194</u>	<u>9,787,971</u>	<u>346,478,001</u>	<u>46,996,068</u>	<u>2,820,038</u>
<u>\$ 30,137,043</u>	<u>\$ 19,198,244</u>	<u>\$ 495,613,632</u>	<u>\$ 67,955,624</u>	<u>\$ 3,240,550</u>

(Continued on next page)

**STATE OF NEW JERSEY**  
**COMBINING BALANCE SHEET**  
**NON-MAJOR SPECIAL REVENUE FUNDS (Continued)**  
**JUNE 30, 2014**

	<u>Pollution Prevention Fund</u>	<u>Real Estate Guaranty Fund</u>	<u>Remediation Guarantee Fund</u>
<b>ASSETS</b>			
<b>Cash and cash equivalents</b>	\$ 393,175	\$ 352,661	\$ 5,939,602
<b>Investments</b>	92,128	701,265	11,135,744
<b>Receivables, net of allowances for uncollectibles</b>			
Federal government	-	-	-
Departmental accounts	1,096,323	-	327,431
Loans	-	-	-
Other	-	-	-
<b>Due from other funds</b>	66,931	73,491	-
<b>Other</b>	-	-	-
<b>Total Assets</b>	<u>\$ 1,648,557</u>	<u>\$ 1,127,417</u>	<u>\$ 17,402,777</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities</b>			
Accounts payable and accruals	\$ -	\$ 2,500	\$ 316
Unearned revenue	-	-	-
Due to other funds	1,085,775	-	-
Other	-	-	-
<b>Total Liabilities</b>	<u>1,085,775</u>	<u>2,500</u>	<u>316</u>
<b>Fund Balances</b>			
Restricted	-	-	17,402,461
Committed	<u>562,782</u>	<u>1,124,917</u>	<u>-</u>
<b>Total Fund Balances</b>	<u>562,782</u>	<u>1,124,917</u>	<u>17,402,461</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 1,648,557</u>	<u>\$ 1,127,417</u>	<u>\$ 17,402,777</u>



<u>Safe Drinking Water Fund</u>	<u>Sanitary Landfill Facility Contingency Fund</u>	<u>State Disability Benefit Fund</u>	<u>State-Owned Real Property Fund</u>	<u>State Recycling Fund</u>
\$ 544,571	\$ 804,066	\$ -	\$ 95,904	\$ 399,504
3,687,915	6,584,982	90,668,524	425,590	9,584,649
-	-	-	-	-
545	103,973	203,103,497	-	110,954
-	-	-	-	-
-	-	2,347,739	-	-
-	-	32,484,603	-	6,122,530
-	-	-	-	-
<u>\$ 4,233,031</u>	<u>\$ 7,493,021</u>	<u>\$ 328,604,363</u>	<u>\$ 521,494</u>	<u>\$ 16,217,637</u>
\$ -	\$ 492,528	\$ 40,631,028	\$ -	\$ -
-	-	-	-	-
2,626,021	-	9,452,656	-	11,171,758
-	-	70,226	-	-
<u>2,626,021</u>	<u>492,528</u>	<u>50,153,910</u>	<u>-</u>	<u>11,171,758</u>
-	-	278,450,453	-	-
<u>1,607,010</u>	<u>7,000,493</u>	<u>-</u>	<u>521,494</u>	<u>5,045,879</u>
<u>1,607,010</u>	<u>7,000,493</u>	<u>278,450,453</u>	<u>521,494</u>	<u>5,045,879</u>
<u>\$ 4,233,031</u>	<u>\$ 7,493,021</u>	<u>\$ 328,604,363</u>	<u>\$ 521,494</u>	<u>\$ 16,217,637</u>

(Continued on next page)

**STATE OF NEW JERSEY  
COMBINING BALANCE SHEET  
NON-MAJOR SPECIAL REVENUE FUNDS (Continued)  
JUNE 30, 2014**

	<u>Superior Court of New Jersey Trust Fund</u>	<u>Supplemental Workforce Fund for Basic Skills</u>	<u>Tobacco Settlement Financing Corporation</u>
<b>ASSETS</b>			
<b>Cash and cash equivalents</b>	\$ 1,263,130	\$ -	\$ -
<b>Investments</b>	172,396,992	2,483,519	276,549,000
<b>Receivables, net of allowances for uncollectibles</b>			
Federal government	-	-	-
Departmental accounts	-	8,461,241	-
Loans	-	-	-
Other	-	770,508	110,000,000
<b>Due from other funds</b>	-	1,108,055	-
<b>Other</b>	-	-	-
<b>Total Assets</b>	<u>\$ 173,660,122</u>	<u>\$ 12,823,323</u>	<u>\$ 386,549,000</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities</b>			
Accounts payable and accruals	\$ 173,555,121	\$ 2,143,831	\$ 190,000
Unearned revenue	-	-	110,000,000
Due to other funds	-	1,915,837	26,114,000
Other	-	-	-
<b>Total Liabilities</b>	<u>173,555,121</u>	<u>4,059,668</u>	<u>136,304,000</u>
<b>Fund Balances</b>			
Restricted	-	8,763,655	250,245,000
Committed	<u>105,001</u>	<u>-</u>	<u>-</u>
<b>Total Fund Balances</b>	<u>105,001</u>	<u>8,763,655</u>	<u>250,245,000</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 173,660,122</u>	<u>\$ 12,823,323</u>	<u>\$ 386,549,000</u>

<u>Tobacco Settlement Fund</u>	<u>Tourism Improvement and Development District Act</u>	<u>Trial Attorney Certification Program</u>	<u>Unclaimed Child Support Trust Fund</u>	<u>Unclaimed Utility Deposits Trust Fund</u>
\$ -	\$ 166,676	\$ 2,493	\$ 469,932	\$ 3,251,966
1,405	25,960	109,850	2,728,377	4,998,669
-	-	-	-	-
-	938,027	-	-	-
-	-	-	-	-
-	-	10,070	-	-
26,114,000	-	-	-	-
-	-	-	-	-
<u>\$ 26,115,405</u>	<u>\$ 1,130,663</u>	<u>\$ 122,413</u>	<u>\$ 3,198,309</u>	<u>\$ 8,250,635</u>
\$ -	\$ 1,013,663	\$ 111,783	\$ -	\$ 201,650
-	-	-	-	-
26,115,405	117,000	-	-	6,056,637
-	-	-	-	-
<u>26,115,405</u>	<u>1,130,663</u>	<u>111,783</u>	<u>-</u>	<u>6,258,287</u>
-	-	-	-	-
-	-	10,630	3,198,309	1,992,348
-	-	10,630	3,198,309	1,992,348
<u>\$ 26,115,405</u>	<u>\$ 1,130,663</u>	<u>\$ 122,413</u>	<u>\$ 3,198,309</u>	<u>\$ 8,250,635</u>

(Continued on next page)

**STATE OF NEW JERSEY**  
**COMBINING BALANCE SHEET**  
**NON-MAJOR SPECIAL REVENUE FUNDS (Continued)**  
**JUNE 30, 2014**

	<u>Unemployment Compensation Auxiliary Fund</u>	<u>Unemployment Compensation Interest Repayment Fund</u>	<u>Universal Services Fund</u>
<b>ASSETS</b>			
<b>Cash and cash equivalents</b>	\$ -	\$ -	\$ 4,644,616
<b>Investments</b>	3,899,956	3,826,572	6,739,454
<b>Receivables, net of allowances for uncollectibles</b>			
Federal government	-	-	-
Departmental accounts	-	249,751	5,832,357
Loans	-	-	-
Other	2,943,000	-	11,533,637
<b>Due from other funds</b>	-	1,259	-
<b>Other</b>	-	-	-
<b>Total Assets</b>	<u>\$ 6,842,956</u>	<u>\$ 4,077,582</u>	<u>\$ 28,750,064</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities</b>			
Accounts payable and accruals	\$ -	\$ -	\$ -
Unearned revenue	-	-	-
Due to other funds	2,083,521	-	12,693,637
Other	-	2,815,516	-
<b>Total Liabilities</b>	<u>2,083,521</u>	<u>2,815,516</u>	<u>12,693,637</u>
<b>Fund Balances</b>			
Restricted	-	-	-
Committed	4,759,435	1,262,066	16,056,427
<b>Total Fund Balances</b>	<u>4,759,435</u>	<u>1,262,066</u>	<u>16,056,427</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 6,842,956</u>	<u>\$ 4,077,582</u>	<u>\$ 28,750,064</u>

<b>Vietnam Veterans' Memorial Fund</b>	<b>Volunteer Emergency Service Organizations Loan Fund</b>	<b>Wastewater Treatment Fund</b>	<b>Worker and Community Right to Know Fund</b>	<b>Total Non-Major Special Revenue Funds</b>
\$ 19,477	\$ 802,805	\$ 1,537,382	\$ 938,458	\$ 100,425,072
319	2,117,896	335,366,663	147,209	2,522,213,666
-	-	-	-	14,544,640
58,899	-	-	2,873,121	374,522,507
-	596,208	844,256,811	-	1,348,941,797
-	-	-	-	135,997,889
-	-	-	94,479	180,938,212
-	-	-	-	11,117
<u>\$ 78,695</u>	<u>\$ 3,516,909</u>	<u>\$ 1,181,160,856</u>	<u>\$ 4,053,267</u>	<u>\$ 4,677,594,900</u>
\$ 78,377	\$ 40,102	\$ -	\$ -	\$ 384,089,622
-	-	-	-	116,130,134
-	2,000,000	-	2,920,760	512,306,686
-	-	-	-	10,046,567
<u>78,377</u>	<u>2,040,102</u>	<u>-</u>	<u>2,920,760</u>	<u>1,022,573,009</u>
-	-	1,181,160,856	-	3,365,274,095
318	1,476,807	-	1,132,507	289,747,796
<u>318</u>	<u>1,476,807</u>	<u>1,181,160,856</u>	<u>1,132,507</u>	<u>3,655,021,891</u>
<u>\$ 78,695</u>	<u>\$ 3,516,909</u>	<u>\$ 1,181,160,856</u>	<u>\$ 4,053,267</u>	<u>\$ 4,677,594,900</u>

**STATE OF NEW JERSEY**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**FOR THE FISCAL YEAR ENDING JUNE 30, 2014**

	<u>Alcohol Education, Rehabilitation and Enforcement Fund</u>	<u>Atlantic City Parking Fees Fund</u>	<u>Atlantic City Projects-Room Fund</u>
<b>REVENUES</b>			
Taxes	\$ 11,000,000	\$ 22,669,220	\$ 38,403,187
Federal and other grants	-	-	-
Licenses and fees	1,842,394	-	-
Services and assessments	-	-	-
Investment earnings	6,357	118	4,608
Other	-	-	-
<b>Total Revenues</b>	<u>12,848,751</u>	<u>22,669,338</u>	<u>38,407,795</u>
<b>EXPENDITURES</b>			
<b>Current:</b>			
Public safety and criminal justice	1,650,728	-	-
Physical and mental health	9,152,910	-	-
Educational, cultural, and intellectual development	-	-	-
Community development and environmental management	-	-	-
Economic planning, development, and security	-	22,669,338	39,558,131
Transportation programs	-	-	-
Government direction, management, and control	-	-	-
Special government services	-	-	-
<b>Debt Service:</b>			
Principal	-	-	-
Interest	-	-	-
<b>Total Expenditures</b>	<u>10,803,638</u>	<u>22,669,338</u>	<u>39,558,131</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>2,045,113</u>	<u>-</u>	<u>(1,150,336)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Issuance of debt	-	-	-
Transfers from other funds	-	-	1,150,336
Transfers to other funds	(3,692,601)	-	-
Other sources	-	-	-
Payment to escrow agents	-	-	-
<b>Total other financing sources (uses)</b>	<u>(3,692,601)</u>	<u>-</u>	<u>1,150,336</u>
<b>Net Change in Fund Balance</b>	<u>(1,647,488)</u>	<u>-</u>	<u>-</u>
<b>Fund Balances - July 1, 2013</b>	<u>5,433,924</u>	<u>-</u>	<u>-</u>
<b>Fund Balances - June 30, 2014</b>	<u>\$ 3,786,436</u>	<u>\$ -</u>	<u>\$ -</u>

<u>Atlantic City Tourism Promotion Fund</u>	<u>Board of Bar Examiners</u>	<u>Boarding House Rental Assistance Fund</u>	<u>Body Armor Replacement Fund</u>
\$ 4,865,178	\$ -	\$ -	\$ -
-	-	-	-
-	3,093,946	-	-
-	-	-	-
587	7,124	200	4,572
-	91,190	4,672	3,991,191
<u>4,865,765</u>	<u>3,192,260</u>	<u>4,872</u>	<u>3,995,763</u>
-	3,531,523	-	5,028,904
-	-	-	-
-	-	-	-
-	-	-	-
3,715,429	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>3,715,429</u>	<u>3,531,523</u>	<u>-</u>	<u>5,028,904</u>
<u>1,150,336</u>	<u>(339,263)</u>	<u>4,872</u>	<u>(1,033,141)</u>
-	-	-	-
-	-	-	-
(1,150,336)	-	-	(415,870)
-	-	-	-
<u>(1,150,336)</u>	<u>-</u>	<u>-</u>	<u>(415,870)</u>
-	(339,263)	4,872	(1,449,011)
-	5,353,904	1,274,927	6,751,847
<u>\$ -</u>	<u>\$ 5,014,641</u>	<u>\$ 1,279,799</u>	<u>\$ 5,302,836</u>

(Continued on next page)

**STATE OF NEW JERSEY**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**NON-MAJOR SPECIAL REVENUE FUNDS (Continued)**  
**FOR THE FISCAL YEAR ENDING JUNE 30, 2014**

	<u>Casino Control Fund</u>	<u>Casino Revenue Fund</u>	<u>Casino Simulcasting Fund</u>
<b>REVENUES</b>			
Taxes	\$ -	\$ 221,230,789	\$ -
Federal and other grants	-	-	-
Licenses and fees	53,927,988	-	-
Services and assessments	-	-	-
Investment earnings	5,737	-	4
Other	-	10,668	227,445
<b>Total Revenues</b>	<u>53,933,725</u>	<u>221,241,457</u>	<u>227,449</u>
<b>EXPENDITURES</b>			
<b>Current:</b>			
Public safety and criminal justice	47,515,606	-	-
Physical and mental health	-	124,410,235	-
Educational, cultural, and intellectual development	-	236,615,000	-
Community development and environmental management	-	-	-
Economic planning, development, and security	-	2,196,000	-
Transportation programs	-	27,445,804	-
Government direction, management, and control	7,240,637	-	-
Special government services	-	92,000	-
<b>Debt Service:</b>			
Principal	-	-	-
Interest	-	-	-
<b>Total Expenditures</b>	<u>54,756,243</u>	<u>390,759,039</u>	<u>-</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(822,518)</u>	<u>(169,517,582)</u>	<u>227,449</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Issuance of debt	-	-	-
Transfers from other funds	-	162,129,392	-
Transfers to other funds	-	-	(227,449)
Other sources	-	-	-
Payment to escrow agents	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>162,129,392</u>	<u>(227,449)</u>
<b>Net Change in Fund Balance</b>	<u>(822,518)</u>	<u>(7,388,190)</u>	<u>-</u>
<b>Fund Balances - July 1, 2013</b>	<u>5,748,023</u>	<u>34,339,131</u>	<u>-</u>
<b>Fund Balances - June 30, 2014</b>	<u>\$ 4,925,505</u>	<u>\$ 26,950,941</u>	<u>\$ -</u>



<u>Casino Simulcasting Special Fund</u>	<u>Catastrophic Illness in Children Relief Fund</u>	<u>Clean Communities Account Fund</u>	<u>Clean Energy Fund</u>
\$ -	\$ -	\$ 20,282,497	\$ -
-	-	-	207,951
-	-	-	-
-	8,666,323	-	377,494,746
1,399	1,679	4,785	151,437
<u>2,117,178</u>	<u>-</u>	<u>-</u>	<u>601</u>
<u>2,118,577</u>	<u>8,668,002</u>	<u>20,287,282</u>	<u>377,854,735</u>
3,791,217	-	-	-
-	75,190	-	-
-	-	-	-
-	-	19,576,837	-
-	-	-	167,193,402
-	-	-	-
-	-	-	-
-	-	-	-
<u>3,791,217</u>	<u>75,190</u>	<u>19,576,837</u>	<u>167,193,402</u>
<u>(1,672,640)</u>	<u>8,592,812</u>	<u>710,445</u>	<u>210,661,333</u>
-	-	-	-
-	-	-	-
-	(8,125,151)	-	(273,659,782)
-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(1,672,640)</u>	<u>(8,125,151)</u>	<u>-</u>	<u>(273,659,782)</u>
	467,661	710,445	(62,998,449)
3,116,718	2,654,483	3,269,779	165,894,803
<u>\$ 1,444,078</u>	<u>\$ 3,122,144</u>	<u>\$ 3,980,224</u>	<u>\$ 102,896,354</u>

(Continued on next page)

**STATE OF NEW JERSEY**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**NON-MAJOR SPECIAL REVENUE FUNDS (Continued)**  
**FOR THE FISCAL YEAR ENDING JUNE 30, 2014**

	<u>Clean Water State Revolving Fund</u>	<u>Disciplinary Oversight Committee</u>	<u>Division of Motor Vehicles Surcharge Fund</u>
<b>REVENUES</b>			
Taxes	\$ -	\$ -	\$ -
Federal and other grants	58,131,670	-	-
Licenses and fees	-	10,722,604	-
Services and assessments	-	-	138,603,284
Investment earnings	18,767	11,023	12
Other	-	612,442	-
<b>Total Revenues</b>	<u>58,150,437</u>	<u>11,346,069</u>	<u>138,603,296</u>
<b>EXPENDITURES</b>			
<b>Current:</b>			
Public safety and criminal justice	-	12,347,795	-
Physical and mental health	-	-	-
Educational, cultural, and intellectual development	-	-	-
Community development and environmental management	11,557,485	-	-
Economic planning, development, and security	-	-	-
Transportation programs	-	-	-
Government direction, management, and control	-	-	138,603,296
Special government services	-	-	-
<b>Debt Service:</b>			
Principal	-	-	-
Interest	-	-	-
<b>Total Expenditures</b>	<u>11,557,485</u>	<u>12,347,795</u>	<u>138,603,296</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>46,592,952</u>	<u>(1,001,726)</u>	<u>-</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Issuance of debt	-	-	-
Transfers from other funds	-	-	-
Transfers to other funds	(2,470,332)	-	-
Other sources	-	-	-
Payment to escrow agents	-	-	-
<b>Total other financing sources (uses)</b>	<u>(2,470,332)</u>	<u>-</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	44,122,620	(1,001,726)	-
<b>Fund Balances - July 1, 2013</b>	<u>133,200,396</u>	<u>4,047,210</u>	<u>-</u>
<b>Fund Balances - June 30, 2014</b>	<u>\$ 177,323,016</u>	<u>\$ 3,045,484</u>	<u>\$ -</u>

<u>Drinking Water State Revolving Fund</u>	<u>Emergency Medical Technician Training Fund</u>	<u>Enterprise Zone Assistance Fund</u>	<u>Fund for Support of Free Public Schools</u>
\$ -	\$ -	\$ 94,887,651	\$ -
21,449,350	-	-	-
-	-	-	9,292,885
-	2,028,255	-	-
47,264	555	9,224	208,711
-	-	-	-
<u>21,496,614</u>	<u>2,028,810</u>	<u>94,896,875</u>	<u>9,501,596</u>
-	-	-	-
-	1,054,774	-	-
-	-	-	-
34,243,665	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>34,243,665</u>	<u>1,054,774</u>	<u>-</u>	<u>-</u>
<u>(12,747,051)</u>	<u>974,036</u>	<u>94,896,875</u>	<u>9,501,596</u>
-	-	-	-
-	-	-	-
(3,019,562)	(2,689)	(94,896,875)	(7,409,872)
-	-	-	-
-	-	-	-
<u>(3,019,562)</u>	<u>(2,689)</u>	<u>(94,896,875)</u>	<u>(7,409,872)</u>
<u>(15,766,613)</u>	<u>971,347</u>	<u>-</u>	<u>2,091,724</u>
348,909,450	1,932,197	-	141,044,020
<u>\$ 333,142,837</u>	<u>\$ 2,903,544</u>	<u>\$ -</u>	<u>\$ 143,135,744</u>

(Continued on next page)

**STATE OF NEW JERSEY**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**NON-MAJOR SPECIAL REVENUE FUNDS (Continued)**  
**FOR THE FISCAL YEAR ENDING JUNE 30, 2014**

	<b>Garden State Farmland Preservation Trust Fund</b>	<b>Garden State Green Acres Preservation Trust Fund</b>	<b>Garden State Historic Preservation Trust Fund</b>
<b>REVENUES</b>			
Taxes	\$ -	\$ -	\$ -
Federal and other grants	-	1,011,700	-
Licenses and fees	-	-	-
Services and assessments	-	-	-
Investment earnings	45,182	66,820	10,654
Other	2,885	1,170,014	-
<b>Total Revenues</b>	<u>48,067</u>	<u>2,248,534</u>	<u>10,654</u>
<b>EXPENDITURES</b>			
<b>Current:</b>			
Public safety and criminal justice	-	-	-
Physical and mental health	-	-	-
Educational, cultural, and intellectual development	-	-	-
Community development and environmental management	14,901,997	6,074,809	-
Economic planning, development, and security	-	-	2,334,153
Transportation programs	-	-	-
Government direction, management, and control	-	-	-
Special government services	-	-	-
<b>Debt Service:</b>			
Principal	-	-	-
Interest	-	-	-
<b>Total Expenditures</b>	<u>14,901,997</u>	<u>6,074,809</u>	<u>2,334,153</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(14,853,930)</u>	<u>(3,826,275)</u>	<u>(2,323,499)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Issuance of debt	-	-	-
Transfers from other funds	-	-	-
Transfers to other funds	(1,916,972)	(5,555,120)	(626,095)
Other sources	-	-	-
Payment to escrow agents	-	-	-
<b>Total other financing sources (uses)</b>	<u>(1,916,972)</u>	<u>(5,555,120)</u>	<u>(626,095)</u>
<b>Net Change in Fund Balance</b>	<u>(16,770,902)</u>	<u>(9,381,395)</u>	<u>(2,949,594)</u>
<b>Fund Balances - July 1, 2013</b>	<u>43,058,521</u>	<u>109,947,361</u>	<u>10,237,255</u>
<b>Fund Balances - June 30, 2014</b>	<u>\$ 26,287,619</u>	<u>\$ 100,565,966</u>	<u>\$ 7,287,661</u>

<u>Garden State Preservation Trust</u>	<u>Global Warming Solutions Fund</u>	<u>Gubernatorial Elections Fund</u>	<u>Hazardous Discharge Site Cleanup Fund</u>
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	18,388,404
-	-	-	50,099,119
-	3,493	-	145,068
-	-	370,877	37,061
<u>-</u>	<u>3,493</u>	<u>370,877</u>	<u>68,669,652</u>
-	-	9,983,861	-
-	-	-	-
-	-	-	-
-	3,437,231	-	4,763,782
-	-	-	-
-	-	-	-
-	-	-	-
52,475,000	-	-	-
45,162,861	-	-	-
<u>97,637,861</u>	<u>3,437,231</u>	<u>9,983,861</u>	<u>4,763,782</u>
<u>(97,637,861)</u>	<u>(3,433,738)</u>	<u>(9,612,984)</u>	<u>63,905,870</u>
-	-	-	-
97,637,861	-	10,171,227	75,830
-	-	(558,243)	(40,042,579)
-	-	-	-
-	-	-	-
<u>97,637,861</u>	<u>-</u>	<u>9,612,984</u>	<u>(39,966,749)</u>
-	(3,433,738)	-	23,939,121
-	4,859,403	-	151,529,238
<u>\$ -</u>	<u>\$ 1,425,665</u>	<u>\$ -</u>	<u>\$ 175,468,359</u>

(Continued on next page)

**STATE OF NEW JERSEY**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**NON-MAJOR SPECIAL REVENUE FUNDS (Continued)**  
**FOR THE FISCAL YEAR ENDING JUNE 30, 2014**

	<u>Health Care Subsidy Fund</u>	<u>Horse Racing Injury Compensation Fund</u>	<u>Lead Hazard Control Assistance Fund</u>
<b>REVENUES</b>			
Taxes	\$ 422,627,965	\$ -	\$ -
Federal and other grants	-	-	-
Licenses and fees	-	-	9,670
Services and assessments	306,927,736	1,995,473	-
Investment earnings	30,865	9	279
Other	-	-	-
<b>Total Revenues</b>	<u>729,586,566</u>	<u>1,995,482</u>	<u>9,949</u>
<b>EXPENDITURES</b>			
<b>Current:</b>			
Public safety and criminal justice	-	1,929,902	-
Physical and mental health	-	-	-
Educational, cultural, and intellectual development	-	-	-
Community development and environmental management	-	-	-
Economic planning, development, and security	-	-	538,206
Transportation programs	-	-	-
Government direction, management, and control	-	-	-
Special government services	-	-	-
<b>Debt Service:</b>			
Principal	-	-	-
Interest	-	-	-
<b>Total Expenditures</b>	<u>-</u>	<u>1,929,902</u>	<u>538,206</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>729,586,566</u>	<u>65,580</u>	<u>(528,257)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Issuance of debt	-	-	-
Transfers from other funds	22,547,449	-	-
Transfers to other funds	(742,232,691)	-	(77,912)
Other sources	-	-	-
Payment to escrow agents	-	-	-
<b>Total other financing sources (uses)</b>	<u>(719,685,242)</u>	<u>-</u>	<u>(77,912)</u>
<b>Net Change in Fund Balance</b>	9,901,324	65,580	(606,169)
<b>Fund Balances - July 1, 2013</b>	135,134	88,166	10,854,785
<b>Fund Balances - June 30, 2014</b>	<u>\$ 10,036,458</u>	<u>\$ 153,746</u>	<u>\$ 10,248,616</u>

<u>Legal Services Fund</u>	<u>Luxury Tax Fund</u>	<u>Mandatory Continuing Legal Education Fund</u>	<u>Medical Malpractice Self Insurance Fund</u>
\$ -	\$ 35,910,556	\$ -	\$ -
-	-	-	-
10,235,964	-	630,613	-
-	-	-	7,162,900
-	273	931	2,362
-	-	-	-
<u>10,235,964</u>	<u>35,910,829</u>	<u>631,544</u>	<u>7,165,262</u>
-	-	453,734	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	39,958,203
-	35,910,829	-	-
-	-	-	-
-	-	-	-
<u>-</u>	<u>35,910,829</u>	<u>453,734</u>	<u>39,958,203</u>
<u>10,235,964</u>	<u>-</u>	<u>177,810</u>	<u>(32,792,941)</u>
-	-	-	-
-	-	-	-
(10,235,964)	-	-	24,700,000
-	-	-	-
-	-	-	-
<u>(10,235,964)</u>	<u>-</u>	<u>-</u>	<u>24,700,000</u>
-	-	177,810	(8,092,941)
-	-	374,137	10,944,675
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 551,947</u>	<u>\$ 2,851,734</u>

(Continued on next page)

**STATE OF NEW JERSEY**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**NON-MAJOR SPECIAL REVENUE FUNDS (Continued)**  
**FOR THE FISCAL YEAR ENDING JUNE 30, 2014**

	<u>Municipal Landfill Closure and Remediation Fund</u>	<u>New Home Warranty Security Fund</u>	<u>New Jersey Building Authority</u>
<b>REVENUES</b>			
Taxes	\$ 4,179,785	\$ -	\$ -
Federal and other grants	-	-	-
Licenses and fees	-	598,818	-
Services and assessments	-	2,432,314	-
Investment earnings	-	2,682	15,655
Other	-	66,365	-
<b>Total Revenues</b>	<u>4,179,785</u>	<u>3,100,179</u>	<u>15,655</u>
<b>EXPENDITURES</b>			
<b>Current:</b>			
Public safety and criminal justice	-	-	-
Physical and mental health	-	-	-
Educational, cultural, and intellectual development	-	-	-
Community development and environmental management	4,179,785	1,483,936	-
Economic planning, development, and security	-	-	-
Transportation programs	-	-	-
Government direction, management, and control	-	-	8,049,948
Special government services	-	-	-
<b>Debt Service:</b>			
Principal	-	-	46,455,000
Interest	-	-	19,275,961
<b>Total Expenditures</b>	<u>4,179,785</u>	<u>1,483,936</u>	<u>73,780,909</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>-</u>	<u>1,616,243</u>	<u>(73,765,254)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Issuance of debt	-	-	27,620,000
Transfers from other funds	-	-	65,051,663
Transfers to other funds	-	(3,283,865)	-
Other sources	-	-	333,218,837
Payment to escrow agents	-	-	(331,473,088)
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>(3,283,865)</u>	<u>94,417,412</u>
<b>Net Change in Fund Balance</b>	<u>-</u>	<u>(1,667,622)</u>	<u>20,652,158</u>
<b>Fund Balances - July 1, 2013</b>	<u>68,135</u>	<u>4,022,179</u>	<u>17,952,964</u>
<b>Fund Balances - June 30, 2014</b>	<u>\$ 68,135</u>	<u>\$ 2,354,557</u>	<u>\$ 38,605,122</u>



<u>New Jersey Lawyers' Assistance Program</u>	<u>New Jersey Lawyers' Fund for Client Protection</u>	<u>New Jersey Racing Industry Special Fund</u>	<u>New Jersey Schools Development Authority</u>
\$ -	\$ -	\$ -	\$ -
-	-	-	-
830,795	4,041,773	-	-
-	-	428,822	-
2,112	61,366	2,342	271,871
-	1,237,825	22,056,500	155,411
<u>832,907</u>	<u>5,340,964</u>	<u>22,487,664</u>	<u>427,282</u>
887,633	4,500,292	23,624,999	-
-	-	-	-
-	-	-	237,683,857
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>887,633</u>	<u>4,500,292</u>	<u>23,624,999</u>	<u>237,683,857</u>
<u>(54,726)</u>	<u>840,672</u>	<u>(1,137,335)</u>	<u>(237,256,575)</u>
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>(54,726)</u>	<u>840,672</u>	<u>(1,137,335)</u>	<u>(237,256,575)</u>
1,554,482	23,989,857	3,854,520	468,095,708
<u>\$ 1,499,756</u>	<u>\$ 24,830,529</u>	<u>\$ 2,717,185</u>	<u>\$ 230,839,133</u>

(Continued on next page)

**STATE OF NEW JERSEY**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**NON-MAJOR SPECIAL REVENUE FUNDS (Continued)**  
**FOR THE FISCAL YEAR ENDING JUNE 30, 2014**

	<u>New Jersey Spill Compensation Fund</u>	<u>New Jersey Spinal Cord Research Fund</u>	<u>New Jersey Transportation Trust Fund Authority</u>
<b>REVENUES</b>			
Taxes	\$ 21,450,839	\$ -	\$ -
Federal and other grants	-	-	35,934,451
Licenses and fees	14,368,646	-	-
Services and assessments	-	-	-
Investment earnings	6,706	14,431	305,351
Other	549,499	3,919,942	-
<b>Total Revenues</b>	<u>36,375,690</u>	<u>3,934,373</u>	<u>36,239,802</u>
<b>EXPENDITURES</b>			
<b>Current:</b>			
Public safety and criminal justice	-	-	-
Physical and mental health	-	1,689,415	-
Educational, cultural, and intellectual development	-	-	-
Community development and environmental management	2,316,085	-	-
Economic planning, development, and security	-	-	-
Transportation programs	-	-	4,989,852
Government direction, management, and control	-	-	-
Special government services	-	-	-
<b>Debt Service:</b>			
Principal	-	-	396,400,000
Interest	-	-	668,954,223
<b>Total Expenditures</b>	<u>2,316,085</u>	<u>1,689,415</u>	<u>1,070,344,075</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>34,059,605</u>	<u>2,244,958</u>	<u>(1,034,104,273)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Issuance of debt	-	-	849,200,000
Transfers from other funds	-	-	1,124,617,549
Transfers to other funds	(24,737,859)	(9,144,062)	(1,178,025,991)
Other sources	-	-	17,737,899
Payment to escrow agents	-	-	-
<b>Total other financing sources (uses)</b>	<u>(24,737,859)</u>	<u>(9,144,062)</u>	<u>813,529,457</u>
<b>Net Change in Fund Balance</b>	9,321,746	(6,899,104)	(220,574,816)
<b>Fund Balances - July 1, 2013</b>	3,693,448	16,687,075	567,052,817
<b>Fund Balances - June 30, 2014</b>	<u>\$ 13,015,194</u>	<u>\$ 9,787,971</u>	<u>\$ 346,478,001</u>

<u>New Jersey Workforce Development Partnership Fund</u>	<u>Petroleum Overcharge Reimbursement Fund</u>	<u>Pollution Prevention Fund</u>	<u>Real Estate Guaranty Fund</u>
\$ 107,809,741	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	73,491
-	-	1,295,867	-
42,776	3,540	196	829
-	-	-	-
<u>107,852,517</u>	<u>3,540</u>	<u>1,296,063</u>	<u>74,320</u>
-	-	-	-
-	-	-	-
-	-	-	-
-	(38,852)	-	-
28,601,858	-	-	34,791
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>28,601,858</u>	<u>(38,852)</u>	<u>-</u>	<u>34,791</u>
<u>79,250,659</u>	<u>42,392</u>	<u>1,296,063</u>	<u>39,529</u>
-	-	-	-
-	-	-	-
(79,824,257)	(420,511)	(1,085,775)	-
-	-	-	-
-	-	-	-
<u>(79,824,257)</u>	<u>(420,511)</u>	<u>(1,085,775)</u>	<u>-</u>
(573,598)	(378,119)	210,288	39,529
47,569,666	3,198,157	352,494	1,085,388
<u>\$ 46,996,068</u>	<u>\$ 2,820,038</u>	<u>\$ 562,782</u>	<u>\$ 1,124,917</u>

(Continued on next page)

**STATE OF NEW JERSEY**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**NON-MAJOR SPECIAL REVENUE FUNDS (Continued)**  
**FOR THE FISCAL YEAR ENDING JUNE 30, 2014**

	<u>Remediation Guarantee Fund</u>	<u>Safe Drinking Water Fund</u>	<u>Sanitary Landfill Facility Contingency Fund</u>
<b>REVENUES</b>			
Taxes	\$ 4,378,363	\$ 2,645,516	\$ -
Federal and other grants	-	-	-
Licenses and fees	-	-	-
Services and assessments	-	-	1,883,736
Investment earnings	12,498	993	5,374
Other	-	-	-
<b>Total Revenues</b>	<u>4,390,861</u>	<u>2,646,509</u>	<u>1,889,110</u>
<b>EXPENDITURES</b>			
<b>Current:</b>			
Public safety and criminal justice	-	-	-
Physical and mental health	-	-	-
Educational, cultural, and intellectual development	-	-	-
Community development and environmental management	8,280	-	5,630,395
Economic planning, development, and security	-	-	-
Transportation programs	-	-	-
Government direction, management, and control	-	-	-
Special government services	-	-	-
<b>Debt Service:</b>			
Principal	-	-	-
Interest	-	-	-
<b>Total Expenditures</b>	<u>8,280</u>	<u>-</u>	<u>5,630,395</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>4,382,581</u>	<u>2,646,509</u>	<u>(3,741,285)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Issuance of debt	-	-	-
Transfers from other funds	-	-	-
Transfers to other funds	-	(2,626,022)	-
Other sources	-	-	-
Payment to escrow agents	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>(2,626,022)</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	<u>4,382,581</u>	<u>20,487</u>	<u>(3,741,285)</u>
<b>Fund Balances - July 1, 2013</b>	<u>13,019,880</u>	<u>1,586,523</u>	<u>10,741,778</u>
<b>Fund Balances - June 30, 2014</b>	<u>\$ 17,402,461</u>	<u>\$ 1,607,010</u>	<u>\$ 7,000,493</u>

<u>State Disability Benefit Fund</u>	<u>State-Owned Real Property Fund</u>	<u>State Recycling Fund</u>	<u>Superior Court of New Jersey Trust Fund</u>
\$ 574,161,231	\$ -	\$ 23,913,898	\$ -
-	-	-	-
-	-	-	-
26,980,829	-	-	-
101,397	444	18,697	224,771
15,648,142	-	-	-
<u>616,891,599</u>	<u>444</u>	<u>23,932,595</u>	<u>224,771</u>
-	-	-	355,161
-	-	-	-
-	-	-	-
-	-	18,874,834	-
522,140,984	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>522,140,984</u>	<u>-</u>	<u>18,874,834</u>	<u>355,161</u>
<u>94,750,615</u>	<u>444</u>	<u>5,057,761</u>	<u>(130,390)</u>
-	-	-	-
-	-	-	-
(42,010,676)	(1,575,000)	(26,171,758)	-
-	-	-	-
-	-	-	-
<u>(42,010,676)</u>	<u>(1,575,000)</u>	<u>(26,171,758)</u>	<u>-</u>
52,739,939	(1,574,556)	(21,113,997)	(130,390)
<u>225,710,514</u>	<u>2,096,050</u>	<u>26,159,876</u>	<u>235,391</u>
<u>\$ 278,450,453</u>	<u>\$ 521,494</u>	<u>\$ 5,045,879</u>	<u>\$ 105,001</u>

(Continued on next page)

**STATE OF NEW JERSEY**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**NON-MAJOR SPECIAL REVENUE FUNDS (Continued)**  
**FOR THE FISCAL YEAR ENDING JUNE 30, 2014**

	<u>Supplemental Workforce Fund for Basic Skills</u>	<u>Tobacco Settlement Financing Corporation</u>	<u>Tobacco Settlement Fund</u>
<b>REVENUES</b>			
Taxes	\$ 30,211,435	\$ -	\$ -
Federal and other grants	-	-	-
Licenses and fees	-	-	-
Services and assessments	-	-	-
Investment earnings	9,167	99,000	1,405
Other	-	162,243,000	139,142,785
<b>Total Revenues</b>	<u>30,220,602</u>	<u>162,342,000</u>	<u>139,144,190</u>
<b>EXPENDITURES</b>			
<b>Current:</b>			
Public safety and criminal justice	-	-	-
Physical and mental health	-	-	-
Educational, cultural, and intellectual development	-	-	-
Community development and environmental management	-	-	-
Economic planning, development, and security	28,994,470	-	-
Transportation programs	-	-	-
Government direction, management, and control	-	5,054,000	-
Special government services	-	-	-
<b>Debt Service:</b>			
Principal	-	21,765,000	-
Interest	-	147,569,000	-
<b>Total Expenditures</b>	<u>28,994,470</u>	<u>174,388,000</u>	<u>-</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>1,226,132</u>	<u>(12,046,000)</u>	<u>139,144,190</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Issuance of debt	-	-	-
Transfers from other funds	-	-	-
Transfers to other funds	(1,903,400)	-	(139,144,190)
Other sources	-	-	-
Payment to escrow agents	-	-	-
<b>Total other financing sources (uses)</b>	<u>(1,903,400)</u>	<u>-</u>	<u>(139,144,190)</u>
<b>Net Change in Fund Balance</b>	<u>(677,268)</u>	<u>(12,046,000)</u>	<u>-</u>
<b>Fund Balances - July 1, 2013</b>	<u>9,440,923</u>	<u>262,291,000</u>	<u>-</u>
<b>Fund Balances - June 30, 2014</b>	<u>\$ 8,763,655</u>	<u>\$ 250,245,000</u>	<u>\$ -</u>

<b>Tourism Improvement and Development District Act</b>	<b>Trial Attorney Certification Program</b>	<b>Unclaimed Child Support Trust Fund</b>	<b>Unclaimed Utility Deposits Trust Fund</b>	<b>Unemployment Compensation Auxiliary Fund</b>
\$ 5,780,641	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	266,500	-	-	-
-	-	-	-	-
28	769	3,225	231,353	5,105
-	4,450	108,774	4,452,194	22,157,847
<u>5,780,669</u>	<u>271,719</u>	<u>111,999</u>	<u>4,683,547</u>	<u>22,162,952</u>
-	333,194	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
5,663,669	-	-	-	-
-	-	-	-	-
-	-	39,132	4,073,904	-
-	-	-	-	-
-	-	-	-	-
<u>5,663,669</u>	<u>333,194</u>	<u>39,132</u>	<u>4,073,904</u>	<u>-</u>
<u>117,000</u>	<u>(61,475)</u>	<u>72,867</u>	<u>609,643</u>	<u>22,162,952</u>
-	-	-	-	-
-	-	-	-	-
(117,000)	-	-	(6,056,637)	(20,358,170)
-	-	-	-	-
-	-	-	-	-
<u>(117,000)</u>	<u>-</u>	<u>-</u>	<u>(6,056,637)</u>	<u>(20,358,170)</u>
-	(61,475)	72,867	(5,446,994)	1,804,782
-	72,105	3,125,442	7,439,342	2,954,653
<u>\$ -</u>	<u>\$ 10,630</u>	<u>\$ 3,198,309</u>	<u>\$ 1,992,348</u>	<u>\$ 4,759,435</u>

(Continued on next page)

**STATE OF NEW JERSEY**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**NON-MAJOR SPECIAL REVENUE FUNDS (Continued)**  
**FOR THE FISCAL YEAR ENDING JUNE 30, 2014**

	<b>Unemployment Compensation Interest Repayment Fund</b>	<b>Universal Services Fund</b>	<b>Vietnam Veterans' Memorial Fund</b>
<b>REVENUES</b>			
Taxes	\$ -	\$ -	\$ -
Federal and other grants	-	-	-
Licenses and fees	-	-	-
Services and assessments	2,029,430	235,635,634	-
Investment earnings	8,345	20,197	-
Other	-	-	78,377
<b>Total Revenues</b>	<u>2,037,775</u>	<u>235,655,831</u>	<u>78,377</u>
<b>EXPENDITURES</b>			
<b>Current:</b>			
Public safety and criminal justice	-	-	-
Physical and mental health	-	-	-
Educational, cultural, and intellectual development	-	-	-
Community development and environmental management	-	-	-
Economic planning, development, and security	3,826,779	141,200,767	-
Transportation programs	-	-	-
Government direction, management, and control	-	-	-
Special government services	-	-	78,377
<b>Debt Service:</b>			
Principal	-	-	-
Interest	-	-	-
<b>Total Expenditures</b>	<u>3,826,779</u>	<u>141,200,767</u>	<u>78,377</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(1,789,004)</u>	<u>94,455,064</u>	<u>-</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Issuance of debt	-	-	-
Transfers from other funds	-	-	-
Transfers to other funds	-	(78,398,637)	-
Other sources	-	-	-
Payment to escrow agents	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>(78,398,637)</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	<u>(1,789,004)</u>	<u>16,056,427</u>	<u>-</u>
<b>Fund Balances - July 1, 2013</b>	<u>3,051,070</u>	<u>-</u>	<u>318</u>
<b>Fund Balances - June 30, 2014</b>	<u>\$ 1,262,066</u>	<u>\$ 16,056,427</u>	<u>\$ 318</u>



<b>Volunteer Emergency Service Organizations Loan Fund</b>	<b>Wastewater Treatment Fund</b>	<b>Water Supply Replacement Trust Fund</b>	<b>Worker and Community Right to Know Fund</b>	<b>Total Non-Major Special Revenue Funds</b>
\$ -	\$ -	\$ -	\$ -	\$ 1,646,408,492
-	10,261,308	-	-	126,996,430
-	-	-	-	128,324,491
-	-	-	3,274,419	1,166,938,887
2,503	394,263	79	253	2,659,822
12,799	404,067	-	-	380,874,201
<u>15,302</u>	<u>11,059,638</u>	<u>79</u>	<u>3,274,672</u>	<u>3,452,202,323</u>
-	-	-	-	115,934,549
-	-	-	-	136,382,524
-	-	-	-	474,298,857
-	80,481,622	-	-	207,491,891
-	-	-	-	1,008,626,180
-	-	-	-	32,435,656
-	-	-	-	198,971,746
-	-	-	-	170,377
-	-	-	-	517,095,000
-	-	-	-	880,962,045
-	80,481,622	-	-	3,572,368,825
<u>15,302</u>	<u>(69,421,984)</u>	<u>79</u>	<u>3,274,672</u>	<u>(120,166,502)</u>
-	-	-	-	876,820,000
-	-	-	-	1,508,081,307
(2,000,000)	-	(75,829)	(2,920,760)	(2,816,196,494)
-	-	-	-	350,956,736
-	-	-	-	(331,473,088)
<u>(2,000,000)</u>	<u>-</u>	<u>(75,829)</u>	<u>(2,920,760)</u>	<u>(411,811,539)</u>
<u>(1,984,698)</u>	<u>(69,421,984)</u>	<u>(75,750)</u>	<u>353,912</u>	<u>(531,978,041)</u>
<u>3,461,505</u>	<u>1,250,582,840</u>	<u>75,750</u>	<u>778,595</u>	<u>4,186,999,932</u>
<u>\$ 1,476,807</u>	<u>\$ 1,181,160,856</u>	<u>\$ -</u>	<u>\$ 1,132,507</u>	<u>\$ 3,655,021,891</u>

**STATE OF NEW JERSEY  
COMBINING BALANCE SHEET  
CAPITAL PROJECTS FUNDS  
JUNE 30, 2014**

	<u>2007 Blue Acres Fund</u>	<u>2009 Blue Acres Fund</u>	<u>Correctional Facilities Construction Fund of 1987</u>
<b>ASSETS</b>			
<b>Cash and cash equivalents</b>	\$ 1,302,836	\$ 2,410,600	\$ -
<b>Investments</b>	220,644	7,862,502	-
<b>Receivables, net of allowances for uncollectibles</b>			
Federal government	-	2,329,967	-
Departmental accounts	10,950	275	-
Loans	-	-	-
Other	-	-	-
<b>Due from other funds</b>	-	-	27,436
<b>Total Assets</b>	<u>\$ 1,534,430</u>	<u>\$ 12,603,344</u>	<u>\$ 27,436</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities</b>			
Accounts payable and accruals	\$ 9,600	\$ 426,355	\$ -
Due to other funds	-	5,302,398	-
<b>Total Liabilities</b>	<u>9,600</u>	<u>5,728,753</u>	<u>-</u>
<b>Fund Balances</b>			
Restricted	1,524,830	6,874,591	27,436
Committed	-	-	-
<b>Total Fund Balances</b>	<u>1,524,830</u>	<u>6,874,591</u>	<u>27,436</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 1,534,430</u>	<u>\$ 12,603,344</u>	<u>\$ 27,436</u>

<u>Energy Conservation Fund</u>	<u>Motor Vehicle Commission Fund</u>	<u>New Jersey Bridge Rehabilitation and Improvement and Railroad Right-of-Way Preservation Fund</u>	<u>Public Purpose Buildings and Community-Based Facilities Construction Fund</u>
\$ 6,202	\$ 260,096	\$ 6,452	\$ 88,194
273,816	8,339,765	2,370,933	245,662
-	-	-	-
-	-	-	-
-	-	-	-
-	19,494,964	-	-
-	-	-	-
<u>\$ 280,018</u>	<u>\$ 28,094,825</u>	<u>\$ 2,377,385</u>	<u>\$ 333,856</u>
\$ -	\$ -	\$ -	\$ -
<u>324</u>	<u>5,000,000</u>	<u>2,804</u>	<u>-</u>
<u>324</u>	<u>5,000,000</u>	<u>2,804</u>	<u>-</u>
279,694	-	2,374,581	333,856
-	23,094,825	-	-
<u>279,694</u>	<u>23,094,825</u>	<u>2,374,581</u>	<u>333,856</u>
<u>\$ 280,018</u>	<u>\$ 28,094,825</u>	<u>\$ 2,377,385</u>	<u>\$ 333,856</u>

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**STATE OF NEW JERSEY  
COMBINING BALANCE SHEET  
CAPITAL PROJECTS FUNDS (Continued)  
JUNE 30, 2014**

	<u>Special Transportation Fund</u>	<u>1999 Statewide Transportation and Local Bridge Fund</u>	<u>Total Capital Projects Funds</u>
<b>ASSETS</b>			
<b>Cash and cash equivalents</b>	\$ -	\$ 47,220	\$ 4,121,600
<b>Investments</b>	-	4,321,837	23,635,159
<b>Receivables, net of allowances for uncollectibles</b>			
Federal government	190,465,796	-	192,795,763
Departmental accounts	18,351,135	-	18,362,360
Loans	99,000,000	-	99,000,000
Other	-	-	19,494,964
<b>Due from other funds</b>	<u>148,519,371</u>	<u>-</u>	<u>148,546,807</u>
<b>Total Assets</b>	<u>\$ 456,336,302</u>	<u>\$ 4,369,057</u>	<u>\$ 505,956,653</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities</b>			
Accounts payable and accruals	\$ 195,212,869	\$ -	\$ 195,648,824
Due to other funds	<u>167,123,433</u>	<u>7,082</u>	<u>177,436,041</u>
<b>Total Liabilities</b>	<u>362,336,302</u>	<u>7,082</u>	<u>373,084,865</u>
<b>Fund Balances</b>			
Restricted	-	4,361,975	15,776,963
Committed	<u>94,000,000</u>	<u>-</u>	<u>117,094,825</u>
<b>Total Fund Balances</b>	<u>94,000,000</u>	<u>4,361,975</u>	<u>132,871,788</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 456,336,302</u>	<u>\$ 4,369,057</u>	<u>\$ 505,956,653</u>

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**STATE OF NEW JERSEY**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**CAPITAL PROJECTS FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>2007 Blue Acres Fund</u>	<u>2009 Blue Acres Fund</u>	<u>Correctional Facilities Construction Fund</u>
<b>REVENUES</b>			
Federal and other grants	\$ -	\$ -	\$ -
Services and assessments	-	-	-
Investment earnings	<u>261</u>	<u>2,319</u>	<u>3</u>
<b>Total Revenues</b>	<u>261</u>	<u>2,319</u>	<u>3</u>
<b>EXPENDITURES</b>			
<b>Current:</b>			
Public safety and criminal justice	-	-	-
Physical and mental health	-	-	-
Community development and environmental management	2,854,974	(745,971)	-
Transportation programs	-	-	-
Government direction, management, and control	<u>-</u>	<u>973,916</u>	<u>-</u>
<b>Total Expenditures</b>	<u>2,854,974</u>	<u>227,945</u>	<u>-</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(2,854,713)</u>	<u>(225,626)</u>	<u>3</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers from other funds	-	-	-
Transfers to other funds	<u>-</u>	<u>-</u>	<u>(14,029)</u>
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>(14,029)</u>
<b>Net Change in Fund Balance</b>	(2,854,713)	(225,626)	(14,026)
<b>Fund Balances - July 1, 2013</b>	<u>4,379,543</u>	<u>7,100,217</u>	<u>14,026</u>
<b>Fund Balances - June 30, 2014</b>	<u>\$ 1,524,830</u>	<u>\$ 6,874,591</u>	<u>\$ -</u>

<u>Correctional Facilities Construction Fund of 1987</u>	<u>Energy Conservation Fund</u>	<u>Human Services Facilities Construction Fund</u>	<u>Motor Vehicle Commission Fund</u>
\$ -	\$ -	\$ -	\$ -
-	-	-	-
57	324	6	15,241
<u>57</u>	<u>324</u>	<u>6</u>	<u>15,241</u>
8,925	-	-	1,600,571
-	-	-	-
-	-	-	-
-	-	-	-
-	-	(15,572)	-
8,925	-	(15,572)	1,600,571
<u>(8,868)</u>	<u>324</u>	<u>15,578</u>	<u>(1,585,330)</u>
-	-	-	-
(55,969)	(324)	(125,603)	-
<u>(55,969)</u>	<u>(324)</u>	<u>(125,603)</u>	<u>-</u>
(64,837)	-	(110,025)	(1,585,330)
<u>92,273</u>	<u>279,694</u>	<u>110,025</u>	<u>24,680,155</u>
<u>\$ 27,436</u>	<u>\$ 279,694</u>	<u>\$ -</u>	<u>\$ 23,094,825</u>

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**STATE OF NEW JERSEY**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**CAPITAL PROJECTS FUNDS (Continued)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>New Jersey Bridge Rehabilitation and Improvement and Railroad Right-of-Way Preservation Fund</u>	<u>Public Purpose Buildings and Community-Based Facilities Construction Fund</u>	<u>Public Purpose Buildings Construction Fund</u>
<b>REVENUES</b>			
Federal and other grants	\$ -	\$ -	\$ -
Services and assessments	-	-	-
Investment earnings	<u>2,804</u>	<u>291</u>	<u>1</u>
<b>Total Revenues</b>	<u>2,804</u>	<u>291</u>	<u>1</u>
<b>EXPENDITURES</b>			
<b>Current:</b>			
Public safety and criminal justice	-	-	-
Physical and mental health	-	100,515	-
Community development and environmental management	-	-	-
Transportation programs	-	-	-
Government direction, management, and control	<u>-</u>	<u>428</u>	<u>-</u>
<b>Total Expenditures</b>	<u>-</u>	<u>100,943</u>	<u>-</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>2,804</u>	<u>(100,652)</u>	<u>1</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers from other funds	-	-	-
Transfers to other funds	<u>(2,804)</u>	<u>-</u>	<u>(107,600)</u>
<b>Total other financing sources (uses)</b>	<u>(2,804)</u>	<u>-</u>	<u>(107,600)</u>
<b>Net Change in Fund Balance</b>	-	(100,652)	(107,599)
<b>Fund Balances - July 1, 2013</b>	<u>2,374,581</u>	<u>434,508</u>	<u>107,599</u>
<b>Fund Balances - June 30, 2014</b>	<u>\$ 2,374,581</u>	<u>\$ 333,856</u>	<u>\$ -</u>



<u>Special Transportation Fund</u>	<u>State Facilities For Handicapped Fund</u>	<u>1999 Statewide Transportation and Local Bridge Fund</u>	<u>Total Capital Projects Funds</u>
\$ 1,064,307,115	\$ -	\$ -	\$ 1,064,307,115
176,673	-	-	176,673
-	2	7,082	28,391
1,064,483,788	2	7,082	1,064,512,179
-	-	-	1,609,496
-	-	-	100,515
-	-	-	2,109,003
2,148,509,779	-	3,112,526	2,151,622,305
-	4,540	-	963,312
2,148,509,779	4,540	3,112,526	2,156,404,631
(1,084,025,991)	(4,538)	(3,105,444)	(1,091,892,452)
1,178,025,991	-	-	1,178,025,991
-	-	(7,082)	(313,411)
1,178,025,991	-	(7,082)	1,177,712,580
94,000,000	(4,538)	(3,112,526)	85,820,128
-	4,538	7,474,501	47,051,660
\$ 94,000,000	\$ -	\$ 4,361,975	\$ 132,871,788

**STATE OF NEW JERSEY  
 COMBINING STATEMENT OF FIDUCIARY NET POSITION  
 AGENCY FUNDS  
 JUNE 30, 2014**

	<u>Alternate Benefit Program Fund</u>	<u>Dental Expense Program</u>	<u>Judiciary Bail Fund</u>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 1,089,144	\$ 1,047,815	\$ 124,084
Investments	3,564,683	34,012,522	26,625,965
Receivables, net of allowances for uncollectibles			
Employers	-	-	-
Other	693,950	-	-
Due from other funds	<u>31,252,981</u>	<u>3,238,365</u>	<u>-</u>
<b>Total Assets</b>	<u><u>\$ 36,600,758</u></u>	<u><u>\$ 38,298,702</u></u>	<u><u>\$ 26,750,049</u></u>
<b>LIABILITIES</b>			
Accounts payable and accruals	\$ 36,596,836	\$ 38,298,702	\$ 26,750,049
Due to other funds	<u>3,922</u>	<u>-</u>	<u>-</u>
<b>Total Liabilities</b>	<u><u>\$ 36,600,758</u></u>	<u><u>\$ 38,298,702</u></u>	<u><u>\$ 26,750,049</u></u>

<u>Judiciary Child Support and Paternity Fund</u>	<u>Judiciary Probation Fund</u>	<u>Judiciary Special Civil Fund</u>
\$ 29,759,116	\$ 249,209	\$ 93,230
-	7,507,518	2,579,967
-	-	-
-	-	-
-	-	-
<u>\$ 29,759,116</u>	<u>\$ 7,756,727</u>	<u>\$ 2,673,197</u>
\$ 29,759,116	\$ 7,756,727	\$ 2,673,197
-	-	-
<u>\$ 29,759,116</u>	<u>\$ 7,756,727</u>	<u>\$ 2,673,197</u>

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**STATE OF NEW JERSEY**  
**COMBINING STATEMENT OF FIDUCIARY NET POSITION**  
**AGENCY FUNDS (Continued)**  
**JUNE 30, 2014**

	<b>Luxury Tax Development Fund</b>	<b>Pension Adjustment Fund</b>	<b>Resource Recovery Investment Tax Fund</b>
<b>ASSETS</b>			
<b>Cash and cash equivalents</b>	\$ 411,010	\$ 634,586	\$ 99,784
<b>Investments</b>	5,735,053	1,616,653	472,667
<b>Receivables, net of allowances for uncollectibles</b>			
Employers	-	546,046	-
Other	-	2,449	-
<b>Due from other funds</b>	-	-	-
<b>Total Assets</b>	\$ 6,146,063	\$ 2,799,734	\$ 572,451
<b>LIABILITIES</b>			
<b>Accounts payable and accruals</b>	\$ 6,146,063	\$ 2,726,625	\$ 572,451
<b>Due to other funds</b>	-	73,109	-
<b>Total Liabilities</b>	\$ 6,146,063	\$ 2,799,734	\$ 572,451

<u>Solid Waste Service Tax Fund</u>	<u>Wage and Hour Trust Fund</u>	<u>Total Agency Funds</u>
\$ 81,347	\$ 2,586,669	\$ 36,175,994
929,737	2,802,810	85,847,575
-	-	546,046
-	-	696,399
-	-	34,491,346
<u>\$ 1,011,084</u>	<u>\$ 5,389,479</u>	<u>\$ 157,757,360</u>
\$ 1,011,084	\$ 5,387,890	\$ 157,678,740
-	1,589	78,620
<u>\$ 1,011,084</u>	<u>\$ 5,389,479</u>	<u>\$ 157,757,360</u>

**STATE OF NEW JERSEY**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**AGENCY FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>Balance</u> <u>July 1, 2013</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2014</u>
<b>ALTERNATE BENEFIT PROGRAM FUND</b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 362,785	\$ 162,071,027	\$ 161,344,668	\$ 1,089,144
Investments	1,344,122	188,539,284	186,318,723	3,564,683
Receivables, net - members	42,506	-	42,506	-
Receivables, net - other	-	693,950	-	693,950
Due from other funds	30,555,880	31,252,981	30,555,880	31,252,981
<b>Total Assets</b>	<u>\$ 32,305,293</u>	<u>\$ 382,557,242</u>	<u>\$ 378,261,777</u>	<u>\$ 36,600,758</u>
<b>Liabilities</b>				
Accounts payable	\$ 32,149,700	\$ 38,926,619	\$ 34,479,483	\$ 36,596,836
Due to other funds	155,593	3,922	155,593	3,922
<b>Total Liabilities</b>	<u>\$ 32,305,293</u>	<u>\$ 38,930,541</u>	<u>\$ 34,635,076</u>	<u>\$ 36,600,758</u>
<b>DENTAL EXPENSE PROGRAM</b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 693,643	\$ 38,226,348	\$ 37,872,176	\$ 1,047,815
Investments	29,488,297	211,664,652	207,140,427	34,012,522
Due from other funds	930,213	69,563,854	67,255,702	3,238,365
<b>Total Assets</b>	<u>\$ 31,112,153</u>	<u>\$ 319,454,854</u>	<u>\$ 312,268,305</u>	<u>\$ 38,298,702</u>
<b>Liabilities</b>				
Accounts payable	\$ 31,112,153	\$ 59,768,231	\$ 52,581,682	\$ 38,298,702
<b>Total Liabilities</b>	<u>\$ 31,112,153</u>	<u>\$ 59,768,231</u>	<u>\$ 52,581,682</u>	<u>\$ 38,298,702</u>
<b>JUDICIARY BAIL FUND</b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 486,354	\$ 82,150,508	\$ 82,512,778	\$ 124,084
Investments	27,011,965	10,812,100	11,198,100	26,625,965
<b>Total Assets</b>	<u>\$ 27,498,319</u>	<u>\$ 92,962,608</u>	<u>\$ 93,710,878</u>	<u>\$ 26,750,049</u>
<b>Liabilities</b>				
Accounts payable	\$ 27,498,319	\$ 71,741,923	\$ 72,490,193	\$ 26,750,049
Due to other funds	-	35,100	35,100	-
<b>Total Liabilities</b>	<u>\$ 27,498,319</u>	<u>\$ 71,777,023</u>	<u>\$ 72,525,293</u>	<u>\$ 26,750,049</u>

**STATE OF NEW JERSEY**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**AGENCY FUNDS (Continued)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>Balance</u> <u>July 1, 2013</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2014</u>
<b>JUDICIARY CHILD SUPPORT AND PATERNITY FUND</b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 36,939,894	\$ 2,923,958,820	\$ 2,931,139,598	\$ 29,759,116
<b>Total Assets</b>	<u>\$ 36,939,894</u>	<u>\$ 2,923,958,820</u>	<u>\$ 2,931,139,598</u>	<u>\$ 29,759,116</u>
<b>Liabilities</b>				
Accounts payable	\$ 36,939,894	\$ 2,918,510,800	\$ 2,925,691,578	\$ 29,759,116
<b>Total Liabilities</b>	<u>\$ 36,939,894</u>	<u>\$ 2,918,510,800</u>	<u>\$ 2,925,691,578</u>	<u>\$ 29,759,116</u>
<b>JUDICIARY PROBATION FUND</b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 189,819	\$ 61,697,372	\$ 61,637,982	\$ 249,209
Investments	7,834,518	14,771,854	15,098,854	7,507,518
<b>Total Assets</b>	<u>\$ 8,024,337</u>	<u>\$ 76,469,226</u>	<u>\$ 76,736,836</u>	<u>\$ 7,756,727</u>
<b>Liabilities</b>				
Accounts payable	\$ 8,024,337	\$ 47,540,391	\$ 47,808,001	\$ 7,756,727
Due to other funds	-	9,854	9,854	-
<b>Total Liabilities</b>	<u>\$ 8,024,337</u>	<u>\$ 47,550,245</u>	<u>\$ 47,817,855</u>	<u>\$ 7,756,727</u>
<b>JUDICIARY SPECIAL CIVIL FUND</b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 54,405	\$ 47,464,024	\$ 47,425,199	\$ 93,230
Investments	2,374,967	17,777,985	17,572,985	2,579,967
<b>Total Assets</b>	<u>\$ 2,429,372</u>	<u>\$ 65,242,009</u>	<u>\$ 64,998,184</u>	<u>\$ 2,673,197</u>
<b>Liabilities</b>				
Accounts payable	\$ 2,429,372	\$ 29,795,492	\$ 29,551,667	\$ 2,673,197
Due to other funds	-	2,985	2,985	-
<b>Total Liabilities</b>	<u>\$ 2,429,372</u>	<u>\$ 29,798,477</u>	<u>\$ 29,554,652</u>	<u>\$ 2,673,197</u>

**STATE OF NEW JERSEY**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**AGENCY FUNDS (Continued)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<b>Balance July 1, 2013</b>	<b>Additions</b>	<b>Deductions</b>	<b>Balance June 30, 2014</b>
<b>LUXURY TAX DEVELOPMENT FUND</b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 333,149	\$ 807,861	\$ 730,000	\$ 411,010
Investments	6,457,922	7,131	730,000	5,735,053
<b>Total Assets</b>	<b>\$ 6,791,071</b>	<b>\$ 814,992</b>	<b>\$ 1,460,000</b>	<b>\$ 6,146,063</b>
<b>Liabilities</b>				
Accounts payable	\$ 6,791,071	\$ 814,992	\$ 1,460,000	\$ 6,146,063
<b>Total Liabilities</b>	<b>\$ 6,791,071</b>	<b>\$ 814,992</b>	<b>\$ 1,460,000</b>	<b>\$ 6,146,063</b>
<b>PENSION ADJUSTMENT FUND</b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 516,472	\$ 1,861,720	\$ 1,743,606	\$ 634,586
Investments	2,085,549	2,636,035	3,104,931	1,616,653
Receivables, net - members	3,890	-	3,890	-
Receivables, net - employers	628,277	2,075,933	2,158,164	546,046
Receivables, net - other	-	20,976	18,527	2,449
<b>Total Assets</b>	<b>\$ 3,234,188</b>	<b>\$ 6,594,664</b>	<b>\$ 7,029,118</b>	<b>\$ 2,799,734</b>
<b>Liabilities</b>				
Accounts payable	\$ 3,139,152	\$ 4,689,539	\$ 5,102,066	\$ 2,726,625
Due to other funds	95,036	73,109	95,036	73,109
<b>Total Liabilities</b>	<b>\$ 3,234,188</b>	<b>\$ 4,762,648</b>	<b>\$ 5,197,102</b>	<b>\$ 2,799,734</b>
<b>RESOURCE RECOVERY INVESTMENT TAX FUND</b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 99,784	\$ -	\$ -	\$ 99,784
Investments	472,108	559	-	472,667
<b>Total Assets</b>	<b>\$ 571,892</b>	<b>\$ 559</b>	<b>\$ -</b>	<b>\$ 572,451</b>
<b>Liabilities</b>				
Accounts payable	\$ 571,892	\$ 559	\$ -	\$ 572,451
<b>Total Liabilities</b>	<b>\$ 571,892</b>	<b>\$ 559</b>	<b>\$ -</b>	<b>\$ 572,451</b>



**STATE OF NEW JERSEY**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**AGENCY FUNDS (Continued)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>Balance</u> <u>July 1, 2013</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2014</u>
<b>SOLID WASTE SERVICE TAX FUND</b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 81,347	\$ -	\$ -	\$ 81,347
Investments	928,638	1,099	-	929,737
<b>Total Assets</b>	<u>\$ 1,009,985</u>	<u>\$ 1,099</u>	<u>\$ -</u>	<u>\$ 1,011,084</u>
<b>Liabilities</b>				
Accounts payable	\$ 1,009,985	\$ 1,099	\$ -	\$ 1,011,084
<b>Total Liabilities</b>	<u>\$ 1,009,985</u>	<u>\$ 1,099</u>	<u>\$ -</u>	<u>\$ 1,011,084</u>
 <b>WAGE AND HOUR TRUST FUND</b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 2,456,791	\$ 2,691,953	\$ 2,562,075	\$ 2,586,669
Investments	2,801,222	1,588	-	2,802,810
<b>Total Assets</b>	<u>\$ 5,258,013</u>	<u>\$ 2,693,541</u>	<u>\$ 2,562,075</u>	<u>\$ 5,389,479</u>
<b>Liabilities</b>				
Accounts payable	\$ 5,256,272	\$ 2,691,952	\$ 2,560,334	\$ 5,387,890
Due to other funds	1,741	1,589	1,741	1,589
<b>Total Liabilities</b>	<u>\$ 5,258,013</u>	<u>\$ 2,693,541</u>	<u>\$ 2,562,075</u>	<u>\$ 5,389,479</u>
 <b>TOTAL AGENCY FUNDS</b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 42,214,443	\$ 3,320,929,633	\$ 3,326,968,082	\$ 36,175,994
Investments	80,799,308	446,212,287	441,164,020	85,847,575
Receivables, net - members	46,396	-	46,396	-
Receivables, net - employers	628,277	2,075,933	2,158,164	546,046
Receivables, net - other	-	714,926	18,527	696,399
Due from other funds	31,486,093	100,816,835	97,811,582	34,491,346
<b>Total Assets</b>	<u>\$ 155,174,517</u>	<u>\$ 3,870,749,614</u>	<u>\$ 3,868,166,771</u>	<u>\$ 157,757,360</u>
<b>Liabilities</b>				
Accounts payable	\$ 154,922,147	\$ 3,174,481,597	\$ 3,171,725,004	\$ 157,678,740
Due to other funds	252,370	126,559	300,309	78,620
<b>Total Liabilities</b>	<u>\$ 155,174,517</u>	<u>\$ 3,174,608,156</u>	<u>\$ 3,172,025,313</u>	<u>\$ 157,757,360</u>

**STATE OF NEW JERSEY  
COMBINING STATEMENT OF FIDUCIARY NET POSITION  
PENSION AND OTHER EMPLOYEE BENEFITS TRUST FUNDS  
JUNE 30, 2014**

	<u>Alternate Benefit Long-Term Disability Fund</u>	<u>Central Pension Fund</u>	<u>Consolidated Police and Firemen's Pension Fund</u>
<b>ASSETS</b>			
<b>Cash and cash equivalents</b>	\$ -	\$ 31,391	\$ 76,636
<b>Securities lending collateral</b>	-	-	-
<b>Investments</b>	248,318	6,122	3,391,743
<b>Receivables, net of allowances for uncollectibles</b>			
Members	-	-	-
Employers	-	-	-
Interest and dividends	-	1	9
<b>Due from other funds</b>	-	-	-
<b>Other</b>	1,382,696	-	90,820
<b>Total Assets</b>	<u>1,631,014</u>	<u>37,514</u>	<u>3,559,208</u>
<b>LIABILITIES</b>			
<b>Accounts payable</b>	-	198	-
<b>Benefits payable</b>	-	22,204	254,682
<b>Securities lending collateral and rebates payable</b>	-	-	-
<b>Contributory life insurance payable</b>	-	-	-
<b>Due to other funds</b>	-	15,112	895
<b>Total Liabilities</b>	<u>-</u>	<u>37,514</u>	<u>255,577</u>
 <b>Held in Trust for Pension Benefits and Other Purposes</b>	 <u>\$ 1,631,014</u>	 <u>\$ -</u>	 <u>\$ 3,303,631</u>

<b>Defined Contribution Retirement Program</b>	<b>Health Benefits Program Fund - Local Education</b>	<b>Health Benefits Program Fund - Local Government</b>	<b>Health Benefits Program Fund - State</b>	<b>Judicial Retirement System</b>
\$ 75	\$ 30,849,906	\$ 8,964,793	\$ 24,143,707	\$ 75,929
-	-	-	-	3,694,880
2,161,204	331,221,944	324,394,982	37,610,815	234,135,934
-	-	-	-	65,575
-	-	-	-	-
-	-	-	-	127
-	15,616,058	-	38,393,664	238,713
-	54,040,083	74,819,183	2,174,231	1,134,046
<u>2,161,279</u>	<u>431,727,991</u>	<u>408,178,958</u>	<u>102,322,417</u>	<u>239,345,204</u>
-	1,821,381	1,912,045	3,675,359	7
-	298,414,336	148,838,978	240,434,886	4,075,177
-	-	-	-	3,691,615
-	-	-	-	-
139,256	-	-	-	94,570
<u>139,256</u>	<u>300,235,717</u>	<u>150,751,023</u>	<u>244,110,245</u>	<u>7,861,369</u>
<u>\$ 2,022,023</u>	<u>\$ 131,492,274</u>	<u>\$ 257,427,935</u>	<u>\$ (141,787,828)</u>	<u>\$ 231,483,835</u>

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**STATE OF NEW JERSEY**  
**COMBINING STATEMENT OF FIDUCIARY NET POSITION**  
**PENSION AND OTHER EMPLOYEE BENEFITS TRUST FUNDS (Continued)**  
**JUNE 30, 2014**

	<u>New Jersey State Employees' Deferred Compensation Plan</u>	<u>Police and Firemen's Retirement System</u>	<u>Prison Officers' Pension Fund</u>
<b>ASSETS</b>			
<b>Cash and cash equivalents</b>	\$ 12,231	\$ 4,400,533	\$ 210,796
<b>Securities lending collateral</b>	-	429,019,831	-
<b>Investments</b>	3,396,119,336	23,887,657,623	7,238,077
<b>Receivables, net of allowances for uncollectibles</b>			
Members	-	45,063,555	-
Employers	-	945,879,498	-
Interest and dividends	1,106,841	6,021,320	5
<b>Due from other funds</b>	-	5,624,515	-
<b>Other</b>	<u>1,846,549</u>	<u>310,539,902</u>	<u>60,958</u>
<b>Total Assets</b>	<u>3,399,084,957</u>	<u>25,634,206,777</u>	<u>7,509,836</u>
<b>LIABILITIES</b>			
<b>Accounts payable</b>	2,867,750	4,499,815	2,621
<b>Benefits payable</b>	-	178,303,720	123,399
<b>Securities lending collateral and rebates payable</b>	-	428,640,651	-
<b>Contributory life insurance payable</b>	-	-	-
<b>Due to other funds</b>	<u>-</u>	<u>2,276,806</u>	<u>615</u>
<b>Total Liabilities</b>	<u>2,867,750</u>	<u>613,720,992</u>	<u>126,635</u>
 <b>Held in Trust for Pension Benefits and Other Purposes</b>	 <u>\$ 3,396,217,207</u>	 <u>\$ 25,020,485,785</u>	 <u>\$ 7,383,201</u>

<u>Public Employees' Retirement System</u>	<u>State Police Retirement System</u>	<u>Supplemental Annuity Collective Trust</u>	<u>Teachers' Pension and Annuity Fund</u>	<u>Total Pension and Other Employee Benefits Trust Funds</u>
\$ 2,419,703	\$ 1,651,362	\$ 280,714	\$ 1,680,369	\$ 74,798,145
518,026,429	34,737,884	-	490,455,203	1,475,934,227
28,225,407,219	1,936,606,688	209,091,472	27,467,616,052	86,062,907,529
51,083,409	776	379,759	85,416,166	182,009,240
962,120,035	-	-	35,447,048	1,943,446,581
2,308	141	241,056	2,786	7,374,594
21,537,361	1,129,911	19,610	6,812,710	89,372,542
506,535,368	15,282,271	-	219,287,133	1,187,193,240
<u>30,287,131,832</u>	<u>1,989,409,033</u>	<u>210,012,611</u>	<u>28,306,717,467</u>	<u>91,023,036,098</u>
79,344,603	76,935	116,554	59,346,872	153,664,140
277,716,629	16,384,295	1,139,681	325,819,733	1,491,527,720
517,568,582	34,707,182	-	490,021,724	1,474,629,754
410,502,714	-	-	145,652,730	556,155,444
2,417,531	284,227	2,933	3,623,947	8,855,892
<u>1,287,550,059</u>	<u>51,452,639</u>	<u>1,259,168</u>	<u>1,024,465,006</u>	<u>3,684,832,950</u>
<u>\$ 28,999,581,773</u>	<u>\$ 1,937,956,394</u>	<u>\$ 208,753,443</u>	<u>\$ 27,282,252,461</u>	<u>\$ 87,338,203,148</u>

**STATE OF NEW JERSEY**  
**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**  
**PENSION AND OTHER EMPLOYEE BENEFITS TRUST FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>Alternate Benefit Long-Term Disability Fund</u>	<u>Central Pension Fund</u>	<u>Consolidated Police and Firemen's Pension Fund</u>
<b>ADDITIONS</b>			
Contributions:			
Members	\$ -	\$ -	\$ -
Employers	1,382,696	204,750	11,740
Other	-	22,214	1,889,091
<b>Total Contributions</b>	<u>1,382,696</u>	<u>226,964</u>	<u>1,900,831</u>
Investment Income:			
Net increase (decrease) in fair value of investments	27	-	273
Interest and dividends	1,595	89	3,643
<b>Total Investment Income</b>	1,622	89	3,916
Less investment expense	-	-	3,331
<b>Net Investment Income</b>	<u>1,622</u>	<u>89</u>	<u>585</u>
<b>Total Additions</b>	<u>1,384,318</u>	<u>227,053</u>	<u>1,901,416</u>
<b>DEDUCTIONS</b>			
Benefit payments	1,400,000	212,040	2,942,035
Refunds of contributions	-	15,013	-
Administrative expense	-	-	9,566
Contributory life insurance payments	-	-	-
<b>Total Deductions</b>	<u>1,400,000</u>	<u>227,053</u>	<u>2,951,601</u>
<b>Total Changes in Net Assets Held in Trust</b>	(15,682)	-	(1,050,185)
<b>Net Position - July 1, 2013 (Restated)</b>	<u>1,646,696</u>	<u>-</u>	<u>4,353,816</u>
<b>Net Position - June 30, 2014</b>	<u>\$ 1,631,014</u>	<u>\$ -</u>	<u>\$ 3,303,631</u>

<u>Defined Contribution Retirement Program</u>	<u>Health Benefits Program Fund - Local Education</u>	<u>Health Benefits Program Fund - Local Government</u>	<u>Health Benefits Program Fund - State</u>	<u>Judicial Retirement System</u>
\$ -	\$ 53,643,805	\$ 53,211,178	\$ 292,452,484	\$ 5,096,577
1,409,544	2,399,779,683	1,209,175,752	1,870,389,106	15,874,857
-	-	-	-	-
<u>1,409,544</u>	<u>2,453,423,488</u>	<u>1,262,386,930</u>	<u>2,162,841,590</u>	<u>20,971,434</u>
231	25,914	23,522	10,229	31,728,514
<u>2,019</u>	<u>547,112</u>	<u>437,727</u>	<u>179,203</u>	<u>2,738,410</u>
2,250	573,026	461,249	189,432	34,466,924
-	-	-	-	18,888
<u>2,250</u>	<u>573,026</u>	<u>461,249</u>	<u>189,432</u>	<u>34,448,036</u>
<u>1,411,794</u>	<u>2,453,996,514</u>	<u>1,262,848,179</u>	<u>2,163,031,022</u>	<u>55,419,470</u>
359,385	2,543,550,084	1,227,259,388	2,148,141,681	49,550,862
-	-	-	-	53,218
-	4,136,952	1,712,809	3,509,855	162,372
-	-	-	-	-
<u>359,385</u>	<u>2,547,687,036</u>	<u>1,228,972,197</u>	<u>2,151,651,536</u>	<u>49,766,452</u>
1,052,409	(93,690,522)	33,875,982	11,379,486	5,653,018
<u>969,614</u>	<u>225,182,796</u>	<u>223,551,953</u>	<u>(153,167,314)</u>	<u>225,830,817</u>
<u>\$ 2,022,023</u>	<u>\$ 131,492,274</u>	<u>\$ 257,427,935</u>	<u>\$ (141,787,828)</u>	<u>\$ 231,483,835</u>

(Continued on next page)

**STATE OF NEW JERSEY**  
**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**  
**PENSION AND OTHER EMPLOYEE BENEFITS TRUST FUNDS (Continued)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>New Jersey State Employees' Deferred Compensation Plan</u>	<u>Police and Firemen's Retirement System</u>	<u>Prison Officers' Pension Fund</u>
<b>ADDITIONS</b>			
Contributions:			
Members	\$ 181,051,805	\$ 385,660,096	\$ -
Employers	-	858,047,628	-
Other	-	-	793,175
<b>Total Contributions</b>	<u>181,051,805</u>	<u>1,243,707,724</u>	<u>793,175</u>
Investment Income:			
Net increase (decrease) in fair value of investments	412,874,377	3,026,512,808	622
Interest and dividends	11,455,834	356,609,349	8,981
<b>Total Investment Income</b>	<u>424,330,211</u>	<u>3,383,122,157</u>	<u>9,603</u>
Less investment expense	182,435	1,568,288	2,235
<b>Net Investment Income</b>	<u>424,147,776</u>	<u>3,381,553,869</u>	<u>7,368</u>
<b>Total Additions</b>	<u>605,199,581</u>	<u>4,625,261,593</u>	<u>800,543</u>
<b>DEDUCTIONS</b>			
Benefit payments	149,393,111	2,096,755,393	1,583,408
Refunds of contributions	-	9,073,618	-
Administrative expense	482,277	3,884,342	5,853
Contributory life insurance payments	-	-	-
<b>Total Deductions</b>	<u>149,875,388</u>	<u>2,109,713,353</u>	<u>1,589,261</u>
<b>Total Changes in Net Assets Held in Trust</b>	455,324,193	2,515,548,240	(788,718)
<b>Net Position - July 1, 2013 (Restated)</b>	<u>2,940,893,014</u>	<u>22,504,937,545</u>	<u>8,171,919</u>
<b>Net Position - June 30, 2014</b>	<u>\$ 3,396,217,207</u>	<u>\$ 25,020,485,785</u>	<u>\$ 7,383,201</u>



<u>Public Employees' Retirement System</u>	<u>State Police Retirement System</u>	<u>Supplemental Annuity Collective Trust</u>	<u>Teachers' Pension and Annuity Fund</u>	<u>Total Pension and Other Employee Benefits Trust Funds</u>
\$ 797,818,225	\$ 24,034,496	\$ 5,907,412	\$ 716,183,306	\$ 2,515,059,384
917,689,000	36,436,923	-	427,700,146	7,738,101,825
55,641,713	-	-	40,469,573	98,815,766
<u>1,771,148,938</u>	<u>60,471,419</u>	<u>5,907,412</u>	<u>1,184,353,025</u>	<u>10,351,976,975</u>
3,706,234,967	262,436,905	38,003,941	3,743,233,928	11,221,086,258
<u>405,477,946</u>	<u>24,770,959</u>	<u>4,218,660</u>	<u>361,885,108</u>	<u>1,168,336,635</u>
4,111,712,913	287,207,864	42,222,601	4,105,119,036	12,389,422,893
<u>8,239,931</u>	<u>109,647</u>	<u>-</u>	<u>4,665,570</u>	<u>14,790,325</u>
<u>4,103,472,982</u>	<u>287,098,217</u>	<u>42,222,601</u>	<u>4,100,453,466</u>	<u>12,374,632,568</u>
<u>5,874,621,920</u>	<u>347,569,636</u>	<u>48,130,013</u>	<u>5,284,806,491</u>	<u>22,726,609,543</u>
3,133,601,845	197,610,737	17,638,584	3,789,290,002	15,359,288,555
125,688,269	348,201	-	48,569,511	183,747,830
21,756,019	280,026	-	12,170,971	48,111,042
<u>56,149,826</u>	<u>-</u>	<u>-</u>	<u>40,649,586</u>	<u>96,799,412</u>
<u>3,337,195,959</u>	<u>198,238,964</u>	<u>17,638,584</u>	<u>3,890,680,070</u>	<u>15,687,946,839</u>
2,537,425,961	149,330,672	30,491,429	1,394,126,421	7,038,662,704
<u>26,462,155,812</u>	<u>1,788,625,722</u>	<u>178,262,014</u>	<u>25,888,126,040</u>	<u>80,299,540,444</u>
<u>\$ 28,999,581,773</u>	<u>\$ 1,937,956,394</u>	<u>\$ 208,753,443</u>	<u>\$ 27,282,252,461</u>	<u>\$ 87,338,203,148</u>

**STATE OF NEW JERSEY  
 COMBINING STATEMENT OF FIDUCIARY NET POSITION  
 PRIVATE PURPOSE TRUST FUNDS  
 JUNE 30, 2014**

	<b>Insurance Annuity Trust Fund</b>	<b>Motor Vehicle Security Responsibility Fund</b>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 100	\$ 27,993
Investments	174,761	234,835
<b>Total Assets</b>	<b>174,861</b>	<b>262,828</b>
<b>LIABILITIES</b>		
Accounts payable	-	-
Due to other funds	-	278
<b>Total Liabilities</b>	<b>-</b>	<b>278</b>
<b>NET POSITION</b>		
<b>Held in Trust for Pension Benefits and Other Purposes</b>	<b>\$ 174,861</b>	<b>\$ 262,550</b>

<u>Unclaimed County Deposits Trust Fund</u>	<u>Unclaimed Insurance Payments on Deposit Accounts Fund</u>	<u>Total Private Purpose Trust Funds</u>
\$ 1,094,080	\$ 793,512	\$ 1,915,685
5,366,363	6,816,245	12,592,204
<u>6,460,443</u>	<u>7,609,757</u>	<u>14,507,889</u>
4,169,020	-	4,169,020
97,764	26,767	124,809
<u>4,266,784</u>	<u>26,767</u>	<u>4,293,829</u>
<u>\$ 2,193,659</u>	<u>\$ 7,582,990</u>	<u>\$ 10,214,060</u>

**STATE OF NEW JERSEY**  
**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**  
**PRIVATE PURPOSE TRUST FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<b>Insurance Annuity Trust Fund</b>	<b>Motor Vehicle Security Responsibility Fund</b>
<b>ADDITIONS</b>		
Investment income:		
Interest and dividends	\$ 200	\$ 278
Total Investment Income	200	278
Miscellaneous	6,000	-
<b>Total Additions</b>	<b>6,200</b>	<b>278</b>
<b>DEDUCTIONS</b>		
Refunds and transfers to other systems	-	278
Payments in accordance with trust agreements	-	-
<b>Total Deductions</b>	<b>-</b>	<b>278</b>
<b>Total Changes in Net Position Held in Trust</b>	6,200	-
<b>Net Position - July 1, 2013</b>	<b>168,661</b>	<b>262,550</b>
<b>Net Position - June 30, 2014</b>	<b>\$ 174,861</b>	<b>\$ 262,550</b>

<u>Unclaimed County Deposits Trust Fund</u>	<u>Unclaimed Insurance Payments on Deposit Accounts Fund</u>	<u>Total Private Purpose Trust Funds</u>
\$ 6,227	\$ 8,024	\$ 14,729
6,227	8,024	14,729
<u>24,479</u>	<u>675,395</u>	<u>705,874</u>
<u>30,706</u>	<u>683,419</u>	<u>720,603</u>
-	4,171	4,449
<u>122,691</u>	<u>611,179</u>	<u>733,870</u>
<u>122,691</u>	<u>615,350</u>	<u>738,319</u>
(91,985)	68,069	(17,716)
<u>2,285,644</u>	<u>7,514,921</u>	<u>10,231,776</u>
<u>\$ 2,193,659</u>	<u>\$ 7,582,990</u>	<u>\$ 10,214,060</u>

**STATE OF NEW JERSEY**  
**COMBINING STATEMENT OF NET POSITION**  
**NON-MAJOR COMPONENT UNITS**  
**JUNE 30, 2014**

	<u>Authorities</u>	<u>Colleges and Universities</u>	<u>Total Non-Major Component Units</u>
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and cash equivalents	\$ 2,192,318,919	\$ 684,471,660	\$ 2,876,790,579
Investments	4,960,907,715	495,668,524	5,456,576,239
Receivables, net of allowances for uncollectibles			
Federal government	82,849,211	51,784,420	134,633,631
Loans	251,385,174	4,715,867	256,101,041
Mortgages	92,984,000	-	92,984,000
Other	119,733,596	84,908,300	204,641,896
Due from external parties	18,385,940	21,364,931	39,750,871
Inventories	16,660,328	-	16,660,328
Other	67,949,031	145,243,036	213,192,067
<b>Total Current Assets</b>	<u>7,803,173,914</u>	<u>1,488,156,738</u>	<u>9,291,330,652</u>
<b>Noncurrent Assets</b>			
Investments	802,595,373	617,979,050	1,420,574,423
Receivables, net of allowances for uncollectibles			
Loans	3,633,655,459	17,021,964	3,650,677,423
Mortgages	2,374,088,880	3,935,000	2,378,023,880
Other	1,675,000	48,401,926	50,076,926
Capital assets - nondepreciated	715,061,094	387,437,315	1,102,498,409
Capital assets - depreciated, net	1,469,856,317	3,678,208,240	5,148,064,557
Derivative instrument asset	7,553,000	-	7,553,000
Other	81,269,885	87,612,042	168,881,927
<b>Total Noncurrent Assets</b>	<u>9,085,755,008</u>	<u>4,840,595,537</u>	<u>13,926,350,545</u>
<b>Deferred Outflows of Resources</b>	<u>121,008,878</u>	<u>64,439,455</u>	<u>185,448,333</u>
<b>Total Assets and Deferred Outflows of Resources</b>	<u>17,009,937,800</u>	<u>6,393,191,730</u>	<u>23,403,129,530</u>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Accounts payable and accrued expenses	204,876,444	223,410,096	428,286,540
Due to external parties	36,471,161	1,273,479	37,744,640
Interest payable	45,460,650	32,707,250	78,167,900
Unearned revenue	138,640,220	110,776,730	249,416,950
Current portion of long-term obligations	421,006,314	88,394,044	509,400,358
Other	203,472,027	53,892,377	257,364,404
<b>Total Current Liabilities</b>	<u>1,049,926,816</u>	<u>510,453,976</u>	<u>1,560,380,792</u>
<b>Noncurrent liabilities</b>			
Net pension obligation	51,218,784	-	51,218,784
Net OPEB obligation	152,489,968	-	152,489,968
Pollution remediation	5,387,341	-	5,387,341
Derivative instrument liability	91,406,000	-	91,406,000
Other	7,916,826,008	2,949,817,230	10,866,643,238
<b>Total Noncurrent Liabilities</b>	<u>8,217,328,101</u>	<u>2,949,817,230</u>	<u>11,167,145,331</u>
<b>Deferred Inflows of Resources</b>	<u>43,574,155</u>	<u>213,641,757</u>	<u>257,215,912</u>
<b>Total Liabilities and Deferred Inflows of Resources</b>	<u>9,310,829,072</u>	<u>3,673,912,963</u>	<u>12,984,742,035</u>
<b>NET POSITION</b>			
<b>Net investment in capital assets</b>	1,090,011,966	1,161,728,212	2,251,740,178
<b>Restricted for:</b>			
Capital projects	1,879,484	141,751,339	143,630,823
Debt service	879,535,188	63,612,248	943,147,436
Other purposes	4,770,376,536	398,198,230	5,168,574,766
<b>Unrestricted</b>	<u>957,305,554</u>	<u>953,988,738</u>	<u>1,911,294,292</u>
<b>Total Net Position</b>	<u>\$ 7,699,108,728</u>	<u>\$ 2,719,278,767</u>	<u>\$ 10,418,387,495</u>

**STATE OF NEW JERSEY  
COMBINING STATEMENT OF ACTIVITIES  
NON-MAJOR COMPONENT UNITS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>Authorities</u>	<u>Colleges and Universities</u>	<u>Total Non-Major Component Units</u>
<b>Expenses</b>	\$ 2,799,597,878	\$ 2,440,785,082	\$ 5,240,382,960
 <b>Net (Expense) Revenue and Changes in Net Position</b>			
<b>Program Revenues</b>			
Charges for services	1,073,710,843	1,261,342,289	2,335,053,132
Operating grants and contributions	743,243,967	965,666,098	1,708,910,065
Capital grants and contributions	<u>1,763,884,119</u>	<u>118,860,795</u>	<u>1,882,744,914</u>
<b>Net (Expense) Revenue</b>	<u>781,241,051</u>	<u>(94,915,900)</u>	<u>686,325,151</u>
 <b>General Revenue</b>			
Payments from State	<u>163,616,448</u>	<u>342,447,956</u>	<u>506,064,404</u>
<b>Total General Revenue</b>	<u>163,616,448</u>	<u>342,447,956</u>	<u>506,064,404</u>
 <b>Change in Net Position</b>	 944,857,499	 247,532,056	 1,192,389,555
 <b>Net Position - Beginning of Year (Restated)</b>	 <u>6,754,251,229</u>	 <u>2,471,746,711</u>	 <u>9,225,997,940</u>
<b>Net Position - End of Year</b>	<u>\$ 7,699,108,728</u>	<u>\$ 2,719,278,767</u>	<u>\$ 10,418,387,495</u>

**STATE OF NEW JERSEY**  
**COMBINING STATEMENT OF NET POSITION**  
**NON-MAJOR COMPONENT UNITS - AUTHORITIES**  
**JUNE 30, 2014**

	<b>Casino Reinvestment Development Authority</b>	<b>Higher Education Student Assistance Authority</b>	<b>New Jersey Economic Development Authority</b>
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and cash equivalents	\$ 164,965,580	\$ 549,693,927	\$ 73,358,728
Investments	47,464,227	4,546,442,910	68,724,841
Receivables, net of allowances for uncollectibles			
Federal government	-	7,876,689	-
Loans	-	105,400,354	33,135,625
Mortgages	-	-	-
Other	35,812,765	46,676,535	-
Due from external parties	-	493,617	-
Inventories	-	-	-
Other	-	-	590,537
<b>Total Current Assets</b>	<u>248,242,572</u>	<u>5,256,584,032</u>	<u>175,809,731</u>
<b>Noncurrent Assets</b>			
Investments	-	-	212,047,563
Receivables, net of allowances for uncollectibles			
Loans	16,284,755	1,999,886,037	136,080,767
Mortgages	102,573,880	-	-
Other	-	-	-
Capital assets - nondepreciated	184,548,083	-	23,383,623
Capital assets - depreciated, net	341,385,156	944,263	61,091,312
Derivative instrument asset	-	-	-
Other	16,762,755	-	77,130
<b>Total Noncurrent Assets</b>	<u>661,554,629</u>	<u>2,000,830,300</u>	<u>432,680,395</u>
<b>Deferred Outflows of Resources</b>	<u>-</u>	<u>6,666,303</u>	<u>1,115,345</u>
<b>Total Assets and Deferred Outflows of Resources</b>	<u>909,797,201</u>	<u>7,264,080,635</u>	<u>609,605,471</u>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Accounts payable and accrued expenses	46,843,154	16,353,546	6,563,681
Due to external parties	-	77,592	-
Interest payable	4,845,853	9,218,722	319,176
Unearned revenue	3,623,784	-	1,486,825
Current portion of long-term obligations	33,869,233	180,500,000	1,963,797
Other	-	5,411,934	7,116,951
<b>Total Current Liabilities</b>	<u>89,182,024</u>	<u>211,561,794</u>	<u>17,450,430</u>
<b>Noncurrent Liabilities</b>			
Net pension obligation	-	-	-
Net OPEB obligation	-	-	-
Pollution remediation	-	-	-
Derivative instrument liability	-	-	-
Other	503,557,989	2,316,117,648	56,032,043
<b>Total Noncurrent Liabilities</b>	<u>503,557,989</u>	<u>2,316,117,648</u>	<u>56,032,043</u>
<b>Deferred Inflows of Resources</b>	<u>-</u>	<u>6,666,303</u>	<u>1,115,345</u>
<b>Total Liabilities and Deferred Inflows of Resources</b>	<u>592,740,013</u>	<u>2,534,345,745</u>	<u>74,597,818</u>
<b>NET POSITION</b>			
<b>Net investment in capital assets</b>	309,402,627	-	46,874,681
<b>Restricted for:</b>			
Capital projects	-	-	-
Debt service	33,897,039	183,881,604	-
Other purposes	5,709,083	4,545,853,286	22,388,440
<b>Unrestricted</b>	(31,951,561)	-	465,744,532
<b>Total Net Position</b>	<u>\$ 317,057,188</u>	<u>\$ 4,729,734,890</u>	<u>\$ 535,007,653</u>



<u>New Jersey Educational Facilities Authority</u>	<u>New Jersey Environmental Infrastructure Trust</u>	<u>New Jersey Health Care Facilities Financing Authority</u>	<u>New Jersey Housing and Mortgage Finance Agency</u>
\$ 124,931	\$ 375,465,124	\$ 58,000	\$ 739,184,000
6,751,242	89,685,555	7,248,000	69,126,000
-	-	-	-
-	90,305,713	286,000	958,000
-	-	-	92,984,000
25,000	-	2,141,000	5,201,000
-	-	-	2,807,000
-	-	-	-
16,729	25,753,017	3,631,000	22,990,000
<u>6,917,902</u>	<u>581,209,409</u>	<u>13,364,000</u>	<u>933,250,000</u>
-	104,095,908	-	402,625,000
-	1,187,009,265	619,000	270,428,000
-	-	-	2,271,515,000
-	-	-	1,675,000
-	-	-	1,225,000
67,556	307,387	25,000	8,425,000
-	-	-	7,553,000
-	-	-	64,430,000
<u>67,556</u>	<u>1,291,412,560</u>	<u>644,000</u>	<u>3,027,876,000</u>
-	-	-	90,462,000
<u>6,985,458</u>	<u>1,872,621,969</u>	<u>14,008,000</u>	<u>4,051,588,000</u>
228,809	19,579,613	321,000	9,735,000
-	-	-	24,367,000
-	-	-	19,411,000
-	-	1,822,000	70,774,000
-	88,417,261	-	94,535,000
-	-	-	158,135,000
<u>228,809</u>	<u>107,996,874</u>	<u>2,143,000</u>	<u>376,957,000</u>
-	-	-	-
1,130,284	-	-	59,215,000
-	-	-	-
-	-	-	91,406,000
25,213	1,345,994,261	-	2,656,381,000
<u>1,155,497</u>	<u>1,345,994,261</u>	<u>-</u>	<u>2,807,002,000</u>
-	-	-	9,006,000
<u>1,384,306</u>	<u>1,453,991,135</u>	<u>2,143,000</u>	<u>3,192,965,000</u>
67,556	307,387	25,000	9,650,000
-	-	-	-
-	255,996,982	-	320,423,000
-	124,893,654	-	36,071,000
5,533,596	37,432,811	11,840,000	492,479,000
<u>\$ 5,601,152</u>	<u>\$ 418,630,834</u>	<u>\$ 11,865,000</u>	<u>\$ 858,623,000</u>

(Continued on next page)

**STATE OF NEW JERSEY**  
**COMBINING STATEMENT OF NET POSITION**  
**NON-MAJOR COMPONENT UNITS - AUTHORITIES (Continued)**  
**JUNE 30, 2014**

	<u>New Jersey Meadowlands Commission</u>	<u>New Jersey Redevelopment Authority</u>	<u>New Jersey Sports and Exposition Authority</u>
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and cash equivalents	\$ 13,904,948	\$ 2,063,037	\$ 6,579,000
Investments	22,420,568	-	5,757,000
Receivables, net of allowances for uncollectibles			
Federal government	-	-	-
Loans	-	8,064,482	-
Mortgages	-	-	-
Other	1,421,162	3,863,717	7,584,000
Due from external parties	-	-	329,000
Inventories	-	-	-
Other	-	14,674	366,000
<b>Total Current Assets</b>	<u>37,746,678</u>	<u>14,005,910</u>	<u>20,615,000</u>
<b>Noncurrent Assets</b>			
Investments	2,272,891	22,222,342	-
Receivables, net of allowances for uncollectibles			
Loans	-	10,813,635	12,534,000
Mortgages	-	-	-
Other	-	-	-
Capital assets - nondepreciated	25,440,810	-	117,149,000
Capital assets - depreciated, net	9,034,065	35,565	172,641,000
Derivative instrument asset	-	-	-
Other	-	-	-
<b>Total Noncurrent Assets</b>	<u>36,747,766</u>	<u>33,071,542</u>	<u>302,324,000</u>
<b>Deferred Outflows of Resources</b>			
<b>Total Assets and Deferred Outflows of Resources</b>	<u>74,494,444</u>	<u>47,077,452</u>	<u>322,939,000</u>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Accounts payable and accrued expenses	2,362,245	74,473	8,938,000
Due to external parties	-	316,308	-
Interest payable	-	-	567,000
Unearned revenue	1,075,499	-	54,391,000
Current portion of long-term obligations	-	-	1,429,000
Other	-	-	1,371,000
<b>Total Current Liabilities</b>	<u>3,437,744</u>	<u>390,781</u>	<u>66,696,000</u>
<b>Noncurrent Liabilities</b>			
Net pension obligation	403,251	-	49,644,447
Net OPEB obligation	7,795,712	-	-
Pollution remediation	3,037,341	-	2,350,000
Derivative instrument liability	-	-	-
Other	415,589	-	12,632,553
<b>Total Noncurrent Liabilities</b>	<u>11,651,893</u>	<u>-</u>	<u>64,627,000</u>
<b>Deferred Inflows of Resources</b>			
<b>Total Liabilities and Deferred Inflows of Resources</b>	<u>15,089,637</u>	<u>390,781</u>	<u>131,323,000</u>
<b>NET POSITION</b>			
Net investment in capital assets	34,474,875	35,565	289,790,000
<b>Restricted for:</b>			
Capital projects	1,841,074	-	-
Debt service	-	-	-
Other purposes	21,309,141	-	486,000
<b>Unrestricted</b>	1,779,717	46,651,106	(98,660,000)
<b>Total Net Position</b>	<u>\$ 59,404,807</u>	<u>\$ 46,686,671</u>	<u>\$ 191,616,000</u>

<u>New Jersey Water Supply Authority</u>	<u>South Jersey Port Corporation</u>	<u>South Jersey Transportation Authority</u>	<u>University Hospital</u>	<u>Total Non-Major Authorities</u>
\$ 41,877,517	\$ 100,112,230	\$ 84,613,897	\$ 40,318,000	\$ 2,192,318,919
7,759,390	8,931,452	79,993,530	603,000	4,960,907,715
-	-	226,522	74,746,000	82,849,211
-	-	13,235,000	-	251,385,174
-	-	-	-	92,984,000
2,266,553	3,767,578	5,567,286	5,407,000	119,733,596
-	14,756,323	-	-	18,385,940
-	1,418,585	118,743	15,123,000	16,660,328
2,455,344	297,899	2,534,831	9,299,000	67,949,031
<u>54,358,804</u>	<u>129,284,067</u>	<u>186,289,809</u>	<u>145,496,000</u>	<u>7,803,173,914</u>
12,416,669	-	-	46,915,000	802,595,373
-	-	-	-	3,633,655,459
-	-	-	-	2,374,088,880
-	-	-	-	1,675,000
35,345,546	104,721,251	223,247,781	-	715,061,094
105,809,543	103,544,407	452,930,063	213,616,000	1,469,856,317
-	-	-	-	7,553,000
-	-	-	-	81,269,885
<u>153,571,758</u>	<u>208,265,658</u>	<u>676,177,844</u>	<u>260,531,000</u>	<u>9,085,755,008</u>
-	-	22,765,230	-	121,008,878
<u>207,930,562</u>	<u>337,549,725</u>	<u>885,232,883</u>	<u>406,027,000</u>	<u>17,009,937,800</u>
3,005,584	4,147,168	13,777,171	72,947,000	204,876,444
-	208,595	416,666	11,085,000	36,471,161
-	7,521,359	3,577,540	-	45,460,650
3,251,695	-	1,253,417	962,000	138,640,220
3,783,928	5,185,000	11,152,095	171,000	421,006,314
862,059	1,200,000	16,476,083	12,899,000	203,472,027
<u>10,903,266</u>	<u>18,262,122</u>	<u>46,652,972</u>	<u>98,064,000</u>	<u>1,049,926,816</u>
-	1,171,086	-	-	51,218,784
-	1,303,697	83,045,275	-	152,489,968
-	-	-	-	5,387,341
-	-	-	-	91,406,000
<u>75,345,060</u>	<u>267,090,000</u>	<u>455,886,652</u>	<u>227,348,000</u>	<u>7,916,826,008</u>
<u>75,345,060</u>	<u>269,564,783</u>	<u>538,931,927</u>	<u>227,348,000</u>	<u>8,217,328,101</u>
-	5,313,222	21,473,285	-	43,574,155
<u>86,248,326</u>	<u>293,140,127</u>	<u>607,058,184</u>	<u>325,412,000</u>	<u>9,310,829,072</u>
87,589,285	3,748,372	249,996,618	58,050,000	1,090,011,966
-	-	38,410	-	1,879,484
9,084,491	24,759,830	49,893,242	1,599,000	879,535,188
-	1,418,585	12,247,347	-	4,770,376,536
25,008,460	14,482,811	(34,000,918)	20,966,000	957,305,554
<u>\$ 121,682,236</u>	<u>\$ 44,409,598</u>	<u>\$ 278,174,699</u>	<u>\$ 80,615,000</u>	<u>\$ 7,699,108,728</u>

**STATE OF NEW JERSEY  
COMBINING STATEMENT OF ACTIVITIES  
NON-MAJOR COMPONENT UNITS - AUTHORITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>Casino Reinvestment Development Authority</u>	<u>Higher Education Student Assistance Authority</u>	<u>New Jersey Economic Development Authority</u>
<b>Expenses</b>	\$ 108,375,335	\$ 1,207,072,280	\$ 95,381,507
<b>Net (Expense) Revenue and Changes in Net Position</b>			
<b>Program Revenues</b>			
Charges for services	73,656,800	30,889,437	38,390,681
Operating grants and contributions	77,824,987	248,379,738	16,609,378
Capital grants and contributions	-	1,752,080,895	-
<b>Net (Expense) Revenue</b>	<u>43,106,452</u>	<u>824,277,790</u>	<u>(40,381,448)</u>
<b>General Revenue</b>			
Payments from State	-	-	11,591,125
<b>Total General Revenue</b>	<u>-</u>	<u>-</u>	<u>11,591,125</u>
<b>Change in Net Position</b>	43,106,452	824,277,790	(28,790,323)
<b>Net Position - Beginning of Year (Restated)</b>	<u>273,950,736</u>	<u>3,905,457,100</u>	<u>563,797,976</u>
<b>Net Position - End of Year</b>	<u>\$ 317,057,188</u>	<u>\$ 4,729,734,890</u>	<u>\$ 535,007,653</u>

<u>New Jersey Educational Facilities Authority</u>	<u>New Jersey Environmental Infrastructure Trust</u>	<u>New Jersey Health Care Facilities Financing Authority</u>	<u>New Jersey Housing and Mortgage Finance Agency</u>
\$ 2,245,558	\$ 46,460,135	\$ 7,289,000	\$ 373,844,000
3,187,412	5,837,548	4,108,000	169,962,000
3,988	154,053,855	4,075,000	201,356,000
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>945,842</u>	<u>113,431,268</u>	<u>894,000</u>	<u>(2,526,000)</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
945,842	113,431,268	894,000	(2,526,000)
<u>4,655,310</u>	<u>305,199,566</u>	<u>10,971,000</u>	<u>861,149,000</u>
<u>\$ 5,601,152</u>	<u>\$ 418,630,834</u>	<u>\$ 11,865,000</u>	<u>\$ 858,623,000</u>

(Continued on next page)

**STATE OF NEW JERSEY**  
**COMBINING STATEMENT OF ACTIVITIES**  
**NON-MAJOR COMPONENT UNITS - AUTHORITIES (Continued)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>New Jersey Meadowlands Commission</u>	<u>New Jersey Redevelopment Authority</u>	<u>New Jersey Sports and Exposition Authority</u>
<b>Expenses</b>	\$ 45,405,064	\$ 6,361,268	\$ 98,947,000
 <b>Net (Expense) Revenue and Changes in Net Position</b>			
<b>Program Revenues</b>			
Charges for services	38,189,649	307,922	55,493,000
Operating grants and contributions	1,874,979	1,226,101	3,627,000
Capital grants and contributions	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net (Expense) Revenue</b>	<u>(5,340,436)</u>	<u>(4,827,245)</u>	<u>(39,827,000)</u>
 <b>General Revenue</b>			
Payments from State	<u>-</u>	<u>-</u>	<u>21,803,000</u>
<b>Total General Revenue</b>	<u>-</u>	<u>-</u>	<u>21,803,000</u>
 <b>Change in Net Position</b>	 (5,340,436)	 (4,827,245)	 (18,024,000)
 <b>Net Position - Beginning of Year (Restated)</b>	 <u>64,745,243</u>	 <u>51,513,916</u>	 <u>209,640,000</u>
<b>Net Position - End of Year</b>	<u>\$ 59,404,807</u>	<u>\$ 46,686,671</u>	<u>\$ 191,616,000</u>

<u>New Jersey Water Supply Authority</u>	<u>South Jersey Port Corporation</u>	<u>South Jersey Transportation Authority</u>	<u>University Hospital</u>	<u>Total Non-Major Authorities</u>
\$ 25,431,726	\$ 40,675,963	\$ 121,906,042	\$ 620,203,000	\$ 2,799,597,878
25,935,674	20,782,178	104,981,542	501,989,000	1,073,710,843
508,086	3,896,061	1,640,794	28,168,000	743,243,967
-	5,100,224	6,267,000	436,000	1,763,884,119
<u>1,012,034</u>	<u>(10,897,500)</u>	<u>(9,016,706)</u>	<u>(89,610,000)</u>	<u>781,241,051</u>
-	14,756,323	-	115,466,000	163,616,448
-	14,756,323	-	115,466,000	163,616,448
1,012,034	3,858,823	(9,016,706)	25,856,000	944,857,499
<u>120,670,202</u>	<u>40,550,775</u>	<u>287,191,405</u>	<u>54,759,000</u>	<u>6,754,251,229</u>
<u>\$ 121,682,236</u>	<u>\$ 44,409,598</u>	<u>\$ 278,174,699</u>	<u>\$ 80,615,000</u>	<u>\$ 7,699,108,728</u>

**STATE OF NEW JERSEY**  
**COMBINING STATEMENT OF NET POSITION**  
**NON-MAJOR COMPONENT UNITS - COLLEGES AND UNIVERSITIES**  
**JUNE 30, 2014**

	<u>The College of New Jersey</u>	<u>Kean University</u>	<u>Montclair State University</u>
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and cash equivalents	\$ 51,347,000	\$ 129,769,096	\$ 49,476,566
Investments	37,736,000	29,999,741	228,245,310
Receivables, net of allowances for uncollectibles			
Federal government	4,192,000	2,732,170	6,191,185
Loans	857,000	249,823	223,868
Other	4,175,000	11,435,059	11,736,295
Due from external parties	3,582,000	2,945,690	2,387,659
Other	21,186,000	3,239,811	1,720,073
<b>Total Current Assets</b>	<u>123,075,000</u>	<u>180,371,390</u>	<u>299,980,956</u>
<b>Noncurrent Assets</b>			
Investments	51,265,000	7,910,978	139,117,467
Receivables, net of allowances for uncollectibles			
Loans	3,072,000	1,608,504	3,472,173
Mortgages	-	-	-
Other	-	255,315	-
Capital assets - nondepreciated	38,301,000	32,010,605	129,853,536
Capital assets - depreciated, net	549,354,000	426,190,838	671,730,847
Other	41,601,000	2,046,818	5,115,912
<b>Total Noncurrent Assets</b>	<u>683,593,000</u>	<u>470,023,058</u>	<u>949,289,935</u>
<b>Deferred Outflows of Resources</b>	<u>22,559,000</u>	<u>15,267,019</u>	<u>3,477,768</u>
<b>Total Assets and Deferred Outflows of Resources</b>	<u>829,227,000</u>	<u>665,661,467</u>	<u>1,252,748,659</u>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Accounts payable and accrued expenses	22,746,000	23,870,042	36,864,260
Due to external parties	-	-	-
Interest payable	9,765,000	6,769,079	8,604,536
Unearned revenue	1,603,000	13,161,597	23,465,953
Current portion of long-term obligations	11,563,000	10,778,052	9,731,240
Other	3,547,000	3,507,558	5,943,268
<b>Total Current Liabilities</b>	<u>49,224,000</u>	<u>58,086,328</u>	<u>84,609,257</u>
<b>Noncurrent liabilities</b>			
Other	391,479,000	354,884,295	492,652,047
<b>Total Noncurrent Liabilities</b>	<u>391,479,000</u>	<u>354,884,295</u>	<u>492,652,047</u>
<b>Deferred Inflows of Resources</b>	<u>-</u>	<u>-</u>	<u>212,959,688</u>
<b>Total Liabilities and Deferred Inflows of Resources</b>	<u>440,703,000</u>	<u>412,970,623</u>	<u>790,220,992</u>
<b>NET POSITION</b>			
<b>Net investment in capital assets</b>	229,359,000	113,970,633	240,945,408
<b>Restricted for:</b>			
Capital projects	2,268,000	53,399,756	37,787,583
Debt service	8,992,000	6,607,096	16
Other purposes	26,844,000	29,450,131	27,927,779
<b>Unrestricted</b>	121,061,000	49,263,228	155,866,881
<b>Total Net Position</b>	<u>\$ 388,524,000</u>	<u>\$ 252,690,844</u>	<u>\$ 462,527,667</u>



<u>New Jersey City University</u>	<u>New Jersey Institute of Technology</u>	<u>Ramapo College of New Jersey</u>	<u>The Richard Stockton College of New Jersey</u>	<u>Rowan University</u>
\$ 9,315,678	\$ 58,747,000	\$ 53,977,000	\$ 14,884,218	\$ 162,156,618
36,213,951	14,473,000	16,000	92,770,614	612,879
2,255,870	19,597,000	-	642,775	14,439,895
1,779,072	340,000	193,000	258,126	-
5,188,355	3,694,000	5,557,000	6,324,591	24,078,798
-	3,263,000	-	775,368	3,579,785
291,092	1,480,000	56,667,000	30,690,288	29,618,176
<u>55,044,018</u>	<u>101,594,000</u>	<u>116,410,000</u>	<u>146,345,980</u>	<u>234,486,151</u>
30,843,367	145,645,000	21,776,000	32,356,404	176,920,956
718,657	1,700,000	730,000	2,063,299	3,265,968
-	3,935,000	-	-	-
1,209,634	39,659,000	4,159,000	1,472,683	-
19,573,363	-	-	21,604,572	95,630,248
190,455,549	318,194,000	299,349,000	295,363,329	587,629,615
1,133,020	757,000	-	-	36,958,292
<u>243,933,590</u>	<u>509,890,000</u>	<u>326,014,000</u>	<u>352,860,287</u>	<u>900,405,079</u>
<u>1,532,514</u>	<u>2,362,000</u>	<u>-</u>	<u>644,623</u>	<u>18,596,531</u>
<u>300,510,122</u>	<u>613,846,000</u>	<u>442,424,000</u>	<u>499,850,890</u>	<u>1,153,487,761</u>
6,616,396	19,522,000	18,154,000	21,611,640	48,838,972
-	1,273,000	-	-	-
3,168,635	4,400,000	-	-	-
3,577,599	9,311,000	4,277,000	14,971,754	24,251,239
5,543,561	10,960,000	8,982,000	7,015,667	16,126,919
13,001,403	10,569,000	3,192,000	9,032,608	18,569
<u>31,907,594</u>	<u>56,035,000</u>	<u>34,605,000</u>	<u>52,631,669</u>	<u>89,235,699</u>
148,112,347	237,118,000	265,443,000	244,272,989	632,844,774
148,112,347	237,118,000	265,443,000	244,272,989	632,844,774
-	418,000	-	-	264,069
<u>180,019,941</u>	<u>293,571,000</u>	<u>300,048,000</u>	<u>296,904,658</u>	<u>722,344,542</u>
57,305,548	104,903,000	32,396,000	75,114,004	96,788,816
-	48,296,000	-	-	-
6,789,059	5,020,000	-	6,374,706	23,018,712
11,784,065	89,106,000	23,309,000	25,949,937	139,808,570
44,611,509	72,950,000	86,671,000	95,507,585	171,527,121
<u>\$ 120,490,181</u>	<u>\$ 320,275,000</u>	<u>\$ 142,376,000</u>	<u>\$ 202,946,232</u>	<u>\$ 431,143,219</u>

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**STATE OF NEW JERSEY**  
**COMBINING STATEMENT OF NET POSITION**  
**NON-MAJOR COMPONENT UNITS - COLLEGES AND UNIVERSITIES (Continued)**  
**JUNE 30, 2014**

	<u>Thomas Edison State College</u>	<u>The William Paterson University of New Jersey</u>	<u>Total Non-Major Colleges and Universities</u>
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and cash equivalents	\$ 15,498,876	\$ 139,299,608	\$ 684,471,660
Investments	40,299,098	15,301,931	495,668,524
Receivables, net of allowances for uncollectibles			
Federal government	848,962	884,563	51,784,420
Loans	-	814,978	4,715,867
Other	5,342,489	7,376,713	84,908,300
Due from external parties	753,857	4,077,572	21,364,931
Other	350,596	-	145,243,036
<b>Total Current Assets</b>	<u>63,093,878</u>	<u>167,755,365</u>	<u>1,488,156,738</u>
<b>Noncurrent Assets</b>			
Investments	12,143,878	-	617,979,050
Receivables, net of allowances for uncollectibles			
Loans	-	391,363	17,021,964
Mortgages	-	-	3,935,000
Other	-	1,646,294	48,401,926
Capital assets - nondepreciated	9,135,752	41,328,239	387,437,315
Capital assets - depreciated, net	33,473,016	306,468,046	3,678,208,240
Other	-	-	87,612,042
<b>Total Noncurrent Assets</b>	<u>54,752,646</u>	<u>349,833,942</u>	<u>4,840,595,537</u>
<b>Deferred Outflows of Resources</b>	<u>-</u>	<u>-</u>	<u>64,439,455</u>
<b>Total Assets and Deferred Outflows of Resources</b>	<u>117,846,524</u>	<u>517,589,307</u>	<u>6,393,191,730</u>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Accounts payable and accrued expenses	7,727,448	17,459,338	223,410,096
Due to external parties	479	-	1,273,479
Interest payable	-	-	32,707,250
Unearned revenue	10,194,645	5,962,943	110,776,730
Current portion of long-term obligations	779,013	6,914,592	88,394,044
Other	1,836,957	3,244,014	53,892,377
<b>Total Current Liabilities</b>	<u>20,538,542</u>	<u>33,580,887</u>	<u>510,453,976</u>
<b>Noncurrent liabilities</b>			
Other	10,445,901	172,564,877	2,949,817,230
<b>Total Noncurrent Liabilities</b>	<u>10,445,901</u>	<u>172,564,877</u>	<u>2,949,817,230</u>
<b>Deferred Inflows of Resources</b>	<u>-</u>	<u>-</u>	<u>213,641,757</u>
<b>Total Liabilities and Deferred Inflows of Resources</b>	<u>30,984,443</u>	<u>206,145,764</u>	<u>3,673,912,963</u>
<b>NET POSITION</b>			
Net investment in capital assets	34,143,449	176,802,354	1,161,728,212
<b>Restricted for:</b>			
Capital projects	-	-	141,751,339
Debt service	-	6,810,659	63,612,248
Other purposes	6,952,131	17,066,617	398,198,230
<b>Unrestricted</b>	<u>45,766,501</u>	<u>110,763,913</u>	<u>953,988,738</u>
<b>Total Net Position</b>	<u>\$ 86,862,081</u>	<u>\$ 311,443,543</u>	<u>\$ 2,719,278,767</u>

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**STATE OF NEW JERSEY**  
**COMBINING STATEMENT OF ACTIVITIES**  
**NON-MAJOR COMPONENT UNITS - COLLEGES AND UNIVERSITIES**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>The College of New Jersey</u>	<u>Kean University</u>	<u>Montclair State University</u>
<b>Expenses</b>	\$ 220,407,000	\$ 237,952,838	\$ 365,302,974
<b>Net (Expense) Revenue and Changes in Net Position</b>			
<b>Program Revenues</b>			
Charges for services	141,250,000	121,959,514	238,522,486
Operating grants and contributions	53,633,000	95,214,856	110,900,494
Capital grants and contributions	<u>8,616,000</u>	<u>-</u>	<u>21,112,777</u>
<b>Net (Expense) Revenue</b>	<u>(16,908,000)</u>	<u>(20,778,468)</u>	<u>5,232,783</u>
<b>General Revenue</b>			
Payments from State	<u>29,317,000</u>	<u>44,533,037</u>	<u>38,613,000</u>
<b>Total General Revenue</b>	<u>29,317,000</u>	<u>44,533,037</u>	<u>38,613,000</u>
<b>Change in Net Position</b>	12,409,000	23,754,569	43,845,783
<b>Net Position - Beginning of Year (Restated)</b>	<u>376,115,000</u>	<u>228,936,275</u>	<u>418,681,884</u>
<b>Net Position - End of Year</b>	<u>\$ 388,524,000</u>	<u>\$ 252,690,844</u>	<u>\$ 462,527,667</u>

<u>New Jersey City University</u>	<u>New Jersey Institute of Technology</u>	<u>Ramapo College of New Jersey</u>	<u>The Richard Stockton College of New Jersey</u>	<u>Rowan University</u>
\$ 178,296,912	\$ 313,319,000	\$ 139,927,000	\$ 210,577,174	\$ 467,120,492
97,890,796	128,660,000	93,224,000	95,169,392	178,293,017
60,600,437	171,486,000	43,791,000	102,335,233	215,839,982
<u>1,139,311</u>	<u>69,091,000</u>	<u>-</u>	<u>3,122,154</u>	<u>10,092,969</u>
<u>(18,666,368)</u>	<u>55,918,000</u>	<u>(2,912,000)</u>	<u>(9,950,395)</u>	<u>(62,894,524)</u>
<u>26,056,000</u>	<u>37,696,000</u>	<u>16,130,000</u>	<u>19,839,000</u>	<u>88,792,000</u>
<u>26,056,000</u>	<u>37,696,000</u>	<u>16,130,000</u>	<u>19,839,000</u>	<u>88,792,000</u>
7,389,632	93,614,000	13,218,000	9,888,605	25,897,476
<u>113,100,549</u>	<u>226,661,000</u>	<u>129,158,000</u>	<u>193,057,627</u>	<u>405,245,743</u>
<u>\$ 120,490,181</u>	<u>\$ 320,275,000</u>	<u>\$ 142,376,000</u>	<u>\$ 202,946,232</u>	<u>\$ 431,143,219</u>

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**STATE OF NEW JERSEY**  
**COMBINING STATEMENT OF ACTIVITIES**  
**NON-MAJOR COMPONENT UNITS - COLLEGES AND UNIVERSITIES (Continued)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>Thomas Edison State College</u>	<u>The William Patterson University of New Jersey</u>	<u>Total Non-Major Colleges and Universities</u>
<b>Expenses</b>	\$ 93,103,068	\$ 214,778,624	\$ 2,440,785,082
<b>Net (Expense) Revenue and Changes in Net Position</b>			
<b>Program Revenues</b>			
Charges for services	51,211,343	115,161,741	1,261,342,289
Operating grants and contributions	37,296,006	74,569,090	965,666,098
Capital grants and contributions	<u>2,686,991</u>	<u>2,999,593</u>	<u>118,860,795</u>
<b>Net (Expense) Revenue</b>	<u>(1,908,728)</u>	<u>(22,048,200)</u>	<u>(94,915,900)</u>
<b>General Revenue</b>			
Payments from State	<u>8,723,919</u>	<u>32,748,000</u>	<u>342,447,956</u>
<b>Total General Revenue</b>	<u>8,723,919</u>	<u>32,748,000</u>	<u>342,447,956</u>
<b>Change in Net Position</b>	6,815,191	10,699,800	247,532,056
<b>Net Position - Beginning of Year (Restated)</b>	<u>80,046,890</u>	<u>300,743,743</u>	<u>2,471,746,711</u>
<b>Net Position - End of Year</b>	<u>\$ 86,862,081</u>	<u>\$ 311,443,543</u>	<u>\$ 2,719,278,767</u>

**STATE OF NEW JERSEY  
DESCRIPTION OF FUNDS**

**Alcohol Education, Rehabilitation and Enforcement Fund (P.L. 1983, c.531)**

**Special Revenue Fund**

Annual deposits of \$11 million are made to this fund from annual Alcohol Beverage Excise Tax collections. The enabling legislation dedicates 75.0 percent toward alcohol rehabilitation, 15.0 percent toward enforcement, and 10.0 percent toward education. Additionally, a \$100 fee paid by persons convicted of operating a motor vehicle under the influence of intoxicating liquor or drugs is deposited into this fund to be used for the screening, evaluation, education, and referral of persons who have been convicted of driving while intoxicated.

**Alternate Benefit Long-Term Disability Fund**

**Pension Trust Fund**

The fund is employer-funded for long-term disability. Benefits are paid to those members of the Alternate Benefit Program Fund who have been disabled for two years or more since October 1, 1986.

**Alternate Benefit Program Fund (N.J.S.A. 18A:66-167 et seq.)**

**Agency Fund**

Faculty members of public institutions of higher education and certain administrative and professional titles are allowed to participate in a defined contribution plan. The employer contributes eight percent of base or contractual salary and then is reimbursed through this fund. The State's appropriation equals the amount needed to reimburse the employers for their contribution.

**Atlantic City Parking Fees Fund (P.L. 1993, c.159)**

**Special Revenue Fund**

A \$3 fee per diem is imposed for each vehicle parked, garaged, or stored in any casino hotel parking space. As per P.L. 2003, c.116 effective July 1, 2007, of the \$3 fee collected, \$2.50 is remitted to the Casino Reinvestment Development Authority (CRDA). The remaining \$.50 is deposited into the Casino Revenue Fund.

**Atlantic City Projects-Room Fund (P.L. 2001, c.221)**

**Special Revenue Fund**

The Atlantic City Projects-Room Fund facilitates the development of entertainment-retail projects in specified districts located within Atlantic City and promotes the revitalization of other urban areas throughout the State. Room Fund revenue is comprised of Tourism Promotion Fee receipts limited to annual Luxury Tax receipts that exceed the pre-determined baseline amount for a given district. Project Fund revenue is comprised of Sales and Use Tax receipts received from the entertainment-retail vendors within each district project. These funds shall be used by the Casino Reinvestment Development Authority for eligible projects in the corridor regions of Atlantic City.

**Atlantic City Tourism Promotion Fund (P.L. 1991, c.376)**

**Special Revenue Fund**

This fund accounts for revenues collected from a \$2 fee per diem for each occupied room in any hotel providing casino gaming and \$1 fee per diem for each occupied room in any other hotel in the eligible municipality. The revenues are collected, certified, and distributed on a monthly basis to the Atlantic City Convention and Visitors Authority and a portion to the Atlantic City Projects-Room Fund. Amounts expended are solely for the purpose of promoting tourism, conventions, resorts, and casino gaming.

**Beaches and Harbor Fund (P.L. 1977, c.208)**

**General Fund**

An amount of \$30 million of General Obligation bonds was authorized to research, plan, acquire, develop, construct, and maintain beaches and harbors.

**2007 Blue Acres Fund (P.L. 2007, c.119)**

**Capital Projects**

An amount of \$12 million of General Obligation bonds was authorized from the Green Acres, Farmland, Blue Acres, and Historic Preservation Bond Act of 2007 for the purpose of acquiring land by the State for recreation and conservation purposes in the floodways of the Delaware River, Passaic River, or Raritan River and their respective tributaries.

**2009 Blue Acres Fund (P.L. 2009, c.117)**

**Capital Projects**

An amount of \$24 million of General Obligation bonds was authorized from the Green Acres, Water Supply and Floodplain Protection, Farmland and Historic Preservation Bond Act of 2009 for the purpose of State acquisition of land for recreation and conservation purposes that has been damaged by, or may be prone to incurring damage caused by, storms or storm-related flooding or that may buffer or protect other lands from such damage.

**Board of Bar Examiners (R. 1:27B1)**

**Special Revenue Fund**

This fund was established for the purposes of drafting bar essay examination questions, reviewing applications, and preparing, administering, and grading bar examinations. Revenues are generated by payments made by candidates for admission to the Bar of the State of New Jersey. Revenues include examination fees, late fee charges, certificates of good standing, license name changes, and copying fees.

**Boarding House Rental Assistance Fund (N.J.S.A. 55:14K-14)**

**Special Revenue Fund**

A \$1.0 million appropriation (\$750 thousand from the Casino Revenue Fund and \$250 thousand from the General Fund) initially funded the Boarding House Rental Assistance Fund. This fund finances life safety improvement loans by the New Jersey Housing and Mortgage Finance Agency for the benefit of residents of boarding homes; and to account for the repayments for such life safety improvement loans.

**Body Armor Replacement Fund (P.L. 1997, c.177)**

**Special Revenue Fund**

One dollar for every bail forfeiture and one dollar added to the amount of each fine and penalty collected under authority of any law for any violation of Title 39 of the revised statutes or any other motor vehicle or traffic violation are deposited in this fund. This fund is used primarily for the purchase of body vests for law enforcement and correction officers.

**Building Our Future Fund (P.L. 2012, c.41)**

**General Fund**

An amount of \$750 million of General Obligation bonds was authorized to provide capital project grants to New Jersey's public and private institutions of higher education in order to increase academic capacity. Grants will be allocated as follows: \$300 million for the public research universities; \$247.5 million for the State colleges and universities established pursuant to chapter 64 of Title 18A of the New Jersey Statutes; \$150 million for the county colleges; and \$52.5 million for the private institutions of higher education, other than a private institution having a total endowment of more than \$1 billion.

**Casino Control Fund (N.J.S.A. 5:12-143)**

**Special Revenue Fund**

This fund accounts for fees from the issuance and annual renewal of casino licenses and other license fees. The Casino Control Commission and the Division of Gaming Enforcement are funded by Casino Control Fund appropriations.



**Casino Revenue Fund (N.J.S.A. 5:12-145)**

**Special Revenue Fund**

This fund accounts for the tax on gross revenue generated by the casinos and internet gaming. Gross revenue refers to the total of all sums actually received by a licensee from gaming operations less the total sums paid out as winnings to patrons. Other taxes and fees deposited into this fund are the Casino Room Fee, Progressive Slot Tax, and a portion of the Casino Parking Fee. Appropriations from this fund must be used to provide for reductions in property taxes, utility charges, and other specified expenses of eligible senior citizens.

**Casino Simulcasting Fund (P.L. 1992, c.19)**

**Special Revenue Fund**

Casino simulcasting is defined as the simultaneous transmission by picture of running or harness horse races conducted at race tracks to Atlantic City casinos and pari-mutuel wagering at those gambling establishments on the results of those races. One half of a percent of the pari-mutuel pool generated at the casino is deposited into this fund and is used for services to benefit senior citizens.

**Casino Simulcasting Special Fund (P.L. 1992, c.19)**

**Special Revenue Fund**

After multiple formula distributions, a portion of the remaining balance and all breakage moneys and outstanding pari-mutuel ticket monies resulting from casino wagering on out-of-state race tracks are deposited into this fund. The funds are disbursed as operating subsidies to the Atlantic City racetrack, Atlantic City casinos conducting simulcasting, and for other miscellaneous purposes.

**Catastrophic Illness in Children Relief Fund (P.L. 1987, c.370)**

**Special Revenue Fund**

This fund provides assistance to children and their families whose medical expenses due to a child's "catastrophic illness" extend beyond the families' available resources. Revenue is derived from a \$1.50 annual surcharge per employee for all employers who are subject to the New Jersey Unemployment Compensation Law.

**Central Pension Fund**

**Pension Trust Fund**

This fund administers a series of noncontributory pension acts. Benefits are funded on a pay-as-you-go basis in accordance with the governing statute and the rules and regulations of the State House Commission.

**Clean Communities Account Fund (P.L. 1985, c.533)**

**Special Revenue Fund**

A user fee on sales of litter-generating products is credited to this fund. Fund resources are primarily used to provide State aid to eligible municipalities for programs of litter pickup and removal, including the establishment of an "Adopt-A-Highway" program. A small portion of the available balance is to be used for a State program of litter pickup and removal, as well as enforcement of litter-related laws.

**Clean Energy Fund (P.L. 1999, c.23)**

**Special Revenue Fund**

This fund accounts for revenues collected from a "societal benefit charge" on monthly utility bills. Funds generated from this charge are used to support clean energy initiatives.

**Clean Waters Fund (P.L. 1976, c.92)**

**General Fund**

An amount of \$120 million of General Obligation bonds was authorized to research, plan, acquire, develop, construct, and maintain water supply and wastewater treatment facilities.

**Clean Water State Revolving Fund (P.L. 2009, c.77)**

**Special Revenue Fund**

This fund is the depository for the receipt of federal capitalization grants and other funds made available to the State for clean water projects and set-asides pursuant to the "Water Quality Act of 1987" and any amendatory and supplementary acts thereto.

**Consolidated Police and Firemen's Pension Fund (N.J.S.A. 43:16)**

**Pension Trust Fund**

This fund was established to place 212 local police and firemen pension funds on an actuarial basis. The membership consists of policemen and firemen that were appointed prior to July 1, 1944. This fund has no active members. All police and firemen currently appointed are enrolled in the Police and Firemen's Retirement System (PFRS). Any unfunded liability of the CPFPPF is an obligation of the State.

**Correctional Facilities Construction Fund (P.L. 1982, c.120)**

**Capital Projects Fund**

An amount of \$170 million of General Obligation bonds was authorized for construction of new medium security prisons, county assistance programs, and renovations and modifications to existing State facilities.

**Correctional Facilities Construction Fund of 1987 (P.L. 1987, c.178)**

**Capital Projects Fund**

An amount of \$198 million of General Obligation bonds was authorized for the planning, erection, acquisition, improvement, construction, reconstruction, development, extension, rehabilitation, demolition, and equipment of State and county correctional facilities.

**Cultural Centers and Historic Preservation Fund (P.L. 1987, c.265)**

**General Fund**

An amount of \$100 million of General Obligation bonds was authorized for the purpose of financing the construction and development of cultural centers (\$40 million); the restoration, repair, or rehabilitation of historic structures in the State (\$25 million); and for the purpose of providing for grants and loans to assist municipalities, counties, and other units of local government to acquire and develop lands for recreation and conservation purposes (\$35 million).

**2003 Dam, Lake and Stream Project Revolving Loan Fund (P.L. 2003, c.162)**

**General Fund**

An amount of \$110 million of General Obligation bonds was authorized to make low-interest loans to owners of dams, lakes or streams, or private lake associations for dam restoration and repair projects, lake dredging and restoration projects, or stream cleaning and desnagging projects.

**2003 Dam, Lake, Stream, and Flood Control Project Fund (P.L. 2003, c.162)**

**General Fund**

An amount of \$40 million of General Obligation bonds was authorized to provide assistance, other than full or matching grants, to owners of dams, lakes or streams, or private lake associations for dam restoration and repair projects, lake dredging and restoration projects, or stream cleaning and desnagging projects, and for State flood control projects or State dam restoration and repair projects.

**1992 Dam Restoration and Clean Waters Trust Fund (P.L. 1992, c.88)**

**General Fund**

An amount of \$20 million of General Obligation bonds was authorized from the Green Acres, Clean Water, Farmland, and Historic Preservation Bond Act of 1992 to finance dam restoration and inland water projects and loans.

**Defined Contribution Retirement Program (N.J.S.A. 43:15c)**

**Pension Trust Fund**

Individuals eligible for membership include State or Local Officials who are elected or appointed on or after July 1, 2007; employees enrolled in the PERS or TPAF on or after July 1, 2007 who earn salary in excess of established annual maximum compensation limits (equivalent to annual maximum wage base for Social Security deductions); employees enrolled in the PFRS or SPRS after May 21, 2010 who earn salary in excess of established annual maximum compensation limits (equivalent to annual maximum wage base for Social Security deductions); and employees otherwise eligible to enroll in the PERS or TPAF on or after November 2, 2008, who do not earn the minimum annual salary required for PERS or TPAF Tier 3 enrollment or do not work the minimum hours per week required for PERS or TPAF Tier 4 and Tier 5 enrollments.

**Dental Expense Program (N.J.S.A. 52:14-17.29)**

**Agency Fund**

This program helps meet the dental expenses for eligible state and local employees, retirees, and their dependents. There are two separate benefit types available. The Dental Expense Program (DEP) is a self-insured indemnity plan. Included are full coverage of eligible diagnostic and preventive services and substantial benefits for covered restorative services. For active employees there is an annual benefit maximum of \$3,000 and a separate lifetime \$1,000 maximum for child orthodontic services. The DEP also has a "discount network" of providers who have contracts with the insurance carrier which reduces the cost of services to the employee and to the program. In addition to the DEP, there are several Dental Plan Organizations (DPOs) participating in the State program. Similar to HMOs for health care, the DPOs pay for benefits rendered by contracted providers. The DEP is available to employees of the State of New Jersey, including employees of certain independent agencies, such as the State colleges and universities. Although the cost sharing is subject to bargaining contracts, at this time all State employees use the same rule: the State pays for at least one-half of the cost of coverage. The DEP is offered to local employees whose employers have elected to participate.

Retirees who participate in the State Health Benefits Plan are permitted to enroll themselves and eligible dependents in the DEP at the time of retirement, but are subject to a maximum annual benefit limit of \$1,500. The retiree pays the entire cost.

**1989 Development Potential Bank Transfer Fund (P.L. 1989, c.183)**

**General Fund**

An amount of \$20 million of General Obligation bonds was authorized to provide for the acquisition and development rights of land by the State for recreation and conservation purposes.

**Developmental Disabilities Waiting List Reduction Fund (P.L. 1994, c.108)**

**General Fund**

An amount of \$160 million of General Obligation bonds was authorized for the purpose of planning, construction, reconstruction, development, erection, acquisition, extension, improvement, rehabilitation, and equipping of community-based residential facilities for clients on the New Jersey Department of Human Services' Developmental Disabilities Waiting List.

**Disciplinary Oversight Committee (R. 1:20-2)**

**Special Revenue Fund**

This fund was established for the purpose of performing random audits of the books and records of New Jersey attorneys for compliance with standards established by the Supreme Court of New Jersey. Revenues are generated from annual attorney assessments paid by bar members. Each nonexempt member of the Bar is required to pay \$25 annually in their second year of practice and \$135 for attorneys in their third to forty-ninth year.

**Division of Motor Vehicles Surcharge Fund (P.L. 1994, c.57)**

**Special Revenue Fund**

This fund consists of surcharge and Unsafe Driver collections for the payment of principal and interest applicable to New Jersey Economic Development Authority bonds for the Market Transition Facility, Motor Vehicle Commission, Special Needs Housing Program, and Motor Vehicle Surcharge bonds. Excess funds are available for transfer to the State's General Fund.

**Dredging and Containment Facility Fund (P.L. 1996, c.70)**

**General Fund**

An amount of \$185 million of General Obligation bonds was authorized for the construction of subaqueous pits, the construction of containment facilities, projects related to the decontamination of dredged materials, and dredging projects. Additionally, an amount of \$20 million of General Obligation bonds was authorized for the purpose of dredging navigation channels located in the port region.

**Drinking Water State Revolving Fund (P.L. 1998, c.84)**

**Special Revenue Fund**

This fund is the depository for the receipt of federal capitalization grants and other funds made available to the State for drinking water projects and set-asides pursuant to the Federal Safe Drinking Water Act.

**1996 Economic Development Site Fund (P.L. 1996, c.70)**

**General Fund**

An amount of \$20 million of General Obligation bonds was authorized for the purchase of real property, equipment, and any building, construction, and miscellaneous site improvements associated with an economic development site.

**Emergency Flood Control Fund (P.L. 1978, c.78)**

**General Fund**

An amount of \$25 million of General Obligation bonds was authorized to acquire, develop, construct, and maintain flood control facilities and for the development of a comprehensive flood control master plan.

**Emergency Medical Technician Training Fund (P.L. 1992, c.143)**

**Special Revenue Fund**

An amount of \$0.50 added to each fine, penalty, and forfeiture imposed and collected under authority of law for any violation of the provisions of Title 39 of the revised statutes or any other motor vehicle or traffic violation is deposited in this fund. This fund annually reimburses any private agency, organization, or entity which is certified by the Commissioner of Health to provide training and testing for volunteer ambulance, first aid, and rescue squad personnel who are seeking emergency medical technician-ambulance (EMT-A) or emergency medical technician-defibrillation (EMT-D) certification and/or recertification that are not otherwise reimbursed.

**Emergency Services Fund (N.J.S.A. 52:14E-5)**

**General Fund**

General Fund appropriations are credited to the fund and, on an as needed basis, reimburse municipalities or counties for damage or excess costs as a result of an emergency. Payments must be certified by the Governor's Advisory Council and approved by the Governor.

**Energy Conservation Fund (P.L. 1980, c.68)**

**Capital Projects Fund**

Of the \$50 million of General Obligation bonds that was authorized, \$3 million is appropriated for energy audits and \$47 million is appropriated for energy-saving renovations to educational facilities, institutions, and public buildings of the State.

**Enterprise Zone Assistance Fund (P.L. 1983, c.303)**

**Special Revenue Fund**

The purpose of this fund is to provide relief in certain areas of economic distress, by reducing Sales and Use Tax paid by up to one half of the current tax rate. The revenue generated in these zones is made available to the municipalities located within the Urban Enterprise Zones for various approved revitalization projects.

**1996 Environmental Cleanup Fund (P.L. 1996, c.70)**

**General Fund**

An amount of \$70 million of General Obligation bonds was authorized to provide for the remediation of hazardous discharge sites and for the construction of water supply facilities to replace potable water supplies determined to be contaminated or threatened by discharge.

**1989 Farmland Preservation Fund (P.L. 1989, c.183)**

**General Fund**

An amount of \$50 million of General Obligation bonds was authorized for the purpose of farmland preservation for agricultural use and production.

**1992 Farmland Preservation Fund (P.L. 1992, c.88)**

**General Fund**

An amount of \$50 million of General Obligation bonds was authorized from the Green Acres, Clean Water, Farmland and Historic Preservation Bond Act of 1992 for farmland preservation and agricultural use.

**1995 Farmland Preservation Fund (P.L. 1995, c.204)**

**General Fund**

An amount of \$50 million of General Obligation bonds was authorized from the Green Acres, Farmland and Historic Preservation, and Blue Acres Bond Act of 1995 for the purpose of farmland preservation and agricultural use.

**2007 Farmland Preservation Fund (P.L. 2007, c.119)**

**General Fund**

An amount of \$73 million of General Obligation bonds was authorized from the Green Acres, Farmland, Blue Acres, and Historic Preservation Bond Act of 2007 for the purpose of farmland preservation. Of the amount authorized pursuant to this act, not more than 5 percent shall be utilized for administrative costs of the fund.

**2009 Farmland Preservation Fund (P.L. 2009, c.117)**

**General Fund**

An amount of \$146 million of General Obligation bonds was authorized from the Green Acres, Water Supply and Floodplain Protection, and Farmland and Historic Preservation Bond Act of 2009 for the purpose of farmland preservation. Of the amount authorized pursuant to this act, not more than 5 percent shall be utilized for administrative costs of the fund.

**Fund for Support of Free Public Schools (N.J.S.A. 18A:56-1)**

**Special Revenue Fund**

The fund consists of proceeds from the sale of riparian lands, rents received on leased riparian State lands, licenses and fees related to such lands, and the income from earnings on investments. Interest income supports General Fund appropriations set forth by the Annual Appropriations Act for the support of free public schools.

The fund provides for the establishment of a school bond reserve which consists of two accounts. For bonds issued prior to July 1, 2003, the old school bond reserve account is funded in an amount equal to at least 1.5 percent of the aggregate issued and outstanding bonded indebtedness of counties, municipalities, or school districts for school purposes. For bonds issued on or after July 1, 2003, the new school bond reserve account is funded in an amount equal to at least 1.0 percent of the aggregate issued and outstanding bonded indebtedness of counties, municipalities, or school districts for school purposes, exclusive of bonds for debt service, which is provided by State appropriations.

**Garden State Farmland Preservation Trust Fund (P.L. 1999, c.152)**

**Special Revenue Fund**

The Garden State Farmland Preservation Trust Fund was authorized for the preservation of farmland for agricultural use and production. It receives funding from the Garden State Preservation Trust.

**Garden State Green Acres Preservation Trust Fund (P.L. 1999, c.152)**

**Special Revenue Fund**

The Garden State Green Acres Preservation Trust Fund was authorized for the acquisition and development of lands by the State for recreation and conservation purposes. It receives funding from the Garden State Preservation Trust.

**Garden State Historic Preservation Trust Fund (P.L. 1999, c.152)**

**Special Revenue Fund**

The Garden State Historic Preservation Trust Fund was authorized for the work relating to the conservation, improvement, repair, restoration, or stabilization of historic property. It receives funding from the Garden State Preservation Trust.

**Garden State Preservation Trust (P.L. 1999, c.152)**

**Special Revenue Fund**

The Trust was created to provide funding to the Garden State Farmland Preservation Trust Fund, the Garden State Green Acres Preservation Trust Fund, and the Garden State Historic Preservation Trust Fund for the preservation of open space, farmland and historic properties within the means provided by the 1998 constitutional amendment which dedicated \$98 million annually in Sales and Use Tax revenues for such purposes. In 2003, voters approved a new constitutional amendment, P.L. 2004, c.126 that granted the Garden State Preservation Trust the authorization to issue up to \$1.15 billion in bonds.

**General Fund**

This fund accounts for all State revenues not otherwise restricted by statute. The largest part of the total financial operations of the State is accounted for in the General Fund. Most revenues received from taxes, federal sources, and certain miscellaneous revenue items are recorded in this Fund. The Annual Appropriations Act enacted by the State Legislature provides the basic framework for the operations of the General Fund.

**Global Warming Solutions Fund (P.L. 2007, c.340)**

**Special Revenue Fund**

Revenue in this fund is generated quarterly from the sale of emission allowances. Disbursements are made to provide grants and financial assistance for efficiency projects and efforts to reduce greenhouse gases.

**2007 Green Acres Fund (P.L. 2007, c.119)**

**General Fund**

An amount of \$109 million of General Obligation bonds was authorized from the Green Acres, Farmland, Blue Acres, and Historic Preservation Bond Act of 2007 to provide monies for public acquisition and development of land for recreation and conservation purposes.

**2009 Green Acres Fund (P.L. 2009, c.117)**

**General Fund**

An amount of \$218 million of General Obligation bonds was authorized from the Green Acres, Water Supply and Floodplain Protection, and Farmland and Historic Preservation Bond Act of 2009 to provide monies for public acquisition and development of land for recreation and conservation purposes.

**Green Trust Fund (P.L. 1983, c.354)**

**General Fund**

An amount of \$83 million of General Obligation bonds was authorized from the 1983 New Jersey Green Acres Fund for the purpose of making loans and grants to local government units for the acquisition and development of lands for recreation and conservation.

**Gubernatorial Elections Fund (N.J.S.A. 54A:9-25.1)**

**Special Revenue Fund**

This fund accounts for receipts from the one dollar designation on New Jersey Gross Income Tax returns. When indicated by a taxpayer, one dollar of the tax is reserved from gross income tax revenues (Property Tax Relief Fund) and credited to the Gubernatorial Elections Fund. These funds are available for appropriation pursuant to The New Jersey Campaign Contributions and Expenditures Reporting Act, as amended.

**Hazardous Discharge Fund of 1981 (P.L. 1981, c.275)**

**General Fund**

An amount of \$100 million of General Obligation bonds was authorized for the identification, cleanup, and removal of hazardous discharges.

**Hazardous Discharge Fund of 1986 (P.L. 1986, c.113)**

**General Fund**

An amount of \$200 million of General Obligation bonds was authorized for the purpose of financing the cost of identification, cleanup, and removal of hazardous discharges.

**Hazardous Discharge Site Cleanup Fund (P.L. 1985, c.247)**

**Special Revenue Fund**

This fund was established for the purposes of preparing feasibility studies, engineering designs, and undertaking other work necessary for the cleanup or mitigation of hazardous discharge sites in the State. An amount of \$100 million was appropriated from the Hazardous Discharge Fund of 1981. Sources of revenue are comprised of collections for Natural Resources Damages (NRDs, or past costs in site cleanups) and Responsible Party (RP, or future site cleanup costs). Collections also include oversight bills for cleanup as well as legal settlements for past costs of cleanup.

**Health Benefits Program Fund - Local Education (P.L. 2007, c.103)**

**Pension Trust Fund**

The State of New Jersey provides medical and prescription drug coverage to members of the Public Employees' Retirement System, Teachers' Pension and Annuity Fund, and the Alternate Benefit Program who retire from a board of education or county college with 25 years of service or on a disability retirement. Retirees who are not eligible for employer paid health coverage at retirement can continue in the program if their employer participates in this program or if they are participating in the health benefits plan of their former employer and are enrolled in Medicare Parts A and B by paying the cost of the insurance for themselves and their covered dependents. Also, education employees are eligible for the Prescription Drug Program coverage after 60 days of employment.

**Health Benefits Program Fund – Local Government (N.J.S.A. 52:14-17.25 et seq.)**

**Pension Trust Fund**

The Health Benefits Program Fund, which includes the Prescription Drug Program Fund (N.J.S.A. 52:14-17.29) provides medical and prescription drug coverage to active and retired local government employees who are qualified members of the Public Employees' Retirement System, Teachers' Pension and Annuity Fund, and the Alternate Benefit Program who retire from a board of education or county college with 25 years of service or are on a disability retirement. Active employees may enroll in the preferred provider organization which includes two options named NJ DIRECT10 and NJ DIRECT15 or a health maintenance organization (HMO) plan. An HMO provides employees with complete coverage including wellness and preventative care for medical services provided by affiliated physicians and hospitals. NJ DIRECT is a preferred provider organization that combines managed care with the option of reimbursement for services performed by out of network physicians, hospitals, or laboratories. An active local employee or dependent is required to pay a co-payment when visiting an HMO or NJ DIRECT affiliated physician. The prescription drug program helps meet the cost of drugs prescribed for eligible employees and their dependents for use outside of hospitals, nursing homes, or other institutions. Included are those drugs which, as required by federal law, can be dispensed only upon a written prescription ordered by a physician. This program covers the full cost of a prescription item dispensed by a licensed participating pharmacy, less a co-payment for eligible prescription and prescription refill. Retirees who are not eligible for employer paid health coverage at retirement can continue in the program by paying the cost of the insurance for themselves and their covered dependents.

## **Health Benefits Program Fund – State (N.J.S.A. 52:14-14.25 et seq.)**

### **Pension Trust Fund**

The Health Benefits Program Fund, which includes the Prescription Drug Program Fund (N.J.S.A. 52:14-17.29), provides medical and prescription drug coverage to qualified active and retired State employees, including employees of certain independent agencies, such as colleges and universities. Active employees may enroll in NJ DIRECT15 or a health maintenance organization (HMO) plan. Most active employees pay a percentage of the premium for the level of coverage selected by the employee, which ranges from 3 percent for the lowest paid employees to 35 percent for the highest paid employees. An HMO provides employees with complete coverage including wellness and preventive care for medical services provided by affiliated physicians and hospitals. NJ DIRECT15 is a preferred provider organization that combines managed care with the option of reimbursement for services performed by out of network physicians, hospitals, or laboratories. An active State employee or a dependent is required to pay a co-payment when visiting an HMO or NJ DIRECT15 affiliated physician. The prescription drug program helps meet the cost of drugs prescribed for eligible employees and their dependents for use outside of hospitals, nursing homes, or other institutions. Included are those drugs which, as required by federal law, can be dispensed only upon a written prescription ordered by a physician. This program covers the full cost of a prescription item dispensed by a licensed participating pharmacy, less a co-payment for eligible prescription and prescription refill.

Under P.L. 1977, c.136, the State pays for the health insurance coverage including prescription drug coverage of all enrolled retired State employees whose pensions are based upon 25 years or more of credited service or a disability retirement regardless of years of service, if earned prior to July 1, 2007. State retirees who earn their 25 years after July 1, 2007 or go out on a disability retirement after July 1, 2007 are subject to a 1.5 percent of their pension allowance if they do not participate in the retiree wellness program. Under P.L. 2011, c.78, future State retirees who had less than 20 years of pension credit on June 28, 2011, the effective date of Chapter 78, will be required to pay a percentage of the cost of their health insurance coverage at retirement provided they retire with 25 or more years of pension service credit. Retirees who are not eligible for employer paid health coverage at retirement can continue in the program by paying the cost of the insurance for themselves and their covered dependents.

## **Health Care Subsidy Fund (P.L. 1992, c.160)**

### **Special Revenue Fund**

This fund is comprised of revenues from alcohol, cigarette and tobacco taxes, HMO assessments, hospital assessments, cosmetic surgery taxes, ambulatory facility fees, General Fund appropriations, interest, and penalties. Monies are used to distribute charity and other uncompensated care disproportionate share payments to hospitals; provide subsidies for the Family Care-CHIP program; and provide financial assistance for hospitals, other health care initiatives, and hospital bond assistance.

## **Higher Education Facility Renovation and Rehabilitation Fund (P.L. 1990, c.126)**

### **General Fund**

The sum of \$45 million of General Obligation bonds was appropriated from the Jobs, Education and Competitiveness Fund for the renovation and rehabilitation of existing higher education buildings at various State colleges and universities.

## **1992 Historic Preservation Fund (P.L. 1992, c.88)**

### **General Fund**

An amount of \$25 million of General Obligation bonds was authorized from the Green Acres, Clean Water, Farmland and Historic Preservation Bond Act of 1992 for the purpose of providing State matching grants to assist State agencies or entities, local government units, and qualifying tax-exempt, non-profit organizations to meet the historic preservation project cost for historic properties, structures, facilities, or sites owned or leased on a long-term basis by those agencies, entities, units, or organizations.

## **1995 Historic Preservation Fund (P.L. 1995, c.204)**

### **General Fund**

An amount of \$10 million of General Obligation bonds was authorized from the Green Acres, Farmland and Historic Preservation, and Blue Acres Bond Act of 1995. This fund provides matching grants to assist State agencies or entities, local government units, and qualified tax-exempt, non-profit organizations to meet historic preservation project costs.



**2007 Historic Preservation Fund (P.L. 2007, c.119)**

**General Fund**

An amount of \$6 million of General Obligation bonds was authorized from the Green Acres, Farmland, Blue Acres, and Historic Preservation Bond Act of 2007 for the purpose of providing State matching grants to assist State agencies or entities, local government units, and qualifying tax-exempt, non-profit organizations to meet the cost of preservation of historic properties.

**2009 Historic Preservation Fund (P.L. 2009, c.117)**

**General Fund**

An amount of \$12 million of General Obligation bonds was authorized from the Green Acres, Water Supply and Floodplain Protection, and Farmland and Historic Preservation Bond Act of 2009 for the purpose of providing State matching grants to assist State agencies or entities, local government units, and qualifying tax-exempt, nonprofit organizations to meet the cost of preservation of historic properties.

**Historic Preservation Revolving Loan Fund (P.L. 1991, c.41)**

**General Fund**

The sum of \$3 million was appropriated to the Historic Preservation Revolving Loan Fund for the purpose of making low interest loans to counties, municipalities, or tax-exempt, non-profit organizations to finance the costs of acquiring, restoring, repairing, or rehabilitating historic structures.

**Horse Racing Injury Compensation Fund (P.L. 1995, c.329)**

**Special Revenue Fund**

The purpose of this fund is to provide workers' compensation coverage to employees in the thoroughbred and standardbred horse racing industries. The costs of providing coverage is funded from assessments to both the thoroughbred and standardbred industries based on their respective experience rating.

**Housing Assistance Fund (P.L. 1968, c.127)**

**General Fund**

An amount of \$12.5 million was authorized for interest rate subsidies on contracts and agreements with qualified mortgagors and mortgagees of housing developments to decrease rental and carrying charges to low and moderate income occupants of such housing and to provide financial assistance to qualified housing developments that were constructed, financed, or rehabilitated under federal law and moderate income financing programs.

**Human Services Facilities Construction Fund (P.L. 1984, c.157)**

**Capital Projects Fund**

An amount of \$60 million of General Obligation bonds was authorized for the planning, construction, reconstruction, development, erection, acquisition, extension, improvement, rehabilitation, and equipping of human services facilities.

**Insurance Annuity Trust Fund (Superior Court of New Jersey, Law Division, Morris County Docket No. L-081390-83)**

**Private Purpose Trust Fund**

This fund was established to account for deposits made by Western National Life Insurance Company or its assignees on behalf of the State of New Jersey resulting from a lawsuit filed against the State. Monies are held in trust on behalf of the claimant until such time the claimant is released from State care.

**Jobs, Education and Competitiveness Fund (P.L. 1988, c.78)**

**General Fund**

An amount of \$350 million of General Obligation bonds was authorized for the construction, reconstruction, development, extension, improvement, and equipment of classrooms, academic buildings, libraries, computer facilities, and other higher education buildings at New Jersey's public and private institutions of higher education; the establishment and construction of advanced technology centers at public and private institutions of higher education; and for the expansion and construction of additional facilities at, and acquisition of additional and upgraded equipment for, existing advanced technology centers sponsored by the New Jersey Commission on Science and Technology.

**Judicial Retirement System (N.J.S.A. 43:6A)**

**Pension Trust Fund**

This system provides pension benefits to members of the State Judiciary. The system is maintained on an actuarial reserve basis.

**Judiciary Bail Fund (R.3:26)**

**Agency Fund**

The purpose of this fund is to serve as a repository for the collection of bail, the return of bail to the surety, and the remittance of associated revenues to the proper governmental agency.

**Judiciary Child Support and Paternity Fund (Social Security Act, Title IV-D, as amended)**

**Agency Fund**

The purpose of this fund is to serve as a repository for the collection of child support obligations and the subsequent remittance to the proper recipients.

**Judiciary Probation Fund (N.J.S.A. 2C:46-4)**

**Agency Fund**

The purpose of this fund is to serve as a repository for the collection and disbursement of court imposed financial obligations associated with the statewide probation function.

**Judiciary Special Civil Fund (R.6)**

**Agency Fund**

The purpose of this fund is to serve as a repository for the collection and disbursement of funds collected by the Special Civil Part of the Superior Court of New Jersey.

**Judiciary Superior Court - Miscellaneous Fund (N.J. Court Rules, Parts II, IV, V, VI, VIII)**

**General Fund**

The purpose of this fund is to serve as a repository for the collection and disbursement of various fees, fines, and costs collected by court divisions of the Superior Court of New Jersey. These monies are separate and distinct from those included under the Superior Court of New Jersey Trust Fund.

**1996 Lake Restoration Fund (P.L. 1996, c.70)**

**General Fund**

An amount of \$5 million of General Obligation bonds was authorized for the removal of sand, silt, mud, sediment, rocks, stumps, vegetation, algae blooms, or other materials from lakes, or the abatement and control of pollution caused by storm water runoff, soil erosion, or other types of non-point source or point source pollution.

**Lead Hazard Control Assistance Fund (P.L. 2003, c.311)**

**Special Revenue Fund**

This fund was established for the purpose of providing grants or loans to eligible homeowners to make their homes lead-safe. Funds are received from various sources, including a \$20 fee assessed to homeowners of multiple dwelling units and a portion of the Sales and Use Tax generated on the sale of paint.

**Legal Services Fund (P.L. 1996, c.52)**

**Special Revenue Fund**

Revenues generated from the increase in certain filing fees in civil actions are credited to the fund and are used to provide legal services to the poor in civil matters, funding for ten Superior Court judgeships, and support to Rutgers-Newark Law School, Rutgers-Camden Law School, and Seton Hall Law School for clinical programs which provide free legal representation to the poor.

**Long Term Obligation and Capital Expenditure Fund (P.L. 2008, c.22)**

**General Fund**

Monies remaining in the fund have been appropriated for various capital construction projects throughout the State.

**Luxury Tax Development Fund (N.J.S.A. 40:48-8.30a (B))**

**Agency Fund**

This fund was established for the deposit of Luxury Tax revenues in excess of statutory requirements. Development funds are dedicated for various housing projects in Atlantic City.

**Luxury Tax Fund (N.J.S.A. 40:48-8.30a (B), (P.L. 1991, c.375)**

**Special Revenue Fund**

This fund accounts for tax revenues collected on rooms, beverages, and amusements. These tax revenues are dedicated to the payment of debt service on bonds issued for the construction of the Convention Hall facilities, then to subsidize the Convention Center operating budget deficits. The remaining balances are available to provide housing opportunities for low and moderate income families.

**Mandatory Continuing Legal Education Fund (R: 1:42)**

**Special Revenue Fund**

This fund was established to assist the Supreme Court of New Jersey in the administration of the continuing legal education of attorneys holding license to practice in the State of New Jersey. Revenues are generated by payments made by continuing legal education providers and attorneys.

**Medical Malpractice Self Insurance Fund**

**Special Revenue Fund**

This fund is the successor to the University of Medicine and Dentistry of New Jersey Self-Insurance Reserve Fund which was dissolved as of July 1, 2013 as a result of the New Jersey Medical and Health Sciences Education Restructuring Act (the "Act"). The Act transfers all schools, institutes, and centers of UMDNJ, other than the School of Osteopathic Medicine which was transferred to Rowan University, to Rutgers University. University Hospital became an independent entity. Medical malpractice claims against Rutgers, University Hospital, and Rowan are paid from this fund. Revenues are derived from General Fund appropriations, as well as contributions from University affiliated hospitals and from University faculty members.

**Mortgage Assistance Fund (P.L. 1976, c.94)**

**General Fund**

An amount of \$25 million of General Obligation bonds was authorized for mortgage assistance and to spur construction, rehabilitation, and maintenance of housing for senior citizens and families of low and moderate income, and to provide funds for second mortgages and for a neighborhood preservation program.

**Motor Vehicle Commission Fund (P.L. 2003, c.13)**

**Capital Projects Fund**

The Motor Vehicle Security and Customer Service Act created the Motor Vehicle Commission Fund which authorized the issuance of \$160 million in installment obligation bonds. An amount of \$10 million was transferred to the Administrative Office of the Courts for improvements to the automated traffic system. The remainder was used to make capital improvements to Motor Vehicle Commission facilities.

**Motor Vehicle Security Responsibility Fund (N.J.S.A. 39:6-30.1)**

**Private Purpose Trust Fund**

Security deposits made by motorists not having the required minimum motor vehicle insurance coverage in the State, who have been involved in a motor vehicle accident resulting in bodily injury or death and/or property damage, are recorded in this fund. The deposits may be disbursed in satisfaction of judgments rendered or returned to the motorist upon release of liability.

**Municipal Landfill Closure and Remediation Fund (P.L. 1996, c.124)**

**Special Revenue Fund**

This fund is dedicated for the purpose of reimbursing a developer who enters into a certified redevelopment agreement related to the closure, remediation, and redevelopment of municipal landfill sites. Costs of the closure and remediation of the municipal solid waste landfill may be eligible for a 75.0 percent reimbursement upon the commencement of a business operation within a redevelopment project. The reimbursements are made from designated Sales and Use Tax collections.

**Natural Resources Fund (P.L. 1980, c.70)**

**General Fund**

An amount of \$145 million of General Obligation bonds was authorized to fund state and local projects for resource recovery, sewage treatment, water supply, dam restoration, and harbor clean-up projects.

**New Home Warranty Security Fund (N.J.S.A. 46:3B-7)**

**Special Revenue Fund**

Monies received from participating builders of dwellings not previously occupied, excluding those constructed solely for lease, are deposited into this fund. Payments are authorized by approved claims of owners for defects in new homes covered by the new home warranty.

**New Jersey Bridge Rehabilitation and Improvement and Railroad Right-of-Way Preservation Fund (P.L. 1989, c.180)**

**Capital Projects Fund**

An amount of \$115 million of General Obligation bonds was authorized for the purposes of rehabilitating and improving bridges in the State and the preservation and acquisition of railroad rights-of-way.

**New Jersey Building Authority (N.J.S.A. 52:18A-78.4)**

**Special Revenue Fund**

The New Jersey Building Authority is authorized to construct and rehabilitate office buildings and related facilities for use by State agencies. The Authority is authorized to issue bonds and notes to provide funds for the construction and the rehabilitation of the projects. Debt service on outstanding bonds is paid through lease agreements with the State.

**1995 New Jersey Coastal Blue Acres Trust Fund (P.L. 1995, c.204)**

**General Fund**

An amount of \$15 million of General Obligation bonds was authorized from the Green Acres, Farmland and Historic Preservation, and Blue Acres Bond Act of 1995 for the purpose of providing State grants and loans to assist local government units to meet the coastal blue acres cost of acquiring, for recreation and conservation purposes, lands in the coastal area that have been damaged by, or may be prone to incurring damage caused by, storms or storm-related flooding, or may buffer or protect other lands from such damage.

**New Jersey Cultural Trust Fund (P.L. 2000, c.76)**

**General Fund**

This fund annually receives a General Fund appropriation. The appropriation, as well as accumulated investment earnings, shall be used for capital facilities projects that improve cultural or historical properties and facilities; endowment development; and payments to ensure the institutional and financial stability of qualified organizations in New Jersey. A qualified organization is defined as a tax-exempt, non-profit organization whose primary mission is to promote the performing, visual, and creative arts in New Jersey, or to promote or preserves history and humanities in New Jersey.

**New Jersey Federal-State Rural Rehabilitation Fund (N.J.S.A. 52:18A-1 et seq.)**

**General Fund**

This fund was established to receive monies from the federal government which are available for loans to farmers in New Jersey.

**1989 New Jersey Green Acres Fund (P.L. 1989, c.183)**

**General Fund**

An amount of \$90 million of General Obligation bonds was authorized from the 1989 Open Space Preservation Bond Act to provide monies for State grants to assist local governmental entities to acquire and develop land for recreation and conservation purposes.

**1992 New Jersey Green Acres Fund (P.L. 1992, c.88)**

**General Fund**

An amount of \$80 million of General Obligation bonds was authorized from the Green Acres, Clean Water, Farmland and Historic Preservation Bond Act of 1992 for the purpose of acquiring and developing land by the State for recreation and conservation purposes.

**1995 New Jersey Green Acres Fund (P.L. 1995, c.204)**

**General Fund**

An amount of \$115 million of General Obligation bonds was authorized from the Green Acres, Farmland and Historic Preservation, and Blue Acres Bond Act of 1995 to provide monies for public acquisition and development of land for recreation and conservation purposes.

**1989 New Jersey Green Trust Fund (P.L. 1989, c.183)**

**General Fund**

An amount of \$140 million of General Obligation bonds was authorized from the 1989 Open Space Preservation Bond Act to provide monies for public acquisition and development of land for recreation and conservation purposes.

**1992 New Jersey Green Trust Fund (P.L. 1992, c.88)**

**General Fund**

An amount of \$120 million of General Obligation bonds was authorized from the Green Acres, Clean Water, Farmland and Historic Preservation Bond Act of 1992 for the purpose of providing State grants and loans to assist local governmental entities to acquire and develop land for recreation and conservation.

**1995 New Jersey Green Trust Fund (P.L. 1995, c.204)**

**General Fund**

An amount of \$135 million of General Obligation bonds was authorized from the Green Acres, Farmland and Historic Preservation, and Blue Acres Bond Act of 1995 to provide monies for public acquisition and development of land for recreation and conservation purposes.

**1995 New Jersey Inland Blue Acres Fund (P.L. 1995, c.204)**

**General Fund**

An amount of \$15 million of General Obligation bonds was authorized from the Green Acres, Farmland and Historic Preservation, and Blue Acres Bond Act of 1995 for the purpose of acquiring inland blue acres for recreation and conservation purposes and lands in the floodway of the Passaic River and its tributaries that have been damaged by, or may be prone to incurring damage caused by, storms or storm related flooding, or that may buffer or protect other lands from such damage.

**New Jersey Lawyers' Assistance Program (R. 1:28B)**

**Special Revenue Fund**

This fund provides assistance to members of the New Jersey Bar, law students, and law school graduates who have an alcohol, drug abuse, and/or gambling problems. Each nonexempt member of the Bar is required to pay \$10 annually.

**New Jersey Lawyers' Fund for Client Protection (R. 1:28-7)**

**Special Revenue Fund**

This fund was established for the purpose of reimbursing, to the extent and in the manner provided by rules and regulations, losses resulting from dishonest conduct by members of the Bar of the State of New Jersey. Annual payments are made to this fund by each member of the Bar of the State of New Jersey. The annual payment required is \$25 for attorneys in their third or fourth year of admission to the Bar, and \$50 for attorneys in their fifth through forty-ninth years.

**New Jersey Local Development Financing Fund (N.J.S.A. 34:1B-36)**

**General Fund**

An amount of \$45 million of General Obligation bonds was authorized to capitalize the New Jersey Local Development Financing Fund. The fund provides financial assistance to municipal governments, local development corporations, and other organizations sponsoring commercial and industrial projects which encourage municipal economic development.

**New Jersey Racing Industry Special Fund (P.L. 2001, c.199)**

**Special Revenue Fund**

The New Jersey Racing Industry Special Fund accounts for inactive or dormant wagering accounts, breakage and outstanding pari-mutuel money exceeding required racing costs and the excess takeout rate. Money deposited shall be disbursed monthly by the New Jersey Racing Commission primarily to those holding permits to conduct horse racing.

**New Jersey Schools Development Authority**

**Special Revenue Fund**

The New Jersey Schools Development Authority, as successor to the New Jersey Schools Construction Corporation, functions solely for the construction of schools in areas formerly known as "Abbott Districts." The New Jersey Schools Development Authority is an independent authority that is in, but not of, the Department of the Treasury. Legislation that established the New Jersey Schools Development Authority encompassed a package of statutory amendments on program and governance reform. The New Jersey Economic Development Authority is responsible for financing New Jersey Schools Development Authority projects. The New Jersey Economic Development Authority has been legislatively authorized to issue \$12.5 billion of bonds on behalf of the New Jersey Schools Development Authority.

In 1998, the New Jersey Supreme Court ruled in the Abbott v. Burke case that the State must provide 100 percent funding for all school renovation and construction projects in special-needs school districts. According to the Court, aging, unsafe and overcrowded buildings prevented children from receiving the "thorough and efficient" education required under the New Jersey Constitution. In response, the New Jersey Educational Facilities Construction and Financing Act was enacted on July 18, 2000, in order to create the New Jersey Schools Construction Corporation to effectively launch the School Construction Program. Full funding for approved projects was authorized for the 31 special-needs districts, known as Abbotts. Grants totaling 40 percent of eligible costs were made available to the remaining districts, now known as Regular Operating Districts. Overall, the act authorized \$9.9 billion in funding for the Abbotts districts, \$2.5 billion for Regular Operating Districts, and \$100 million for vocational districts.

**New Jersey Spill Compensation Fund (N.J.S.A. 58:10-23.11i)**

**Special Revenue Fund**

Receipts from taxes and penalties levied on each owner or operator of a major facility of hazardous substances are deposited in this fund. The tax is measured by the number of barrels of hazardous substances of the first transfer to the major facility. Payments may be authorized for clean-up costs, removal costs, research, and payments of approved claims.

**New Jersey Spinal Cord Research Fund (P.L. 1999, c.201)**

**Special Revenue Fund**

A \$1 surcharge on motor vehicle fines and penalties are credited to this fund. Money collected shall be used exclusively for the purpose of making grants for approved spinal cord research projects at qualified research institutions.

**New Jersey State Employees' Deferred Compensation Plan (N.J.S.A. 52:18A-164)**

**Pension Trust Fund**

This fund represents the activity of the deferred compensation plan by which amounts contributed by participating employees are invested through various investment options. Included in the fund are those amounts contributed by participants through payroll withholding, plus investment earnings and appreciation in asset values related to those monies.

**New Jersey Transportation Trust Fund Authority (N.J.S.A. 27:1B-4)**

**Special Revenue Fund**

The New Jersey Transportation Trust Fund Authority was created to provide the payment for and financing of all, or a portion of, the costs incurred by the Department of Transportation and the New Jersey Transit Corporation for the planning, acquisition, engineering, construction, reconstruction, repair, and rehabilitation of the State's transportation system.

**New Jersey Workforce Development Partnership Fund (P.L. 1992, c.44)**

**Special Revenue Fund**

This fund was established to provide qualified displaced, disadvantaged, and employed workers with employment and training services most likely to provide the greatest opportunity for long range career advancement with high levels of productivity and earning power. The program shall provide those services by means of training grants or customized training services, provided the funding is not available from federal or other sources. Each worker and employer shall contribute to the fund an amount equal to 0.025 percent of the workers' wages based on an annual wage limit. These funds will reduce contributions to the Unemployment Compensation Fund.

**Pension Adjustment Fund (N.J.S.A. 43:3B)**

**Agency Fund**

The Pension Adjustment Fund (PAF) is a pay-as-you-go multiple-employer defined benefit plan which was established in 1958 under the provisions of N.J.S.A. 43:3B. The PAF provides a cost-of-living increase through a yearly State appropriation which is disbursed monthly to the Consolidated Police and Firemen's Pension Fund, Prison Officers' Pension Fund, and the Central Pension Fund.

**Petroleum Overcharge Reimbursement Fund (P.L. 1987, c.231)**

**Special Revenue Fund**

The Petroleum Overcharge Reimbursement Fund accounts for monies received by the State from the federal government pursuant to court settlements with various petroleum companies and distributors as payments for overcharges for petroleum products. Appropriations are made from the fund for energy efficiency and conservation programs.

**Pinelands Infrastructure Trust Fund (P.L. 1985, c.302)**

**General Fund**

An amount of \$30 million of General Obligation bonds was authorized for the purpose of providing grants and loans to local governmental entities for transportation, wastewater treatment, water supply, and other infrastructure capital projects necessary to accommodate development in the pinelands area.

**Police and Firemen's Retirement System (N.J.S.A. 43:16A)**

**Pension Trust Fund**

All police and firemen, appointed after June 1944 in municipalities where local police and firemen pension funds existed or where this system was adopted by referendum or resolution, are required to become members of this system. Certain State and county employees are also covered. Employer obligations are paid by the local employers and the State. This fund is maintained on an actuarial reserve basis.

**Pollution Prevention Fund (P.L. 1991, c.235)**

**Special Revenue Fund**

This fund was established to fund the implementation of a comprehensive pollution prevention program which integrates the air pollution, water pollution, and hazardous waste management programs. The fund is credited with a \$2 per employee fee imposed upon employers and collected by the New Jersey Department of Labor.

**Prison Officers' Pension Fund (N.J.S.A. 43:7)**

**Pension Trust Fund**

This is a closed system for certain employees of State penal institutions and is funded on a pay-as-you-go basis.

**Property Tax Relief Fund (N.J.S.A. 54A:9-25)**

**Special Revenue Fund**

This fund accounts for revenues from the New Jersey Gross Income Tax and a portion of the New Jersey Sales and Use Tax. Revenues realized are dedicated by the State Constitution. All receipts from taxes levied on personal income of individuals, estates, and trusts must be appropriated exclusively for the purpose of reducing or offsetting property taxes. P.L. 2006, c.44 increased the Sales and Use Tax rate to seven percent from six percent. Of the additional one percent, half was dedicated to the Property Tax Relief Fund. Annual appropriations are made from the fund, pursuant to formulas established by the State Legislature, to counties, municipalities, and school districts.

**Public Employees' Retirement System (N.J.S.A. 43:15A)**

**Pension Trust Fund**

Most public employees in New Jersey, not required to become members of another contributory retirement program, are required to enroll in this system. The retirement benefits of this system are coordinated, but not integrated, with Social Security. This fund is maintained on an actuarial reserve basis.

**Public Purpose Buildings and Community-Based Facilities Construction Fund (P.L. 1989, c.184)**

**Capital Projects Fund**

An amount of \$125 million of General Obligation bonds was authorized for the purpose of planning, construction, reconstruction, development, erection, acquisition, extension, improvement, rehabilitation, and equipping the State and community-based human services facilities and State correctional facilities.

**Public Purpose Buildings Construction Fund (P.L. 1980, c.119)**

**Capital Projects Fund**

An amount of \$159 million of General Obligation bonds was authorized for construction of public purpose buildings, including \$50 million for facilities for the developmentally disabled, \$67 million for correctional facilities, \$7 million for a veterans' long-term care facility, \$3.5 million for facilities for children in need of supervision, and \$21.5 million for facilities for the intellectually disabled. The fund also provided \$10 million to the Department of Human Services for the establishment of a loan guarantee fund to encourage the construction of long-term care facilities that provide Medicaid funded beds.



**Real Estate Guaranty Fund (N.J.S.A. 45:15-34)**

**Special Revenue Fund**

Monies received from additional fees on annual licenses of real estate brokers and real estate salesmen are deposited in this fund. Claim payments, as certified by court orders, are made to persons aggrieved by the embezzlement, conversion, or unlawful obtaining of money or property by a licensed real estate broker or a real estate salesman, or an unlicensed employee of a real estate broker.

**Remediation Guarantee Fund (P.L. 1993, c. 139)**

**Special Revenue Fund**

The fund was established in order to remediate, or contract for the remediation of, any real property for which a person was required to establish a remediation funding source pursuant to section 25 of P.L. 1993, c.139, and where that person fails to conduct or properly conduct that remediation. The remediation funding source surcharge shall be in an amount equal to 1% of the required amount of the remediation funding source required to be maintained. An amount of \$5 million was appropriated from the Hazardous Discharge Fund of 1986.

**Resource Recovery and Solid Waste Disposal Facility Fund (P.L. 1985, c.330)**

**General Fund**

An amount of \$85 million of General Obligation bonds was authorized to provide funds for loans or grants to local government units for the construction of resource recovery facilities and environmentally sound sanitary landfill facilities.

**Resource Recovery Investment Tax Fund (P.L. 1985, c.38)**

**Agency Fund**

Receipts generated by the investment tax and waste importation tax plus any interest earned thereon, levied upon all owners or operators of sanitary landfill facilities who accept solid waste for disposal, are deposited in this fund. The revenues are then allocated to counties based on statutory regulations.

**Safe Drinking Water Fund (N.J.S.A. 58:12A-12)**

**Special Revenue Fund**

This fund accounts for tax revenues collected from owners or operators of public community water systems pursuant to the Safe Drinking Water Act. Monies in this fund are subject to appropriation to the Department of Environmental Protection for all costs associated with the department's administration of programs set forth in the Act.

**Sanitary Landfill Facility Contingency Fund (N.J.S.A. 13:1E-100)**

**Special Revenue Fund**

Receipts from taxes and penalties levied upon each owner or operator of every sanitary landfill facility are deposited in this fund. The tax is levied per cubic yard of solids and per gallon of liquids. The fund shall be liable for all direct and indirect damages resulting from the operations or closure of any sanitary landfill.

**Shore Protection Fund (P.L. 1983, c.356)**

**General Fund**

An amount of \$50 million of General Obligation bonds was authorized for the purpose of State projects and the making of State grants and loans to counties and municipalities for researching, planning, acquiring, developing, constructing, and maintaining shore protection projects. Of the total available, \$40 million was allocated for State shore protection projects and for State grants to counties and municipalities. The remaining \$10 million was allocated for State loans to counties and municipalities.

**Solid Waste Service Tax Fund (P.L. 1985, c.38)**

**Agency Fund**

Receipts generated by the solid waste services tax plus any interest earned thereon, levied upon all owners or operators of sanitary landfill facilities who accept solid waste for disposal, are deposited in this fund. The revenues are then allocated to provide state aid to counties.

**Special Transportation Fund (N.J.S.A. 27:1B-21)**

**Capital Projects Fund**

This fund was established in accordance with the enactment provisions of the New Jersey Transportation Trust Fund Authority. The fund accounts for the receipt of resources from the New Jersey Transportation Trust Fund Authority and related federal grant awards and the expenditure of these funds for authorized public transportation projects. The funds can only be expended by the Department of Transportation pursuant to appropriations or authorizations made by the State Legislature.

**State Disability Benefit Fund (N.J.S.A. 43:21-46a)**

**Special Revenue Fund**

Worker and employer deposits that are subject to the contribution section on taxable wages under the State's unemployment compensation law are recorded in this fund. Deposits are also made from special assessments, fines, penalties, and investment earnings. Payments from the fund may be made to persons entitled to disability benefits, family leave benefits, and benefits not covered by the Workers' Compensation Law, for authorized refunds of contributions, and for administrative expenses.

**State Facilities for Handicapped Fund (P.L. 1973, c.149)**

**Capital Projects Fund**

An amount of \$25 million of General Obligation bonds was authorized for the expansion and renovation of the Marie H. Katzenbach School for the Deaf and for the planning, acquisition, improvements, and construction of regional day-school facilities to educate children with severe handicaps.

**State Land Acquisition and Development Fund (P.L. 1978, c.118)**

**General Fund**

An amount of \$200 million of General Obligation bonds was authorized for State and local acquisition and development to continue efforts to conserve open space and provide recreation areas. Half of the amount is allocated to urban areas.

**State Lottery Fund (N.J.S.A. 5:9-21)**

**Proprietary Fund**

Monies derived from the sale of State lottery tickets are deposited into this fund. Disbursements are authorized for the payment of prizes to holders of winning lottery tickets and for the administrative expenses of the Division of State Lottery. Remaining balances are paid to the General Fund in support of the amounts annually appropriated for State institutions and for education. The present value of obligations for future installment payments of lottery prizes funded by the purchase of deposit fund contracts are accounted for in this fund.

**State of New Jersey Cash Management Fund-External Portion (N.J.S.A. 52:18A-90.4)**

**Investment Trust Fund**

This fund serves as an investment pool to consolidate monies for municipalities, counties, school districts, and any other public body corporate or politic.

**State of New Jersey Tischler Memorial Fund (N.J.S.A. 52:18A-1 et seq.)**

**General Fund**

This fund was established under the authority of the State Treasurer in accordance with the terms of a bequest to the State of New Jersey. The principal amount of the bequest is to be invested in a prudent manner and the income from such investment is to be used for library materials.

**State-Owned Real Property Fund (P.L. 2007, c.108)**

**Special Revenue Fund**

Proceeds from the sale of surplus, State-owned real property are deposited into this fund. The monies in the fund are dedicated only for the relief of State debt or to assist in funding capital improvement projects.

**State Police Retirement System (N.J.S.A. 53:5A)**

**Pension Trust Fund**

This system is the State Police Retirement and Benevolent Fund's successor. All uniformed officers and troopers of the Division of State Police in the New Jersey Department of Law and Public Safety are required to enroll. This system is maintained on an actuarial reserve basis.

**State Recycling Fund (N.J.S.A. 12:1E-92)**

**Special Revenue Fund**

Beginning on April 1, 2008, a \$3.00 per ton tax is levied on the owner or operator of every solid waste facility as well as on solid waste collectors that transport solid waste for out-of-state disposal. Monies in the fund are used for: direct recycling grants to counties and municipalities; aid to counties for preparing, revising, and implementing solid waste management plans; State recycling program planning and program funding; aid to counties for public information and education programs concerning recycling programs; and for State grants to institutions of higher education to conduct research in recycling.

**1999 Statewide Transportation and Local Bridge Fund (P.L. 1999, c.181)**

**Capital Projects Fund**

An amount of \$500 million of General Obligation bonds was authorized for the purpose of rehabilitating and improving State transportation, including local bridges. Of this sum, \$250 million was reserved for grants to county and municipal governments for the cost of rehabilitation and improvement of structurally deficient bridges carrying county or municipal roads including railroad overhead bridges. The remaining \$250 million is reserved for transportation projects.

**Stormwater Management and Combined Sewer Overflow Abatement Fund (P.L. 1989, c.181)**

**General Fund**

An amount of \$50 million of General Obligation bonds was authorized for the purpose of providing grants and loans to local government units for the cost of projects identified pursuant to the stormwater management and combined sewer overflow abatement project priority list.

**Superior Court of New Jersey Trust Fund (R. 4:57-2 to 5)**

**Special Revenue Fund**

This fund accounts for monies representing deposits made in court as a result of litigation, including foreclosures, condemnations, liquidations, dissolutions, good faith deposits by liability insurers, sale of infants' lands, insolvencies, receiverships, and interpleaders. Disbursements from the fund are authorized by court order.

**Supplemental Annuity Collective Trust (N.J.S.A. 52:18A-110)**

**Pension Trust Fund**

Any active, contributing member of several State-administered retirement systems may enroll in this program. Members agree to make voluntary additional contributions through their pension funds to purchase variable retirement annuities in order to supplement the benefits provided by their basic system. Some employers agree to purchase tax-sheltered annuities for the same purpose for certain eligible public employees.

**Supplemental Workforce Fund for Basic Skills (P.L. 2002, c.152)**

**Special Revenue Fund**

The monies in this fund are used for basic skills training, reemployment services, and training programs for displaced and disadvantaged workers. Each worker shall contribute 0.0175 percent of their wages based on an annual wage limit to the Fund as determined by paragraph (3) of subsection (b) of R.S. 43:21-7.

**Teachers' Pension and Annuity Fund (N.J.S.A. 18A-66)**

**Pension Trust Fund**

This fund's designated purpose is to provide retirement benefits, death, disability and medical benefits to certain qualified members. Membership in the fund is mandatory for substantially all teachers or members of the professional staff certified by the State Board of Examiners and employees of the Department of Education who have titles that are unclassified, professional, and certified. This fund is maintained on an actuarial reserve basis.

**Tobacco Settlement Financing Corporation (P.L. 2002, c.32)**

**Special Revenue Fund**

The Tobacco Settlement Financing Corporation has been established in, but not of, the Department of the Treasury. The State sold to the corporation rights, title, and interest in, and the right to receive 76.26 percent of the amounts payable under the 1998 Master Settlement Agreement (MSA) reached between 47 states and the major tobacco companies. Receipts (76.26 percent) under the MSA are pledged to the bondholders, with the remaining 23.74 percent as well as any unpledged revenue available to the State.

**Tobacco Settlement Fund (General Provisions of Annual Appropriations Act)**

**Special Revenue Fund**

Receipts equaling 23.74 percent as well as any unpledged revenues from the Master Settlement Agreement (MSA) reached between 47 states and the major tobacco companies are deposited into this fund and made available to the General Fund.

**Tourism Improvement and Development District Act (P.L. 1992, c.165)**

**Special Revenue Fund**

This fund accounts for a tax of up to 2 percent on predominantly tourism related retail receipts and an assessment of 1.85 percent. Amounts are expended to promote economic growth and employment related to a tourism economy, and to encourage tourism improvement and development districts to finance the acquisition, maintenance, operation, and support of convention center facilities.

**Trial Attorney Certification Program (R. 1:39-1 (h))**

**Special Revenue Fund**

This fund was established to assist the New Jersey Supreme Court in the administration of the certification function for civil or criminal trial attorneys. Revenues are generated by payments made by members of the Bar of the State of New Jersey and sponsors of Continuing Legal Education (CLE) programs.

**Unclaimed Child Support Trust Fund (P.L. 1995, c.115)**

**Special Revenue Fund**

All monies received, as abandoned child support are deposited into this fund. Each year, 45 days after the receipt of such funds, payments are made to the Judiciary consisting of the Federal Government's Title IV-D share. The remaining portions are used to pay claims duly presented and allowed and all expenses and costs incurred by the State of New Jersey.

**Unclaimed County Deposits Trust Fund (P.L. 1992, c.173)**

**Private Purpose Trust Fund**

All monies received as unclaimed county deposits are deposited in this fund. Each year 75 percent of the deposits received from a respective county are paid to that county. The remaining portion is retained in the fund and used to pay claims duly presented and allowed and all expenses and costs incurred by the State of New Jersey.

### **Unclaimed Insurance Payments on Deposit Accounts Fund**

#### **Private Purpose Trust Fund**

The Unclaimed Deposits Amendment Act of 1993 (UDAA) controls the disposition of unclaimed insurance payments on deposit accounts for insured depository institutions which are placed into receivership after July 28, 1993. Pursuant to the UDAA, unclaimed insurance deposits are placed into this fund and held for ten years. Payments will be made to the owner upon determining that such individual or entity is the rightful owner of such funds. At the end of the ten-year period, any remaining deposits will be forwarded to the Federal Deposit Insurance Corporation.

### **Unclaimed Personal Property Trust Fund (P.L. 1989, c.58)**

#### **General Fund**

The funds received by the State from holders reporting unclaimed property to the State Treasurer, and monies remitted to the Unclaimed Property administrator as a result of audit findings, are deposited into the Unclaimed Personal Property Trust Fund (UPPTF). The Unclaimed Property program established by the State Legislature essentially provides that after certain periods of time have expired during which monies have remained inactive or unclaimed or instruments have remained outstanding or unnegotiated, a presumption arises that the property has been abandoned. The abandonment period for bank accounts (savings, checking, and certificates of deposit), bank checks, money orders, travelers checks, credits, accounts payable, and dividend checks is three years. Payroll checks, utility deposits, and funds held by governmental agencies are deemed abandoned after one year. Insurance funds relating to annuities and matured life insurance policies are considered abandoned after three years. Life insurance proceeds payable as a result of an insured attaining limiting age are abandoned after two years.

Once unclaimed property is received by the State, the State Treasurer serves as the custodian, conservator, and trustee of the unclaimed property for the benefit of the original or apparent owner. Unless the administrator deems it prudent and advisable to do otherwise, 75.0 percent of all funds received shall be transferred to the General State Fund. The remaining portion shall be retained in the trust fund, administered and invested by the State Treasurer, and used to pay claims duly presented and allowed and all expenses and costs incurred by the State of New Jersey.

### **Unclaimed Utility Deposits Trust Fund (P.L. 2000, c.132)**

#### **Special Revenue Fund**

All monies received in unclaimed property deposits from electric and gas utilities are deposited into this fund. Each year, unless the administrator deems it prudent and advisable to do otherwise, the administrator shall pay to the New Jersey Statewide Heating Assistance and Referral for Energy Services, a non-profit corporation, or to another statewide non-profit energy assistance organization designated by the Board of Public Utilities within 45 days of the receipt of such funds, 75.0 percent of the unclaimed utility deposits received from each of the electric and gas utilities by the administrator. Money received from the administrator shall be used exclusively for the payment of expenses associated with the restoration of electric or gas service, or to prevent the termination of electric or gas service. The remaining portion is retained in the fund and used to pay claims duly presented and allowed.

### **Unemployment Compensation Auxiliary Fund (N.J.S.A. 43:21-14g)**

#### **Special Revenue Fund**

Amounts collected as penalties and interest assessed against employers who have failed to make payment of contributions required under the Unemployment Compensation Law to the State on a timely basis are deposited in this fund. Payments from the fund are authorized for the refund of any interest and/or penalty credited hereto, determined to have been collected or remitted by mistake. The remaining amounts may be expended by appropriations for administrative costs of the Unemployment Compensation Law and for costs of programs which generate employment, such as the Work Incentive Program, authorized training programs, and economic development activities.

**Unemployment Compensation Fund (N.J.S.A. 43:21-9a)**

**Proprietary Fund**

This fund accounts for monies deposited from contributions of employers and employees for unemployment compensation, amounts credited or advances made by the federal government, and amounts received herein from any other source.

After consideration is given to any claim for refund of overpayment of contributions, the remainder is transferred by the Division of Employment Security to the Treasurer of the United States for credit to the State of New Jersey Unemployment Compensation Fund and held by the Treasurer of the United States in the State of New Jersey Unemployment Trust Fund. Drawdowns against the State of New Jersey Unemployment Trust Fund are made by requests submitted to the Treasurer of the United States by the Division of Employment Security on an as-needed basis, whereby amounts are transferred back to the Unemployment Compensation Fund and are then disbursed by the Division of Employment Security to persons entitled to receive unemployment benefits.

Any shortfall in the Unemployment Compensation Fund needed to pay benefits is covered by federal statutes, which authorize advances from the federal government for unemployment benefits. Such advances are repayable by increased rates on federally taxable wages reported by New Jersey employers, or the advances may be repaid out of the fund assets at any time by the Governor.

**Unemployment Compensation Interest Repayment Fund (N.J.S.A. 21-14.3)**

**Special Revenue Fund**

This fund shall be used solely for the purpose of paying interest due on advances made by the federal government to the State of New Jersey Unemployment Trust Fund. A special assessment on applicable employers shall be deposited into this fund and used to pay interest expenses. Any residual balances may be transferred to the Unemployment Compensation Auxiliary Fund.

**Universal Services Fund (P.L. 1999, c.23)**

**Special Revenue Fund**

Monies deposited into this fund are generated from a “societal benefit charge” on monthly utility bills. The funds generated from the charge support the Lifeline program, clean energy initiatives, and provide financial assistance to low income utility customers.

**Urban and Rural Centers Unsafe Buildings Demolition Revolving Loan Fund (P.L. 1997, c.125)**

**General Fund**

An amount of \$20 million of General Obligation bonds was authorized to provide financing for the demolition and disposal of unsafe buildings in urban and rural centers.

**Vietnam Veterans' Memorial Fund (P.L. 1985, c.494)**

**Special Revenue Fund**

This fund receives monies from donations and income tax designations to fund the Vietnam Veterans' Memorial honoring New Jersey veterans of the Vietnam conflict.

**Volunteer Emergency Service Organizations Loan Fund (P.L. 1987, c.8)**

**Special Revenue Fund**

The purpose of this fund is to provide low-interest loans to volunteer emergency service organizations for the purpose of modernizing or replacing outmoded or unsafe emergency vehicles, apparatus, equipment, or facilities, or to establish facilities to meet an increasing demand for a higher level of service in the communities in which they serve. Revenues consist of General Fund appropriations and interest on loan repayments.

**Wage and Hour Trust Fund (N.J.S.A. 34:11-57)**

**Agency Fund**

The Wage and Hour Trust Fund consists of four agency accounts which are used to collect wage settlements from employers who are deemed to have violated one or more, of the various components of the New Jersey Wage and Hour Law; and, to disburse the funds collected to employees who are entitled to receive the wages.

**Wastewater Treatment Fund (P.L. 1985, c.329)**

**Special Revenue Fund**

An amount of \$190 million of General Obligation bonds was authorized for the purpose of financing the cost of construction of wastewater treatment systems. Of the total amount authorized, \$145 million is allocated for the purpose of making grants and low or zero interest loans to local government units for financing the cost of the construction of wastewater treatment systems. In addition, this fund is the depository for the receipt of federal capitalization grants made available to the State for the purpose of financing wastewater treatment systems.

**1992 Wastewater Treatment Fund (P.L. 1992, c.88)**

**General Fund**

An amount of \$45 million was authorized for the purpose of making zero percent loans to local governmental entities for wastewater treatment system projects, in order to bring such systems into full compliance with permits issued pursuant to the Water Pollution Control Act; to provide adequate wastewater treatment in areas where large numbers of septic systems have malfunctioned or become obsolete; or to connect an obsolete or malfunctioning wastewater treatment system to another wastewater treatment system.

**Water Conservation Fund (P.L. 1969, c.127)**

**General Fund**

An amount of \$271 million of General Obligation bonds was authorized to conduct research, plan, acquire, develop, construct, and maintain water supply and wastewater treatment facilities for the preservation, sale, or exchange of water for potable, industrial, commercial, irrigational, recreational, and other public purposes.

**2003 Water Resources and Wastewater Treatment Fund (P.L. 2003, c.162)**

**General Fund**

An amount of \$45 million of General Obligation bonds was authorized to provide loans to, or on behalf of, local governmental entities or public water utilities to finance the costs of water resources projects or to make improvements to water supply facilities, or to provide loans to, or on behalf of, local governmental entities to finance the costs of wastewater treatment system projects.

**Water Supply Fund (P.L. 1981, c.261)**

**General Fund**

An amount of \$350 million of General Obligation bonds was authorized to provide loans for State or local projects for the rehabilitation, repair, or consolidation of antiquated, damaged, or inadequately operating water supply facilities, as recommended by the New Jersey Water Supply Master Plan.

**Water Supply Replacement Trust Fund (P.L. 1988, c.106)**

**Special Revenue Fund**

P.L. 1986, c.144 created a surtax on the corporate business tax to be deposited into the Hazardous Discharge Site Cleanup Fund. Of the amount deposited, \$60 million was transferred to this fund to provide loans to municipalities or municipally-owned public water systems for the purpose of providing a permanent alternate water supply to persons whose principal source of potable water is contaminated or is threatened with contamination by hazardous substances.

**Worker and Community Right to Know Fund (N.J.S.A. 34:5A-1)**

**Special Revenue Fund**

This fund was established to account for all fees collected from employers pursuant to the Worker and Community Right to Know Act. Monies in the fund are allocated for expenses incurred by the Department of Health, Department of Environmental Protection, Department of Labor and Workforce Development, and the Department of the Treasury in connection with the Act's provisions.



*Other  
Information*

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**STATE OF NEW JERSEY  
CAPITAL ASSETS  
SCHEDULE OF CHANGES IN GROSS CAPITAL ASSETS BY FUNCTION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>Balance July 1, 2013<sup>1</sup></u>	<u>Additions</u>	<u>Deductions</u>	<u>Transfers/ Adjustments<sup>2</sup></u>	<u>Balance June 30, 2014</u>
<b>FUNCTION:</b>					
Public safety and criminal justice	\$ 2,061,832,894	\$ 77,340,980	\$ 16,081,432	\$ 4,923,159	\$ 2,128,015,601
Physical and mental health	444,270,421	17,696,718	34,409	38,879,219	500,811,949
Educational, cultural, and intellectual development	561,168,886	27,446,459	1,472,015	(21,896,414)	565,246,916
Community development and environmental management	3,184,758,160	109,002,058	8,998,740	1,453,295	3,286,214,773
Economic planning, development, and security	413,223,454	8,123,771	10,375	11,668,611	433,005,461
Transportation programs	28,070,314,722	1,772,593,809	1,413,124	(71,185)	29,841,424,222
Government direction, management, and control	997,839,641	30,335,127	4,946,974	(7,579,622)	1,015,648,172
Special government services	<u>285,102,389</u>	<u>3,250,333</u>	<u>1,704,760</u>	<u>(13,448,231)</u>	<u>273,199,731</u>
<b>Total Gross Capital Assets By Function</b>	<u>\$ 36,018,510,567</u>	<u>\$ 2,045,789,255</u>	<u>\$ 34,661,829</u>	<u>\$ 13,928,832</u>	<u>\$ 38,043,566,825</u>

<sup>1</sup> Beginning Balance was restated by \$60,397,259 across all statewide functions and categories.

<sup>2</sup> Transfers/Adjustments represent a revaluation and reclassification of assets among statewide functions.

**STATE OF NEW JERSEY  
CAPITAL ASSETS  
SCHEDULE OF GROSS CAPITAL ASSETS BY FUNCTION  
JUNE 30, 2014**

	<u>Land and Easements</u>	<u>Land Improvements</u>	<u>Buildings and Improvements</u>
<b>FUNCTION:</b>			
Public safety and criminal justice	\$ 23,265,324	\$ 71,894,255	\$ 1,387,202,496
Physical and mental health	296,576	7,351,281	403,723,498
Educational, cultural, and intellectual development	7,910,573	17,077,611	361,440,827
Community development and environmental management	2,615,406,163	83,264,654	296,896,895
Economic planning, development, and security	1,287,355	480,024	274,200,226
Transportation programs	2,380,515,263	9,724,746	215,206,742
Government direction, management, and control	13,984,158	43,508,301	553,812,580
Special government services	<u>2,748,837</u>	<u>577,017</u>	<u>255,119,071</u>
<b>Total Gross Capital Assets By Function</b>	<u>\$ 5,045,414,249</u>	<u>\$ 233,877,889</u>	<u>\$ 3,747,602,335</u>

<u>Equipment and Software</u>	<u>Infrastructure</u>	<u>Construction in Progress</u>	<u>Total</u>
\$ 359,040,993	\$ 68,271,701	\$ 218,340,832	\$ 2,128,015,601
37,397,556	6,707,036	45,336,002	500,811,949
119,598,476	13,347,914	45,871,515	565,246,916
32,361,907	153,840,648	104,444,506	3,286,214,773
144,740,312	1,276,527	11,021,017	433,005,461
165,000,826	24,586,872,957	2,484,103,688	29,841,424,222
361,668,824	6,558,554	36,115,755	1,015,648,172
4,705,212	-	10,049,594	273,199,731
\$ 1,224,514,106	\$ 24,836,875,337	\$ 2,955,282,909	\$ 38,043,566,825

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**STATE OF NEW JERSEY  
CAPITAL ASSETS  
SCHEDULE OF CHANGES IN ACCUMULATED DEPRECIATION BY FUNCTION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

<b>FUNCTION:</b>	<u>Balance July 1, 2013<sup>1</sup></u>	<u>Depreciation Expense</u>	<u>Deductions</u>	<u>Transfers/ Adjustments<sup>2</sup></u>	<u>Balance June 30, 2014</u>
Public safety and criminal justice	\$ 1,114,727,949	\$ 78,920,257	\$ 18,520,058	\$ 308,503	\$ 1,175,436,651
Physical and mental health	145,087,795	16,724,271	2,421	12,295,774	174,105,419
Educational, cultural, and intellectual development	317,889,952	26,837,866	1,338,189	(9,994,528)	333,395,101
Community development and environmental management	325,565,626	17,091,327	8,409,069	137,319	334,385,203
Economic planning, development, and security	235,378,861	23,808,461	-	3,454,992	262,642,314
Transportation programs	8,969,918,716	673,805,752	405,470	-	9,643,318,998
Government direction, management, and control	417,279,765	64,680,691	741,744	(450,654)	480,768,058
Special government services	104,170,923	9,150,107	1,704,760	(4,118,003)	107,498,267
<b>Total Accumulated Depreciation By Function</b>	<u>\$ 11,630,019,587</u>	<u>\$ 911,018,732</u>	<u>\$ 31,121,711</u>	<u>\$ 1,633,403</u>	<u>\$ 12,511,550,011</u>

<sup>1</sup> Beginning Balance was restated by \$4,700,531 across all statewide functions and categories.

<sup>2</sup> Transfers/Adjustments represent a revaluation and reclassification of accumulated depreciation among statewide functions.

**STATE OF NEW JERSEY  
CAPITAL ASSETS  
SCHEDULE OF ACCUMULATED DEPRECIATION BY FUNCTION  
JUNE 30, 2014**

<b>FUNCTION:</b>	<u>Land Improvements</u>	<u>Buildings and Improvements</u>
Public safety and criminal justice	\$ 55,971,517	\$ 873,712,562
Physical and mental health	1,687,284	145,006,042
Educational, cultural, and intellectual development	10,963,692	239,594,514
Community development and environmental management	65,769,865	191,227,487
Economic planning, development, and security	238,025	134,900,644
Transportation programs	7,362,224	103,279,652
Government direction, management, and control	15,090,725	246,857,745
Special government services	<u>435,342</u>	<u>103,268,426</u>
<b>Total Gross Capital Assets By Function</b>	<u>\$ 157,518,674</u>	<u>\$ 2,037,847,072</u>



<u>Equipment and Software</u>	<u>Infrastructure</u>	<u>Total</u>
\$ 225,352,345	\$ 20,400,227	\$ 1,175,436,651
25,399,604	2,012,489	174,105,419
75,484,644	7,352,251	333,395,101
25,695,469	51,692,382	334,385,203
126,622,853	880,792	262,642,314
113,984,536	9,418,692,586	9,643,318,998
215,487,740	3,331,848	480,768,058
3,794,499	-	107,498,267
<u>\$ 811,821,690</u>	<u>\$ 9,504,362,575</u>	<u>\$ 12,511,550,011</u>

**STATE OF NEW JERSEY**  
**ACCUMULATED DEPRECIATION AS A PERCENTAGE OF CAPITAL ASSETS BY CATEGORY\***  
**FOR THE FISCAL YEAR ENDED JUNE 30**

<u>Capital Asset Category</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Land Improvements	67.4 %	64.2 %	63.1 %	60.8 %	58.9 %	57.4 %	55.8 %
Buildings and Improvements	54.4	55.4	54.1	52.9	50.8	48.4	54.5
Equipment & Software	66.3	63.7	59.2	53.1	55.4	57.7	51.5
Infrastructure	38.3	37.6	36.8	38.8	38.5	38.2	38.1

\* Calculated by dividing the Capital Asset by Accumulated Depreciation for that category.

**STATE OF NEW JERSEY**  
**ACCUMULATED DEPRECIATION AS A PERCENTAGE OF CAPITAL ASSETS BY FUNCTION \***  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

<u>Capital Asset Function</u>	<u>Land Improvements</u>	<u>Building Improvements</u>	<u>Equipment and Software</u>	<u>Infrastructure</u>
Public Safety and Criminal Justice	77.9 %	63.0 %	62.8 %	29.9 %
Physical and mental health	23.0	35.9	67.9	30.0
Educational, cultural, and intellectual development	64.2	66.3	63.1	55.1
Community development and environmental management	79.0	64.4	79.4	33.6
Economic planning, development, and security	49.6	49.2	87.5	69.0
Transportation Programs	75.7	48.0	69.1	38.3
Government direction, management, and control	34.7	44.6	59.6	50.8
Special government services	75.4	40.5	80.6	-

\* Calculated by dividing the Capital Asset by Accumulated Depreciation for that function.

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**STATE OF NEW JERSEY  
SCHEDULE OF LONG-TERM DEBT  
FOR THE FISCAL YEAR JUNE 30, 2014**

	<b>General Obligation Bonds</b>		
	<b>Amount Authorized</b>	<b>Amount Unissued</b>	<b>Year Authorized</b>
<b>Bonded Debt</b>			
<b>General Obligation Bond Act</b>			
Building Our Future	\$ 750,000,000	\$ 650,000,000	2012
Clean Waters	120,000,000	3,400,000	1976
Dam, Lake, Stream, Flood Control, Water Resources, and Wastewater Treatment Project	200,000,000	38,750,000	2003
Developmental Disabilities Waiting List Reduction and Human Services Facilities Construction	160,000,000	-	1994
Energy Conservation	50,000,000	1,600,000	1980
Green Acres, Cultural Centers, and Historic Preservation	100,000,000	1,000,000	1987
Green Acres, Farmland, Blue Acres, and Historic Preservation	200,000,000	27,500,000	2007
Green Acres, Farmland and Historic Preservation, and Blue Acres	340,000,000	18,000,000	1995
Green Acres, Water Supply and Floodplain Protection, and Farmland and Historic Preservation	400,000,000	230,500,000	2009
Hazardous Discharge	100,000,000	43,000,000	1981
Hazardous Discharge	200,000,000	38,000,000	1986
Jobs, Education and Competitiveness	350,000,000	-	1988
Natural Resources	145,000,000	9,600,000	1980
New Jersey Green Acres	135,000,000	14,500,000	1983
New Jersey Green Acres, Clean Water, Farmland and Historic Preservation	345,000,000	12,880,000	1992
New Jersey Open Space Preservation	300,000,000	22,600,000	1989
Pinelands Infrastructure Trust	30,000,000	6,750,000	1985
Port of New Jersey Revitalization, Dredging, Environmental Cleanup, Lake Restoration, and Delaware Bay Area Economic Development	300,000,000	87,500,000	1996
Public Purpose Buildings and Community-Based Facilities Construction	125,000,000	5,000,000	1989
Refunding Bonds	6,134,329,598	-	1985
State Land Acquisition and Development	200,000,000	-	1978
Statewide Transportation and Local Bridge	500,000,000	-	1999
Stormwater Management and Combined Sewer Overflow Abatement	50,000,000	9,500,000	1989
Water Supply	350,000,000	73,150,000	1981
<b>Subtotal General Obligation Bond Acts</b>	<u>\$ 11,584,329,598</u>	<u>\$ 1,293,230,000</u>	
Revenue Bonds Payable			
Capital Leases			
Installment Obligations			
Certificates of Participation			
Tobacco Settlement Financing Corporation			
Unamortized Interest on Capital Appreciation Bonds			
Unamortized Premium <sup>1</sup>			
<b>Subtotal Bonded Debt</b>			
<b>Non-Bonded Debt</b>			
Accumulated Sick and Vacation Payable			
Capital Leases			
Loans Payable			
Net OPEB Obligation			
Net Pension Obligation			
Pollution Remediation Obligation			
Other <sup>2</sup>			
<b>Subtotal Non-Bonded Debt</b>			
<b>Total Debt</b>			

<sup>1</sup> Restated to reflect an increase in Unamortized Premium on bonds payable of \$52.2 million due to over amortization in prior years.

<sup>2</sup> Restated to reflect the implementation of Governmental Accounting Standards Board (GASB) Statement No. 65, *Items Previously Reported as Assets and Liabilities* and the implementation of GASB Statement No. 70, *Accounting and Financial Reporting for Nonexchange Financial Guarantees*. GASB Statement No. 65 resulted in the reclassification of the July 1, 2013 balance of Unamortized Deferral on Refunding from Long-term Obligations to Deferred Outflow of Resources (\$1,067,984,198). GASB Statement No. 70 resulted in an increase in the July 1, 2013 outstanding balance in Non-bonded Debt-Other of \$184,144,853 relating to the South Jersey Port Corporation bonds.

<b>Outstanding July 1, 2013<sup>1</sup></b>	<b>Issued</b>	<b>Retired</b>	<b>Outstanding June 30, 2014</b>
\$ 100,000,000	\$ -	\$ 3,065,000	\$ 96,935,000
655,000	-	75,000	580,000
68,645,000	-	6,645,000	62,000,000
5,910,000	-	880,000	5,030,000
60,000	-	-	60,000
3,800,000	-	55,000	3,745,000
91,180,000	-	965,000	90,215,000
14,105,000	-	1,775,000	12,330,000
169,500,000	-	5,200,000	164,300,000
-	-	-	-
10,000,000	-	305,000	9,695,000
780,000	-	380,000	400,000
4,600,000	-	1,645,000	2,955,000
-	-	-	-
11,260,000	-	375,000	10,885,000
1,925,000	-	-	1,925,000
535,000	-	-	535,000
74,465,000	-	1,050,000	73,415,000
890,000	-	435,000	455,000
1,789,800,000	-	205,990,000	1,583,810,000
835,000	-	185,000	650,000
35,460,000	-	14,010,000	21,450,000
7,930,000	-	410,000	7,520,000
8,575,000	-	-	8,575,000
<u>2,400,910,000</u>	<u>-</u>	<u>243,445,000</u>	<u>2,157,465,000</u>
21,544,905,000	1,177,025,000	765,015,000	21,956,915,000
314,775,000	-	3,720,000	311,055,000
18,243,358,004	1,777,024,305	1,939,239,398	18,081,142,911
92,906,009	26,107,675	34,049,762	84,963,922
4,293,892,126	-	(2,792,875)	4,296,685,001
(7,503,489,579)	-	(366,682,606)	(7,136,806,973)
<u>2,119,260,910</u>	<u>143,436,890</u>	<u>178,833,767</u>	<u>2,083,864,033</u>
<u>41,506,517,470</u>	<u>3,123,593,870</u>	<u>2,794,827,446</u>	<u>41,835,283,894</u>
574,723,568	323,737,946	329,659,780	568,801,734
353,929,131	164,802	37,118,724	316,975,209
1,279,358,087	-	-	1,279,358,087
20,176,700,000	4,951,100,000	1,554,100,000	23,573,700,000
14,515,981,208	2,457,805,485	1,024,457,063	15,949,329,630
86,162,245	-	12,197,676	73,964,569
1,219,207,064	518,320,697	467,073,914	1,270,453,847
<u>38,206,061,303</u>	<u>8,251,128,930</u>	<u>3,424,607,157</u>	<u>43,032,583,076</u>
<u>\$ 79,712,578,773</u>	<u>\$ 11,374,722,800</u>	<u>\$ 6,219,434,603</u>	<u>\$ 84,867,866,970</u>

**STATE OF NEW JERSEY  
BUDGETARY COMPARISON SCHEDULE  
NON-MAJOR GOVERNMENTAL FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<b>Casino Control Fund</b>			
	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual Amounts (Budgetary Basis)</b>	<b>Variance with Final Budget</b>
<b>REVENUES</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and fees	55,289,387	59,491,387	53,927,988	(5,563,399)
Investment earnings	11,000	11,000	5,737	(5,263)
Other	-	-	-	-
<b>Total Revenues</b>	<u>55,300,387</u>	<u>59,502,387</u>	<u>53,933,725</u>	<u>(5,568,662)</u>
<b>OTHER FINANCING SOURCES</b>				
Transfers from other funds	-	-	-	-
<b>Total Other Financing Sources</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Revenues and Other Financing Sources</b>	<u>55,300,387</u>	<u>59,502,387</u>	<u>53,933,725</u>	<u>(5,568,662)</u>
<b>EXPENDITURES</b>				
Public safety and criminal justice	47,863,573	52,795,142	46,382,084	6,413,058
Physical and mental health	-	-	-	-
Educational, cultural, and intellectual development	-	-	-	-
Economic planning, development, and security	-	-	-	-
Transportation programs	-	-	-	-
Government direction, management, and control	8,981,814	9,907,245	6,939,641	2,967,604
Special government services	-	-	-	-
<b>Total Expenditures</b>	<u>56,845,387</u>	<u>62,702,387</u>	<u>53,321,725</u>	<u>9,380,662</u>
<b>OTHER FINANCING USES</b>				
Transfers to other funds	-	-	-	-
<b>Total Other Financing Uses</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Expenditures and Other Financing Uses</b>	<u>56,845,387</u>	<u>62,702,387</u>	<u>53,321,725</u>	<u>9,380,662</u>
<b>Net Change in Fund Balance</b>	(1,545,000)	(3,200,000)	612,000	3,812,000
<b>Fund Balances - July 1, 2013</b>	<u>1,545,000</u>	<u>3,200,000</u>	<u>3,200,000</u>	<u>-</u>
<b>Fund Balances - June 30, 2014</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,812,000</u>	<u>\$ 3,812,000</u>

**Casino Revenue Fund**

<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget</u>
\$ 383,333,898	\$ 229,369,000	\$ 221,230,789	\$ (8,138,211)
-	-	-	-
-	-	-	-
-	83,898	10,668	(73,230)
<u>383,333,898</u>	<u>229,452,898</u>	<u>221,241,457</u>	<u>(8,211,441)</u>
350,000	154,179,000	162,129,392	7,950,392
<u>350,000</u>	<u>154,179,000</u>	<u>162,129,392</u>	<u>7,950,392</u>
383,683,898	383,631,898	383,370,849	(261,049)
-	-	-	-
124,408,292	124,391,431	124,288,375	103,056
236,615,000	236,582,932	236,615,000	(32,068)
2,196,000	2,195,702	2,196,000	(298)
20,372,606	20,369,845	20,343,000	26,845
-	-	-	-
92,000	91,988	92,000	(12)
<u>383,683,898</u>	<u>383,631,898</u>	<u>383,534,375</u>	<u>97,523</u>
-	-	-	-
-	-	-	-
383,683,898	383,631,898	383,534,375	97,523
-	-	(163,526)	(163,526)
-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ (163,526)</u>	<u>\$ (163,526)</u>

(Continued on next page)

**STATE OF NEW JERSEY**  
**BUDGETARY COMPARISON SCHEDULE**  
**NON-MAJOR GOVERNMENTAL FUNDS (Continued)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<b>Gubernatorial Elections Fund</b>			
	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual Amounts (Budgetary Basis)</b>	<b>Variance with Final Budget</b>
<b>REVENUES</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and fees	-	-	-	-
Investment earnings	-	-	-	-
Other	700,000	700,000	370,877	(329,123)
<b>Total Revenues</b>	<u>700,000</u>	<u>700,000</u>	<u>370,877</u>	<u>(329,123)</u>
<b>OTHER FINANCING SOURCES</b>				
Transfers from other funds	9,300,000	9,995,000	10,171,227	176,227
<b>Total Other Financing Sources</b>	<u>9,300,000</u>	<u>9,995,000</u>	<u>10,171,227</u>	<u>176,227</u>
<b>Total Revenues and Other Financing Sources</b>	<u>10,000,000</u>	<u>10,695,000</u>	<u>10,542,104</u>	<u>(152,896)</u>
<b>EXPENDITURES</b>				
Public safety and criminal justice	10,000,000	10,695,000	9,983,861	711,139
Physical and mental health	-	-	-	-
Educational, cultural, and intellectual development	-	-	-	-
Economic planning, development, and security	-	-	-	-
Transportation programs	-	-	-	-
Government direction, management, and control	-	-	-	-
Special government services	-	-	-	-
<b>Total Expenditures</b>	<u>10,000,000</u>	<u>10,695,000</u>	<u>9,983,861</u>	<u>711,139</u>
<b>OTHER FINANCING USES</b>				
Transfers to other funds	-	-	558,243	(558,243)
<b>Total Other Financing Uses</b>	<u>-</u>	<u>-</u>	<u>558,243</u>	<u>(558,243)</u>
<b>Total Expenditures and Other Financing Uses</b>	<u>10,000,000</u>	<u>10,695,000</u>	<u>10,542,104</u>	<u>152,896</u>
<b>Net Change in Fund Balance</b>	-	-	-	-
<b>Fund Balances - July 1, 2013</b>	-	-	-	-
<b>Fund Balances - June 30, 2014</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>



**Total Non-Major Governmental Funds**

<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual Amounts (Budgetary Basis)</b>	<b>Variance with Final Budget</b>
\$ 383,333,898	\$ 229,369,000	\$ 221,230,789	\$ (8,138,211)
55,289,387	59,491,387	53,927,988	(5,563,399)
11,000	11,000	5,737	(5,263)
<u>700,000</u>	<u>783,898</u>	<u>381,545</u>	<u>(402,353)</u>
<u>439,334,285</u>	<u>289,655,285</u>	<u>275,546,059</u>	<u>(14,109,226)</u>
9,650,000	164,174,000	172,300,619	8,126,619
<u>9,650,000</u>	<u>164,174,000</u>	<u>172,300,619</u>	<u>8,126,619</u>
448,984,285	453,829,285	447,846,678	(5,982,607)
57,863,573	63,490,142	56,365,945	7,124,197
124,408,292	124,391,431	124,288,375	103,056
236,615,000	236,582,932	236,615,000	(32,068)
2,196,000	2,195,702	2,196,000	(298)
20,372,606	20,369,845	20,343,000	26,845
8,981,814	9,907,245	6,939,641	2,967,604
92,000	91,988	92,000	(12)
<u>450,529,285</u>	<u>457,029,285</u>	<u>446,839,961</u>	<u>10,189,324</u>
-	-	558,243	(558,243)
-	-	558,243	(558,243)
450,529,285	457,029,285	447,398,204	9,631,081
(1,545,000)	(3,200,000)	448,474	3,648,474
<u>1,545,000</u>	<u>3,200,000</u>	<u>3,200,000</u>	<u>-</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,648,474</u>	<u>\$ 3,648,474</u>

**STATE OF NEW JERSEY  
BUDGETARY COMPARISON SCHEDULE  
BUDGET-TO-GAAP RECONCILIATION - NON-MAJOR FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

**Explanation of differences between budgetary inflows and outflows  
and GAAP revenues and expenditures**

	<u>Casino Control Fund</u>	<u>Casino Revenue Fund</u>	<u>Gubernatorial Elections Fund</u>
<b>Sources/inflows of resources:</b>			
Total revenues and other financing sources - actual amounts (budgetary basis) from the budgetary comparison schedule	\$ 53,933,725	\$ 383,370,849	\$ 10,542,104
Differences - budget to GAAP:			
Revenue Refund	-	-	-
<hr/>			
<b>Total revenues and other financing sources as reported on the GAAP - basis statement of revenues, expenditures, and changes in fund balances - governmental funds</b>	<u>\$ 53,933,725</u>	<u>\$ 383,370,849</u>	<u>\$ 10,542,104</u>
<b>Uses/outflows of resources:</b>			
Total expenditures and other financing uses - actual amounts (budgetary basis) from the budgetary comparison schedule	\$ 53,321,725	\$ 383,534,375	\$ 10,542,104
Differences - budget to GAAP:			
Encumbrances for items ordered but not received are reported in the year the resources are encumbered for budgetary purposes, but in the year the items are received for financial reporting purposes.	(62,799)	(18,448,949)	-
Expenditures in prior budget fiscal year accounts are reported in the year the resources are encumbered for budgetary purposes, but in the year the funds are disbursed for financial reporting purposes.	1,497,317	25,673,613	-
<hr/>			
<b>Total expenditures and other financing uses as reported on the GAAP-basis statement of revenues, expenditures, and changes in fund balances - governmental funds</b>	<u>\$ 54,756,243</u>	<u>\$ 390,759,039</u>	<u>\$ 10,542,104</u>

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**STATE OF NEW JERSEY  
SCHEDULE OF ANTICIPATED REVENUE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	ANTICIPATED TO JUNE 30, 2014	REALIZED TO JUNE 30, 2014		REALIZATION OVER (UNDER) ANTICIPATED
		AMOUNT	PERCENT	
<b>MAJOR TAXES</b>				
Sales	\$ 8,680,000,000	\$ 8,640,183,455	100	\$ (39,816,545)
Sales Tax Dedication	(662,000,000)	(658,882,720)	100	3,117,280
Sales Energy	230,000,000	188,380,068	82	(41,619,932)
Corporation Business	2,416,000,000	2,100,958,302	87	(315,041,698)
Corporation Business Energy	45,000,000	11,949,821	27	(33,050,179)
Transfer Inheritance	715,000,000	687,436,282	96	(27,563,718)
Insurance Premium	608,000,000	578,226,453	95	(29,773,547)
Motor Fuels	547,000,000	530,386,983	97	(16,613,017)
Motor Vehicles Fees	437,100,000	430,100,262	98	(6,999,738)
Realty Transfer	297,000,000	249,211,069	84	(47,788,931)
Cigarette	237,000,000	224,075,662	95	(12,924,338)
Petroleum Products Gross Receipts	228,000,000	216,818,207	95	(11,181,793)
Corporation Banks and Financial Institutions	202,000,000	185,979,732	92	(16,020,268)
Alcoholic Beverage Excise	118,500,000	104,220,443	88	(14,279,557)
Tobacco Products Wholesale Sales	21,400,000	21,878,472	102	478,472
Public Utility Excise (Reform)	14,000,000	15,042,957	107	1,042,957
<b>TOTAL MAJOR TAXES</b>	<u>14,134,000,000</u>	<u>13,525,965,448</u>	96	<u>(608,034,552)</u>
<b>MISCELLANEOUS TAXES, FEES, REVENUES</b>				
<b>Executive Branch:</b>				
<b>Department of Agriculture:</b>				
Fertilizer Inspection Fees	366,000	366,000	100	-
Miscellaneous Revenue	3,000	2,850	95	(150)
<b>Total Department of Agriculture</b>	<u>369,000</u>	<u>368,850</u>	100	<u>(150)</u>
<b>Department of Banking and Insurance:</b>				
Actuarial Services	50,000	52,800	106	2,800
Banking - Assessments	11,200,000	11,408,678	102	208,678
Banking - Licenses and Other Fees	1,900,000	1,691,322	89	(208,678)
Fraud Fines	1,100,000	1,310,347	119	210,347
HMO Covered Lives	935,000	776,484	83	(158,516)
Insurance - Examination Billings	2,200,000	1,380,066	63	(819,934)
Insurance - Licenses and Other Fees	40,786,000	43,881,577	108	3,095,577
Insurance - Special Purpose Assessment	34,425,000	33,990,678	99	(434,322)
Insurance Fraud Prevention	25,541,000	27,691,081	108	2,150,081
Real Estate Commission	3,670,000	4,531,075	123	861,075
<b>Total Department of Banking and Insurance</b>	<u>121,807,000</u>	<u>126,714,108</u>	104	<u>4,907,108</u>
<b>Department of Children and Families:</b>				
Child Care Licensing/Adoption Law	328,000	297,467	91	(30,533)
Contract Recoveries	19,169,000	17,356,683	91	(1,812,317)
Divorce Filing Fees	1,395,000	1,366,700	98	(28,300)
Marriage License/Civil Union Fees	1,150,000	1,150,000	100	-
<b>Total Department of Children and Families</b>	<u>22,042,000</u>	<u>20,170,850</u>	92	<u>(1,871,150)</u>

**STATE OF NEW JERSEY  
SCHEDULE OF ANTICIPATED REVENUE  
GENERAL FUND (Continued)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>ANTICIPATED TO JUNE 30, 2014</u>	<u>REALIZED TO JUNE 30, 2014 AMOUNT</u>	<u>PERCENT</u>	<u>REALIZATION OVER (UNDER) ANTICIPATION</u>
<b>Department of Community Affairs:</b>				
Affordable Housing and Neighborhood Preservation - Fair Housing	28,159,000	28,159,000	100	-
Construction Fees	15,789,000	15,789,000	100	-
Fire Safety	16,983,000	16,983,000	100	-
Housing Inspection Fees	10,160,000	10,160,000	100	-
Miscellaneous Revenue	-	375	-	375
Planned Real Estate Development Fees	750,000	694,044	93	(55,956)
<b>Total Department of Community Affairs</b>	<u>71,841,000</u>	<u>71,785,419</u>	100	<u>(55,581)</u>
<b>Department of Corrections:</b>				
Violent Crimes	-	(3,215)	-	(3,215)
Miscellaneous Revenue	-	43,320	-	43,320
<b>Total Department of Corrections</b>	<u>-</u>	<u>40,105</u>	-	<u>40,105</u>
<b>Department of Education:</b>				
Audit of Recoveries	500,000	154,750	31	(345,250)
Audit of Enrollments	1,300,000	1,832,399	141	532,399
Local School District Loan Recoveries - NJEDA	5,862,000	5,931,768	101	69,768
Nonpublic Schools Handicapped and Auxiliary Recoveries	5,000,000	14,701,662	294	9,701,662
Nonpublic Schools Textbook Recoveries	750,000	1,252,810	167	502,810
School Construction Inspection Fees	350,000	459,459	131	109,459
State Board of Examiners	4,591,000	4,630,312	101	39,312
<b>Total Department of Education</b>	<u>18,353,000</u>	<u>28,963,160</u>	158	<u>10,610,160</u>
<b>Department of Environmental Protection:</b>				
Air Pollution Fees - Minor Sources	6,300,000	5,179,639	82	(1,120,361)
Air Pollution Fees - Title V Operating Permits	5,010,000	5,231,085	104	221,085
Air Pollution Fines	2,250,000	1,982,338	88	(267,662)
Clean Water Enforcement Act	1,840,000	1,596,539	87	(243,461)
Coastal Area Facility Review Act	1,913,000	1,117,331	58	(795,669)
Endangered Species Tax Checkoff	158,000	158,000	100	-
Environmental Infrastructure Financing Program Administrative Fee	5,000,000	5,000,000	100	-
Excess Diversion	180,000	163,753	91	(16,247)
Freshwater Wetlands Fees	3,404,000	1,721,657	51	(1,682,343)
Freshwater Wetlands Fines	300,000	424,540	142	124,540
Hazardous Waste Fees	3,561,000	3,278,347	92	(282,653)
Hazardous Waste Fines	450,000	531,871	118	81,871
Highlands Permitting	-	17,230	-	17,230
Hunters' and Anglers' Licenses	11,740,000	11,740,000	100	-
Industrial Site Recovery Act	25,000	27,150	109	2,150
Laboratory Certification Fees	2,700,000	765,499	28	(1,934,501)
Laboratory Certification Fines	50,000	24,348	49	(25,652)

**STATE OF NEW JERSEY  
SCHEDULE OF ANTICIPATED REVENUE  
GENERAL FUND (Continued)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<b>ANTICIPATED TO JUNE 30, 2014</b>	<b>REALIZED TO JUNE 30, 2014</b>		<b>REALIZATION OVER (UNDER) ANTICIPATION</b>
		<b>AMOUNT</b>	<b>PERCENT</b>	
Marina Rentals	885,000	885,000	100	-
Marine Lands - Preparation and Filing Fees	145,000	177,522	122	32,522
Medical Waste	4,600,000	5,087,700	111	487,700
Miscellaneous Revenue	-	2,723	-	2,723
New Jersey Pollutant Discharge Elimination				
System/Stormwater Permits	17,800,000	17,800,000	100	-
Parks Management Fees and Permits	4,300,000	4,300,000	100	-
Parks Management Fines	79,000	51,142	65	(27,858)
Passaic River Settlement	40,000,000	40,000,000	100	-
Pesticide Control Fees	4,400,000	4,400,000	100	-
Pesticide Control Fines	80,000	25,710	32	(54,290)
Radiation Protection Fees	3,050,000	3,102,274	102	52,274
Radiation Protection Fines	120,000	110,305	92	(9,695)
Radon Testers Certification	225,000	238,984	106	13,984
Shellfish and Marine Fisheries	6,000	4,912	82	(1,088)
Solid Waste - Utility Regulation Assessments	3,700,000	3,700,000	100	-
Solid Waste Fines	1,000,000	1,858,687	186	858,687
Solid Waste Management Fees	6,915,000	5,779,802	84	(1,135,198)
Solid and Hazardous Waste Disclosure	150,000	226,280	151	76,280
Stream Encroachment	3,573,000	2,335,984	65	(1,237,016)
Toxic Catastrophe Prevention Fees	1,600,000	1,627,099	102	27,099
Toxic Catastrophe Prevention Fines	100,000	299,475	299	199,475
Treatment Works Approval	1,900,000	1,242,388	65	(657,612)
Underground Storage Tanks Fees	500,000	728,793	146	228,793
Water Allocation	2,423,000	2,423,000	100	-
Water Supply Management Regulations	1,300,000	1,177,757	91	(122,243)
Water/Wastewater Operators Licenses	210,000	210,000	100	-
Waterfront Development Fees	3,600,000	2,836,023	79	(763,977)
Waterfront Development Fines	20,000	24,282	121	4,282
Well Permits/Well Drillers/Pump Installers Licenses	1,100,000	1,100,000	100	-
Wetlands	59,000	59,000	100	-
Worker Community Right to Know - Fines	35,000	6,700	19	(28,300)
<b>Total Department of Environmental Protection</b>	<b>148,756,000</b>	<b>140,780,869</b>	<b>95</b>	<b>(7,975,131)</b>
<b>Department of Health:</b>				
Admission Charge Hospital Assessment	6,000,000	6,000,000	100	-
Health Care Reform	1,200,000	1,200,000	100	-
Licenses, Fines, Permits, Penalties, and Fees	2,540,000	2,540,000	100	-
Miscellaneous Revenue	150,000	1,238	1	(148,762)
<b>Total Department of Health</b>	<b>9,890,000</b>	<b>9,741,238</b>	<b>98</b>	<b>(148,762)</b>

**STATE OF NEW JERSEY**  
**SCHEDULE OF ANTICIPATED REVENUE**  
**GENERAL FUND (Continued)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<b>ANTICIPATED TO JUNE 30, 2014</b>	<b>REALIZED TO JUNE 30, 2014 AMOUNT</b>	<b>PERCENT</b>	<b>REALIZATION OVER (UNDER) ANTICIPATED</b>
<b>Department of Human Services:</b>				
Early Periodic Screening, Diagnosis, and Treatment	1,420,000	10,249,478	722	8,829,478
Medicaid Uncompensated Care - Acute	190,523,000	183,424,647	96	(7,098,353)
Medicaid Uncompensated Care - Mental Health	34,679,000	36,967,160	107	2,288,160
Medicaid Uncompensated Care - Psychiatric	178,863,000	178,863,034	100	34
Medicaid Assistance - Federal Match on PAAD/ Medicaid Dual Eligibles	350,000	5,268	2	(344,732)
Miscellaneous Revenue	26,450,000	29,844,528	113	3,394,528
Patients' and Residents' Cost Recovery - Developmental Disabilities	18,684,000	17,702,952	95	(981,048)
Patients' and Residents' Cost Recovery - Psychiatric Hospitals	74,236,000	78,135,604	105	3,899,604
School Based Medicaid	31,818,000	73,679,496	232	41,861,496
<b>Total Department of Human Services</b>	<b>557,023,000</b>	<b>608,872,167</b>	<b>109</b>	<b>51,849,167</b>
<b>Department of Labor and Workforce Development:</b>				
Miscellaneous Revenue	155,000	139,037	90	(15,963)
Special Compensation Fund	1,883,000	1,883,000	100	-
Workers' Compensation Assessment	13,311,000	13,311,000	100	-
Workplace Standards - Licenses, Permits, and Fines	4,351,000	4,351,000	100	-
<b>Total Department of Labor and Workforce Development</b>	<b>19,700,000</b>	<b>19,684,037</b>	<b>100</b>	<b>(15,963)</b>
<b>Department of Law and Public Safety:</b>				
Beverage Licenses	3,960,000	3,959,900	100	(100)
Casino Fines	-	209,179	-	209,179
Charities Registration Section	695,000	695,000	100	-
Consumer Affairs	-	600	-	600
Controlled Dangerous Substances	100,000	100,000	100	-
Forfeiture Funds	1,000,000	1,000,000	100	-
Legalized Games of Chance Control	1,200,000	1,200,000	100	-
Miscellaneous Revenue	20,000	94,051	470	74,051
New Jersey Cemetery Board	54,000	54,000	100	-
Pleasure Boat Licenses	2,280,000	1,990,460	87	(289,540)
Private Employment Agencies	258,000	258,000	100	-
Securities Enforcement	13,394,000	13,394,000	100	-
Settlements	60,000,000	60,000,000	100	-
State Board of Architects	564,000	564,000	100	-
State Board of Audiology and Speech- Language Pathology Advisory	435,000	435,000	100	-
State Board of Certified Public Accountants	33,000	33,000	100	-
State Board of Chiropractors	305,000	305,000	100	-
State Board of Cosmetology and Hairstyling	750,000	750,000	100	-
State Board of Court Reporting	121,000	121,000	100	-
State Board of Dentistry	1,365,000	1,365,000	100	-
State Board of Electrical Contractors	165,000	165,000	100	-
State Board of HVAC Contractors	223,000	223,000	100	-
State Board of Marriage Counselor Examiners	110,000	110,000	100	-
State Board of Massage and Bodyworks	14,000	14,000	100	-
State Board of Master Plumbers	50,000	50,000	100	-
State Board of Medical Examiners	2,761,000	2,761,000	100	-
State Board of Mortuary Science	204,000	204,000	100	-

**STATE OF NEW JERSEY**  
**SCHEDULE OF ANTICIPATED REVENUE**  
**GENERAL FUND (Continued)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	ANTICIPATED	REALIZED TO JUNE 30, 2014		REALIZATION
	TO JUNE 30, 2014	AMOUNT	PERCENT	OVER (UNDER) ANTICIPATED
State Board of Nursing	6,697,000	6,697,000	100	-
State Board of Occupational Therapists and Assistants	451,000	451,000	100	-
State Board of Ophthalmic Dispensers and Ophthalmic Technicians	358,000	358,000	100	-
State Board of Optometrists	22,000	22,000	100	-
State Board of Orthotics and Prosthetics	3,000	3,000	100	-
State Board of Pharmacy	375,000	375,000	100	-
State Board of Physical Therapy	500,000	500,000	100	-
State Board of Polysommography	3,000	3,000	100	-
State Board of Professional Engineers and Land Surveyors	825,000	825,000	100	-
State Board of Professional Planners	143,000	143,000	100	-
State Board of Psychological Examiners	55,000	55,000	100	-
State Board of Real Estate Appraisers	28,000	28,000	100	-
State Board of Respiratory Care	297,000	297,000	100	-
State Board of Social Workers	88,000	88,000	100	-
State Board of Veterinary Medical Examiners	42,000	42,000	100	-
State Police - Fingerprint Fees	3,694,000	3,694,000	100	-
State Police - Other Licenses	348,000	315,906	91	(32,094)
State Police - Private Detective Licenses	200,000	176,895	88	(23,105)
Victims of Violent Crime Compensation	3,372,000	3,372,000	100	-
Weights and Measures - General	2,612,000	2,612,000	100	-
<b>Total Department of Law and Public Safety</b>	<b>110,174,000</b>	<b>110,112,991</b>	<b>100</b>	<b>(61,009)</b>
<b>Department of Military and Veterans' Affairs:</b>				
Soldiers' Homes	47,000,000	52,828,380	112	5,828,380
<b>Total Department of Military and Veterans' Affairs</b>	<b>47,000,000</b>	<b>52,828,380</b>	<b>112</b>	<b>5,828,380</b>
<b>Department of State:</b>				
Governor's Teaching Scholars Program Loan Repayment	5,000	-	-	(5,000)
Miscellaneous Revenue	-	10,933	-	10,933
<b>Total Department of State</b>	<b>5,000</b>	<b>10,933</b>	<b>219</b>	<b>5,933</b>
<b>Department of Transportation:</b>				
Air Safety Fund	965,000	805,515	83	(159,485)
Applications and Highway Permits	1,300,000	1,300,000	100	-
Autonomous Transportation Authorities	53,500,000	53,500,000	100	-
Drunk Driving Fines	400,000	363,854	91	(36,146)
Good Driver	75,800,000	76,804,708	101	1,004,708
Interest on Purchase of Right of Way	5,000	18,251	365	13,251
Logo Sign Program Fees	300,000	300,000	100	-
Maritime Program Receipts	2,200,000	1,951,084	89	(248,916)
Miscellaneous Revenue	10,000	43,300	433	33,300
Outdoor Advertising	740,000	740,000	100	-
<b>Total Department of Transportation</b>	<b>135,220,000</b>	<b>135,826,712</b>	<b>100</b>	<b>606,712</b>



**STATE OF NEW JERSEY**  
**SCHEDULE OF ANTICIPATED REVENUE**  
**GENERAL FUND (Continued)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	ANTICIPATED TO JUNE 30, 2014	<u>REALIZED TO JUNE 30, 2014</u>		REALIZATION OVER (UNDER) ANTICIPATED
		AMOUNT	PERCENT	
<b>Department of the Treasury:</b>				
Assessment on Real Property Greater Than \$1 Million	112,000,000	99,614,521	89	(12,385,479)
Assessments - Cable TV	5,296,000	5,352,000	101	56,000
Assessments - Public Utility	31,362,000	31,372,690	100	10,690
Cable Television (CATV) Universal Access	7,500,000	7,655,339	102	155,339
Coin Operated Telephones	1,900,000	2,075,181	109	175,181
Commercial Recording - Expedited	1,150,000	1,150,000	100	-
Commissions (Notary)	1,300,000	1,116,842	86	(183,158)
Dispute Settlement Mediation	-	40,321	-	40,321
Domestic Security	32,000,000	37,568,282	117	5,568,282
Dormitory Safety Trust Fund - Debt Service Recovery	5,649,000	-	-	(5,649,000)
Escrow Interest - Construction Accounts	-	23	-	23
General Revenue - Fees (Commercial Recording and UCC)	56,500,000	56,799,429	101	299,429
Higher Education Capital Improvement Fund - Debt Service Recovery	15,295,000	-	-	(15,295,000)
Hotel/Motel Occupancy Tax	102,000,000	86,975,867	85	(15,024,133)
Investment Earnings	-	1,000,668	-	1,000,668
Miscellaneous Revenue	950,000	851,481	90	(98,519)
New Jersey Public Records Preservation	37,000,000	29,078,842	79	(7,921,158)
Nuclear Emergency Response Assessment	4,415,000	5,406,000	122	991,000
Office of Dispute Settlement Medication	50,000	-	-	(50,000)
Public Defender Client Receipts	3,200,000	3,708,654	116	508,654
Public Utility Fines	250,000	413,390	165	163,390
Public Utility Gross Receipts and Franchise Taxes (Water/Sewer)	115,000,000	117,242,297	102	2,242,297
Railroad Tax - Class II	4,650,000	4,581,875	99	(68,125)
Railroad Tax - Franchise	7,100,000	9,949,392	140	2,849,392
Rate Counsel	7,264,000	7,264,000	100	-
Surplus Property	1,900,000	2,466,957	130	566,957
Tax Referral Cost Recovery Fee	5,000,000	6,776,552	136	1,776,552
Telephone Assessment	123,000,000	121,668,016	99	(1,331,984)
Tire Clean-Up Surcharge	9,000,000	9,640,758	107	640,758
Transitional Energy Facilities Assessment	-	4,494,448	-	4,494,448
<b>Total Department of Treasury</b>	<u>690,731,000</u>	<u>654,263,825</u>	95	<u>(36,467,175)</u>
<b>Other Sources:</b>				
Miscellaneous Revenue	10,200,000	15,614,070	153	5,414,070
<b>Total Other Sources</b>	<u>10,200,000</u>	<u>15,614,070</u>	153	<u>5,414,070</u>
<b>Interdepartmental Accounts:</b>				
Administration and Investment of Pension and Health Benefit Funds - Recoveries	2,754,000	2,809,686	102	55,686
Employee Maintenance Deductions	300,000	313,887	105	13,887
Fringe Benefit Recoveries from Colleges and Universities	226,612,000	234,884,111	104	8,272,111
Fringe Benefit Recoveries from Federal and Other Funds	389,656,000	316,502,314	81	(73,153,686)

**STATE OF NEW JERSEY  
SCHEDULE OF ANTICIPATED REVENUE  
GENERAL FUND (Continued)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	ANTICIPATED	REALIZED TO JUNE 30, 2014		REALIZATION
	TO JUNE 30, 2014	AMOUNT	PERCENT	OVER (UNDER) ANTICIPATED
Fringe Benefit Recoveries from School Districts	51,900,000	35,052,362	68	(16,847,638)
Indirect Cost Recoveries - DEP Other Funds	11,100,000	13,095,054	118	1,995,054
Market Transition Facility Revenue Fund	13,100,000	6,495,673	50	(6,604,327)
Rent of State Building Space	3,470,000	3,564,775	103	94,775
Social Security Recoveries from Federal and Other Funds	64,988,000	63,884,273	98	(1,103,727)
<b>Total Interdepartmental Accounts</b>	<b>763,880,000</b>	<b>676,602,135</b>	<b>89</b>	<b>(87,277,865)</b>
<b>Judicial Branch:</b>				
Court Fees	54,549,000	56,299,631	103	1,750,631
<b>Total Judicial Branch</b>	<b>54,549,000</b>	<b>56,299,631</b>	<b>103</b>	<b>1,750,631</b>
<b>TOTAL MISCELLANEOUS TAXES, FEES, REVENUES</b>	<b>2,781,540,000</b>	<b>2,728,679,480</b>	<b>98</b>	<b>(52,860,520)</b>
<b>INTERFUND TRANSFERS</b>				
Beaches and Harbor Fund	1,000	140	14	(860)
Building our Future Fund	100,000	117,324	117	17,324
Clean Energy Fund	152,185,000	190,185,000	125	38,000,000
Clean Waters Fund	-	15	-	15
Correctional Facilities Construction Fund	1,000	14,029	1,403	13,029
Correctional Facilities Construction Fund of 1987	2,000	55,969	2,798	53,969
Cultural Center and Historical Preservation Fund	-	26	-	26
Dam, Lake, Stream and Flood Control Project Fund - 2003	21,000	12,479	59	(8,521)
Developmental Disabilities Waiting List Reduction Fund	4,000	-	-	(4,000)
Dredging and Containment Facility Fund	437,000	437,000	100	-
Emergency Flood Control	-	267	-	267
Energy Conservation Fund	1,000	324	32	(676)
Enterprise Zone Assistance Fund	94,779,000	93,693,575	99	(1,085,425)
Fund for the Support of Free Public Schools	4,537,000	4,482,615	99	(54,385)
Garden State Farmland Preservation Trust Fund	2,040,000	1,965,681	96	(74,319)
Garden State Green Acres Preservation Trust Fund	5,547,000	5,283,120	95	(263,880)
Garden State Historic Preservation Trust Fund	668,000	626,095	94	(41,905)
Hazardous Discharge Fund	-	213	-	213
Hazardous Discharge Site Cleanup Fund	18,368,000	18,358,652	100	(9,348)
Housing Assistance Fund	7,000	5,243	75	(1,757)
Human Services Facilities Construction Fund	1,000	125,604	-	124,604
Jobs, Education and Competitiveness Fund	-	40	-	40
Judiciary Bail Fund	60,000	31,651	53	(28,349)
Judiciary Child Support and Paternity Fund	25,000	11	0	(24,989)
Judiciary Probation Fund	30,000	8,164	27	(21,836)
Judiciary Special Civil Fund	20,000	3,194	16	(16,806)
Judiciary Superior Court Miscellaneous Fund	20,000	2,299	11	(17,701)
Legal Services Fund	11,000,000	10,235,964	93	(764,036)
Long Term Obligation and Capital Expenditure Fund	-	456,787	-	456,787
Mortgage Assistance Fund	891,000	532,614	60	(358,386)
Motor Vehicle Security Responsibility Fund	1,000	278	28	(722)

**STATE OF NEW JERSEY  
SCHEDULE OF ANTICIPATED REVENUE  
GENERAL FUND (Continued)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<b>ANTICIPATED TO JUNE 30, 2013</b>	<b>REALIZED TO JUNE 30, 2014</b>		<b>REALIZATION OVER (UNDER) ANTICIPATED</b>
		<b>AMOUNT</b>	<b>PERCENT</b>	
NJ Bridge Rehabilitation and Improvement and R.R. Right-of-Way Preservation Fund	5,000	2,804	56	(2,196)
Natural Resources Fund	2,000	904	45	(1,096)
New Jersey Spill Compensation Fund	16,316,000	16,240,075	100	(75,925)
New Jersey Workforce Development Partnership Fund	26,945,000	23,324,257	87	(3,620,743)
Pollution Prevention Fund	989,000	874,100	88	(114,900)
Public Purpose Buildings and Community-Based Facilities Construction Fund	1,000	107,600	10,760	106,600
Safe Drinking Water Fund	2,503,000	2,339,450	93	(163,550)
Sanitary Landfill Facility Contingency Fund	5,000,000	-	-	(5,000,000)
Shore Protection Fund	13,000	6,550	50	(6,450)
Spinal Cord Research Fund	-	9,000,000	-	9,000,000
State Disability Benefit Fund	38,157,000	33,412,783	88	(4,744,217)
State Land Acquisition and Development Fund	1,000	175	18	(825)
State Lottery Fund	1,020,000,000	965,010,000	95	(54,990,000)
State Lottery Fund - Administration	23,072,000	15,628,159	68	(7,443,841)
State Recycling Fund	21,600,000	21,600,000	100	-
State of New Jersey Cash Management Fund	1,880,000	1,563,721	83	(316,279)
Statewide Transportation and Local Bridge Fund	16,000	7,082	44	(8,918)
Supplemental Workforce Fund for Basic Skills	2,000,000	1,903,399	95	(96,601)
Tobacco Settlement Fund	49,213,000	139,144,190	283	89,931,190
Unclaimed Insurance Payments on Deposit Trust Fund	8,000	4,171	52	(3,829)
Unclaimed Personal Property Trust Fund	150,230,000	170,033,151	113	19,803,151
Unclaimed Utility Deposits Trust Fund	7,000	6,056,637	86,523	6,049,637
Unemployment Compensation Auxiliary Fund	18,057,000	17,791,287	99	(265,713)
Universal Services Fund	65,705,000	66,865,000	102	1,160,000
Volunteer Emergency Services Fund	-	2,000,000	-	2,000,000
Wage and Hour Trust Fund	2,000	1,588	79	(412)
Waiting List Reduction Fund	-	2,506	-	2,506
Water Conservation Fund	1,000	833	83	(167)
Water Supply Fund	4,243,000	3,954,870	93	(288,130)
Worker and Community Right to Know Fund	2,698,000	2,450,963	91	(247,037)
<b>TOTAL INTERFUND TRANSFERS</b>	<u>1,739,410,000</u>	<u>1,825,960,628</u>	105	<u>86,550,628</u>
 <b>TOTAL REVENUES, GENERAL FUND</b>	 <u><b>\$ 18,654,950,000</b></u>	 <u><b>\$ 18,080,605,556</b></u>	 <b>97</b>	 <u><b>\$ (574,344,444)</b></u>

**STATE OF NEW JERSEY  
SCHEDULES OF ANTICIPATED REVENUE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

**CASINO CONTROL FUND**

	ANTICIPATED TO JUNE 30, 2014	REALIZED TO JUNE 30, 2014		REALIZATION OVER/(UNDER) ANTICIPATED
		AMOUNT	PERCENT	
Licenses and Fees	\$ 53,788,000	\$ 53,927,987	100	\$ 139,987
Investment Earnings	11,000	5,737	52	(5,263)
<b>TOTAL CASINO CONTROL FUND</b>	<b>\$ 53,799,000</b>	<b>\$ 53,933,724</b>	<b>100</b>	<b>\$ 134,724</b>

**CASINO REVENUE FUND**

	ANTICIPATED TO JUNE 30, 2014	REALIZED TO JUNE 30, 2014		REALIZATION OVER/(UNDER) ANTICIPATED
		AMOUNT	PERCENT	
Gross Revenue Tax	\$ 369,116,000	\$ 208,083,103	56	\$ (161,032,897)
Other Casino Taxes and Fees	14,134,000	13,143,205	93	(990,795)
Casino Simulcasting Fund	350,000	227,449	65	(122,551)
<b>TOTAL CASINO REVENUE FUND</b>	<b>\$ 383,600,000</b>	<b>\$ 221,453,757</b>	<b>58</b>	<b>\$ (162,146,243)</b>

**GUBERNATORIAL ELECTIONS FUND**

	ANTICIPATED TO JUNE 30, 2014	REALIZED TO JUNE 30, 2014		REALIZATION OVER/(UNDER) ANTICIPATED
		AMOUNT	PERCENT	
Taxpayers' Designations	\$ 700,000	\$ 370,876	53	\$ (329,124)
<b>TOTAL GUBERNATORIAL ELECTIONS FUND</b>	<b>\$ 700,000</b>	<b>\$ 370,876</b>	<b>53</b>	<b>\$ (329,124)</b>

**PROPERTY TAX RELIEF FUND**

	ANTICIPATED TO JUNE 30, 2014	REALIZED TO JUNE 30, 2014		REALIZATION OVER/(UNDER) ANTICIPATED
		AMOUNT	PERCENT	
Gross Income Tax	\$ 13,039,000,000	\$ 12,311,695,518	94	\$ (727,304,482)
Sales Tax Dedication	681,000,000	679,688,558	100	(1,311,442)
<b>TOTAL PROPERTY TAX RELIEF FUND</b>	<b>\$ 13,720,000,000</b>	<b>\$ 12,991,384,076</b>	<b>95</b>	<b>\$ (728,615,924)</b>

**STATE OF NEW JERSEY  
SCHEDULE OF APPROPRIATED REVENUE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

**GENERAL FUND**

	<u>STATE</u>	<u>FEDERAL</u>	<u>DEDICATED AND REVOLVING</u>	<u>TOTAL</u>
<b>LEGISLATIVE BRANCH</b>	\$ -	\$ -	\$ 2,477	\$ 2,477
<b>EXECUTIVE BRANCH</b>				
Chief Executive	-	-	735,726	735,726
Agriculture	2,689,371	407,032,163	6,807,279	416,528,813
Banking and Insurance	415,178	533,417	1,262,220	2,210,815
Children and Families	157,326	186,439,539	52,782,169	239,379,034
Community Affairs	17,299,258	972,982,133	68,443,325	1,058,724,716
Corrections	-	4,573,008	51,167,994	55,741,002
Education	1,200,000	836,771,179	14,957,313	852,928,492
Environmental Protection	42,264,294	42,432,440	54,799,769	139,496,503
Health	12,590,030	330,227,302	793,107,857	1,135,925,189
Human Services	7,466,707	9,111,955,573	966,477,291	10,085,899,571
Labor and Workforce Development	55,596,801	406,489,193	194,948,534	657,034,528
Law and Public Safety	132,738,275	638,668,787	159,750,756	931,157,818
Military and Veterans' Affairs	4,743,500	51,489,993	3,477,031	59,710,524
State	2,694	26,764,237	16,045,411	42,812,342
Transportation	2,489,233	9,952,284	1,298,197,938	1,310,639,455
Treasury	67,022,814	3,209,999	1,342,010,207	1,412,243,020
Interdepartmental	1,614,249	-	59,084,404	60,698,653
<b>TOTAL EXECUTIVE BRANCH</b>	<u>348,289,730</u>	<u>13,029,521,247</u>	<u>5,084,055,224</u>	<u>18,461,866,201</u>
<b>JUDICIAL BRANCH</b>	<u>2,869,571</u>	<u>2,451,891</u>	<u>64,373,558</u>	<u>69,695,020</u>
<b>TOTAL GENERAL FUND</b>	<u>\$ 351,159,301</u>	<u>\$ 13,031,973,138</u>	<u>\$ 5,148,431,259</u>	<u>\$ 18,531,563,698</u>

**STATE OF NEW JERSEY**  
**SCHEDULE OF APPROPRIATIONS AND EXPENDITURES**  
**GENERAL FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS</u>	<u>OTHER AUTHORIZED APPROPRIATIONS</u>	<u>EXPENDITURES</u>
<b>DIRECT STATE SERVICES</b>			
<b>Legislative Branch</b>	\$ 76,487,833	\$ 16,970,148	\$ 76,341,554
<b>Executive Branch</b>			
Chief Executive's Office	6,035,000	467,308	6,374,476
Agriculture	7,132,000	3,332,872	10,289,626
Banking and Insurance	63,450,000	1,092,287	56,477,185
Children and Families	268,052,000	10,653,464	275,959,813
Community Affairs	38,351,000	12,800,211	47,962,857
Corrections	962,535,000	14,264,669	946,138,956
Education	76,942,271	4,770,749	78,567,967
Environmental Protection	212,591,173	65,534,951	255,858,381
Health	45,540,000	20,358,396	56,387,448
Human Services	630,695,000	74,780,247	652,729,510
Labor and Workforce Development	92,387,000	58,857,366	134,495,097
Law and Public Safety	495,564,000	256,793,553	631,123,653
Military and Veterans' Affairs	91,450,000	9,789,449	94,230,642
State	28,082,000	2,530,264	22,636,064
Transportation	130,974,000	42,262,670	156,082,165
Treasury	458,679,334	97,979,331	521,596,791
Miscellaneous Executive Commissions	776,000	6,334	774,208
Interdepartmental Accounts	2,872,025,820	1,630,166	2,438,814,204
<b>Total Executive Branch</b>	<u>6,481,261,598</u>	<u>677,904,287</u>	<u>6,386,499,043</u>
<b>Judicial Branch</b>	<u>677,481,000</u>	<u>(12,542,272)</u>	<u>623,351,381</u>
<b>TOTAL DIRECT STATE SERVICES</b>	<u>\$ 7,235,230,431</u>	<u>\$ 682,332,163</u>	<u>\$ 7,086,191,978</u>

<u>ENCUMBRANCES</u>	<u>LAPSED</u>	<u>CONTINUING APPROPRIATIONS</u>
\$ 811,671	\$ -	\$ 16,304,756
-	47,472	80,360
81,767	10,000	83,479
277,853	6,772,313	1,014,936
2,015,127	730,024	500
1,578,577	1,563,024	46,753
12,102,190	14,717,480	3,841,043
1,487,044	1,041,017	616,992
8,303,831	1,144,400	12,819,512
2,378,792	6,754,920	377,236
16,104,884	23,356,482	13,284,371
6,151,077	8,231,579	2,366,613
16,728,780	3,455,713	101,049,407
3,014,373	2,598,050	1,396,384
1,656,275	4,412,106	1,907,819
9,614,601	5,803,625	1,736,279
13,248,210	13,386,251	8,427,413
1,260	-	6,866
<u>12,770,439</u>	<u>378,007,228</u>	<u>44,064,115</u>
<u>107,515,080</u>	<u>472,031,684</u>	<u>193,120,078</u>
<u>30,903,749</u>	<u>15,286</u>	<u>10,668,312</u>
<u>\$ 139,230,500</u>	<u>\$ 472,046,970</u>	<u>\$ 220,093,146</u>

**STATE OF NEW JERSEY**  
**SCHEDULE OF APPROPRIATIONS AND EXPENDITURES**  
**GENERAL FUND (Continued)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS</u>	<u>OTHER AUTHORIZED APPROPRIATIONS</u>	<u>EXPENDITURES</u>
<b>GRANTS-IN-AID</b>			
<b>Executive Branch</b>			
Agriculture	\$ 6,818,000	\$ 774,623	\$ 6,981,223
Children and Families	781,919,000	20,500,380	791,641,915
Community Affairs	41,640,000	10,469,014	47,646,496
Corrections	104,841,000	(250,000)	99,406,664
Education	3,400,000	-	2,650,000
Environmental Protection	20,267,000	89,727,092	10,233,038
Health	324,821,000	686,985	305,521,056
Human Services	5,037,439,504	80,227,236	4,865,337,225
Labor and Workforce Development	64,756,000	1,250,000	58,199,898
Law and Public Safety	16,864,000	(32,171)	7,969,739
Military and Veterans' Affairs	2,624,000	(54,998)	2,289,004
State	1,191,408,949	542,843	1,177,864,332
Transportation	73,173,000	1,186,111	35,115,049
Treasury	336,033,000	10,106,253	248,940,777
Interdepartmental Accounts	1,138,652,152	(7,529,803)	1,081,019,999
<b>Total Executive Branch</b>	<u>9,144,656,605</u>	<u>207,603,565</u>	<u>8,740,816,415</u>
<b>TOTAL GRANTS-IN-AID</b>	<u>\$ 9,144,656,605</u>	<u>\$ 207,603,565</u>	<u>\$ 8,740,816,415</u>
<b>STATE AID</b>			
<b>Executive Branch</b>			
Agriculture	\$ 5,623,000	\$ 77	\$ 5,615,087
Community Affairs	48,314,000	206,399	38,966,160
Corrections	20,500,000	-	19,182,843
Education	148,682,527	(303,117)	146,793,019
Environmental Protection	8,830,000	1,195,565	6,231,669
Human Services	370,979,000	490,527	355,225,873
Labor and Workforce Development	-	-	(178,029)
Law and Public Safety	-	3,868,428	1,031,622
State	27,432,000	309,233	27,432,372
Treasury	267,603,000	2,324,240	244,533,537
<b>Total Executive Branch</b>	<u>897,963,527</u>	<u>8,091,352</u>	<u>844,834,153</u>
<b>TOTAL STATE AID</b>	<u>\$ 897,963,527</u>	<u>\$ 8,091,352</u>	<u>\$ 844,834,153</u>



<u>ENCUMBRANCES</u>	<u>LAPSED</u>	<u>CONTINUING APPROPRIATIONS</u>
\$ -	\$ -	\$ 611,400
8,054,587	2,722,878	-
2,343,011	314,044	1,805,463
822,356	4,361,980	-
-	750,000	-
-	164,000	99,597,054
14,253,396	5,047,538	685,995
51,791,147	198,004,653	2,533,715
7,806,102	-	-
8,126,935	735,155	-
56,998	223,000	-
6,170,135	7,083,487	833,838
-	39,242,378	1,684
-	96,939,657	258,819
1,400	49,100,694	1,000,256
<u>99,426,067</u>	<u>404,689,464</u>	<u>107,328,224</u>
<u>\$ 99,426,067</u>	<u>\$ 404,689,464</u>	<u>\$ 107,328,224</u>
\$ 6	\$ 7,907	\$ 77
-	9,391,297	162,942
-	1,317,157	-
1,262,299	285,023	39,069
2,943,350	18,000	832,546
2,369,378	13,874,276	-
178,029	-	-
734,627	-	2,102,179
-	4	308,857
344,302	24,411,337	638,064
<u>7,831,991</u>	<u>49,305,001</u>	<u>4,083,734</u>
<u>\$ 7,831,991</u>	<u>\$ 49,305,001</u>	<u>\$ 4,083,734</u>

**STATE OF NEW JERSEY**  
**SCHEDULE OF APPROPRIATIONS AND EXPENDITURES**  
**GENERAL FUND (Continued)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS</u>	<u>OTHER AUTHORIZED APPROPRIATIONS</u>	<u>EXPENDITURES</u>
<b>CAPITAL CONSTRUCTION</b>			
<b>Legislative Branch</b>	\$ -	\$ 35,669	\$ 35,000
<b>Executive Branch</b>			
Corrections	-	10,975,199	445,474
Education	-	2,497,761	26,210
Environmental Protection	90,937,000	101,938,163	23,432,933
Human Services	-	3,639,948	205,515
Law and Public Safety	-	2,160,307	293,930
Military and Veterans' Affairs	-	1,500,001	-
Transportation	1,160,552,000	-	1,124,617,549
Treasury	-	2,735,218	7,344
Interdepartmental Accounts	144,332,000	35,673,654	104,641,242
<b>Total Executive Branch</b>	<u>1,395,821,000</u>	<u>161,120,251</u>	<u>1,253,670,197</u>
<b>TOTAL CAPITAL CONSTRUCTION</b>	<u>\$ 1,395,821,000</u>	<u>\$ 161,155,920</u>	<u>\$ 1,253,705,197</u>
<b>DEBT SERVICE</b>			
<b>Executive Branch</b>			
Environmental Protection	\$ 21,506,000	\$ 18,510,625	\$ 40,016,271
Treasury	298,204,000	(17,414,625)	280,788,797
<b>Total Executive Branch</b>	<u>319,710,000</u>	<u>1,096,000</u>	<u>320,805,068</u>
<b>TOTAL DEBT SERVICE</b>	<u>\$ 319,710,000</u>	<u>\$ 1,096,000</u>	<u>\$ 320,805,068</u>

<u>ENCUMBRANCES</u>	<u>LAPSED</u>	<u>CONTINUING APPROPRIATIONS</u>
\$ -	\$ -	\$ 669
284,140	-	10,245,585
1,435,418	55,832	980,301
37,597,482	280,000	131,564,748
139,654	18,600	3,276,179
723,318	448	1,142,611
-	-	1,500,001
-	35,934,451	-
-	-	2,727,874
5,615,208	42,017,428	27,731,776
<u>45,795,220</u>	<u>78,306,759</u>	<u>179,169,075</u>
<u>\$ 45,795,220</u>	<u>\$ 78,306,759</u>	<u>\$ 179,169,744</u>
\$ -	\$ 354	\$ -
-	578	-
-	932	-
<u>\$ -</u>	<u>\$ 932</u>	<u>\$ -</u>

**STATE OF NEW JERSEY**  
**SCHEDULE OF APPROPRIATIONS AND EXPENDITURES**  
**GENERAL FUND (Continued)**  
**FOR THE FISCAL YEAR JUNE 30, 2014**

	<u>ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS</u>	<u>OTHER AUTHORIZED APPROPRIATIONS</u>	<u>EXPENDITURES</u>
<b>FEDERAL</b>			
<b>Legislative Branch</b>	\$ -	\$ 754	\$ 754
<b>Executive Branch</b>			
Agriculture	439,754,667	(4,656,626)	346,312,880
Banking and Insurance	-	499,407	488,792
Children and Families	508,784,976	62,812,385	527,315,140
Community Affairs	442,383,031	707,450,929	834,745,944
Corrections	11,358,542	2,220,887	4,977,721
Education	876,925,728	20,865,522	586,995,012
Environmental Protection	216,063,351	163,419,038	186,342,299
Health	737,840,761	115,654,077	578,251,917
Human Services	7,785,341,601	288,577,927	7,009,892,624
Labor and Workforce Development	520,534,718	99,810,531	348,573,846
Law and Public Safety	164,363,021	435,504,464	433,486,681
Military and Veterans' Affairs	112,824,522	51,670,604	50,220,263
State	27,908,572	6,088,517	24,960,262
Transportation	19,800,000	13,107,537	13,537,166
Treasury	14,077,928	9,443,208	12,620,391
<b>Total Executive Branch</b>	<u>11,877,961,418</u>	<u>1,972,468,407</u>	<u>10,958,720,938</u>
<b>Judicial Branch</b>	<u>122,796,000</u>	<u>2,084,505</u>	<u>110,752,852</u>
<b>TOTAL FEDERAL</b>	<u>\$ 12,000,757,418</u>	<u>\$ 1,974,553,666</u>	<u>\$ 11,069,474,544</u>

<u>ENCUMBRANCES</u>	<u>LAPSED</u>	<u>CONTINUING APPROPRIATIONS</u>
\$ -	\$ -	\$ -
51,809,026	-	36,976,135
10,615	-	-
12,347,799	-	31,934,422
152,848,017	-	162,239,999
180,764	-	8,420,944
192,748,015	-	118,048,223
9,524,584	-	183,615,506
46,322,880	-	228,920,041
99,662,601	-	964,364,303
76,573,035	-	195,198,368
26,267,656	-	140,113,148
32,068,334	-	82,206,529
3,873,894	-	5,162,933
(29,011)	-	19,399,382
2,180,350	-	8,720,395
<u>706,388,559</u>	<u>-</u>	<u>2,185,320,328</u>
<u>501,612</u>	<u>-</u>	<u>13,626,041</u>
<u>\$ 706,890,171</u>	<u>\$ -</u>	<u>\$ 2,198,946,369</u>

**STATE OF NEW JERSEY**  
**SCHEDULE OF APPROPRIATIONS AND EXPENDITURES**  
**GENERAL FUND (Continued)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS</u>	<u>OTHER AUTHORIZED APPROPRIATIONS</u>	<u>EXPENDITURES</u>
<b>REVOLVING FUNDS</b>			
<b>Legislative Branch</b>	\$ -	\$ 5,475	\$ 5,177
<b>Executive Branch</b>			
Community Affairs	-	21,691,687	18,375,897
Corrections	-	25,954,960	23,985,417
Education	-	2,785,548	2,155,795
Environmental Protection	-	378,909	187,046
Health	-	25,189,951	16,151,622
Human Services	-	12,370,540	6,593,792
Labor and Workforce Development	-	1,584,197	587,020
Law and Public Safety	-	616,958	203,859
State	-	421,857	87,636
Transportation	-	18,556,186	17,517,930
Treasury	-	115,343,772	86,228,409
<b>Total Executive Branch</b>	-	224,894,565	172,074,423
<b>TOTAL REVOLVING FUNDS</b>	<u>\$ -</u>	<u>\$ 224,900,040</u>	<u>\$ 172,079,600</u>

<u>ENCUMBRANCES</u>	<u>LAPSED</u>	<u>CONTINUING APPROPRIATIONS</u>
\$ -	\$ -	\$ 298
2,118,671	-	1,197,119
803,065	-	1,166,478
99,928	-	529,825
23,741	-	168,122
4,296,047	6,884	4,735,398
833,640	-	4,943,108
920,375	-	76,802
-	-	413,099
30,021	-	304,200
210,730	225,000	602,526
<u>15,527,903</u>	<u>2,187,543</u>	<u>11,399,917</u>
<u>24,864,121</u>	<u>2,419,427</u>	<u>25,536,594</u>
<u>\$ 24,864,121</u>	<u>\$ 2,419,427</u>	<u>\$ 25,536,892</u>

**STATE OF NEW JERSEY**  
**SCHEDULE OF APPROPRIATIONS AND EXPENDITURES**  
**GENERAL FUND (Continued)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS</u>	<u>OTHER AUTHORIZED APPROPRIATIONS</u>	<u>EXPENDITURES</u>
<b>ALL OTHER</b>			
<b>Legislative Branch</b>	\$ -	\$ 7,564	\$ -
<b>Executive Branch</b>			
Chief Executive's Office	-	735,726	730,131
Agriculture	-	11,916,318	7,168,119
Banking and Insurance	-	2,036,939	1,410,062
Children and Families	-	54,687,438	52,242,587
Community Affairs	-	73,145,458	34,056,907
Corrections	-	32,241,273	25,028,318
Education	-	19,540,773	15,104,539
Environmental Protection	-	117,951,087	35,419,252
Health	-	841,755,199	752,173,553
Human Services	-	1,012,826,266	954,551,573
Labor and Workforce Development	-	198,887,145	194,265,714
Law and Public Safety	-	244,402,753	196,845,547
Military and Veterans' Affairs	-	4,141,324	1,895,154
State	-	20,078,863	15,126,929
Transportation	-	1,279,327,947	821,461,830
Treasury	-	1,231,077,276	1,110,208,511
Interdepartmental Accounts	-	49,317,447	49,000,637
<b>Total Executive Branch</b>	-	5,194,069,232	4,266,689,363
<b>Judicial Branch</b>	-	100,645,280	65,864,371
<b>TOTAL ALL OTHER</b>	<u>\$ -</u>	<u>\$ 5,294,722,076</u>	<u>\$ 4,332,553,734</u>



<u>ENCUMBRANCES</u>	<u>LAPSED</u>	<u>CONTINUING APPROPRIATIONS</u>
\$ -	\$ -	\$ 7,564
-	-	5,595
6,086	-	4,742,113
-	-	626,877
292,281	-	2,152,570
15,576,548	11,436,381	12,075,622
135,343	-	7,077,612
1,446,341	-	2,989,893
47,032,433	490,000	35,009,402
13,403,442	3,305,340	72,872,864
6,294,040	37,929,219	14,051,434
570,563	-	4,050,868
18,981,488	250,000	28,325,718
870,825	-	1,375,345
494,372	5,058	4,452,504
398,160,468	15,678,860	44,026,789
26,595,633	47,045,092	47,228,040
215,895	-	100,915
<u>530,075,758</u>	<u>116,139,950</u>	<u>281,164,161</u>
<u>8,421,351</u>	<u>-</u>	<u>26,359,558</u>
<u>\$ 538,497,109</u>	<u>\$ 116,139,950</u>	<u>\$ 307,531,283</u>

**STATE OF NEW JERSEY**  
**SCHEDULE OF APPROPRIATIONS AND EXPENDITURES**  
**GENERAL FUND (Continued)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS</u>	<u>OTHER AUTHORIZED APPROPRIATIONS</u>	<u>EXPENDITURES</u>
<b>GENERAL FUND SUMMARY</b>			
<b>Legislative Branch</b>	\$ 76,487,833	\$ 17,019,610	\$ 76,382,485
<b>Executive Branch</b>			
Chief Executive's Office	6,035,000	1,203,034	7,104,607
Agriculture	459,327,667	11,367,264	376,366,935
Banking and Insurance	63,450,000	3,628,633	58,376,039
Children and Families	1,558,755,976	148,653,667	1,647,159,455
Community Affairs	570,688,031	825,763,698	1,021,754,261
Corrections	1,099,234,542	85,406,988	1,119,165,393
Education	1,105,950,526	50,157,236	832,292,542
Environmental Protection	570,194,524	558,655,430	557,720,889
Health	1,108,201,761	1,003,644,608	1,708,485,596
Human Services	13,824,455,105	1,472,912,691	13,844,536,112
Labor and Workforce Development	677,677,718	360,389,239	735,943,546
Law and Public Safety	676,791,021	943,314,292	1,270,955,031
Military and Veterans' Affairs	206,898,522	67,046,380	148,635,063
State	1,274,831,521	29,971,577	1,268,107,595
Transportation	1,384,499,000	1,354,440,451	2,168,331,689
Treasury	1,374,597,262	1,451,594,673	2,504,924,557
Miscellaneous Executive Commissions	776,000	6,334	774,208
Interdepartmental Accounts	4,155,009,972	79,091,464	3,673,476,082
<b>Total Executive Branch</b>	<u>30,117,374,148</u>	<u>8,447,247,659</u>	<u>32,944,109,600</u>
<b>Judicial Branch</b>	<u>800,277,000</u>	<u>90,187,513</u>	<u>799,968,604</u>
<b>TOTAL GENERAL FUND SUMMARY</b>	<u>\$ 30,994,138,981</u>	<u>\$ 8,554,454,782</u>	<u>\$ 33,820,460,689</u>

<u>ENCUMBRANCES</u>	<u>LAPSED</u>	<u>CONTINUING APPROPRIATIONS</u>
\$ 811,671	\$ -	\$ 16,313,287
-	47,472	85,955
51,896,885	17,907	42,413,204
288,468	6,772,313	1,641,813
22,709,794	3,452,902	34,087,492
174,464,824	22,704,746	177,527,898
14,327,858	20,396,617	30,751,662
198,479,045	2,131,872	123,204,303
105,425,421	2,096,754	463,606,890
80,654,557	15,114,682	307,591,534
177,195,344	273,183,230	1,002,453,110
92,199,181	8,231,579	201,692,651
71,562,804	4,441,316	273,146,162
36,010,530	2,821,050	86,478,259
12,224,697	11,500,655	12,970,151
407,956,788	96,884,314	65,766,660
57,896,398	183,970,458	79,400,522
1,260	-	6,866
18,602,942	469,125,350	72,897,062
<u>1,521,896,796</u>	<u>1,122,893,217</u>	<u>2,975,722,194</u>
<u>39,826,712</u>	<u>15,286</u>	<u>50,653,911</u>
<u>\$ 1,562,535,179</u>	<u>\$ 1,122,908,503</u>	<u>\$ 3,042,689,392</u>

**STATE OF NEW JERSEY  
SCHEDULE OF APPROPRIATIONS AND EXPENDITURES  
CASINO CONTROL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS</u>	<u>OTHER AUTHORIZED APPROPRIATIONS</u>	<u>EXPENDITURES</u>
<b>DIRECT STATE SERVICES</b>			
<b>Executive Branch</b>			
Law and Public Safety	\$ 47,139,000	\$ 724,573	\$ 46,926,844
Treasury	8,205,000	776,814	6,993,849
<b>TOTAL CASINO CONTROL FUND</b>	<u>\$ 55,344,000</u>	<u>\$ 1,501,387</u>	<u>\$ 53,920,693</u>

**STATE OF NEW JERSEY  
SCHEDULE OF APPROPRIATIONS AND EXPENDITURES  
CASINO REVENUE FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS</u>	<u>OTHER AUTHORIZED APPROPRIATIONS</u>	<u>EXPENDITURES</u>
<b>DIRECT STATE SERVICES</b>			
<b>Executive Branch</b>			
Health	\$ -	\$ 18,841	\$ -
Human Services	871,000	35,452	825,562
Law and Public Safety	92,000	-	92,000
<b>GRANTS-IN-AID</b>			
<b>Executive Branch</b>			
Health	529,000	-	404,130
Human Services	359,569,000	-	356,918,381
Labor and Workforce Development	2,196,000	-	2,196,000
<b>STATE AID</b>			
<b>Executive Branch</b>			
Transportation	20,343,000	29,606	4,649,353
<b>TOTAL CASINO REVENUE FUND</b>	<u>\$ 383,600,000</u>	<u>\$ 83,899</u>	<u>\$ 365,085,426</u>

<u>ENCUMBRANCES</u>	<u>LAPSED</u>	<u>CONTINUING APPROPRIATIONS</u>
\$ 30,880	\$ 678,255	\$ 227,594
31,919	1,140,992	815,054
\$ 62,799	\$ 1,819,247	\$ 1,042,648

<u>ENCUMBRANCES</u>	<u>LAPSED</u>	<u>CONTINUING APPROPRIATIONS</u>
\$ -	\$ 18,841	\$ -
77,164	1,720	2,006
-	-	-
123,607	1,263	-
2,554,532	96,087	-
-	-	-
15,693,647	29,606	-
\$ 18,448,950	\$ 147,517	\$ 2,006

**STATE OF NEW JERSEY  
SCHEDULE OF APPROPRIATIONS AND EXPENDITURES  
GUBERNATORIAL ELECTIONS FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS</u>	<u>OTHER AUTHORIZED APPROPRIATIONS</u>	<u>EXPENDITURES</u>
<b>DIRECT STATE SERVICES</b>			
<b>Executive Branch</b>			
Law and Public Safety	\$ 10,548,403	\$ -	\$ 10,548,404
<b>TOTAL GUBERNATORIAL ELECTIONS FUND</b>	<u>\$ 10,548,403</u>	<u>\$ -</u>	<u>\$ 10,548,404</u>

**STATE OF NEW JERSEY  
SCHEDULE OF APPROPRIATIONS AND EXPENDITURES  
PROPERTY TAX RELIEF FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	<u>ORIGINAL AND SUPPLEMENTAL APPROPRIATIONS</u>	<u>OTHER AUTHORIZED APPROPRIATIONS</u>	<u>EXPENDITURES</u>
<b>GRANTS-IN-AID</b>			
<b>Executive Branch</b>			
Treasury	\$ 614,700,000	\$ -	\$ 609,982,682
<b>STATE AID</b>			
<b>Executive Branch</b>			
Community Affairs	631,425,596	(319,631,934)	311,707,720
Education	12,267,049,000	(30,334,039)	11,463,968,319
Human Services	130,165,000	(3,472,875)	122,549,070
Treasury	170,154,000	319,631,934	483,940,694
<b>TOTAL PROPERTY TAX RELIEF FUND</b>	<u>\$ 13,813,493,596</u>	<u>\$ (33,806,914)</u>	<u>\$ 12,992,148,485</u>

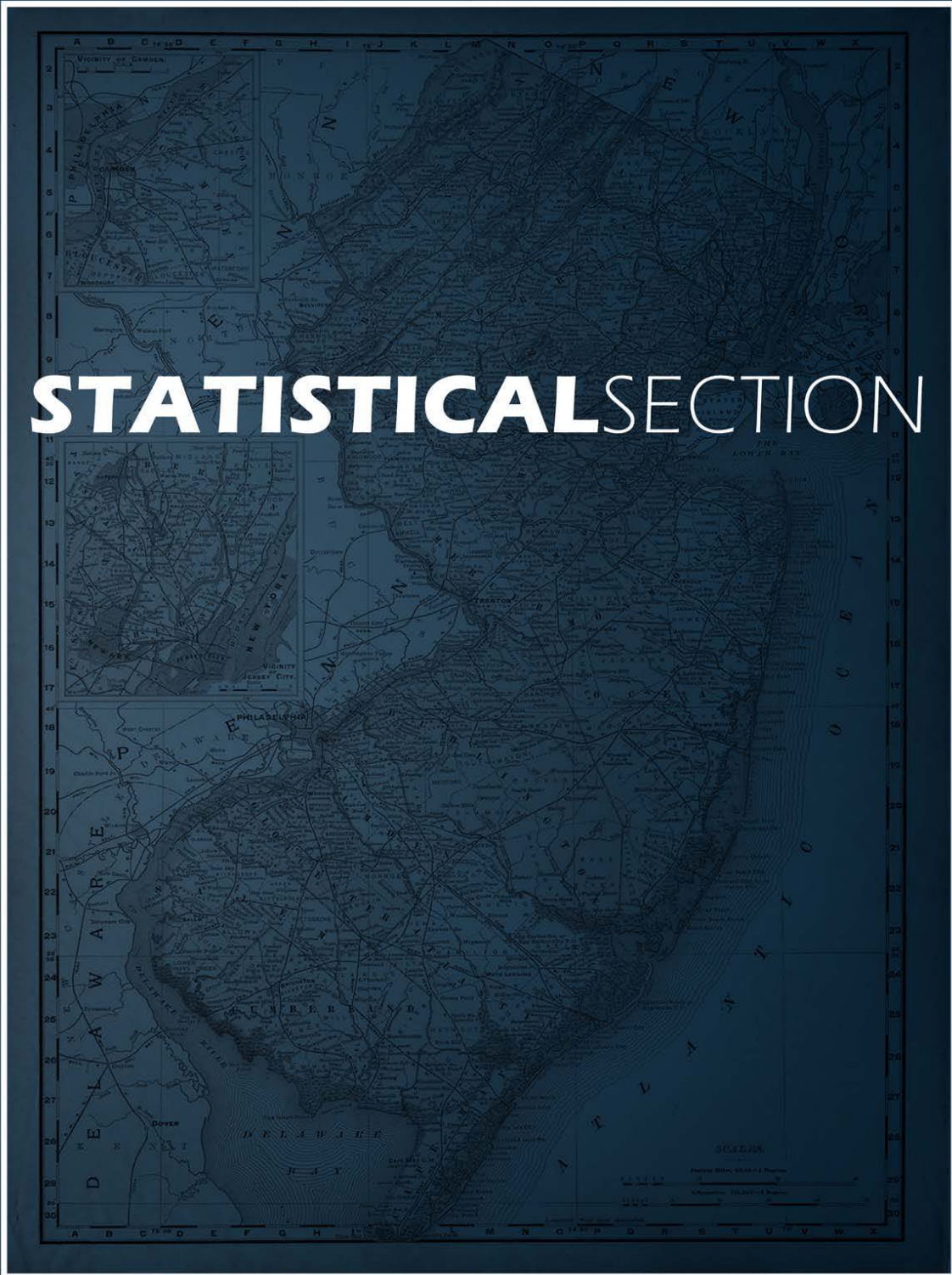
<u>ENCUMBRANCES</u>	<u>LAPSED</u>	<u>CONTINUING APPROPRIATIONS</u>
\$ -	\$ -	\$ -
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

<u>ENCUMBRANCES</u>	<u>LAPSED</u>	<u>CONTINUING APPROPRIATIONS</u>
\$ -	\$ 4,717,318	\$ -
-	85,942	-
3,020,341	769,726,223	78
-	-	4,143,055
<u>-</u>	<u>5,845,240</u>	<u>-</u>
<u>\$ 3,020,341</u>	<u>\$ 780,374,723</u>	<u>\$ 4,143,133</u>

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# STATISTICAL SECTION





**STATE OF NEW JERSEY  
STATISTICAL SECTION  
INDEX**

<b>Financial Trends Information</b>	<b>Page</b>
These schedules contain trend information on the State's financial performance and well-being over time.	
Net Position by Component .....	312
Changes in Net Position .....	314
Fund Balances - Governmental Funds .....	318
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds .....	320
Fund Balance Summary for Budgeted Funds .....	322
<b>Revenue Capacity Information</b>	
These schedules contain information on the State's most significant revenue sources.	
Revenue Summary for Budgeted Funds .....	324
Real Gross State Product by Industry .....	326
Gross Income Tax Rates .....	328
Gross Income Tax (GIT) Filers and Liability by Income Level .....	328
Taxable Sales by Category .....	329
<b>Debt Capacity Information</b>	
These schedules present information on the affordability of the State's current levels of outstanding debt and the State's ability to issue additional debt in the future.	
Ratio of Outstanding Long-Term Debt - Bonded.....	330
Ratio of Outstanding Long-Term Debt - Non-Bonded .....	332
State Constitution - Legal Debt Limitations .....	334
Calculation of Legal Limits .....	334
Legislatively Authorized but Unissued Debt .....	335
Debt Service Coverage Ratio .....	336
<b>Demographic and Economic Information</b>	
These schedules offer demographic and economic indicators on the environment within which the State's financial activities occur.	
Ten Largest Employers .....	338
Population and Employment Trends .....	339
Valuations of Taxable Real Property, Personal, and Per Capita Income .....	339
<b>Operating Information</b>	
These schedules contain service and infrastructure data in relation to the services the State provides and the activities it performs.	
Expenditure Summary for Budgeted Funds .....	340
Expenditures for Budgeted Funds .....	341
Full-Time Paid Employees .....	342
Operating Indicators .....	344
Capital Asset Statistics .....	346

**STATE OF NEW JERSEY  
NET POSITION BY COMPONENT  
FOR THE FISCAL YEAR ENDED JUNE 30  
(Expressed in Millions)**

	<u>2014</u>	<u>2013<sup>1</sup></u>	<u>2012<sup>2</sup></u>	<u>2011</u>
<b><u>Governmental Activities</u></b>				
Net investment in capital assets	\$ 8,038.2	\$ 7,343.4	\$ 7,192.2	\$ 6,999.7
Restricted	3,429.5	3,678.9	3,536.3	3,877.3
Unrestricted	<u>(62,152.2)</u>	<u>(57,551.2)</u>	<u>(51,134.4)</u>	<u>(44,297.2)</u>
<b>Total</b>	<u>(50,684.5)</u>	<u>(46,528.9)</u>	<u>(40,405.9)</u>	<u>(33,420.2)</u>
<b><u>Business-type Activities</u></b>				
Restricted	1,067.5	453.1	12.1	10.9
Unrestricted	<u>-</u>	<u>-</u>	<u>(253.1)</u>	<u>(794.9)</u>
<b>Total</b>	<u>1,067.5</u>	<u>453.1</u>	<u>(241.0)</u>	<u>(784.0)</u>
<b><u>Total Primary Government</u></b>				
Net investment in capital assets	8,038.2	7,343.4	7,192.2	6,999.7
Restricted	4,497.0	4,132.0	3,548.4	3,888.2
Unrestricted	<u>(62,152.2)</u>	<u>(57,551.2)</u>	<u>(51,387.5)</u>	<u>(45,092.1)</u>
<b>Total</b>	<u>\$ (49,617.0)</u>	<u>\$ (46,075.8)</u>	<u>\$ (40,646.9)</u>	<u>\$ (34,204.2)</u>

**Notes:**

- <sup>1</sup> Net Position was restated to reflect the following: implementation of GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, resulting in \$301.6 million in debt issuance costs, previously reported as assets and amortized, being immediately recognized in the current reporting period; implementation of GASB Statement No. 70, *Accounting and Financial Reporting for Nonexchange Financial Guarantees*, resulting in an increase in non-bonded debt of \$184.1 million relating to the South Jersey Port Corporation bonds; an increase in capital assets of \$60.4 million and an increase in accumulated depreciation of \$4.7 million across all statewide functions and categories; and an increase in unamortized premium on bonds payable of \$52.5 million due to over amortization in prior years.
- <sup>2</sup> Net Position was restated by \$633.8 million to reflect prior period adjustments for inclusion of: long-term obligations of Business Employment Incentive Grants (\$630.1) million, capital leases (\$39.5) million, and unclaimed personal property (\$31.0) million, offset by increase in capital assets, net of accumulated depreciation \$49.3 million, and increase in Other Assets (group homes), net of accumulated amortization \$17.5 million.
- <sup>3</sup> Net Position was restated by \$288.5 million to reflect the implementation of GASB Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments*.
- <sup>4</sup> Net Position was restated by \$267.1 million to reflect revised land improvements, building improvements and infrastructure balances, net of depreciation, offset by \$7.0 million as the result of implementing GASB Statement No. 49, *Accounting and Financial Reporting for Pollution Remediation Obligations*.

Information presented is based on the accrual basis of accounting.

<u>2010</u>	<u>2009<sup>3</sup></u>	<u>2008<sup>4</sup></u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
\$ 6,439.8	\$ 7,362.1	\$ 7,135.6	\$ 6,452.0	\$ 5,981.9	\$ 6,575.3
4,364.6	4,298.6	5,492.5	5,796.5	5,625.8	4,795.3
<u>(39,005.6)</u>	<u>(33,419.6)</u>	<u>(26,403.0)</u>	<u>(20,753.5)</u>	<u>(19,723.0)</u>	<u>(18,987.8)</u>
<u>(28,201.2)</u>	<u>(21,758.9)</u>	<u>(13,774.9)</u>	<u>(8,505.0)</u>	<u>(8,115.3)</u>	<u>(7,617.2)</u>
10.2	321.0	1,316.7	1,143.2	1,500.6	1,682.9
<u>(776.6)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2.8)</u>	<u>(1.3)</u>
<u>(766.4)</u>	<u>321.0</u>	<u>1,316.7</u>	<u>1,143.2</u>	<u>1,497.8</u>	<u>1,681.6</u>
6,439.8	7,362.1	7,135.6	6,452.0	5,981.9	6,575.3
4,374.8	4,619.6	6,809.2	6,939.7	7,126.4	6,478.2
<u>(39,782.2)</u>	<u>(33,419.6)</u>	<u>(26,403.0)</u>	<u>(20,753.5)</u>	<u>(19,725.8)</u>	<u>(18,989.1)</u>
<u>\$ (28,967.6)</u>	<u>\$ (21,437.9)</u>	<u>\$ (12,458.2)</u>	<u>\$ (7,361.8)</u>	<u>\$ (6,617.5)</u>	<u>\$ (5,935.6)</u>

**STATE OF NEW JERSEY**  
**CHANGES IN NET POSITION**  
**FOR THE FISCAL YEAR ENDED JUNE 30 (Expressed in Millions)**

	<u>2014</u>	<u>2013<sup>1</sup></u>	<u>2012<sup>2</sup></u>
<b>Governmental Activities</b>			
<b>Expenses</b>			
Public safety and criminal justice	\$ 3,462.2	\$ 3,375.1	\$ 3,274.0
Physical and mental health	12,935.4	11,777.2	11,794.4
Educational, cultural, and intellectual development	15,684.9	15,632.4	15,249.5
Community development and environmental management	2,274.3	1,708.4	1,560.6
Economic planning, development, and security	6,527.4	6,741.5	6,861.9
Transportation programs	1,786.9	2,144.9	1,715.9
Government direction, management, and control	11,726.6	11,509.8	11,489.5
Special government services	358.7	344.5	342.1
Interest expense	1,235.3	1,354.3	1,275.8
<b>Total Expenses</b>	<u>55,991.7</u>	<u>54,588.1</u>	<u>53,563.7</u>
<b>Program Revenues</b>			
Charges for services			
Public safety and criminal justice	1,111.4	1,101.2	1,120.4
Physical and mental health	848.7	861.5	858.7
Educational, cultural, and intellectual development	113.6	110.7	111.7
Community development and environmental management	342.3	271.0	271.1
Economic planning, development, and security	1,275.0	1,330.7	1,313.2
Transportation programs	30.5	32.2	30.5
Government direction, management, and control	880.1	963.3	971.3
Special government services	201.0	163.4	144.0
Operating grants and contributions	15,638.0	13,680.3	13,238.6
Capital grants and contributions	658.9	349.5	325.8
<b>Total Program Revenues</b>	<u>21,099.5</u>	<u>18,863.8</u>	<u>18,385.3</u>
<b>Net (Expense) Revenue</b>	<u>(34,892.2)</u>	<u>(35,724.3)</u>	<u>(35,178.4)</u>
<b>General Revenues and Transfers</b>			
Taxes	28,838.6	28,313.6	26,666.3
Investment earnings	16.3	335.8	(274.9)
Miscellaneous	916.7	982.9	851.2
Transfers	965.0	1,085.0	950.1
<b>Total General Revenue and Transfers</b>	<u>30,736.6</u>	<u>30,717.3</u>	<u>28,192.7</u>
<b>Change in Net Position</b>	<u>(4,155.6)</u>	<u>(5,007.0)</u>	<u>(6,985.7)</u>
<b>Net Position - July 1</b>	<u>(46,528.9)</u>	<u>(41,521.9)</u>	<u>(33,420.2)</u>
<b>Net Position - June 30</b>	<u>\$ (50,684.5)</u>	<u>\$ (46,528.9)</u>	<u>\$ (40,405.9)</u>

**Notes:**

- <sup>1</sup> Net Position was restated to reflect the following: implementation of GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, resulting in \$301.6 million in debt issuance costs, previously reported as assets and amortized, being immediately recognized in the current reporting period; implementation of GASB Statement No. 70, *Accounting and Financial Reporting for Nonexchange Financial Guarantees*, resulting in an increase in non-bonded debt of \$184.1 million relating to the South Jersey Port Corporation bonds; an increase in capital assets of \$60.4 million and an increase in accumulated depreciation of \$4.7 million across all statewide functions and categories; and an increase in unamortized premium on bonds payable of \$52.5 million due to over amortization in prior years.
- <sup>2</sup> Net Position was restated by \$633.8 million to reflect prior period adjustments for inclusion of: long-term obligations of Business Employment Incentive Grants (\$630.1) million, capital leases (\$39.5) million, and unclaimed personal property (\$31.0) million, offset by increase in capital assets, net of accumulated depreciation \$49.3 million, and increase in Other Assets (group homes), net of accumulated amortization \$17.5 million.
- <sup>3</sup> Net Position was restated by \$288.5 million to reflect the implementation of GASB Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments*.
- <sup>4</sup> Net Position was restated by \$267.1 million to reflect revised land improvements, building improvements and infrastructure balances, net of depreciation, offset by \$7.0 million as the result of implementing GASB Statement No. 49, *Accounting and Financial Reporting for Pollution Remediation Obligations*.

Information presented is based on the accrual basis of accounting.

<u>2011</u>	<u>2010</u>	<u>2009<sup>3</sup></u>	<u>2008<sup>4</sup></u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
\$ 3,169.2	\$ 3,133.2	\$ 3,087.7	\$ 3,211.8	\$ 3,189.7	\$ 2,827.9	\$ 2,916.8
11,392.4	10,989.6	10,589.0	10,177.4	9,682.1	9,729.9	9,565.4
14,091.6	15,013.1	14,681.3	15,552.6	14,968.4	14,200.5	13,609.3
1,694.1	2,166.9	2,271.8	2,502.0	2,484.5	2,205.4	1,997.6
6,729.5	6,663.1	6,126.8	5,487.7	5,300.7	4,914.9	4,123.7
1,927.5	2,017.7	1,859.2	1,717.9	2,913.0	2,435.1	1,724.2
11,671.6	11,627.1	11,846.1	11,598.7	5,835.8	8,251.4	8,086.4
348.9	337.9	364.5	344.1	327.5	239.6	291.6
1,227.7	1,125.9	1,092.4	1,048.3	975.0	537.0	791.6
<u>52,252.5</u>	<u>53,074.5</u>	<u>51,918.8</u>	<u>51,640.5</u>	<u>45,676.7</u>	<u>45,341.7</u>	<u>43,106.6</u>
1,033.6	1,038.8	1,027.1	1,046.9	1,080.3	1,036.6	1,003.4
912.3	875.7	851.7	853.2	714.0	834.6	782.5
119.8	118.8	119.9	117.1	111.1	115.8	112.6
302.5	381.5	283.2	282.7	271.5	267.6	258.4
1,190.5	1,207.8	1,185.2	1,055.9	1,044.9	928.3	699.2
27.5	24.0	27.3	11.7	15.5	19.6	15.3
995.3	846.8	910.0	941.0	1,081.7	1,652.3	1,595.1
154.5	128.2	148.3	118.0	131.7	145.8	135.0
13,326.1	14,240.8	11,375.9	10,231.0	10,032.7	9,708.5	9,156.4
139.6	212.5	204.1	116.6	108.5	174.3	125.8
<u>18,201.7</u>	<u>19,074.9</u>	<u>16,132.7</u>	<u>14,774.1</u>	<u>14,591.9</u>	<u>14,883.4</u>	<u>13,883.7</u>
(34,050.8)	(33,999.6)	(35,786.1)	(36,866.4)	(31,084.8)	(30,458.3)	(29,222.9)
26,569.4	25,745.0	26,910.6	30,441.3	28,983.4	26,714.1	23,308.2
48.9	(63.1)	(263.5)	181.3	271.7	183.0	84.3
762.0	818.9	890.5	753.6	752.9	1,627.3	1,569.1
1,451.5	1,056.5	264.5	220.3	883.2	1,435.8	1,032.6
<u>28,831.8</u>	<u>27,557.3</u>	<u>27,802.1</u>	<u>31,596.5</u>	<u>30,891.2</u>	<u>29,960.2</u>	<u>25,994.2</u>
(5,219.0)	(6,442.3)	(7,984.0)	(5,269.9)	(193.6)	(498.1)	(3,228.7)
<u>(28,201.2)</u>	<u>(21,758.9)</u>	<u>(13,774.9)</u>	<u>(8,505.0)</u>	<u>(8,311.4)</u>	<u>(7,617.2)</u>	<u>(4,388.5)</u>
<u>\$ (33,420.2)</u>	<u>\$ (28,201.2)</u>	<u>\$ (21,758.9)</u>	<u>\$ (13,774.9)</u>	<u>\$ (8,505.0)</u>	<u>\$ (8,115.3)</u>	<u>\$ (7,617.2)</u>

**STATE OF NEW JERSEY**  
**CHANGES IN NET POSITION (Continued)**  
**FOR THE FISCAL YEAR ENDED JUNE 30 (Expressed in Millions)**

	<u>2014</u>	<u>2013<sup>1</sup></u>	<u>2012<sup>2</sup></u>
<b><u>Business-type Activities</u></b>			
<b>Expenses</b>			
State Lottery Fund	\$ 1,985.6	\$ 1,899.2	\$ 1,845.6
Unemployment Compensation Fund	3,058.1	4,666.5	5,822.3
Other	-	-	-
<b>Total Expenses</b>	<u>5,043.7</u>	<u>6,565.7</u>	<u>7,667.9</u>
<b>Program Revenues</b>			
Charges for services			
State Lottery Fund	2,942.2	2,981.0	2,797.6
Unemployment Compensation Fund	3,000.3	3,143.0	3,055.2
Other	-	-	-
Operating grants	680.6	2,220.8	3,309.1
<b>Total Program Revenues</b>	<u>6,623.1</u>	<u>8,344.8</u>	<u>9,161.9</u>
<b>Net (Expense) Revenue</b>	1,579.4	1,779.1	1,494.0
<b>General Revenues and Transfers</b>			
Investment earnings	-	-	(0.9)
Transfers	(965.0)	(1,085.0)	(950.1)
<b>Total General Revenue and Transfers</b>	<u>(965.0)</u>	<u>(1,085.0)</u>	<u>(951.0)</u>
<b>Change in Net Assets</b>	614.4	694.1	543.0
<b>Net Position - July 1</b>	453.1	(241.0)	(784.0)
<b>Net Position - June 30</b>	<u>\$ 1,067.5</u>	<u>\$ 453.1</u>	<u>\$ (241.0)</u>
 <b><u>Total Primary Government</u></b>			
Expenses	\$ 61,035.4	\$ 61,153.8	\$ 61,231.6
Program revenues	27,722.6	27,208.6	27,547.2
<b>Net (Expense) Revenue</b>	<u>(33,312.8)</u>	<u>(33,945.2)</u>	<u>(33,684.4)</u>
General revenues and other changes in net assets	29,771.6	29,632.3	27,241.7
<b>Change in Net Position</b>	(3,541.2)	(4,312.9)	(6,442.7)
<b>Net Position - July 1</b>	(46,075.8)	(41,762.9)	(34,204.2)
<b>Net Position - June 30</b>	<u>\$ (49,617.0)</u>	<u>\$ (46,075.8)</u>	<u>\$ (40,646.9)</u>

**Notes:**

- <sup>1</sup> Net Position was restated to reflect the following: implementation of GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, resulting in \$301.6 million in debt issuance costs, previously reported as assets and amortized, being immediately recognized in the current reporting period; implementation of GASB Statement No. 70, *Accounting and Financial Reporting for Nonexchange Financial Guarantees*, resulting in an increase in non-bonded debt of \$184.1 million relating to the South Jersey Port Corporation bonds; an increase in capital assets of \$60.4 million and an increase in accumulated depreciation of \$4.7 million across all statewide functions and categories; and an increase in unamortized premium on bonds payable of \$52.5 million due to over amortization in prior years.
- <sup>2</sup> Net Position was restated by \$633.8 million to reflect prior period adjustments for inclusion of: long-term obligations of Business Employment Incentive Grants (\$630.1) million, capital leases (\$39.5) million, and unclaimed personal property (\$31.0) million, offset by increase in capital assets, net of accumulated depreciation \$49.3 million, and increase in Other Assets (group homes), net of accumulated amortization \$17.5 million.
- <sup>3</sup> Net Position was restated by \$288.5 million to reflect the implementation of GASB Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments*.
- <sup>4</sup> Net Position was restated by \$267.1 million to reflect revised land improvements, building improvements and infrastructure balances, net of depreciation, offset by \$7.0 million as the result of implementing GASB Statement No. 49, *Accounting and Financial Reporting for Pollution Remediation Obligations*.

Information presented is based on the accrual basis of accounting.



<u>2011</u>	<u>2010</u>	<u>2009<sup>3</sup></u>	<u>2008<sup>4</sup></u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
\$ 1,724.3	\$ 1,705.0	\$ 1,645.7	\$ 1,667.6	\$ 1,544.2	\$ 1,573.3	\$ 1,476.4
7,206.7	8,214.4	5,283.6	2,119.2	1,937.4	1,828.5	1,948.5
-	-	-	-	-	1,959.0	1,860.6
<u>8,931.0</u>	<u>9,919.4</u>	<u>6,929.3</u>	<u>3,786.8</u>	<u>3,481.6</u>	<u>5,360.8</u>	<u>5,285.5</u>
2,676.9	2,648.3	2,538.1	2,579.3	2,392.3	2,441.5	2,305.7
2,780.3	2,172.5	1,855.2	1,980.0	1,915.1	1,447.0	1,768.3
-	-	-	-	-	1,971.4	1,824.4
4,408.5	4,953.4	2,351.9	71.3	73.3	102.9	103.6
<u>9,865.7</u>	<u>9,774.2</u>	<u>6,745.2</u>	<u>4,630.6</u>	<u>4,380.7</u>	<u>5,962.8</u>	<u>6,002.0</u>
934.7	(145.2)	(184.1)	843.8	899.1	602.0	716.5
-	-	-	-	-	-	-
<u>(952.3)</u>	<u>(942.2)</u>	<u>(811.6)</u>	<u>(670.3)</u>	<u>(883.2)</u>	<u>(785.8)</u>	<u>(732.6)</u>
<u>(952.3)</u>	<u>(942.2)</u>	<u>(811.6)</u>	<u>(670.3)</u>	<u>(883.2)</u>	<u>(785.8)</u>	<u>(732.6)</u>
(17.6)	(1,087.4)	(995.7)	173.5	15.9	(183.8)	(16.1)
<u>(766.4)</u>	<u>321.0</u>	<u>1,316.7</u>	<u>1,143.2</u>	<u>1,127.3</u>	<u>1,681.6</u>	<u>1,697.7</u>
<u>\$ (784.0)</u>	<u>\$ (766.4)</u>	<u>\$ 321.0</u>	<u>\$ 1,316.7</u>	<u>\$ 1,143.2</u>	<u>\$ 1,497.8</u>	<u>\$ 1,681.6</u>
\$ 61,183.5	\$ 62,993.9	\$ 58,848.1	\$ 55,427.3	\$ 49,158.3	\$ 50,702.5	\$ 48,392.1
<u>28,067.4</u>	<u>28,849.1</u>	<u>22,877.9</u>	<u>19,404.7</u>	<u>18,972.6</u>	<u>20,846.2</u>	<u>19,885.7</u>
<u>(33,116.1)</u>	<u>(34,144.8)</u>	<u>(35,970.2)</u>	<u>(36,022.6)</u>	<u>(30,185.7)</u>	<u>(29,856.3)</u>	<u>(28,506.4)</u>
<u>27,879.5</u>	<u>26,615.1</u>	<u>26,990.5</u>	<u>30,926.2</u>	<u>30,008.0</u>	<u>29,174.4</u>	<u>25,261.6</u>
(5,236.6)	(7,529.7)	(8,979.7)	(5,096.4)	(177.7)	(681.9)	(3,244.8)
<u>(28,967.6)</u>	<u>(21,437.9)</u>	<u>(12,458.2)</u>	<u>(7,361.8)</u>	<u>(7,184.1)</u>	<u>(5,935.6)</u>	<u>(2,690.8)</u>
<u>\$ (34,204.2)</u>	<u>\$ (28,967.6)</u>	<u>\$ (21,437.9)</u>	<u>\$ (12,458.2)</u>	<u>\$ (7,361.8)</u>	<u>\$ (6,617.5)</u>	<u>\$ (5,935.6)</u>

**STATE OF NEW JERSEY**  
**FUND BALANCES - GOVERNMENTAL FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30**  
(Expressed in Millions)

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011*</u>
<b><u>General Fund</u></b>				
<b>Reserved</b>				
Encumbrances	\$ -	\$ -	\$ -	\$ -
Surplus Revenue	-	-	-	-
Other	-	-	-	-
<b>Unreserved</b>				
<b>Nonspendable</b>	20.4	20.4	20.4	20.4
<b>Restricted</b>	999.2	1,154.2	884.2	985.9
<b>Committed</b>	2,008.4	1,718.0	1,570.7	1,896.9
<b>Unassigned</b>	295.1	301.4	425.4	864.1
<b>Total General Fund</b>	<u>3,323.1</u>	<u>3,194.0</u>	<u>2,900.7</u>	<u>3,767.3</u>
<b><u>All Other Governmental Funds</u></b>				
<b>Reserved</b>				
Encumbrances	-	-	-	-
Other	-	-	-	-
<b>Unreserved</b>				
<b>Restricted</b>	3,381.0	3,813.2	3,494.6	3,417.8
<b>Committed</b>	415.1	420.2	458.6	1,127.7
<b>Total All Other Governmental Funds</b>	<u>3,796.1</u>	<u>4,233.4</u>	<u>3,953.2</u>	<u>4,545.5</u>
<b><u>Total</u></b>				
<b>Reserved</b>				
Encumbrances	-	-	-	-
Surplus Revenue	-	-	-	-
Other	-	-	-	-
<b>Unreserved</b>				
<b>Nonspendable</b>	20.4	20.4	20.4	20.4
<b>Restricted</b>	4,380.2	4,967.4	4,378.8	4,403.7
<b>Committed</b>	2,423.5	2,138.2	2,029.3	3,024.6
<b>Unassigned</b>	295.1	301.4	425.4	864.1
<b>Total Governmental Funds</b>	<u>\$ 7,119.2</u>	<u>\$ 7,427.4</u>	<u>\$ 6,853.9</u>	<u>\$ 8,312.8</u>

**Note:**

\* As a result of implementing GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, 53 Special Revenue Funds have been reclassified to the General Fund. In addition, new fund balance classifications are required.

Information presented is based on the modified accrual basis of accounting.

<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
\$ 799.0	\$ 868.4	\$ 923.9	\$ 974.4	\$ 907.6	\$ 839.3
-	-	734.7	484.6	559.8	288.7
47.3	46.2	65.8	251.4	368.1	369.9
1,833.9	2,185.5	2,816.9	2,891.4	2,522.7	1,689.5
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>2,680.2</u>	<u>3,100.1</u>	<u>4,541.3</u>	<u>4,601.8</u>	<u>4,358.2</u>	<u>3,187.4</u>
1,127.3	1,195.1	1,247.4	1,232.2	896.8	629.3
1,882.0	1,716.6	1,633.1	1,538.6	1,605.3	1,601.6
1,697.2	2,122.1	2,732.8	3,255.2	4,596.9	2,781.7
-	-	-	-	-	-
-	-	-	-	-	-
<u>4,706.5</u>	<u>5,033.8</u>	<u>5,613.3</u>	<u>6,026.0</u>	<u>7,099.0</u>	<u>5,012.6</u>
1,926.3	2,063.5	2,171.3	2,206.6	1,804.4	1,468.6
-	-	734.7	484.6	559.8	288.7
1,929.3	1,762.8	1,698.9	1,790.0	1,973.4	1,971.5
3,531.1	4,307.6	5,549.7	6,146.6	7,119.6	4,471.2
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 7,386.7</u>	<u>\$ 8,133.9</u>	<u>\$ 10,154.6</u>	<u>\$ 10,627.8</u>	<u>\$ 11,457.2</u>	<u>\$ 8,200.0</u>

**STATE OF NEW JERSEY**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30**  
**(Expressed in Millions)**

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
<b>REVENUES</b>				
Taxes	\$ 28,998.6	\$ 28,343.1	\$ 26,637.8	\$ 26,555.1
Federal and other grants	14,357.5	12,666.5	12,325.6	12,781.7
Licenses and fees	1,371.9	1,322.2	1,274.3	1,296.4
Services and assessments	2,937.4	2,846.2	2,860.8	2,792.6
Investment earnings	24.6	9.8	20.5	51.0
Other	3,775.0	3,593.1	3,308.1	2,611.7
<b>Total Revenues</b>	<u>51,465.0</u>	<u>48,780.9</u>	<u>46,427.1</u>	<u>46,088.5</u>
<b>EXPENDITURES</b>				
Public safety and criminal justice	3,600.0	3,519.4	3,360.7	3,267.1
Physical and mental health	12,992.6	11,801.5	11,807.8	11,407.5
Educational, cultural, and intellectual development	16,004.5	15,931.7	15,499.1	14,313.6
Community development and environmental management	2,445.8	1,881.0	1,687.1	1,766.8
Economic planning, development, and security	6,617.0	6,825.8	6,917.6	6,773.5
Transportation programs	2,946.5	2,855.3	2,466.2	2,919.6
Government direction, management, and control	7,043.8	6,555.5	6,622.9	6,170.6
Special government services	348.9	345.6	340.6	350.5
Capital Outlay	221.8	189.3	122.5	81.7
Debt Service:				
Principal	760.5	892.0	580.5	423.3
Interest	992.8	954.3	920.7	834.7
<b>Total Expenditures</b>	<u>53,974.2</u>	<u>51,751.4</u>	<u>50,325.7</u>	<u>48,308.9</u>
Excess (deficiency) of revenues over expenditures	<u>(2,509.2)</u>	<u>(2,970.5)</u>	<u>(3,898.6)</u>	<u>(2,220.4)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Issuance of debt	876.8	1,617.0	1,315.0	1,600.0
Transfers from (to) other funds	965.0	1,085.0	950.1	1,451.5
Other	359.2	842.0	174.6	95.0
<b>Total</b>	<u>2,201.0</u>	<u>3,544.0</u>	<u>2,439.7</u>	<u>3,146.5</u>
Change in Fund Balance	(308.2)	573.5	(1,458.9)	926.1
<b>Fund balances - July 1</b>	<u>7,427.4</u>	<u>6,853.9</u>	<u>8,312.8</u>	<u>7,386.7</u>
<b>Fund balances - June 30</b>	<u>\$ 7,119.2</u>	<u>\$ 7,427.4</u>	<u>\$ 6,853.9</u>	<u>\$ 8,312.8</u>
<b>Debt Service as a percentage of noncapital expenditures:<sup>1</sup></b>	3.4%	3.7%	3.1%	2.7%

**Notes:**

- <sup>1</sup> Debt service as a percentage of noncapital expenditures is defined as total debt service divided by, total expenditures minus capital outlay and expenditures for capitalized assets included within the functional categories.
- <sup>2</sup> As a result of implementing GASB Statement No. 49, *Accounting and Financial Reporting For Pollution Remediation Obligations*, fund balance was restated and reduced by \$7.0 million.
- <sup>3</sup> As a result of implementing GASB Statement No. 43, *Financial Reporting For Post Employment Benefit Plans Other Than Pension Plans*, three Special Revenue Funds were reclassified to Fiduciary Funds. This reclassification reduced the Fiscal Year 2007 beginning fund balance by \$196.1 million.

Information presented is based on the modified accrual basis of accounting.

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
\$	25,858.7	\$ 26,939.0	\$ 30,404.5	\$ 29,123.4	\$ 25,909.3	\$ 23,395.5
	13,592.6	10,694.3	9,480.3	9,389.9	9,122.2	8,594.9
	1,239.4	1,194.1	1,252.9	1,361.5	959.8	930.6
	2,695.3	2,712.1	2,613.8	2,525.4	2,493.6	2,172.7
	41.6	75.0	321.3	440.8	321.7	149.2
	2,773.7	2,834.5	2,537.9	2,424.8	4,291.5	4,155.5
	<u>46,201.3</u>	<u>44,449.0</u>	<u>46,610.7</u>	<u>45,265.8</u>	<u>43,098.1</u>	<u>39,398.4</u>
	3,321.5	3,279.2	3,317.5	3,247.0	3,155.7	2,989.7
	11,007.5	10,628.6	10,251.2	9,703.7	9,732.6	9,603.5
	15,233.0	14,892.1	15,760.9	15,173.6	14,405.1	13,909.5
	2,272.4	2,437.0	2,659.1	2,618.8	2,446.6	2,341.5
	6,706.5	6,203.0	5,603.1	5,376.6	4,981.2	4,233.2
	3,092.7	2,835.4	2,788.1	2,855.2	3,106.2	2,483.8
	6,775.3	7,168.3	7,946.5	6,783.5	7,134.2	7,335.6
	338.8	346.0	331.8	328.0	313.3	299.9
	39.1	32.0	318.6	105.0	573.5	237.6
	486.4	639.1	613.9	558.2	48.2	390.5
	856.7	843.7	805.4	779.7	361.3	623.3
	<u>50,129.9</u>	<u>49,304.4</u>	<u>50,396.1</u>	<u>47,529.3</u>	<u>46,257.9</u>	<u>44,448.1</u>
	<u>(3,928.6)</u>	<u>(4,855.4)</u>	<u>(3,785.4)</u>	<u>(2,263.5)</u>	<u>(3,159.8)</u>	<u>(5,049.7)</u>
	1,365.9	1,539.0	1,507.7	48.8	2,850.1	1,000.5
	1,056.5	267.5	220.3	883.3	1,435.8	1,032.6
	759.0	1,035.2	1,584.2	698.1	2,131.1	4,080.3
	<u>3,181.4</u>	<u>2,841.7</u>	<u>3,312.2</u>	<u>1,630.2</u>	<u>6,417.0</u>	<u>6,113.4</u>
	(747.2)	(2,013.7)	(473.2)	(633.3)	3,257.2	1,063.7
	<u>8,133.9</u>	<u>10,147.6</u> <sup>2</sup>	<u>10,627.8</u>	<u>11,261.1</u> <sup>3</sup>	<u>8,200.0</u>	<u>7,136.3</u>
\$	<u>7,386.7</u>	<u>8,133.9</u>	<u>10,154.6</u>	<u>10,627.8</u>	<u>11,457.2</u>	<u>8,200.0</u>
	2.8%	3.1%	2.9%	2.8%	0.9%	2.3%

**STATE OF NEW JERSEY**  
**FUND BALANCE SUMMARY FOR BUDGETED FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30**  
**(Expressed in Millions)**

<u>Budgeted Fund</u>	<b>Comprehensive Annual Financial Report</b>			
	<b>2014</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>
General Fund	\$ 295.1	\$ 301.4	\$ 441.4	\$ 864.1
Surplus Revenue Fund	-	-	-	-
Property Tax Relief Fund	1.1	8.6	2.4	5.8
Casino Control Fund	3.8	3.2	1.8	2.8
Casino Revenue Fund	-	-	-	-
Gubernatorial Elections Fund	-	-	1.0	0.5
<b>Total</b>	<u>\$ 300.0</u>	<u>\$ 313.2</u>	<u>\$ 446.6</u>	<u>\$ 873.2</u>

<u>Budgeted Fund</u>	<b>Appropriations Act</b>			
	<b>2014</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>
General Fund	\$ 302.8	\$ 465.1	\$ 255.6	\$ 302.5
Surplus Revenue Fund	-	-	-	-
Property Tax Relief Fund	-	183.0	383.5	-
Casino Control Fund	-	-	-	-
Casino Revenue Fund	-	-	-	-
Gubernatorial Elections Fund	-	-	1.4	0.7
<b>Total</b>	<u>\$ 302.8</u>	<u>\$ 648.1</u>	<u>\$ 640.5</u>	<u>\$ 303.2</u>

<u>Budgeted Fund</u>	<b>Dollar Variance</b>			
	<b>2014</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>
General Fund	\$ (7.7)	\$ (163.7)	\$ 185.8	\$ 561.6
Surplus Revenue Fund	-	-	-	-
Property Tax Relief Fund	1.1	(174.4)	(381.1)	5.8
Casino Control Fund	3.8	3.2	1.8	2.8
Casino Revenue Fund	-	-	-	-
Gubernatorial Elections Fund	-	-	(0.4)	(0.2)
<b>Total</b>	<u>\$ (2.8)</u>	<u>\$ (334.9)</u>	<u>\$ (193.9)</u>	<u>\$ 570.0</u>

**Source:**

New Jersey Department of the Treasury, Office of Management and Budget.

<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>
\$ 794.3	\$ 614.2	\$ 469.8	\$ 1,410.4	\$ 1,216.7	\$ 461.7
-	-	734.7	484.6	559.8	288.6
10.0	-	99.0	690.7	2.6	27.9
-	(0.4)	3.0	1.5	(1.6)	1.3
-	-	-	1.0	1.0	-
-	-	-	-	-	-
<u>\$ 804.3</u>	<u>\$ 613.8</u>	<u>\$ 1,306.5</u>	<u>\$ 2,588.2</u>	<u>\$ 1,778.5</u>	<u>\$ 779.5</u>

<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>
\$ 501.0	\$ 116.8	\$ 102.5	\$ 765.0	\$ 311.6	\$ 109.6
-	483.2	489.8	448.6	288.4	288.0
-	-	-	46.0	-	-
-	-	-	-	-	2.4
-	-	10.0	-	-	-
-	-	-	-	-	-
<u>\$ 501.0</u>	<u>\$ 600.0</u>	<u>\$ 602.3</u>	<u>\$ 1,259.6</u>	<u>\$ 600.0</u>	<u>\$ 400.0</u>

<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>
\$ 293.3	\$ 497.4	\$ 367.3	\$ 645.4	\$ 905.1	\$ 352.1
-	(483.2)	244.9	36.0	271.4	0.6
10.0	-	99.0	644.7	2.6	27.9
-	(0.4)	3.0	1.5	(1.6)	(1.1)
-	-	(10.0)	1.0	1.0	-
-	-	-	-	-	-
<u>\$ 303.3</u>	<u>\$ 13.8</u>	<u>\$ 704.2</u>	<u>\$ 1,328.6</u>	<u>\$ 1,178.5</u>	<u>\$ 379.5</u>

**STATE OF NEW JERSEY**  
**REVENUE SUMMARY FOR BUDGETED FUNDS\***  
**FOR THE FISCAL YEAR ENDED JUNE 30**  
**(Expressed in Millions)**

<u>Major Tax</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Gross Income Tax	\$ 12,311.7	\$ 12,108.6	\$ 11,128.4	\$ 10,617.0
Sales and Use Tax	8,849.4	8,454.8	8,099.7	8,144.4
Corporation Business Tax	2,112.9	2,371.4	2,037.0	2,344.4
Other Major Taxes	3,243.3	3,131.1	3,117.3	2,902.2
Miscellaneous Taxes, Fees	3,590.1	3,502.7	3,463.3	3,394.6
State Lottery	965.0	1,085.0	950.1	930.0
Casino Taxes and Fees	275.3	270.5	290.7	327.1
<b>Total</b>	<u>\$ 31,347.7</u>	<u>\$ 30,924.1</u>	<u>\$ 29,086.5</u>	<u>\$ 28,659.7</u>

\* Budgeted funds include the General Fund, the Property Tax Relief Fund, the Casino Revenue Fund, the Casino Control Fund, and the Gubernatorial Elections Fund.

**Source:**

New Jersey Department of the Treasury, Office of Management and Budget.

**STATE OF NEW JERSEY**  
**REVENUE SUMMARY FOR BUDGETED FUNDS\***  
**PERCENT DISTRIBUTION BY MAJOR TAX**  
**FOR THE FISCAL YEAR ENDED JUNE 30**

<u>Major Tax</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Gross Income Tax	39.3 %	39.2 %	38.3 %	37.1 %
Sales and Use Tax	28.2	27.3	27.8	28.5
Corporation Business Tax	6.7	7.7	7.0	8.2
Other Major Taxes	10.3	10.1	10.7	10.1
Miscellaneous Taxes, Fees	11.5	11.3	11.9	11.8
State Lottery	3.1	3.5	3.3	3.2
Casino Taxes and Fees	0.9	0.9	1.0	1.1
<b>Total</b>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>

\* Budgeted funds include the General Fund, the Property Tax Relief Fund, the Casino Revenue Fund, the Casino Control Fund, and the Gubernatorial Elections Fund.

**Source:**

New Jersey Department of the Treasury, Office of Management and Budget.



	<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>
\$	10,322.9	\$ 10,476.3	\$ 12,605.5	\$ 11,727.2	\$ 10,506.6	\$ 9,537.9
	7,898.2	8,264.2	8,915.5	8,609.6	6,853.4	6,552.2
	2,144.6	2,665.2	3,062.4	3,084.9	3,007.8	2,368.1
	2,831.7	2,884.5	3,033.7	2,967.0	3,544.7	3,244.0
	3,398.4	3,292.4	3,598.9	3,465.9	3,324.0	4,988.5
	924.0	887.2	882.1	828.3	844.2	812.0
	360.2	415.5	486.0	525.8	570.3	540.0
\$	<u>27,880.0</u>	<u>\$ 28,885.3</u>	<u>\$ 32,584.1</u>	<u>\$ 31,208.7</u>	<u>\$ 28,651.0</u>	<u>\$ 28,042.7</u>

	<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>
	37.0 %	36.3 %	38.7 %	37.6 %	36.7 %	34.0 %
	28.3	28.6	27.4	27.6	23.9	23.4
	7.7	9.2	9.4	9.9	10.5	8.4
	10.2	10.0	9.3	9.4	12.4	11.6
	12.2	11.4	11.0	11.1	11.6	17.8
	3.3	3.1	2.7	2.7	2.9	2.9
	1.3	1.4	1.5	1.7	2.0	1.9
	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>

**STATE OF NEW JERSEY**  
**REAL GROSS STATE PRODUCT BY INDUSTRY**  
**FOR THE CALENDAR YEAR ENDED DECEMBER 31**  
**(Expressed in Billions)**

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
<b>Gross State Product<sup>1</sup></b>	\$ 509.1	\$ 503.5	\$ 490.7	\$ 493.2
<b><u>Goods Producing Sector</u></b>				
Agriculture, forestry, fishing, and hunting	0.8	0.7	0.7	0.7
Mining	0.3	0.3	0.2	0.2
Manufacturing	41.7	41.5	43.0	46.2
Construction	17.2	16.6	16.2	16.1
<b><u>Private Service Producing Sector</u></b>				
Transportation and warehousing	15.1	15.0	15.6	15.8
Information	29.4	29.6	26.9	27.4
Utilities	9.6	9.6	9.6	9.8
Wholesale trade	39.3	39.0	38.4	38.2
Retail trade	28.8	28.2	28.6	28.5
Finance and insurance	34.9	34.0	28.8	29.5
Real estate, rental, and leasing	89.6	89.1	87.6	87.2
Services <sup>2</sup>	132.6	130.4	126.1	126.2
Other services	9.7	9.8	9.7	9.7
<b><u>Government Sector</u></b>	54.5	55.3	55.5	57.5
<b>Total Personal Income<sup>3</sup></b>	498.3	487.4	471.2	449.1

**Notes:**

- <sup>1</sup> Gross State Product data, which is expressed in billions of chained Calendar Year 2005 dollars, has been revised for Calendar Years 2004 through 2012. Industry numbers do not sum to the total because of technical considerations.
- <sup>2</sup> Services include professional and technical services, management of companies and enterprises, administrative and waste services, educational services, health care and social services, arts, entertainment and recreation, and accommodation and food services. Data has been revised for Calendar Years 2004 through 2012.
- <sup>3</sup> Total Personal Income data, which is expressed in billions of current dollars, has been revised for Calendar Years 2004 through 2012.

**Source:**

New Jersey Department of the Treasury, Office of Revenue & Economic Analysis.  
United States Bureau of Economic Analysis.

<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$ 489.0	\$ 510.4	\$ 510.8	\$ 504.3	\$ 493.1	\$ 482.8
0.9	0.7	0.7	0.9	0.7	0.6
0.3	0.2	0.4	0.4	0.5	0.5
46.0	54.2	53.5	51.5	49.4	52.2
16.8	18.6	20.1	21.3	22.4	23.3
14.9	15.8	15.6	16.1	15.4	14.2
28.8	30.3	31.6	25.0	21.6	20.1
8.1	8.8	8.7	8.5	8.4	8.9
37.2	42.9	43.5	41.9	41.6	40.9
28.1	29.3	30.3	30.8	31.0	30.7
29.0	26.6	28.0	34.0	32.3	28.2
84.5	84.5	83.9	81.2	79.8	78.0
126.0	125.4	121.5	117.0	113.6	111.0
10.0	10.6	11.1	11.4	11.4	11.2
58.4	58.3	57.7	57.0	57.7	57.0
440.4	451.5	439.4	416.6	387.5	372.3

**STATE OF NEW JERSEY  
GROSS INCOME TAX RATES  
FOR THE CALENDAR YEAR ENDED DECEMBER 31**

**Top Income Tax Rate Is Applied To Taxable Income In Excess Of**

<b>Year</b>	<b>Top Rate</b>	<b>Single</b>	<b>Married Filing Jointly</b>	<b>Head of Household</b>	<b>Average Effective Rate*</b>
2005	8.97 %	\$ 500,000	\$ 500,000	\$ 500,000	3.07 %
2006	8.97	500,000	500,000	500,000	3.31
2007	8.97	500,000	500,000	500,000	3.27
2008	8.97	500,000	500,000	500,000	3.20
2009	10.75	1,000,000	1,000,000	1,000,000	3.27
2010	8.97	500,000	500,000	500,000	3.13
2011	8.97	500,000	500,000	500,000	3.15
2012	8.97	500,000	500,000	500,000	3.39
2013	8.97	500,000	500,000	500,000	3.34
2014	8.97	500,000	500,000	500,000	3.34

\* Net tax divided by New Jersey Gross Income for full-time resident returns with a tax liability.

Data for 2013 and 2014 are estimates based on projections. Data for 2012 has been revised.

**Source:**

New Jersey Department of the Treasury, Office of Revenue & Economic Analysis.

**STATE OF NEW JERSEY  
GROSS INCOME TAX (GIT) FILERS AND LIABILITY BY INCOME LEVEL  
2012 AS COMPARED TO 2003  
(GIT Liability Expressed in Millions)**

<b>Income Level</b>	<b>2012</b>				<b>2003</b>			
	<b>Number of Filers</b>	<b>Percent of Total</b>	<b>GIT Liability</b>	<b>Percent of Total</b>	<b>Number of Filers</b>	<b>Percent of Total</b>	<b>GIT Liability</b>	<b>Percent of Total</b>
\$500,001 and higher	52,056	1.9 %	\$ 4,277.8	41.9 %	28,178	1.1 %	\$ 1,475.6	26.2 %
\$250,001 - \$500,000	116,384	4.3	1,528.4	15.0	64,727	2.6	839.4	14.9
\$100,001 - \$250,000	666,361	24.4	2,957.1	29.0	464,916	18.2	1,887.2	33.4
\$75,001 - \$100,000	289,323	10.6	520.5	5.1	308,699	12.1	516.4	9.2
\$50,001 - \$75,000	480,346	17.6	528.1	5.2	460,158	18.0	477.7	8.5
\$35,001 - \$50,000	400,742	14.7	219.2	2.1	429,044	16.8	245.3	4.3
\$20,001 - \$35,000	451,620	16.5	129.8	1.3	555,051	21.8	164.8	2.9
\$10,001 - \$20,000	273,522	10.0	41.6	0.4	239,890	9.4	36.4	0.6
<b>Total</b>	<b>2,730,354</b>	<b>100.0 %</b>	<b>\$ 10,202.5</b>	<b>100.0 %</b>	<b>2,550,663</b>	<b>100.0 %</b>	<b>\$ 5,642.8</b>	<b>100.0 %</b>

**Source:**

New Jersey Department of the Treasury, Office of Revenue & Economic Analysis.

**STATE OF NEW JERSEY  
TAXABLE SALES BY CATEGORY<sup>1</sup>  
FOR THE CALENDAR YEAR ENDED DECEMBER 31**

Year	Dollar Amount (Expressed in Millions)							Sales and Use Tax Rate <sup>2</sup>
	Manufacturing	Wholesale	Retail	Service	Construction	Other	Total	
2004	\$ 3,809.1	\$ 4,066.9	\$ 56,264.7	\$ 23,501.7	\$ 1,723.9	\$ 1,167.7	\$ 90,534.0	6.0 %
2005	4,492.4	4,250.4	58,089.5	24,121.1	1,897.4	1,229.4	94,080.2	6.0
2006	5,067.9	4,516.2	58,705.3	25,597.2	2,074.2	1,335.1	97,295.9	7.0
2007	5,505.1	4,778.7	59,711.9	29,462.3	2,205.6	1,512.9	103,176.5	7.0
2008	5,705.2	4,462.3	57,051.9	29,145.5	2,142.0	1,721.2	100,228.1	7.0
2009	5,186.9	4,040.4	53,325.8	27,640.4	1,809.2	1,680.4	93,683.1	7.0
2010	5,366.8	4,234.1	54,175.3	28,551.1	1,855.7	1,666.7	95,849.7	7.0
2011	6,556.2	4,774.3	57,705.4	30,164.1	2,309.9	1,760.2	103,270.1	7.0
2012	6,897.9	4,914.1	58,614.7	30,061.1	2,318.9	1,770.0	104,576.7	7.0
2013	7,656.4	5,548.1	61,383.9	31,226.4	2,737.5	1,817.7	110,370.0	7.0

Year	Percent Distribution										
	Manufacturing	Wholesale	Retail	Service	Construction	Other	Total				
2004	4.2 %	4.5 %	62.1 %	26.0 %	1.9 %	1.3 %	100.0 %				
2005	4.8	4.6	61.7	25.6	2.0	1.3	100.0				
2006	5.3	4.6	60.3	26.3	2.1	1.4	100.0				
2007	5.3	4.6	57.9	28.6	2.1	1.5	100.0				
2008	5.7	4.5	56.9	29.1	2.1	1.7	100.0				
2009	5.6	4.3	56.9	29.5	1.9	1.8	100.0				
2010	5.6	4.4	56.5	29.8	1.9	1.8	100.0				
2011	6.4	4.6	55.9	29.2	2.2	1.7	100.0				
2012	6.7	4.7	56.0	28.7	2.2	1.7	100.0				
2013	7.0	5.0	55.6	28.3	2.4	1.7	100.0				

**Notes:**

<sup>1</sup> Category data from 2004 through 2012 was revised due to changes in business codes.

<sup>2</sup> Effective July 15, 2006, the New Jersey Sales and Use Tax rate increased from 6.0 percent to 7.0 percent.

**Source:**

New Jersey Department of the Treasury, Office of Revenue & Economic Analysis and Division of Taxation.

**STATE OF NEW JERSEY**  
**RATIO OF OUTSTANDING LONG-TERM BONDED DEBT**  
**2005-2014**

(Expressed in Thousands Except for General Long-Term Debt Ratios)

<u>Governmental Activities</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
<b><u>Bonded Debt</u></b>			
General Obligation Bonds	\$ 2,157,465	\$ 2,400,910	\$ 2,384,665
Revenue Bonds Payable	21,956,915	21,544,905	20,698,950
Capital Leases	311,055	314,775	212,700
Installment Obligations	18,081,143	18,243,358	18,293,915
Certificates of Participation	84,964	92,906	100,314
Tobacco Settlement Financing Corporation	4,296,685	4,293,892	4,444,092
Unamortized Interest on Capital Appreciation Bonds	(7,136,807)	(7,503,490)	(7,863,770)
Unamortized Premium <sup>1</sup>	<u>2,083,864</u>	<u>2,119,262</u>	<u>1,518,506</u>
<b>Total Bonded Debt<sup>2</sup></b>	<b><u>\$ 41,835,284</u></b>	<b><u>\$ 41,506,518</u></b>	<b><u>\$ 39,789,372</u></b>
New Jersey Total Personal Income <sup>3</sup>	\$ 516,940,300	\$ 498,298,900	\$ 487,437,300
Percentage of Personal Income <sup>4</sup>	8.1%	8.3%	8.2%
New Jersey Population <sup>3</sup>	8,937	8,899	8,868
General Obligation Debt Per Capita <sup>4</sup>	\$ 241.41	\$ 269.80	\$ 268.91
Total Long-Term Debt Per Capita <sup>4</sup>	\$ 4,681.13	\$ 4,664.18	\$ 4,486.85

**Notes:**

<sup>1</sup> Restated to reflect an increase in Unamortized Premium on bonds payable of \$52.2 million due to over amortization in prior years.

<sup>2</sup> Restated to reflect the implementation of Governmental Accounting Standards Board (GASB) Statement No. 65, *Items Previously Reported as Assets and Liabilities*, which resulted in the reclassification of Unamortized Deferral on Refunding from Long-term Obligations to Deferred Outflow of Resources.

<sup>3</sup> Fiscal Year 2014 data for New Jersey Total Personal Income and New Jersey Population are estimates; prior years reflect revisions.

<sup>4</sup> Debt expressed as a percentage of personal income equals total bonded debt divided by New Jersey personal income; general obligation debt per capita equals general obligation bonds divided by New Jersey population; total long-term debt per capita equals total bonded debt divided by New Jersey population.

**Sources:**

New Jersey Department of the Treasury, Office of Management and Budget.

New Jersey Department of the Treasury, Office of Public Finance.

New Jersey Department of the Treasury, Office of Revenue & Economic Analysis.

United States Census Bureau, Population Division.

	<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>
\$	2,566,895	\$ 2,596,740	\$ 2,526,710	\$ 2,818,535	\$ 2,864,690	\$ 3,132,755	\$ 3,156,375
	19,770,565	18,576,710	16,838,010	13,702,395	12,739,620	12,975,955	7,856,005
	232,565	251,460	269,440	286,555	297,830	308,575	130,340
	18,714,603	18,968,688	18,716,431	18,218,030	17,185,158	16,896,002	15,373,185
	85,413	30,546	35,130	54,708	58,836	60,559	66,148
	4,469,033	4,492,958	4,524,563	4,591,409	4,643,694	3,248,580	3,280,155
	(8,216,199)	(8,556,994)	(7,960,065)	(6,347,598)	(6,522,644)	(5,673,484)	(3,211,862)
	<u>1,403,949</u>	<u>1,323,722</u>	<u>1,356,541</u>	<u>1,412,761</u>	<u>1,397,407</u>	<u>1,500,850</u>	<u>1,204,377</u>
\$	<u>39,026,824</u>	<u>\$ 37,683,830</u>	<u>\$ 36,306,760</u>	<u>\$ 34,736,795</u>	<u>\$ 32,664,591</u>	<u>\$ 32,449,792</u>	<u>\$ 27,854,723</u>
\$	471,187,900	\$ 449,059,900	\$ 440,429,400	\$ 451,504,400	\$ 439,410,300	\$ 416,610,700	\$ 387,477,300
	8.3%	8.4%	8.2%	7.7%	7.4%	7.8%	7.2%
	8,837	8,803	8,756	8,711	8,678	8,662	8,652
\$	290.47	\$ 294.98	\$ 288.57	\$ 323.56	\$ 330.11	\$ 361.67	\$ 364.81
\$	4,416.30	\$ 4,280.79	\$ 4,146.50	\$ 3,987.69	\$ 3,764.07	\$ 3,746.22	\$ 3,219.45

**STATE OF NEW JERSEY**  
**NON-BONDED DEBT**  
**2005-2014**  
**(Expressed in Thousands )**

<u>Governmental Activities</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
<b><u>Non-bonded Debt</u></b>			
Accumulated Sick and Vacation Payable	\$ 568,802	\$ 574,724	\$ 606,047
Capital Leases	316,975	353,929	379,352
Loans Payable	1,279,358	1,279,358	1,279,358
Net Other Postemployment Benefits (OPEB) Obligation	23,573,700	20,176,700	16,818,300
Net Pension Obligation	15,949,330	14,515,981	12,838,529
Pollution Remediation Obligation	73,964	86,162	92,175
Other	<u>1,270,454</u>	<u>1,219,207</u> <sup>2</sup>	<u>982,145</u>
<b>Total Non-bonded Debt</b>	<u>43,032,583</u>	<u>38,206,061</u>	<u>32,995,906</u>
<b>Total Bonded Debt<sup>1</sup></b>	<u>41,835,284</u>	<u>41,506,518</u>	<u>39,789,372</u>
<b>Grand Total</b>	<u>\$ 84,867,867</u>	<u>\$ 79,712,579</u>	<u>\$ 72,785,278</u>

**Notes:**

- <sup>1</sup> Restated to reflect an increase in Unamortized Premium on bonds payable of \$52.2 million due to over amortization in prior years.
- <sup>2</sup> Restated to reflect the implementation of Governmental Accounting Standards Board (GASB) Statement No. 65, *Items Previously Reported as Assets and Liabilities* and the implementation of GASB Statement No. 70, *Accounting and Financial Reporting for Financial Guarantees*. GASB Statement No. 65 resulted in the reclassification of Unamortized Deferral on Refunding from Long-term Obligations to Deferred Outflow of Resources. GASB No. 70 resulted in an increase in the July 1, 2013 outstanding balance in Non-bonded Debt-Other of \$184,144,853 relating to the South Jersey Port Corporation bonds.

**Sources:**

New Jersey Department of the Treasury, Office of Management and Budget.  
New Jersey Department of the Treasury, Office of Public Finance.



<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
\$ 623,185	\$ 566,750	\$ 635,820	\$ 595,856	\$ 578,527	\$ 518,561	\$ 488,913
311,219	351,766	379,729	410,552	384,982	430,768	538,926
1,279,358	1,279,358	1,279,358	1,279,358	1,279,358	1,279,358	1,279,358
13,501,000	10,028,800	6,636,300	3,177,400	-	-	-
10,857,719	8,403,007	6,365,698	4,759,367	3,761,279	2,953,944	1,796,799
80,401	92,654	101,829	-	-	-	-
<u>340,255</u>	<u>300,926</u>	<u>304,727</u>	<u>276,655</u>	<u>251,089</u>	<u>417,733</u>	<u>397,545</u>
<u>26,993,137</u>	<u>21,023,261</u>	<u>15,703,461</u>	<u>10,499,188</u>	<u>6,255,235</u>	<u>5,600,364</u>	<u>4,501,541</u>
<u>39,026,824</u>	<u>37,683,830</u>	<u>36,306,760</u>	<u>34,736,795</u>	<u>32,664,591</u>	<u>32,449,792</u>	<u>27,854,723</u>
<u>\$ 66,019,961</u>	<u>\$ 58,707,091</u>	<u>\$ 52,010,221</u>	<u>\$ 45,235,983</u>	<u>\$ 38,919,826</u>	<u>\$ 38,050,156</u>	<u>\$ 32,356,264</u>

**STATE OF NEW JERSEY  
STATE CONSTITUTION – LEGAL DEBT LIMITATIONS**

The State Constitution of 1947 provides that the Legislature shall not create a debt or liability in any fiscal year which, together with any previous debts or liabilities, shall exceed one percent of total appropriations for that fiscal year unless the same shall be authorized by a law for some single object or have been submitted to the people at a general election and approved by a majority of State voters. These Constitutional provisions do not apply to the creation of any debt or liability for purposes of war, repelling invasion, suppressing insurrection, or meeting emergencies caused by a disaster or an act of God (N.J. Const. art. VIII, § 2).

All general obligation bonded debt in New Jersey is entered into as a result of successful referenda. As the table below illustrates, the debt margin as defined by the Constitution would prohibit any other method of creation of such debt or liability.

**STATE OF NEW JERSEY  
CALCULATION OF LEGAL LIMITS  
(Expressed in Millions)**

<u>Fiscal Year</u>	<u>Total Appropriations For Budgeted Funds</u>	<u>Legal Debt Limit</u>
2005	\$ 28,644.8	\$ 286.4
2006	28,087.7	280.8
2007	31,022.8	310.2
2008	34,567.9	345.6
2009	33,059.2	330.5
2010	28,842.5	288.4
2011	29,447.2	294.5
2012	30,332.6	303.3
2013	31,728.8	317.3
2014	33,256.4	332.6

**Source:**

New Jersey Department of the Treasury, Office of Management and Budget.

**STATE OF NEW JERSEY**  
**LEGISLATIVELY AUTHORIZED BUT UNISSUED DEBT, 2014 AND 2013**  
(Expressed in Millions)

<u>Debt Program<sup>1</sup></u>	<u>Year</u>	<u>Amount Authorized</u>	<u>Unissued As Of</u>	
			<u>6/30/2014</u>	<u>6/30/2013</u>
<b><u>General Obligation Bonds</u></b>				
Building Our Future	2012	\$ 750.0	\$ 650.0	\$ 650.0
Clean Waters	1976	120.0	3.4	3.4
Dam, Lake, Stream, Flood Control, Water Resources, and Wastewater Treatment Project	2003	200.0	38.7	38.7
Energy Conservation	1980	50.0	1.6	1.6
Green Acres, Cultural Centers, and Historic Preservation	1987	100.0	1.0	1.0
Green Acres, Farmland, Blue Acres, and Historic Preservation	2007	200.0	27.5	27.5
Green Acres, Farmland and Historic Preservation, and Blue Acres	1995	340.0	18.0	18.0
Green Acres, Water Supply and Floodplain Protection, and Farmland and Historic Preservation	2009	400.0	230.5	230.5
Hazardous Discharge	1981	100.0	43.0	43.0
Hazardous Discharge	1986	200.0	38.0	38.0
Natural Resources	1980	145.0	9.6	9.6
New Jersey Green Acres	1983	135.0	14.5	14.5
New Jersey Green Acres, Clean Water, Farmland and Historic Preservation	1992	345.0	12.9	12.9
New Jersey Open Space Preservation	1989	300.0	22.6	22.6
Pinelands Infrastructure Trust	1985	30.0	6.8	6.8
Port of New Jersey Revitalization, Dredging, Environmental Cleanup, Lake Restoration, and Delaware Bay Area Economic Development	1996	300.0	87.5	87.5
Public Purpose Buildings and Community-Based Facilities Construction	1989	125.0	5.0	5.0
Stormwater Management and Combined Sewer Overflow Abatement	1989	50.0	9.5	9.5
Water Supply	1981	350.0	73.1	73.1
<b>Total General Obligation Bonds</b>		4,240.0	1,293.2	1,293.2
<b><u>Revenue Bonds Payable</u></b>				
<b><u>Transportation Trust Fund Authority<sup>2</sup></u></b>				
Transportation Program Bonds	2012	3,458.3	1,688.4	2,537.6
<b>Total Revenue Bonds Payable</b>		3,458.3	1,688.4	2,537.6
<b><u>Installment Obligations</u></b>				
<b><u>Economic Development Authority</u></b>				
Market Transition Facility	1994	750.0	44.7	44.7
School Facilities Construction	2000	8,600.0	454.1	454.1
School Facilities Construction	2008	3,950.0	3,012.0	3,072.0
Stem Cell, Life Sciences, and Biomedical Research Facilities	2006	270.0	270.0	270.0
<b><u>Educational Facilities Authority</u></b>				
Dormitory Safety Trust Fund	2000	90.0	10.8	10.8
Higher Education Capital Improvement Fund	1999	550.0	42.8	191.9
Higher Education Equipment Leasing Fund	1993	100.0	10.7	100.0
Higher Education Facilities Trust Fund	1993	220.0	220.0	220.0
Higher Education Technology Infrastructure Fund	1997	55.0	16.9	55.0
Public Library Project Fund	1999	45.0	18.1	15.8
<b>Total Installment Obligations</b>		14,630.0	4,100.1	4,434.3
<b>Grand Total</b>		\$ 22,328.3	\$ 7,081.7	\$ 8,265.1

**Notes:**

For debt issued after June 30, 2014, refer to Note 20 - Subsequent Events of the Notes to the Financial Statements.

<sup>1</sup> The Legislature has authorized additional Revenue Bonds Payable and Installment Obligations programs. These programs, which do not have a limit on the amount of bonds that can be issued in order to fund their associated projects, are not included in this Statistical Section.

<sup>2</sup> P.L.2012 c.13 reauthorized the New Jersey Transportation Trust Fund Authority, to include capital programs, through Fiscal Year 2016.

**Source:**

New Jersey Department of the Treasury, Office of Public Finance.

**STATE OF NEW JERSEY**  
**DEBT SERVICE COVERAGE RATIO**  
(Expressed in Millions Except for Coverage Ratio)

**New Jersey Motor Vehicle Commission Bonds, Series 2003A**

P.L. 2003, c.13 enacted the State of New Jersey's Motor Vehicle Security and Customer Service Act, which abolished the Department of Transportation's Division of Motor Vehicles and created the New Jersey Motor Vehicle Commission (MVC), a discrete "In-But-Not-Of" agency within the Department of Transportation. During 2003, the State also authorized bond issuance to offset necessary capital expenditures for statewide MVC facility/technology enhancements. Repayment of these bonds, which do not require debt service payments to be made until maturation, derive from motor vehicle surcharge revenues. Scheduled final retirement of the MVC bonds occurs on July 1, 2015.

Fiscal Year	Motor Vehicle Surcharges	Debt Service			MTF/MVC Surplus	Coverage Ratio
		Principal	Interest	Total		
2013	\$ 118.3	\$ 53.5	\$ 19.8	\$ 73.3	\$ 45.0	1.6
2014	117.5	51.0	22.3	73.3	44.2	1.6

**Motor Vehicle Surcharges Revenue Bonds, 2004 Series A**

Enactment of P.L. 2004, c.70 enabled the State of New Jersey to authorize issuance of Motor Vehicle Surcharges (MVS) Revenue Bonds, which provided the State with the ability to dedicate an additional revenue source for the purpose of retiring previously issued bonds. Repayment of these bonds derives solely from: 1) unsafe driving surcharges, which are additional fines assessed by the New Jersey Motor Vehicle Commission and collected by the courts from drivers convicted of unsafe driving violations pursuant to P.L. 2000, c.75 et seq., and 2) excess motor vehicle violation surcharge revenues not required for repaying current outstanding debt service on the New Jersey Motor Vehicle Commission Bonds, Series 2003A, or after final retirement of these bonds July 1, 2015. Scheduled final retirement of the MVS bonds occurs on July 1, 2034.

Fiscal Year	Unsafe Driver Surcharges	MTF/MVC Surplus	Net Available Revenue	Debt Service			Coverage Ratio
				Principal	Interest	Total	
2007	\$ 45.0	\$ 57.1	\$ 102.1	\$ -	\$ 37.8	\$ 37.8	2.7
2008	44.3	44.1	88.4	-	37.8	37.8	2.3
2009	35.9	55.7	91.6	-	37.8	37.8	2.4
2010	30.5	57.1	87.6	-	37.8	37.8	2.3
2011	27.5	60.1	87.6	-	37.8	37.8	2.3
2012	25.1	77.5	102.6	27.7	37.2	64.9	1.6
2013	22.8	45.0	67.8	-	36.6	36.6	1.9
2014	21.1	44.2	65.3	-	36.6	36.6	1.8

**Motor Vehicle Surcharges Revenue Bonds-Special Needs Housing Program,  
2005 Series A and 2007 Series A-1, A-2, & B**

P.L. 2005, c.163 enabled the State of New Jersey to authorize issuance of Motor Vehicle Surcharges (MVS) Revenue Bonds-Special Needs Housing Program to provide the New Jersey Housing and Mortgage Finance Agency with funds to develop community residences and permanent supportive housing for individuals with special needs. Repayment of these bonds derives solely from: 1) unsafe driving surcharges, which are additional fines assessed by the New Jersey Motor Vehicle Commission and collected by the courts from drivers convicted of unsafe driving violations pursuant to P.L. 2000, c.75 et seq., and 2) excess motor vehicle violation surcharge revenues not required for repaying current outstanding debt service on the New Jersey Motor Vehicle Commission Bonds, Series 2003A, or after final retirement of these bonds on July 1, 2015. Scheduled final retirement of the MVS-Special Needs Housing Program bonds, both 2005 Series A and 2007 Series A-1, A-2, & B, occurs on July 1, 2034.

Fiscal Year	MVS Surplus	Debt Service			Coverage Ratio
		Principal	Interest	Total	
2008	\$ 50.6	\$ -	\$ 1.8	\$ 1.8	28.1
2009	53.8	-	5.5	5.5	9.8
2010	49.8	-	5.5	5.5	9.1
2011	49.8	-	5.5	5.5	9.1
2012	37.7	-	5.5	5.5	6.9
2013	31.2	-	5.5	5.5	5.7
2014	28.7	-	5.5	5.5	5.2

**Tobacco Settlement Financing Corporation**

**Tobacco Settlement Asset-Backed Bonds, Series 2007-1**

On November 23, 1998, the State of New Jersey, as well as 46 other states and six United States jurisdictions, entered into a Master Settlement Agreement (MSA) with participating cigarette manufacturers. Pursuant to a Purchase and Sale Agreement with the Tobacco Settlement Financing Corporation, (TSFC), New Jersey has sold 76.26 percent of its future rights to receive MSA payments. The purchase price of the State's future rights, title, and interest in Tobacco Settlement Revenues has been financed by the issuance of these bonds. TSFC has pledged these future payments in order to secure these bonds. The State is not obligated to pay, and neither the full faith and credit nor the taxing power of the State is pledged to the payment of, principal or interest on these bonds. Scheduled final retirement of these bonds occurs on June 1, 2041.

<b>Fiscal Year</b>	<b>MSA Payments</b>	<b>Existing Surplus</b>	<b>Net Available Revenue</b>	<b>Debt Service *</b>			<b>Coverage Ratio</b>
				<b>Principal</b>	<b>Interest</b>	<b>Total</b>	
2006	\$ 240.5	\$ 367.4	\$ 607.9	\$ 34.5	\$ 205.7	\$ 240.2	2.5
2007	162.2	267.8	430.0	43.5	158.1	201.6	2.1
2008	199.6	264.6	464.2	53.2	163.3	216.5	2.1
2009	218.8	261.0	479.8	67.7	161.0	228.7	2.1
2010	182.6	260.6	443.2	32.5	158.1	190.6	2.3
2011	172.6	258.7	431.3	24.8	156.7	181.5	2.4
2012	184.4	265.7	450.1	25.8	155.6	181.4	2.5
2013	302.1	262.3	564.4	151.1	154.5	305.6	1.8
2014	157.3	250.2	407.5	21.8	147.6	169.4	2.4

**Cigarette Tax Revenue Bonds, Series 2004**

**Cigarette Tax Revenue Refunding Bonds, Series 2012**

Based on the provisions pursuant to P.L. 2004, c.68, funds for repayment of these bonds derive solely from the nonlapsing "Dedicated Cigarette Tax Revenue Fund." Effective July 1, 2009, the State of New Jersey's Cigarette Tax rate increased from \$2.58 to \$2.70 per pack of 20 cigarettes. Of the total Cigarette Tax charged per pack, the Fund receives \$0.65 in dedicated revenues. The surplus is returned to the General Fund. Scheduled final retirement of these bonds occurs on July 1, 2034.

<b>Fiscal Year</b>	<b>Cigarette Dedication</b>	<b>Existing Surplus</b>	<b>Net Available Revenue</b>	<b>Debt Service *</b>			<b>Coverage Ratio</b>
				<b>Principal</b>	<b>Interest</b>	<b>Total</b>	
2007	\$ 152.9	\$ 10.1	\$ 163.0	\$ 59.6	\$ 79.5	\$ 139.1	1.2
2008	153.7	23.9	177.6	85.5	75.1	160.6	1.1
2009	144.3	17.0	161.3	84.5	70.6	155.1	1.0
2010	140.3	6.2	146.5	92.8	65.6	158.4	0.9
2011	145.5	-	145.5	82.9	61.6	144.5	1.0
2012	136.5	-	136.5	101.5	36.3	137.8	1.0
2013	160.4	-	160.4	40.2	48.3	88.5	1.8
2014	171.5	59.7	231.2	45.7	46.3	92.0	2.5

\* Includes optional accelerated payments.

**Sources:**

New Jersey Department of the Treasury, Office of Management and Budget.  
New Jersey Department of the Treasury, Office of Public Finance.

**STATE OF NEW JERSEY  
TEN LARGEST EMPLOYERS  
2013 AS COMPARED TO 2004**

<b>2013 Rank</b>	<b>Employer</b>	<b>New Jersey Employees</b>	<b>Percentage of Total New Jersey Employment</b>
1	New Jersey State Government	68,318	1.7 %
2	Wakefern Food Corporation (ShopRite)	40,000	0.9
3	Wal-Mart Stores, Inc.	18,593	0.4
4	Verizon Communications	15,100	0.4
5	United Parcel Services (UPS)	15,000	0.4
6	Johnson & Johnson	14,500	0.3
7	United Continental Holdings	13,600	0.3
8	The Great Atlantic & Pacific Tea Company (A&P)	12,373	0.3
9	The Home Depot	12,100	0.3
10	Caesars Entertainment Corporation (formerly Harrah's Entertainment, LLC)	11,804	0.3
		221,388	5.3 %

<b>2004 Rank</b>	<b>Employer</b>	<b>New Jersey Employees</b>	<b>Percentage of Total New Jersey Employment</b>
1	New Jersey State Government	78,529	1.9 %
2	Wakefern Food Corporation (ShopRite)	32,361	0.8
3	United Parcel Service (UPS)	15,720	0.4
4	The Great Atlantic & Pacific Tea Company (A&P)	15,618	0.4
5	Verizon Communications	15,000	0.4
6	Caesars Entertainment Corporation (formerly Harrah's Entertainment, LLC)	14,569	0.3
7	American Telephone & Telegraph (AT&T)	13,000	0.3
8	Pathmark Stores, Inc.	12,500	0.3
9	Wal-Mart Stores, Inc.	12,274	0.3
10	Home Depot	12,000	0.3
		221,571	5.4 %

**Notes:**

Aggregate New Jersey resident employment for Calendar Years 2013 and 2004 totaled 4.166 million and 4.144 million, respectively.

New Jersey State Government data excludes State authorities, colleges, and universities.

New Jersey Business' Top 100 Employers data derived from annual questionnaires submitted by private sector respondents, excluding government, higher education institutions, and non-profit hospitals.

**Sources:**

Bucci, A. (2014, August). 42nd annual top 100 employers. New Jersey Business, 60(8), 28-37.

Saliba, G. N. (2005, May). 33rd annual top 100 employers. New Jersey Business, 50(5), 27-31.

Data reprinted with permission from the New Jersey Business and Industry Association.

New Jersey Department of the Treasury, Office of Management and Budget.

New Jersey Department of the Treasury, Office of Revenue & Economic Analysis.

**STATE OF NEW JERSEY  
POPULATION AND EMPLOYMENT TRENDS  
(Expressed in Thousands)**

<b>Year</b>	<b>New Jersey Population<sup>1</sup></b>	<b>Civilian Labor Force<sup>2</sup></b>	<b>Resident Employment<sup>2</sup></b>	<b>Resident Unemployment<sup>2</sup></b>	<b>New Jersey Unemployment Rate<sup>3</sup></b>	<b>United States Unemployment Rate</b>
2004	8,635	4,359	4,144	215	4.9 %	5.5 %
2005	8,652	4,405	4,208	197	4.5	5.1
2006	8,662	4,465	4,258	207	4.6	4.6
2007	8,678	4,456	4,265	192	4.3	4.6
2008	8,711	4,509	4,262	247	5.5	5.8
2009	8,756	4,545	4,136	409	9.0	9.3
2010	8,803	4,546	4,109	437	9.6	9.6
2011	8,837	4,536	4,112	424	9.3	8.9
2012	8,868	4,562	4,137	425	9.3	8.1
2013	8,899	4,538	4,166	372	8.2	7.4

**Notes:**

<sup>1</sup>Data for 2004 through 2012 has been revised to use the intercensal population calculation.

<sup>2</sup>Resident Employment, Resident Unemployment and Civilian Labor Force data for 2004 through 2012 has been revised.

<sup>3</sup>New Jersey Unemployment Rate data for 2006, 2011 and 2012 has been revised.

**Sources:**

United States Census Bureau, Population Division.

New Jersey Department of the Treasury, Office of Revenue & Economic Analysis.

**STATE OF NEW JERSEY  
VALUATIONS OF TAXABLE REAL PROPERTY, PERSONAL, AND PER CAPITA INCOME  
(Expressed in Thousands Except as Indicated)**

<b>Year</b>	<b>New Jersey Population<sup>1</sup></b>	<b>Assessed Valuation of Property<sup>1</sup></b>	<b>True Valuation of Property<sup>1</sup></b>	<b>Personal Income (Millions)<sup>2</sup></b>	<b>Per Capita Income<sup>2</sup></b>
2004	8,635	\$ 570,093,393	\$ 820,488,289	\$ 372,296	\$ 43.1
2005	8,652	608,225,244	936,643,256	387,477	44.8
2006	8,662	665,682,726	1,079,838,476	416,611	48.1
2007	8,678	744,898,624	1,235,285,606	439,410	50.6
2008	8,711	834,781,642	1,326,296,736	451,504	51.8
2009	8,756	893,342,423	1,355,003,641	440,429	50.3
2010	8,803	959,281,558	1,331,603,905	449,060	51.0
2011	8,837	983,962,996	1,278,578,128	471,188	53.3
2012	8,868	988,355,702	1,235,474,241	487,437	55.0
2013	8,899	990,696,982	1,183,032,331	498,299	56.0

**Notes:**

<sup>1</sup> Data for 2004 through 2012 has been revised to use the intercensal population calculation.

<sup>2</sup> Data for 2004 through 2012 has been revised.

**Sources:**

United States Census Bureau, Population Division.

New Jersey Department of the Treasury, Office of Revenue & Economic Analysis.

**STATE OF NEW JERSEY  
EXPENDITURE SUMMARY FOR BUDGETED FUNDS\*  
FOR THE FISCAL YEAR ENDED JUNE 30**

**Dollar Amount (Expressed in Millions)**

<b>Fiscal Year</b>	<b>Direct</b>						<b>Total</b>
	<b>State Services</b>	<b>Grants-In-Aid</b>	<b>State Aid</b>	<b>Capital Construction</b>	<b>Debt Service</b>		
2005	\$ 6,146.0	\$ 10,230.4	\$ 10,878.3	\$ 1,106.1	\$ 260.3	\$ 28,621.1	
2006	6,236.2	10,017.8	11,312.7	1,103.0	169.3	28,839.0	
2007	6,624.7	10,196.6	12,320.3	1,241.2	427.8	30,810.6	
2008	7,031.2	12,089.9	12,921.3	1,947.3	428.7	34,418.4	
2009	6,404.4	10,904.7	12,141.7	1,227.6	270.7	30,949.1	
2010	6,582.6	9,850.8	11,229.1	1,124.0	263.6	29,050.1	
2011	6,707.0	9,169.3	11,486.4	1,174.2	120.4	28,657.3	
2012	6,992.3	10,142.6	12,420.8	1,241.5	277.3	31,074.5	
2013	7,177.5	9,750.6	13,319.0	1,272.6	430.6	31,950.3	
2014	7,291.0	9,812.4	13,258.2	1,299.5	320.8	31,981.9	

**Percent Distribution**

<b>Fiscal Year</b>	<b>Direct</b>						<b>Total</b>
	<b>State Services</b>	<b>Grants-In-Aid</b>	<b>State Aid</b>	<b>Capital Construction</b>	<b>Debt Service</b>		
2005	21.5 %	35.7 %	38.0 %	3.9 %	0.9 %	100.0 %	
2006	21.6	34.8	39.2	3.8	0.6	100.0	
2007	21.5	33.1	40.0	4.0	1.4	100.0	
2008	20.4	35.1	37.5	5.7	1.3	100.0	
2009	20.7	35.2	39.2	4.0	0.9	100.0	
2010	22.6	33.9	38.6	3.9	1.0	100.0	
2011	23.4	32.0	40.1	4.1	0.4	100.0	
2012	22.5	32.6	40.0	4.0	0.9	100.0	
2013	22.5	30.5	41.7	4.0	1.3	100.0	
2014	22.8	30.7	41.4	4.1	1.0	100.0	

**Note:**

\* Budgeted funds include the General Fund, the Property Tax Relief Fund, the Casino Revenue Fund, the Casino Control Fund, and the Gubernatorial Elections Fund.

**Source:**

New Jersey Department of the Treasury, Office of Management and Budget.



**STATE OF NEW JERSEY**  
**EXPENDITURES FOR BUDGETED FUNDS\***  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2014**  
**(Expressed in Millions)**

<u>Government Branch</u>	<u>Direct State Services</u>	<u>Grants- In-Aid</u>	<u>State Aid</u>	<u>Capital Construction</u>	<u>Debt Service</u>	<u>Total</u>
<b>Executive Branch</b>						
Chief Executive Office	\$ 6.4	\$ -	\$ -	\$ -	\$ -	\$ 6.4
Agriculture	10.4	7.0	5.6	-	-	23.0
Banking and Insurance	56.8	-	-	-	-	56.8
Children and Families	278.0	799.7	-	-	-	1,077.7
Community Affairs	49.5	50.0	350.7	-	-	450.2
Corrections	958.2	100.2	19.2	0.7	-	1,078.3
Education	80.1	2.7	11,615.1	1.5	-	11,699.4
Environmental Protection	264.2	10.2	9.2	61.0	40.0	384.6
Health	58.8	320.3	-	-	-	379.1
Human Services	669.7	5,276.6	480.1	0.4	-	6,426.8
Labor and Workforce						
Development	140.6	68.2	-	-	-	208.8
Law and Public Safety	705.4	16.1	1.8	1.0	-	724.3
Military and Veterans'						
Affairs	97.2	2.4	-	-	-	99.6
State	24.3	1,184.0	27.4	-	-	1,235.7
Transportation	165.7	35.1	20.3	1,124.6	-	1,345.7
Treasury	541.9	858.9	728.8	-	280.8	2,410.4
Miscellaneous	0.7	-	-	-	-	0.7
Interdepartmental	2,451.6	1,081.0	-	110.3	-	3,642.9
<b>Subtotal</b>	<u>6,559.5</u>	<u>9,812.4</u>	<u>13,258.2</u>	<u>1,299.5</u>	<u>320.8</u>	<u>31,250.4</u>
<b>Legislative Branch</b>	77.2	-	-	-	-	77.2
<b>Judicial Branch</b>	654.3	-	-	-	-	654.3
<b>Grand Total</b>	<u>\$ 7,291.0</u>	<u>\$ 9,812.4</u>	<u>\$ 13,258.2</u>	<u>\$ 1,299.5</u>	<u>\$ 320.8</u>	<u>\$ 31,981.9</u>

**Note:**

\* Budgeted funds include the General Fund, the Property Tax Relief Fund, the Casino Revenue Fund, the Casino Control Fund, and the Gubernatorial Elections Fund.

**Source:**

New Jersey Department of the Treasury, Office of Management and Budget.

**STATE OF NEW JERSEY  
FULL-TIME PAID EMPLOYEES  
FOR THE CALENDAR YEAR STARTING JANUARY 1**

Department/Agency	2014	2013	2012
<b>Executive Branch</b>			
Agriculture	204	207	205
Banking and Insurance	474	495	487
Chief Executive's Office	112	107	111
Children and Families	6,546	6,625	6,494
Community Affairs	890	895	931
Corrections	7,933	8,098	8,195
Parole Board	588	607	615
Education	791	799	761
Environmental Protection	2,749	2,722	2,744
Health	1,148	1,185	1,562
Human Services	14,099	14,476	14,570
Labor and Workforce Development	2,884	2,902	2,977
Civil Service Commission	246	244	224
Public Employment Relations Commission	31	32	31
Law and Public Safety	6,392	6,414	6,596
Election Law Enforcement Commission	67	68	63
State Ethics Commission	11	10	11
Juvenile Justice Commission	1,142	1,214	1,326
Victims of Crime Compensation Office	29	29	32
Military and Veterans' Affairs	1,473	1,475	1,471
State	158	160	214
Commission on Higher Education	20	18	15
Public Broadcasting Authority	N/A	N/A	N/A
Higher Education Student Assistance Authority	150	151	152
Transportation	5,253	5,278	5,155
Treasury	3,262	3,369	3,341
Casino Control Commission	50	57	58
Office of Administrative Law	91	93	96
Office of Information Technology	739	710	717
Office of the Public Defender	1,175	1,148	1,086
Board of Public Utilities	232	239	244
Miscellaneous Executive Commissions	1	1	1
<b>Total</b>	<u>58,940</u>	<u>59,828</u>	<u>60,485</u>
<b>Legislative Branch</b>	485	486	492
<b>Judicial Branch</b>	8,893	8,881	8,924
<b>Grand Total</b>	<u><u>68,318</u></u>	<u><u>69,195</u></u>	<u><u>69,901</u></u>

**Notes:**

Full-time paid employees were tabulated as of Pay Period No.1 in January for each year displayed. Certain offices within departments have been reorganized throughout various fiscal years. These offices have been displayed in a manner that meets the State organization chart.

Pursuant to P. L. 2010 c. 104, in Fiscal Year 2012, the New Jersey Public Broadcasting Authority sold its licenses and certain related assets to the New York Public Radio and WHYI.

**Source:**

New Jersey Department of the Treasury, Office of Management and Budget.

<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
207	216	224	245	256	266	262
500	419	423	464	480	506	501
104	90	83	84	92	93	109
6,790	6,866	6,913	6,986	6,482	N/A	N/A
1,025	1,064	1,076	1,129	1,149	1,151	1,098
8,381	8,898	9,311	9,259	9,338	9,417	9,419
639	676	696	695	724	720	714
768	804	850	883	922	962	952
2,842	2,956	3,051	3,241	3,305	3,437	3,437
1,672	1,764	1,850	1,978	2,060	2,172	2,151
14,838	15,166	15,449	15,684	15,739	21,840	20,977
3,080	3,128	3,167	3,418	3,583	3,777	3,765
222	237	294	326	338	375	442
31	33	34	36	33	34	36
6,835	7,194	7,341	7,590	7,848	8,106	7,772
65	71	71	68	71	75	53
12	12	13	13	15	13	9
1,462	1,574	1,624	1,685	1,750	1,776	1,774
32	35	30	38	46	47	49
1,488	1,475	1,486	1,511	1,493	1,494	1,473
194	208	212	215	196	198	199
13	16	18	18	18	17	19
124	132	138	150	156	158	159
163	170	183	191	196	198	201
5,400	5,695	5,880	6,161	6,415	6,669	6,448
3,450	3,515	3,579	3,757	3,792	3,774	3,784
262	281	293	312	336	346	349
99	93	98	104	107	113	112
779	809	816	894	907	950	938
1,060	1,065	1,031	1,070	1,023	1,094	1,044
259	267	268	283	301	346	345
<u>1</u>	<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>
<u>62,797</u>	<u>64,931</u>	<u>66,504</u>	<u>68,490</u>	<u>69,173</u>	<u>70,126</u>	<u>68,593</u>
<u>487</u>	<u>515</u>	<u>520</u>	<u>512</u>	<u>523</u>	<u>503</u>	<u>512</u>
<u>8,944</u>	<u>9,090</u>	<u>9,205</u>	<u>9,495</u>	<u>9,495</u>	<u>9,556</u>	<u>9,424</u>
<u>72,228</u>	<u>74,536</u>	<u>76,229</u>	<u>78,497</u>	<u>79,191</u>	<u>80,185</u>	<u>78,529</u>

**STATE OF NEW JERSEY  
OPERATING INDICATORS  
FOR THE FISCAL YEAR ENDED JUNE 30**

<b>Department/Agency</b>	<b>2014<sup>1</sup></b>	<b>2013<sup>2</sup></b>	<b>2012<sup>3</sup></b>
<b>Agriculture</b>			
Farmland Preservation			
Cumulative acres permanently preserved	211,996	203,996	198,426
<b>Children and Families</b>			
Active caseload - children receiving services	163,182	156,339	167,337
<b>Corrections</b>			
Average daily population - State Facilities	19,681	20,222	20,855
Parole Board			
Parolees under supervision	15,732	15,932	16,250
Total hearings	26,226	25,781	27,899
State hearings	18,596	18,046	19,759
<b>Education</b>			
Resident enrollment	1,415,589	1,423,614	1,421,576
Support per pupil	\$ 19,367	\$ 18,867	\$ 18,530
Local	\$ 10,269	\$ 10,153	\$ 10,021
State	\$ 8,533	\$ 8,114	\$ 7,723
Federal	\$ 565	\$ 600	\$ 786
<b>Health</b>			
Family Health Services			
Newborns screened-metabolic & genetic disorders	99,500	99,523	100,600
AIDS Services			
Number of clients tested and counseled	95,000	93,890	103,443
<b>Human Services</b>			
Work First New Jersey			
Average monthly recipients	91,291	101,937	107,189
Average monthly grant	\$ 130	\$ 131	\$ 131
Pharmaceutical Assistance to the Aged & Disabled			
Aged: Average monthly eligibles	98,012	98,953	105,689
Aged: Annual prescriptions	2,575,752	2,636,108	2,967,747
Disabled: Average monthly eligibles	26,729	26,003	27,429
Disabled: Annual prescriptions	734,512	745,766	829,453
<b>Labor and Workforce Development</b>			
Unemployment Insurance			
Covered workers	3,818,100	3,747,800	3,702,911
State Disability Insurance Plan			
Covered workers	2,793,800	2,742,200	2,709,400
Claims received	157,000	158,598	161,714
<b>Law and Public Safety</b>			
State Police Operations			
Criminal investigations	20,300	20,130	19,747
Accident investigations	39,000	39,200	39,668
General investigations	720,000	706,500	683,768
<b>Transportation</b>			
Motor Vehicle Services			
Registrations and title documents issued	9,838,361	9,547,826	10,022,884
Total licensed drivers	5,080,727	5,080,727	5,095,883
Total registered vehicles	5,348,292	5,283,099	5,584,763
Total NJ inspections/reinspections	2,416,396	2,347,350	2,562,437

**Notes:**

<sup>1</sup> Fiscal Year 2014 amounts are estimates.

<sup>2</sup> Fiscal Year 2013 has been revised.

<sup>3</sup> Certain indicators have been revised for Fiscal Year 2012.

**Source:**

New Jersey Department of the Treasury, Office of Management and Budget, Fiscal Year 2015 Governor's Budget Message.

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
	193,078	185,709	179,303	167,752	158,721	147,925	137,947
	159,689	158,117	150,356	142,339	156,707	148,745	121,568
	21,504	21,454	22,125	22,680	22,908	23,008	22,932
	15,976	15,929	15,656	14,770	14,320	14,009	13,297
	30,858	33,095	35,597	39,343	41,499	45,733	44,338
	21,428	23,996	25,285	28,716	29,348	29,292	29,007
	1,427,344	1,436,208	1,434,581	1,433,498	1,440,767	1,448,232	1,446,815
\$	17,464	\$ 17,849	\$ 17,193	\$ 17,038	\$ 16,256	\$ 15,040	\$ 14,159
\$	9,850	\$ 9,664	\$ 9,242	\$ 9,045	\$ 8,689	\$ 8,108	\$ 7,597
\$	6,872	\$ 6,518	\$ 7,393	\$ 7,454	\$ 7,002	\$ 6,375	\$ 6,032
\$	742	\$ 1,667	\$ 558	\$ 539	\$ 565	\$ 557	\$ 530
	102,315	105,000	108,909	111,123	111,607	110,851	110,473
	103,749	75,000	75,000	75,000	76,828	74,277	68,700
	105,647	98,418	96,889	99,500	103,094	112,192	116,188
\$	133	\$ 133	\$ 132	\$ 130	\$ 132	\$ 131	\$ 130
	109,728	112,660	124,327	130,051	138,084	146,142	148,280
	3,397,179	3,555,550	4,058,033	4,432,138	4,407,641	5,489,094	5,838,243
	26,912	25,354	29,225	28,563	28,509	29,492	28,274
	913,932	897,532	1,059,114	1,107,102	1,040,008	1,419,155	1,396,133
	3,673,299	3,681,516	3,794,084	3,904,700	3,899,300	3,877,600	3,836,301
	2,687,700	2,693,600	2,776,000	2,856,900	2,852,800	2,837,000	2,806,700
	163,714	171,100	171,241	171,368	171,885	168,188	172,919
	19,343	15,186	15,015	18,810	23,452	17,460	16,287
	40,731	34,578	33,163	42,238	44,415	43,858	45,001
	733,462	809,584	810,413	807,760	833,975	805,131	802,280
	9,806,553	10,297,294	10,175,714	11,078,091	9,528,128	9,774,684	10,202,096
	5,078,814	5,484,565	5,500,932	5,501,596	5,519,976	5,629,451	5,668,712
	5,343,306	5,724,040	5,701,297	5,846,217	6,362,199	6,537,486	6,781,736
	2,354,057	3,139,621	3,033,389	3,002,727	2,896,889	3,006,193	3,000,324

**STATE OF NEW JERSEY  
CAPITAL ASSET STATISTICS  
FOR THE FISCAL YEAR ENDED JUNE 30**

<b>Function</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>
<b>Public safety and criminal justice</b>			
Adult and juvenile correctional institutions	27	27	31
State police stations	38	38	38
State police officers	2,490	2,454	2,669
Motor vehicle facilities	65	65	65
Number of active armories	29	29	31
Total acreage dedicated to function	7,046	7,050	7,045
Total buildings dedicated to function*	1,842	1,829	1,818
<b>Physical and mental health</b>			
Number of mental health facilities	4	4	4
Average daily population	1,636	1,651	1,732
Total acreage dedicated to function	608	629	629
Total buildings dedicated to function*	348	345	344
<b>Educational, cultural, and intellectual development</b>			
Number of schools	27	27	28
Number of developmental centers	7	7	7
Average number of residents	2,023	2,315	2,434
Total acreage dedicated to function	3,461	3,383	3,390
Total buildings dedicated to function*	599	596	595
<b>Community development and environmental management</b>			
State parks, historic sites, natural areas, marinas, other	231	231	231
Land preservation acres (easements/farmland)	84,228	82,394	78,840
Total acreage dedicated to function (includes preservation)	820,731	806,909	800,550
Total buildings dedicated to function*	2,300	2,294	2,292
<b>Economic planning, development, and security</b>			
Number of residential centers	4	4	4
Number of group homes	1,418	1,331	1,293
Total acreage dedicated to function	2,043	1,935	1,783
Total buildings dedicated to function*	1,646	1,555	1,515
<b>Transportation programs</b>			
Lane miles, state highways	13,341	13,341	13,305
Bridges, state owned	2,574	2,575	2,578
Facilities	88	88	88
Total acreage dedicated to function	33,421	33,420	33,490
Total buildings dedicated to function*	633	632	629
<b>Government direction, management, and control</b>			
Total acreage dedicated to function	4,327	4,406	4,328
Total buildings dedicated to function*	335	335	335
<b>Special government services</b>			
Veteran homes and Residential Transitional Housing	5	4	3
Veterans in residence	928	916	914
Total acreage dedicated to function	77	77	77
Total buildings dedicated to function*	52	52	51

**Notes:**

\* Data for 2005 - 2013 has been revised.

**Source:**

New Jersey Department of the Treasury, Office of Management and Budget.

<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
32	32	35	38	38	38	39
43	34	34	34	35	35	35
2,814	3,001	3,050	3,030	2,971	2,963	2,823
65	70	72	75	77	80	80
31	31	32	32	33	33	33
7,040	7,054	7,009	6,792	6,724	6,725	6,712
1,812	1,805	1,797	1,776	1,759	1,732	1,714
5	5	5	5	5	5	6
1,791	1,870	2,005	2,135	2,223	2,303	2,284
629	629	629	651	1,038	1,038	1,038
344	344	344	343	336	333	331
28	29	31	31	31	30	30
7	7	7	7	7	7	7
2,587	2,703	2,785	2,897	2,987	3,061	3,096
3,390	3,390	3,390	4,046	4,552	4,552	4,551
595	595	591	583	569	564	537
231	231	231	231	231	231	230
76,856	75,781	71,199	69,339	67,062	54,455	50,896
794,424	787,861	775,521	767,174	755,431	727,959	706,240
2,280	2,263	2,244	2,237	2,234	2,195	2,176
4	7	6	6	6	6	5
1,260	1,245	1,219	1,180	1,138	1,092	1,036
1,754	1,747	1,737	1,712	1,679	1,676	1,627
1,478	1,450	1,422	1,383	1,328	1,268	1,198
13,305	13,518	13,508	13,493	13,485	11,178	11,120
2,585	2,585	2,577	2,578	2,579	2,581	2,364
87	87	87	87	89	89	89
33,488	33,421	33,376	33,369	33,364	33,352	33,351
627	595	587	572	546	539	520
4,328	4,311	4,315	3,849	3,044	3,044	3,044
335	334	334	334	332	330	327
3	3	3	3	3	3	3
911	913	913	914	932	875	815
77	77	77	77	76	76	76
51	51	51	50	50	44	40



## **ACKNOWLEDGEMENTS**

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Special Appreciation to:

Patricia Fatatis

William Shannon

Sandra Smith