

Fiscal Year 2015

Citizens' Guide to the Budget



Chris Christie, Governor
Kim Guadagno, Lt. Governor

Andrew P. Sidamon-Eristoff
State Treasurer

Charlene M. Holzbaaur
Director

Robert L. Peden
Deputy Director

Jacki L. Stevens
Associate Director

Mary E. Byrne
Assistant Director

Brian E. Francz
Assistant Director

Office of Management and Budget
September 2014



State of New Jersey

OFFICE OF THE STATE TREASURER
P.O. BOX 002
TRENTON, NJ 08625-002

CHRIS CHRISTIE
Governor

KIM GUADAGNO
Lt. Governor

ANDREW P. SIDAMON-ERISTOFF
State Treasurer

Message from Andrew Sidamon-Eristoff, Treasurer of the State of New Jersey:

The Citizens' Guide is exactly what its name suggests – a guide designed to help concerned citizens understand the impact of the State's multi-billion dollar budget for Fiscal Year 2015. While similar documents published earlier in the budget process were designed to explain the Christie Administration's budget proposals, the Citizens' Guide details the final spending plan approved by the Legislature and signed into law by Governor Christie.

Much hard work went into the Guide's creation. Professionals at the Office of Management and Budget labored to ensure that the Guide is both illuminating and useful. My thanks goes to all who contributed to the creation of the Guide. On behalf of the Department of the Treasury and the Administration, I present this booklet to you in the interest of a more transparent and better government.

Sincerely,

A handwritten signature in blue ink, appearing to read "Andrew Sidamon-Eristoff".

Andrew Sidamon-Eristoff

Fiscal Year 2015

Citizens' Guide to the Budget

Table of Contents

	<u>Page</u>
A Summary of the Appropriations Act	1
Chapter 1: Budget Highlights	2
Where Does Your Money Go?	6
Chapter 2: Charts and Graphs	9
Chapter 3: Economic Overview & Revenue Forecast	38
Chapter 4: Budget Details	45
Revenue Certification	46
Summary of Appropriations	47
Major Increases/Decreases (Comparison to the Fiscal 2015 Governor's Budget)	48
Summary of Changes (Comparison to the Fiscal 2014 Adjusted Appropriations)	52
Fiscal 2015 Appropriations Allocated by Core Mission	75
Appendix	102
Fiscal 2015 Appropriations Act Signing Statement and Veto Message	103
Governor Christie's Budget Message on February 25, 2014	120
New Jersey State Legislature Budget and Appropriations Committees	123
Fiscal 2015 Contributors	124

The Fiscal Year 2014-2015 *Citizens' Guide to the Budget:* A Summary of the Appropriations Act

Governor Chris Christie is committed to reform, public accountability and transparency. To that end, the State publishes the *Citizens' Guide to the Budget* for the people of New Jersey. The *Citizens' Guide* provides details of the Appropriations Act, which implements the Budget and directs State spending decisions. It is designed to be the State's budgetary road map for the current fiscal year and to help the public better understand what is included in the enacted Budget.

Fiscal 2015 marks the fifth year in which Governor Christie has constitutionally balanced the State Budget. This spending plan reflects the Governor's continued commitment to fiscal discipline, holding spending below Fiscal 2008 levels while still funding critical initiatives that empower New Jerseyans.

Members of the Governor's staff, the Treasurer's Office, the Office of Management and Budget, and department managers collaborate throughout the year to ensure the State fulfills key commitments while maintaining fiscal balance:

- In February 2014, Governor Chris Christie released his proposed *Budget* along with the *Budget Summary*, a document outlining the State's fiscal condition and summarizing the Governor's policy initiatives and Budget proposals.
- During the legislative session, the Legislature crafted Senate Bill 2015, the Appropriations Act, which modified the Governor's Budget. On June 26, the Legislature submitted the Appropriations Act for approval by the Governor.
- On June 30, the Governor exercised his line-item veto authority and signed the Appropriations Act with an accompanying veto message.
- The *Appropriations Handbook*, released shortly afterward, provides detailed information about the enacted Budget.
- This publication, the *Citizens' Guide to the Budget*, provides the citizens of New Jersey with a summary of the changes in the enacted Budget and also details the State's certified revenue levels. In addition, the *Citizens' Guide* includes charts and graphs that help explain the State's fiscal condition, along with specific budgetary information about the fiscal 2015 Budget. The *Citizens' Guide* also contains detailed performance targets for various State initiatives to provide accountability for taxpayer dollars.
- All of the above documents are available electronically at:
<http://www.state.nj.us/treasury/omb/>

In keeping with his commitment to transparency, Governor Christie has ensured that the Government Transparency Center, which is available 24 hours a day at YourMoney.NJ.Gov, contains comprehensive and up-to-date information about State government. The Center includes revenue and expenditure data, public payroll records, debt information, and performance targets, along with other valuable information. To access the Center, please visit: <http://www.yourmoney.nj.gov/>.

Chapter 1: Budget Highlights



CHAPTER 1: BUDGET HIGHLIGHTS

The Fiscal Year 2015 Budget: Recover. Rebuild. Restore.

For the fifth consecutive year, New Jersey will operate under a responsible spending plan, funding key priorities while ensuring New Jersey has the resources available for unforeseen circumstances. The fiscal 2015 budget is a balanced \$32.5 billion plan which allows for a responsible surplus of \$388 million. This budget is nearly \$1.6 billion lower than the budget approved by the Legislature and protects critical services and investments such as funding for schools, hospitals, universities, seniors, individuals with disabilities and safety net programs that impact quality of life.

Budget Highlights

The Budget:

- Protects New Jersey taxpayers from irresponsible and ineffective tax increases.
- Makes a responsible pension payment of \$681 million to the state's pension funds that will cover the costs of benefits earned by active employees during the year.
- Maintains benefits currently received by New Jersey retirees.
- Spends \$2.5 billion less in discretionary spending than in fiscal 2008.
- Delivers nearly \$1.2 billion in direct property tax relief to New Jersey homeowners, seniors and disabled residents.
- Includes \$199.6 million to continue to provide for the senior and disabled citizens' property tax freeze for over 148,900 current beneficiaries and an expected 32,800 new beneficiaries.
- Protects relief to property taxpayers with an average Homestead Benefit of \$515 for seniors and disabled homeowners with incomes up to \$150,000, and an average benefit of \$403 for all other homeowners with incomes up to \$75,000.
- Provides total school aid of \$11.9 billion, with a record setting \$9 billion in direct aid to schools.
- Continues to invest in higher education with almost \$146 million in additional aid to colleges and students.
- Funds New Jersey's hospitals with \$985 million in State and federal support.
- Expands access to quality health care through Medicaid, and increases support for uninsured children through FamilyCare with \$21 million in increased funding.

- Commits to the Governor's belief that no life is disposable by providing an additional \$4.5 million in funding to expand New Jersey's mandatory drug court program to help nonviolent offenders reclaim their lives.
- Helps reclaim even more lives with up to \$1 million for an innovative substance abuse treatment program that integrates employment services with treatment.
- Maintains reliance on non-recurring revenue at 3.6% in fiscal 2015.
- Invests \$650 million in Charity Care payments to continue the transition to a new formula for the distribution of Charity Care that focuses on predictability, equitability, transparency and accountability.
- Includes \$125 million to deliver high quality care through a new Managed Long Term Supports and Services system that allows seniors to stay in their homes and communities rather than in nursing homes.
- Expands Medicaid to broaden access to quality health care for New Jersey's most vulnerable.
- Builds on the Administration's commitment to individuals with developmental disabilities or mental health issues by increasing funding by \$109.3 million of combined State and federal funding for community placements and related services.
- Continues to phase in business tax relief changes, which became operational on January 1, 2012, for a cumulative total of more than \$1.6 billion through fiscal 2015 for these job-creating business tax cuts.

Super Storm Sandy Recovery

- FEMA is supporting all categories of Public Assistance at 90% of total eligible costs, except for items previously authorized at 100%. The balance will either be funded with Community Development Block Grant – Disaster Relief (CDBG-DR) funding or the \$40 million Super Storm Sandy contingency fund.
- Millions in federal dollars have been spent by the Department of Environmental Protection for waterway debris removal.
- The second round of CDBG-DR funding has been approved by the federal government and is expected to be used to launch several new recovery programs, including rental assistance for low-income storm survivors, infrastructure resiliency projects, additional buyouts in flood-prone communities and outreach to non-English speakers and other vulnerable populations.
- New Jersey has set aside nearly \$40 million in federal CDBG-DR funding for local governments experiencing financial problems after the storm, with most of the aid earmarked for Ocean County.

- Using federal funds, the Department of Health is providing \$4 million in grants to community health centers and hospitals to provide behavioral health screenings for depression, post-traumatic stress, alcohol and substance abuse, domestic violence and child abuse. In addition, the Department is distributing \$10 million to county health departments, hospitals and community agencies to help children with special needs. The money will also go to supplement programs that support families, such as those that assist pregnant women and families with young children in vulnerable populations. The program is expected to reach over 48,000 people.
- Funding is available through the Hazard Mitigation Grant Program (HMGP) to provide grants for home elevation, and to buy certain properties damaged by Super Storm Sandy. Over 460 grants have been distributed since the program launched in the summer of 2013.
- NJ Transit and the Port Authority Trans-Hudson (PATH) rail systems were awarded \$235 million in grants from the U.S. Department of Transportation to repair damage caused by Super Storm Sandy.
- A third round of federal CDBG-DR funding is expected to be awarded by the Department of Housing and Urban Development, expanding the State's efforts to recover, rebuild, and restore.

Where Does the Money Go?

The Programs and Services Behind the Fiscal 2015 Numbers

People Served/Items Purchased



125,000,000	**	Subsidized School Lunches
8,600,000	**	Hunger Initiative -- Food Purchased (lbs.)
3,317,958	*	Subsidized Drugs for Seniors and Disabled: PAAD Annual Prescriptions
1,407,618	*	Persons Receiving Health Care through Medicaid
347,799	*	Senior Gold Annual Prescriptions
320,923	*	Individuals Receiving Mental Health Services (Community Programs)
308,781	*	Energy Assistance -- Tenants and Homeowners Served
206,296	*	Children and Adults Receiving Health Care via FamilyCare
170,185		Children Receiving Services from Division of Child Protection and Permanency Services (DCP&P)
92,774		Temporary Assistance to Needy Families -- Recipients
25,655		Adults with Disabilities Served (Community Programs)
16,016		Adoption Subsidies/Foster Care: Average Daily Populations
4,100	*	State Rental Assistance -- Families Served

Helping Those in Need

Protecting the Public's Safety



787,450	*	State Police Investigations (Criminal, Accident, and General)
226,098	*	Fire, Housing and Construction Code Inspections
100,000	*	State Police -- Instances of Aid to Motorists
20,651	*	Inmates Supervised (Annual Average -- Excludes Community Programs)
15,368		Parolees Supervised
1,500		Forest Fire Responses
1,425		State-owned Bridge Safety Inspections
530	*	Criminal Indictments Obtained -- Criminal Justice

Preserving the Environment



17,000,000	**	Parks Visitors Served
11,500	*	Acres of Open Space Preserved:
3,500		Via Green Acres
8,000		Via Farmland Acres
6,075	*	Air and Water Pollution Inspections

People Served/Items Purchased



294,000	**	Women, Infants, and Children – Health Care Recipients
370,000		Children Screened for Lead Poisoning
95,000	**	AIDS Clients Tested and Counseled
86,600		Number of Licensed Long Term Care Beds/Slots
46,000	*	Homes Tested for Radon
24,700	**	Breast Cancer and Cervical Cancer Screenings
3,800		Helicopter Response Missions for Traumatic Injuries
800	*	Long Term Care Facilities Licensed

Protecting the Public's Health



275,900		Average Daily Mass Transit Ridership
13,341		Miles of Roads Maintained
8,250		Emergency and After-Hour Call Responses
2,945	*	Traffic Signals Maintained
980		Highway Lanes Under Construction
594		Lane Miles Resurfaced

Transportation Services



544,433	*	State Professional Boards -- Total Regulated Licenses
90,000		Real Estate Brokers and Salespersons Licensed
88,000		Insurance Licenses Issued
6,800		Currently Participating Businesses -- Urban Enterprise Zones
5,800		Banking Licenses Issued

Serving Businesses



1,415,589		Total Enrollment (Public School System)
1,082,458	*	Standardized Tests Administered
800,310		Pupils Transported -- Public/Nonpublic
200,803		Special Ed Enrollment
146,772		Kindergarten/Preschool Enrollment
38,222		Charter School Enrollment
26,037		County Vocational Ed Enrollment

Educating Our Children

People Served/Items Purchased



188,042
75,033
3,000

Higher Education Student Assistance

New Jersey College Loans to State Students (NJCLASS)
Tuition Aid Grants (TAG, Full and Part-Time)
NJ Student Tuition Assistance Reward Scholarship
(NJSTARS I & II) Grants



778,800
220,800
181,700
51,600

Direct Property Tax Relief

Homestead Benefit Program (Recipients)
Veterans Claiming a Property Tax Deduction
Senior and Disabled Property Tax Freeze (Recipients)
Seniors and Disabled Claiming a Property Tax Deduction



18,987 *
5,400
5,400
1,923

Protecting our Residents

Mental Health Advocacy -- Representation of Individuals at
Civil Commitment Hearings -- New Cases
Elder Advocacy -- Nursing Home/Boarding Home/Other
Facility Visits
Elder Advocacy -- On-Site Investigations Regarding
Care/Abuse/Neglect or Patient Funds
Rate Counsel -- Representation of Ratepayers on Cases
Involving Utilities and Cable Television

* Data reported is related to a Key Performance Indicator in the Core Mission Summaries section of the Citizen's Guide.

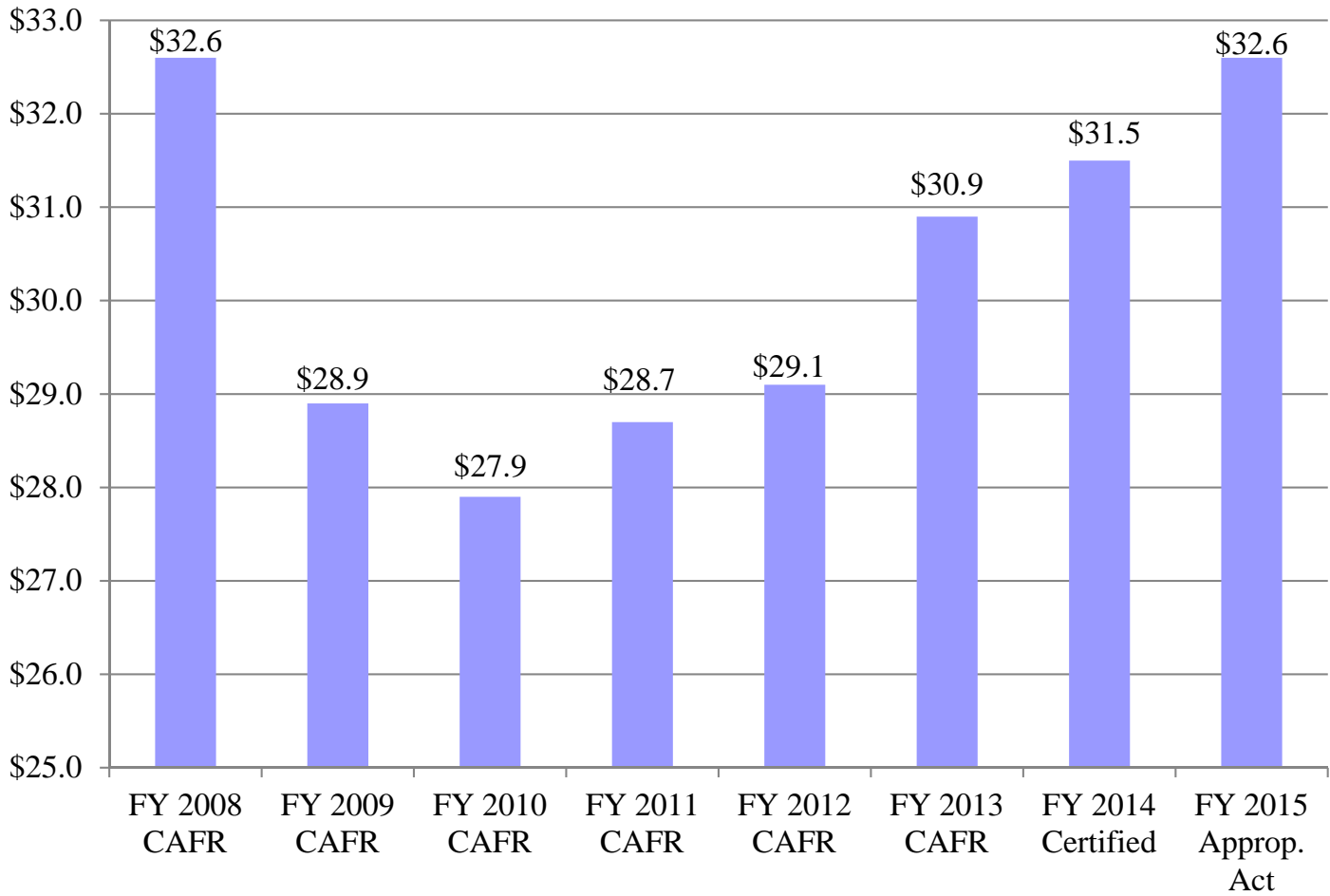
** Data reported is also published as a Key Performance Indicator in the Core Mission Summaries section of the Citizen's Guide.

Chapter 2: Charts and Graphs

History of Total Revenues*

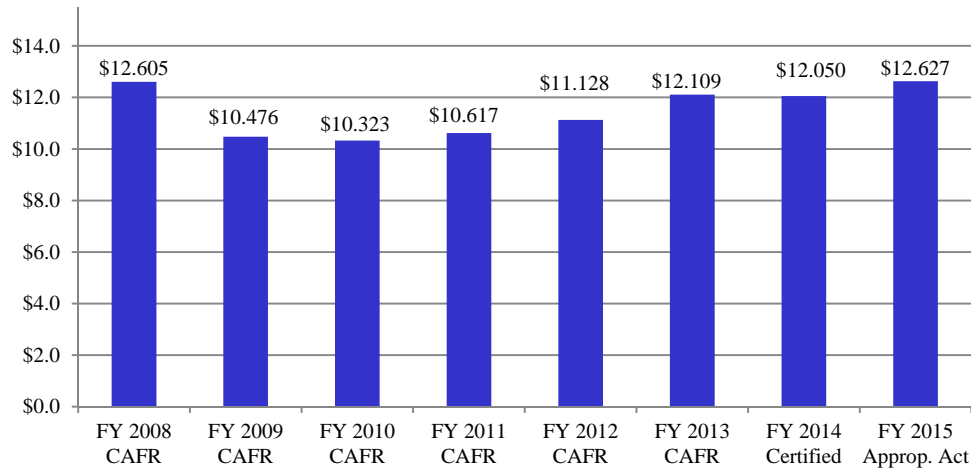
FY 2015 Approximates FY 2008

(In Billions)



* Not including federal stimulus aid
 CAFR – Comprehensive Annual Financial Report

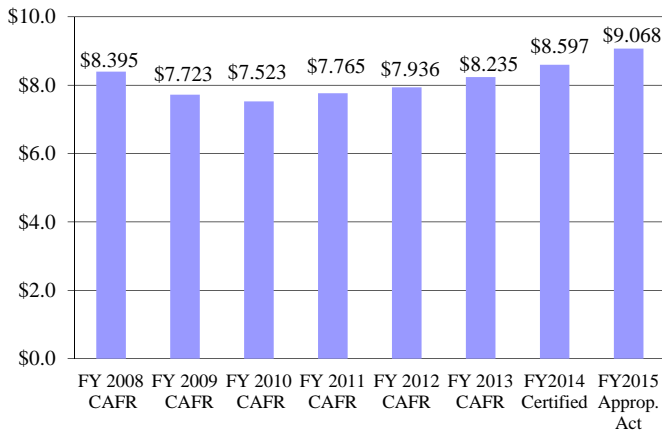
Income Tax (In Billions)



These revenues include changes in tax policy:

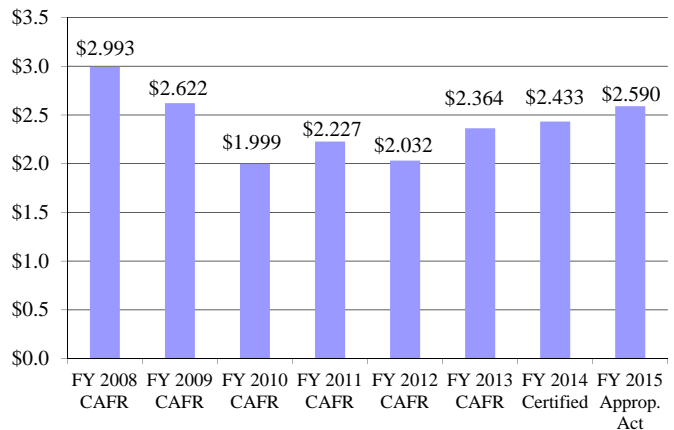
- FY 2009 - Incremental Change in EITC Expansion (\$60 million); Includes \$88.9 million received from the Amnesty program
- FY 2010 - Incremental Change in EITC (\$9.9 million); EITC Federal Reimbursement (\$150 million); Millionaire's Tax enacted
- FY 2011 - Millionaire's Tax expired
- FY 2012 - Includes \$23 million in tax cuts
- FY 2013 - Includes \$67 million in tax cuts
- FY 2014 - Includes \$117 million in tax cuts
- FY 2015 - Includes \$167 million in tax cuts; \$18 million loophole-closing initiatives

Sales Tax (In Billions)



- FY 2009 includes \$142.5 million received under the Tax Amnesty program
- FY 2015 includes \$28 million loophole-closing initiatives
- Sales Tax excludes the tax on energy

Corporation Business Tax (In Billions)



- FY 2009 includes \$392.6 million received under the Tax Amnesty program
- FY 2011 4% Gross Income Tax Surcharge expired
- FY 2012 includes \$70 million in tax cuts
- FY 2013 includes \$127.5 million in tax cuts
- FY 2014 includes \$149.5 million in tax cuts
- FY 2015 includes \$176.5 million in tax cuts; \$89 million loophole-closing initiatives
- Corporation Business Tax excludes the tax on energy

FY 2015 Appropriations Act

(In Millions)

	FY 2014	FY 2015		
	June Revised	Budget	May Testimony	Approp. Act
Opening Surplus	\$ 313	\$ 301	\$ 300	\$ 300
Revenues				
Income	\$ 12,050	\$ 13,988	\$ 12,627	\$ 12,627
Sales	8,597	9,212	9,138	9,068
Corporate	2,433	2,583	2,590	2,590
Other	8,438	8,664	8,383	8,341
Total Revenues	\$ 31,518	\$ 34,447	\$ 32,738	\$ 32,626
Lapses	1,699 *	-	-	-
Total Resources	\$ 33,530	\$ 34,748	\$ 33,038	\$ 32,926
Appropriations				
Original	\$ 32,977	\$ 34,435	\$ 34,307	\$ 34,107
Supplemental	253	-	-	-
Pension	-	-	(1,569)	(1,569) **
Total Appropriations	\$ 33,230	\$ 34,435	\$ 32,738	\$ 32,538
Fund Balance	\$ 300	\$ 313	\$ 300	\$ 388

* Pension Payment Active Employees \$696 million; 3/7 of the actuarially recommended contribution per P.L.2010, c.1 would have been \$1.582 billion.

** Pension Payment Active Employees \$681 million; 4/7 of the actuarially recommended contribution per P.L.2010, c.1 would have been \$2.25 billion.

Four Years of Pro-Growth Business Tax Relief

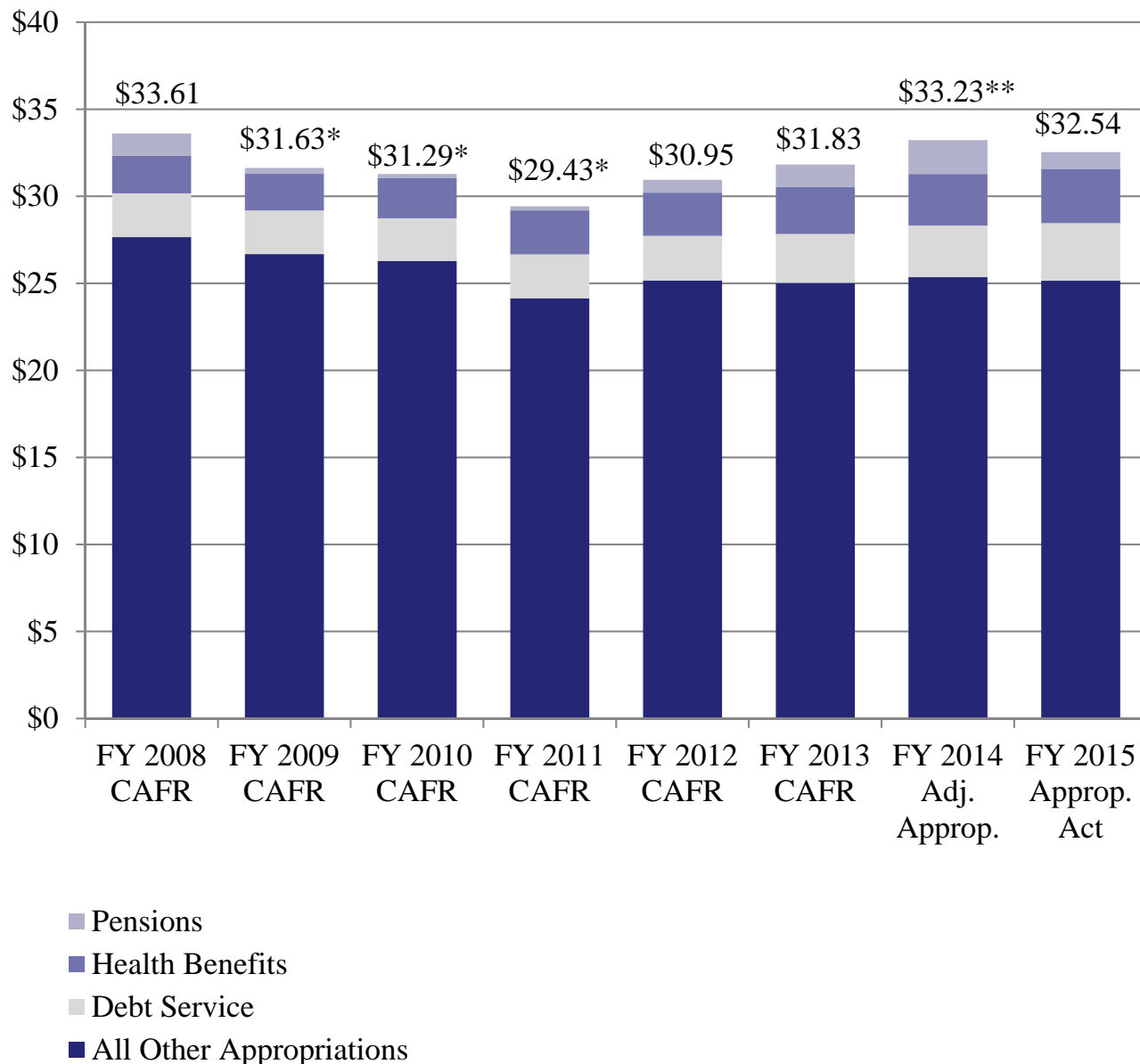
(In Millions)

	Fiscal Impact*				
	<u>FY 2012</u>	<u>FY 2013</u>	<u>FY 2014</u>	<u>FY 2015</u>	<u>FY 2016</u>
Gross Income Tax					
50% Phase-In Business Income/Loss					
Netting and Loss Carry-Forward Relief	\$ 23.0	\$ 67.0	\$ 117.0	\$ 167.0	\$ 200.0
Corporation Business Tax					
Three-Year Phase-In Single Sales Factor	\$ 24.0	\$ 38.5	\$ 60.5	\$ 87.5	\$ 98.0
Reduce S Corporation Minimum Tax 25%	13.0	23.0	23.0	23.0	23.0
Increase R&D Credit to 100%	33.0	66.0	66.0	66.0	66.0
	<u>\$ 70.0</u>	<u>\$ 127.5</u>	<u>\$ 149.5</u>	<u>\$ 176.5</u>	<u>\$ 187.0</u>
Economic Development					
Full Funding of Technology Business Tax					
Certificate Transfer Program	\$ 30.0	\$ 30.0	\$ 30.0	\$ 30.0	\$ 30.0
Transitional Energy Facility Assessment (TEFA)					
Phase-out over three years	<u>\$ 55.4</u>	<u>\$ 108.0</u>	<u>\$ 243.0</u>	<u>\$ 243.0</u>	<u>\$ 243.0</u>
Total Fiscal Year 2012 Initiatives	<u>\$ 178.4</u>	<u>\$ 332.5</u>	<u>\$ 539.5</u>	<u>\$ 616.5</u>	<u>\$ 660.0</u>

* Proposals became operational on January 1, 2012. FY12 and FY13 estimates for the Transitional Energy Facility Assessment are based on actual liabilities, and estimates for FY14 through FY16 are based on typical collections for recent years. For all other taxes, estimates are based on 2007 and 2008 data and do not reflect projections of growth in tax bases, inflation, demographics, or dynamic scoring.

Christie Administration Continues to Control Core Spending

(In Billions)

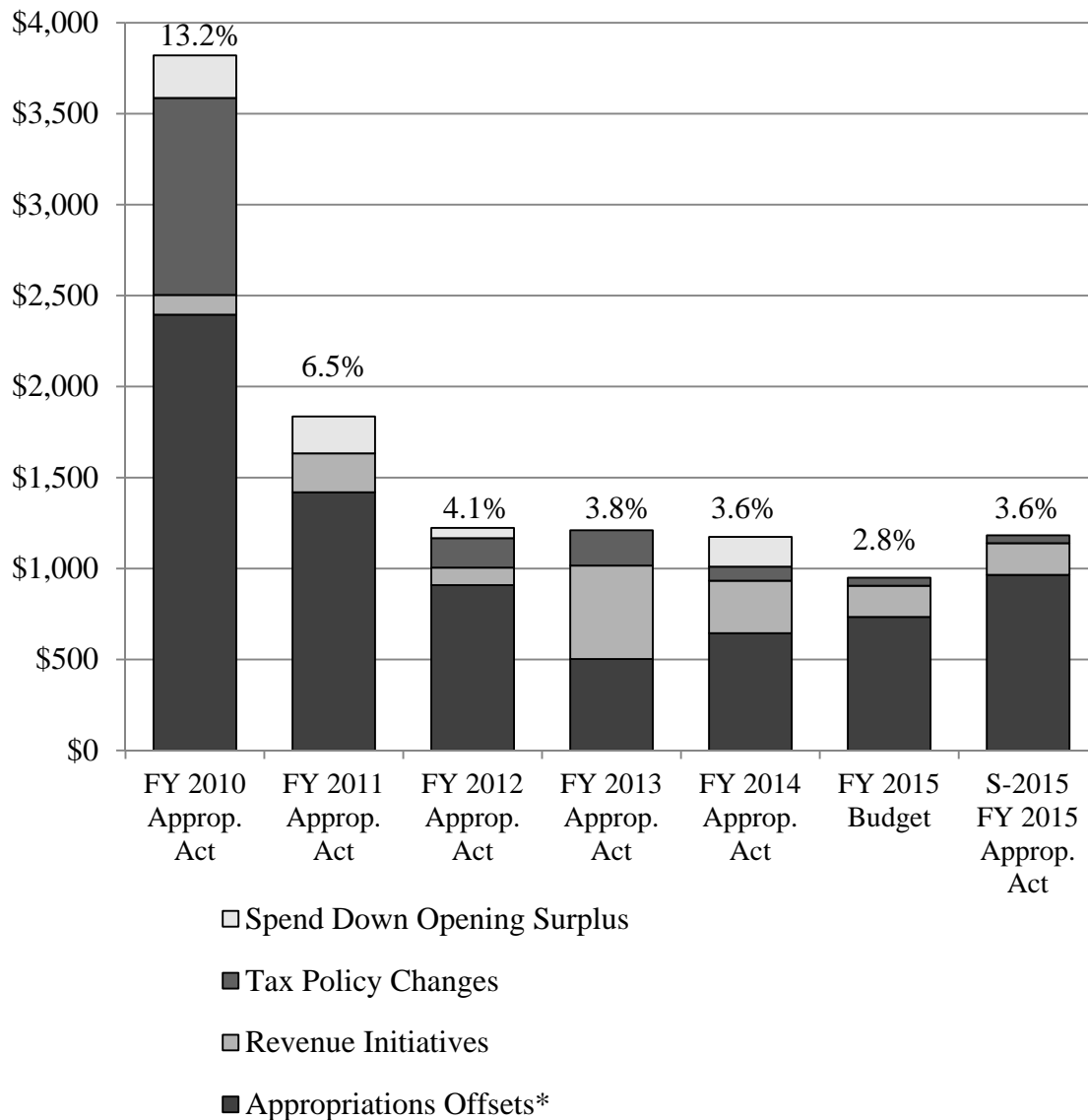


* Includes federal stimulus-supported expenditures that would have otherwise been State-supported expenditures.

** Does not include \$887 million in lapses for Pensions.

Reliance on Non-Recurring Resources Reduced From 13.2% to 3.6% FY 2010 to FY 2015

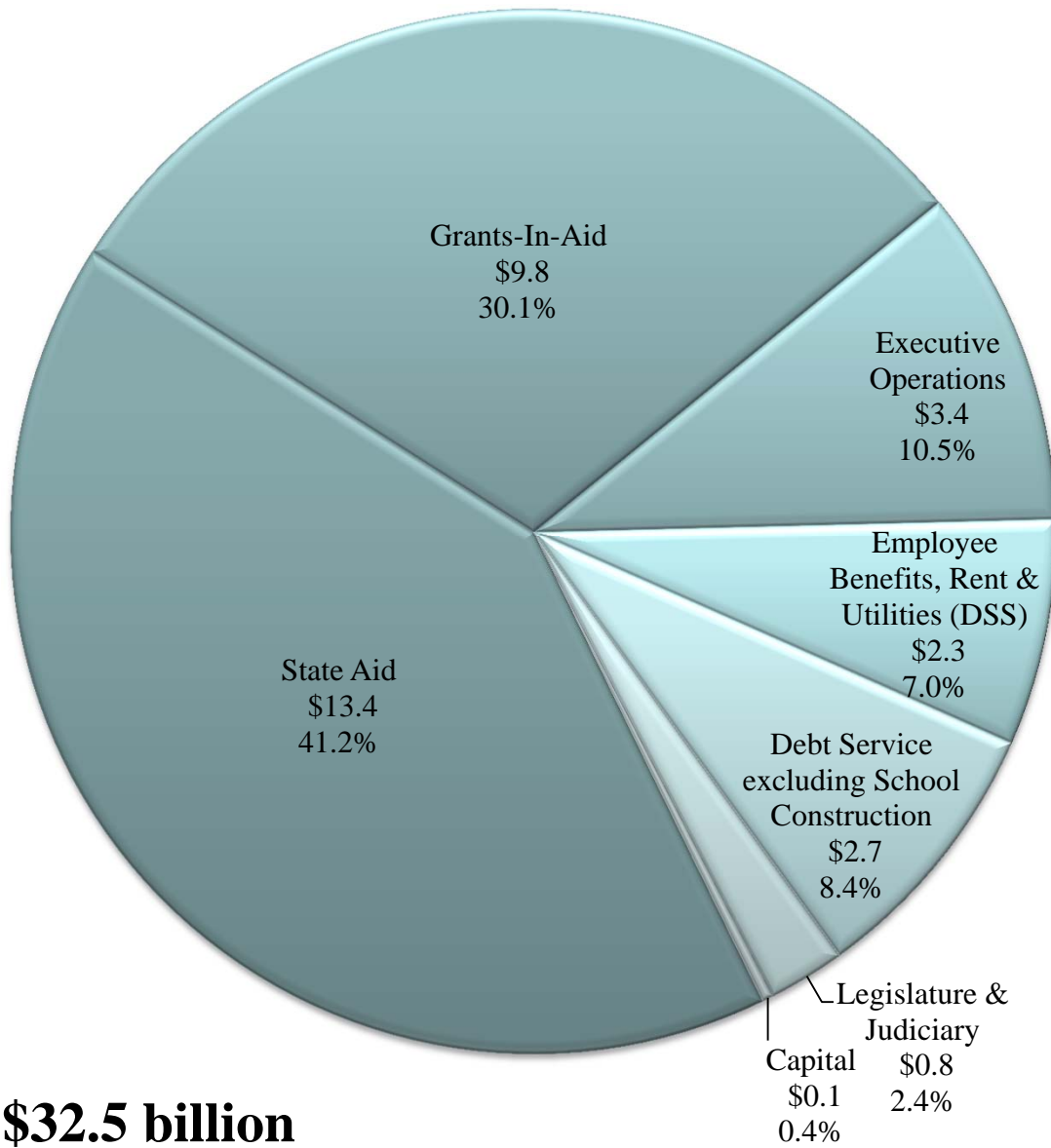
(In Millions)



*Does not include pension reduction of \$887 million in FY 2014 and \$1.569 billion in FY 2015 from the decision to fund the normal pension contribution only.

Building the Fiscal 2015 Budget

(In Billions)



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

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

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

FY 2015 Appropriations Act Details

(In Thousands)

Department	FY 2014	FY 2015	Change	
	Adjusted Approp.	Approp. Act	\$	%
Chief Executive	\$ 6,705	\$ 6,705	-	-
Agriculture	19,682	19,682	-	-
Banking and Insurance	64,013	64,013	-	-
Children and Families	1,060,065	1,095,861	35,796	3.4
Community Affairs	760,441	799,954	39,513	5.2
Corrections	1,088,994	1,069,926	(19,068)	(1.8)
Education	10,507,745	10,562,597	54,852	0.5
Environmental Protection	335,664	334,085	(1,579)	(0.5)
Health	371,280	361,531	(9,749)	(2.6)
Human Services	6,486,888	6,609,324	122,436	1.9
Labor and Workforce Development	160,317	165,857	5,540	3.5
Law and Public Safety	583,648	511,216	(72,432)	(12.4)
Military and Veterans' Affairs	95,754	95,704	(50)	(0.1)
State	1,243,389	1,271,586	28,197	2.3
Transportation	1,386,756	1,367,779	(18,977)	(1.4)
Treasury	1,694,731	1,523,839	(170,892)	(10.1)
Miscellaneous Commissions	776	776	-	-
Total Executive Branch	\$ 25,866,848	\$ 25,860,435	(6,413)	(0.0)
Interdepartmental	4,124,734 *	3,875,508	(249,226)	(6.0)
Local Pensions and Health Benefits - Education and Treasury	2,153,565 *	1,628,058	(525,507)	(24.4)
General Obligation Debt Service - Environmental Protection and Treasury	319,710	404,832	85,122	26.6
Legislature	76,847	76,513	(334)	(0.4)
Judiciary	687,919	692,419	4,500	0.7
Total Appropriations	\$ 33,229,623	\$ 32,537,765	(691,858)	(2.1)

* Does not include \$887 million in lapses for Pensions in FY 2014.

Direct State Services By Department

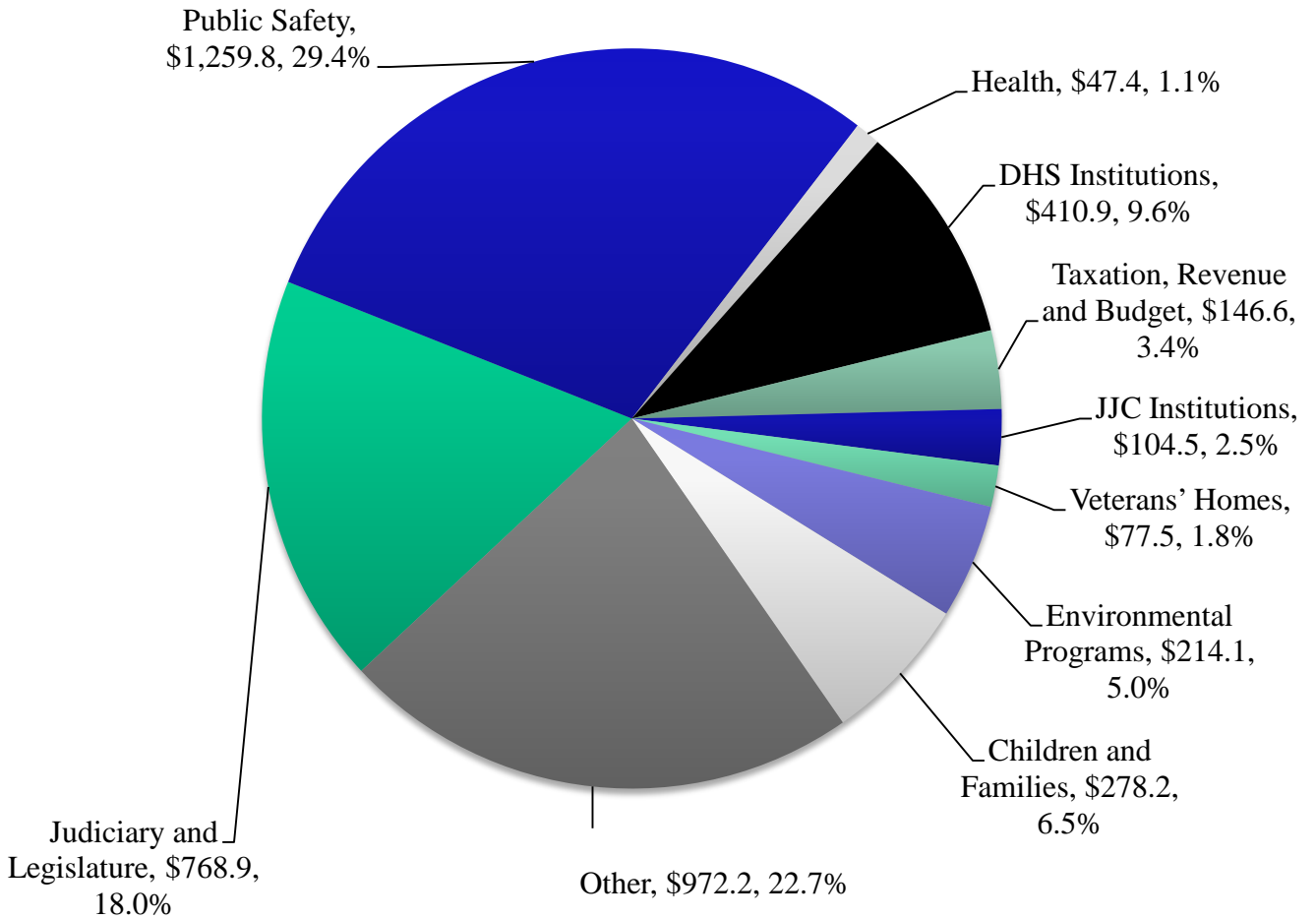
(In Thousands)

Department	FY 2014	FY 2015	Change	
	Adjusted Approp.	Approp. Act	\$	%
Chief Executive	\$ 6,705	\$ 6,705	-	-
Agriculture	7,241	7,241	-	-
Banking and Insurance	64,013	64,013	-	-
Children and Families	278,146	278,195	49	0.0
Community Affairs	39,061	39,061	-	-
Corrections	963,653	942,585	(21,068)	(2.2)
Education	77,165	82,257	5,092	6.6
Environmental Protection	215,630	214,051	(1,579)	(0.7)
Health	45,930	47,425	1,495	3.3
Human Services	637,968	606,951	(31,017)	(4.9)
Labor and Workforce Development	93,365	93,365	-	-
Law and Public Safety	555,583	491,852	(63,731)	(11.5)
Military and Veterans' Affairs	93,130	93,080	(50)	(0.1)
State	28,328	28,328	-	-
Transportation	132,688	45,188	(87,500)	(65.9)
Treasury	472,905	470,117	(2,788)	(0.6)
Miscellaneous Commissions	776	776	-	-
Total Executive Branch	\$ 3,712,287	\$ 3,511,190	(201,097)	(5.4)
Legislature	76,847	76,513	(334)	(0.4)
Judiciary	687,919	692,419	4,500	0.7
Total Operating	4,477,053	4,280,122	(196,931)	(4.4)
Interdepartmental *	2,837,148	2,547,399	(289,749)	(10.2)
Total Direct State Services	\$ 7,314,201	\$ 6,827,521	\$ (486,680)	(6.7)

* Does not include \$307.4 million in lapses for Pensions in FY 2014.

FY 2015 State Operating Budget

(In Millions)



Total State Operating Budget is \$4.3 billion

The State Operating Budget excludes fringe benefits and other centrally budgeted costs.

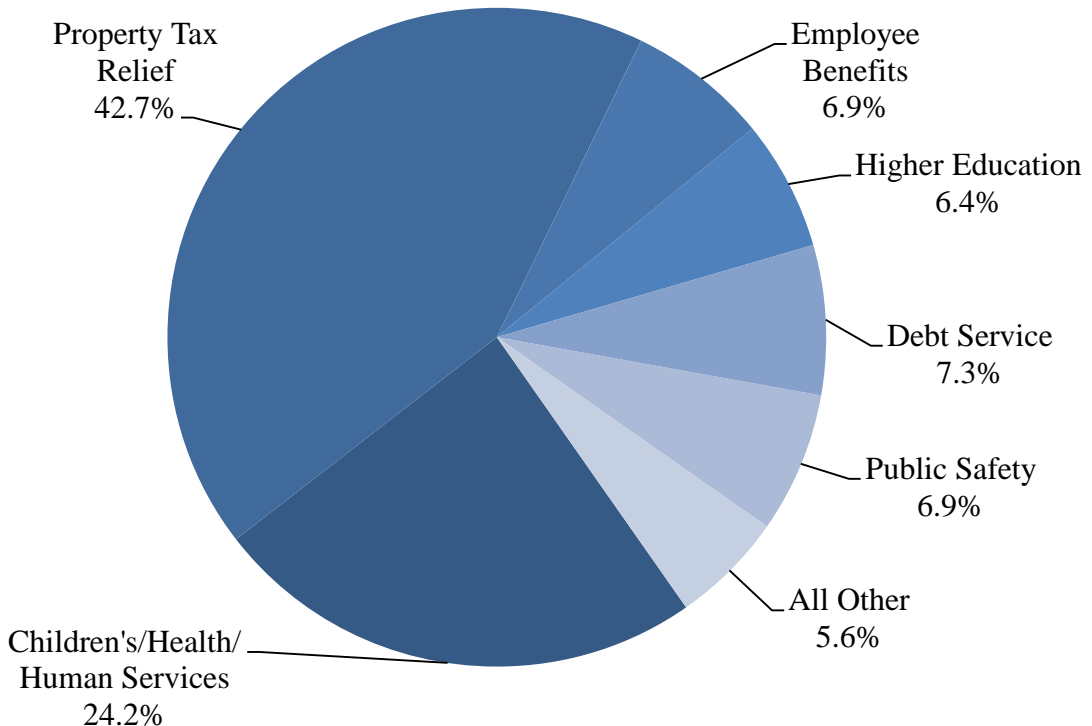
Funding for Property Tax Relief

(In Millions)

<u>Programs</u>	<u>FY 2014 Adjusted Approp.</u>	<u>FY 2015 Approp. Act</u>	<u>Change</u>
School Aid	\$ 12,415.4 *	\$ 11,943.6	\$ (471.8)
Municipal Aid	1,473.0	1,512.5	39.5
Property Taxpayer Relief Programs	1,206.0	1,185.8	(20.2)
Other Local Aid	865.1 *	860.7	(4.4)
Total Property Tax Relief	\$ 15,959.5	\$ 15,502.6	\$ (456.9)

*Does not include \$553.4 million in lapses for Pensions in FY 2014.

Property Tax Relief is Almost Half the Total Budget



School Aid

(In Millions)

	<u>FY 2014 Adjusted Approp.</u>	<u>FY 2015 Approp. Act</u>	<u>Change</u>
Aid to Schools			
Formula Aid	\$ 7,855.9	\$ 7,857.7	\$ 1.8
Preschool Education Aid	648.1	652.8	4.7
PARCC Readiness	-	13.5	13.5
Per Pupil Growth Aid	-	13.5	13.5
County Vocational Partnership Grant Program	-	3.0	3.0
Extraordinary Special Education Aid	162.7	165.0	2.3
Under Adequacy Aid	16.8	16.8	-
School Choice Aid	49.1	49.2	0.1
Supplemental Enrollment Growth Aid	4.1	4.1	-
Payment Delay Savings	(11.5)	(3.4)	8.1
Charter School Aid	16.0	12.0	(4.0)
Nonpublic School Aid	88.5	89.1	0.6
School Building Aid	67.4	56.0	(11.4)
Debt Service Aid	57.4	57.8	0.4
Assessment of EDA Debt Service	(26.5)	(26.5)	-
Other Aid	54.0	51.5	(2.5)
Total Aid to Schools	\$ 8,982.0	\$ 9,012.1	\$ 30.1
Direct State Payments for Education			
Teachers' Pension and Annuity Fund	\$ 1,019.2 *	\$ 414.2	\$ (605.0)
Post Retirement Medical	969.0	1,054.1	85.1
Debt Service on Pension Obligation Bonds	167.9	181.2	13.3
Teachers' Social Security	754.8	762.2	7.4
Total Direct State Payments for Education	\$ 2,910.9	\$ 2,411.7	\$ (499.2)
School Construction Debt Service	\$ 522.5	\$ 519.8	\$ (2.7)
Total School Aid	\$ 12,415.4	\$ 11,943.6	\$ (471.8)

*Does not include \$535.5 million in lapses for Pensions in FY 2014.

Municipal Aid

(In Millions)

	FY 2014 Adjusted Approp.	FY 2015 Approp. Act	Change
Consolidated Municipal Property Tax Relief Aid (CMPTRA) / Energy Tax Receipts	\$ 1,364.3 *	\$ 1,364.3	\$ -
Transitional Aid to Localities	94.5 *	121.5	27.0
Meadowlands Adjustment Payments Aid	6.0	7.3	1.3
Consolidation Implementation	3.2	8.5	5.3
Open Space - Payments In Lieu of Taxes (PILOT)	0.6	6.5	5.9
Highlands Protection Fund Aid	4.4	4.4	-
Total Municipal Aid	\$ 1,473.0	\$ 1,512.5	\$ 39.5

* Includes the transfer of \$22.2 million from Transitional Aid to Localities to CMPTRA.

Property Taxpayer Relief Programs

(In Millions)

	FY 2014 Adjusted Approp.	FY 2015 Approp. Act	Change
	<u> </u>	<u> </u>	<u> </u>
Homestead Benefit Program	\$ 400.5	\$ 374.2	\$ (26.3)
Property Tax Deduction Act	517.3	542.5	25.2
Senior/Disabled Citizens' Property Tax Freeze	214.2	199.6	(14.6)
Veterans' Property Tax Deductions	59.2	56.3	(2.9)
Senior/Disabled Citizens' Property Tax Deductions	<u>14.8</u>	<u>13.2</u>	<u>(1.6)</u>
Total Property Taxpayer Relief Programs	<u><u>\$ 1,206.0</u></u>	<u><u>\$ 1,185.8</u></u>	<u><u>\$ (20.2)</u></u> *

* FY 2015 continues these programs unaltered. The change amounts reflect the change in forecasted costs.

Higher Education

(In Thousands)

	FY 2014 Adjusted Approp.	FY 2015 Approp. Act	Change \$	%
Senior Public Institutions ^(a)				
Rutgers University	\$ 756,912	\$ 803,242	46,330	6.1
NJIT	70,404	72,104	1,700	2.4
Thomas Edison State College	10,661	11,051	390	3.7
Rowan University	137,443	142,129	4,686	3.4
New Jersey City University	53,140	52,991	(149)	(0.3)
Kean University	63,831	63,904	73	0.1
William Paterson University	66,958	67,569	611	0.9
Montclair State University	82,283	84,532	2,249	2.7
College of New Jersey	58,389	59,043	654	1.1
Ramapo College of New Jersey	34,210	34,880	670	2.0
Richard Stockton College of New Jersey	44,482	45,192	710	1.6
Subtotal Senior Colleges and Universities	1,378,713	1,436,637	57,924	4.2
University Hospital	98,881	121,420	22,539	22.8
Total Senior Public Institutions	\$ 1,477,594	\$ 1,558,057	80,463	5.4
County Colleges ^{(a)(b)}	\$ 181,729	\$ 182,653	924	0.5
Chapter 12 Debt Service	35,599	40,051	4,452	12.5
Total County Colleges	\$ 217,328	\$ 222,704	5,376	2.5
Total Independent Colleges & Universities	\$ 1,000	\$ 1,000	-	-
Student Financial Assistance				
Tuition Aid Grants	\$ 341,161	\$ 355,161	14,000	4.1
Part-Time Tuition Aid Grants for County Colleges	11,236	9,782 ^(c)	(1,454)	(12.9)
NJSTARS I & II	10,629	8,535 ^(c)	(2,094)	(19.7)
EOF Grants and Scholarships	38,822	40,387	1,565	4.0
Governor's Urban Scholarship Program	1,000	700 ^(c)	(300)	(30.0)
Other Student Aid Programs	2,260	2,260	-	-
Total Student Financial Assistance	\$ 405,108	\$ 416,825	11,717	2.9
Other Programs				
Debt Service	\$ 50,372	\$ 98,571	48,199	95.7
All other programs	4,801	4,801	-	-
Total Other Programs	\$ 55,173	\$ 103,372	48,199	87.4
Grand Total Higher Education	\$ 2,156,203	\$ 2,301,958	145,755	6.8

(a) Includes appropriations for both direct operating support and net fringe benefits. FY 2014 does not reflect \$26 million in lapses for Pensions.

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

(c) FY 2015 continues this program unaltered. The change amounts reflect reductions in forecasted costs.

Hospital Funding

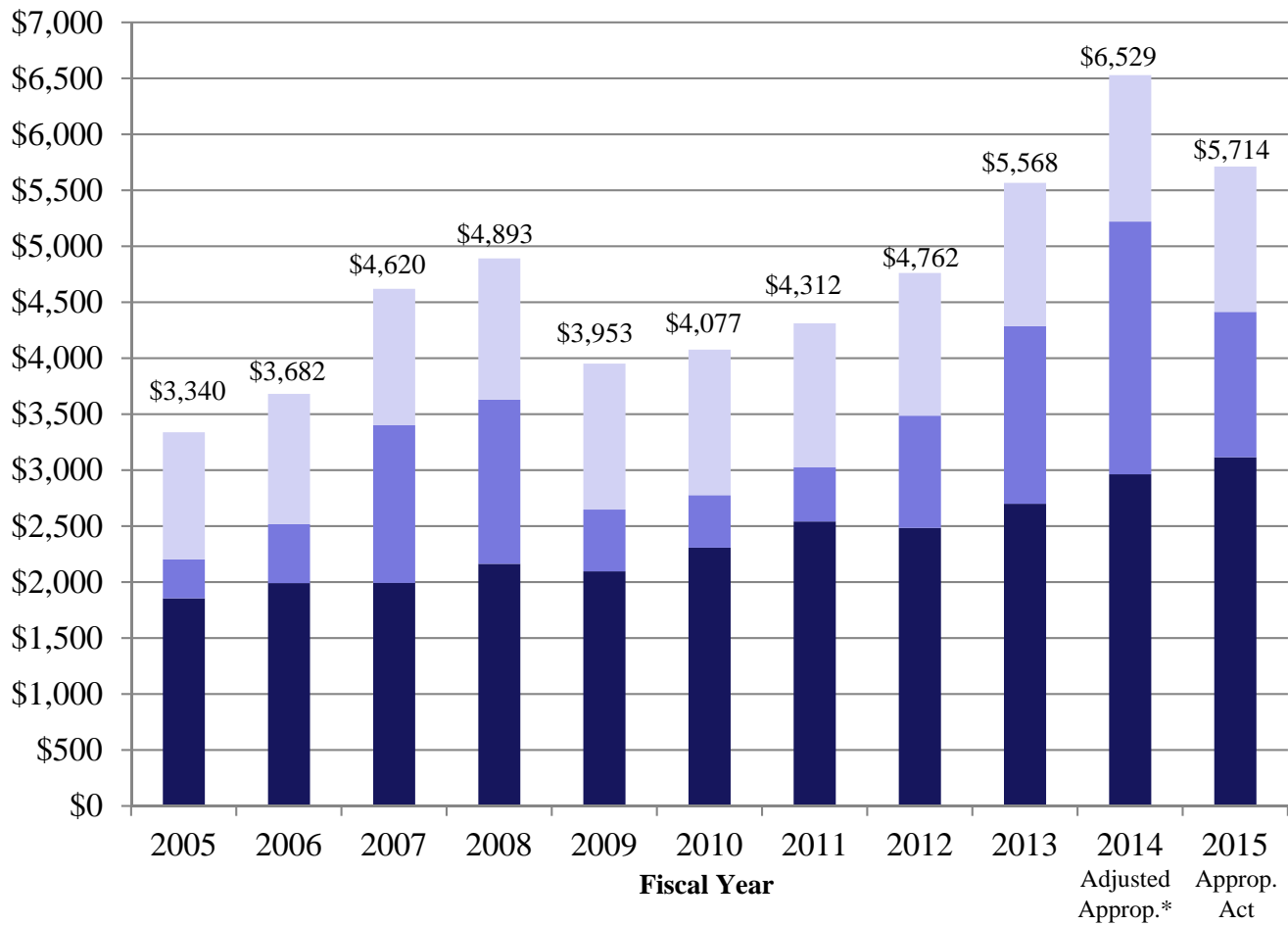
State and Federal

(In Millions)

	FY 2014 Adjusted Approp.	FY 2015 Approp. Act	Change
Charity Care	\$ 675.0	\$ 650.0	\$ (25.0)
Graduate Medical Education	100.0	100.0	-
Delivery System Reform Incentive Payments	166.6	166.6	-
Hospital Mental Health Offset Payments	24.7	24.7	-
University Hospital	18.8	43.8	25.0
Total Hospital Funding	\$ 985.1	\$ 985.1	\$ -

Employee Benefit Costs

(In Millions)



- Employer Taxes
- Pensions/Debt Service on Pension Bonds
- Health Benefits/Post Retirement Medical

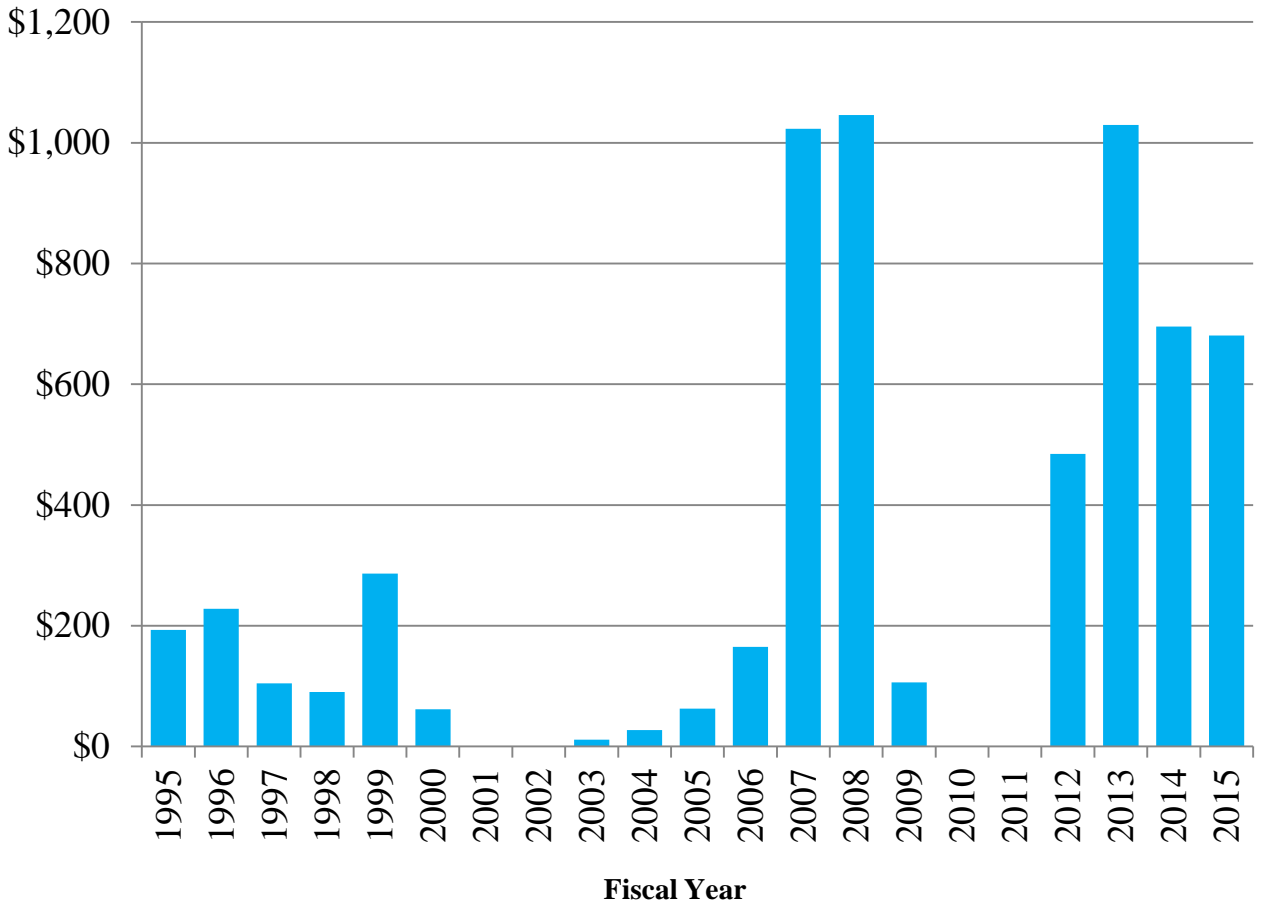
*The FY 2014 Adjusted Appropriation for defined benefit pensions reflects the original budgeted amount. This amount does not include \$887 million in lapses as a result of the shift to funding the employer normal cost.

Funding for the defined benefit pension systems includes \$484 million for one-seventh of the actuarially recommended contribution per P.L.2010, c.1 in FY 2012, and \$1.03 billion for a two-sevenths contribution in FY 2013. The FY 2014 and FY 2015 defined benefit pensions contributions fund the employer normal cost of \$696 million and \$681 million respectively.

Historical Pension Contributions

(In Millions)

Defined Benefit Pension Contribution*



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

FY 2014 and FY 2015 defined benefit pension contributions fund the employer normal cost of \$696 million and \$681 million respectively.

The Christie Administration's Commitment to the Pension Fund Remains Larger than Under any Other Governor

(In Thousands)

<u>Governor</u>	<u>Fiscal Year</u>	<u>Defined Benefit Pension Contribution (a)</u>
Whitman	1995	\$ 193,342
Whitman	1996	227,916
Whitman	1997 (b)	104,616
Whitman	1998	90,194
Whitman	1999	286,203
Whitman	2000	61,663
Whitman	2001	-
	Cumulative Totals	<u>\$ 963,934</u>
DiFrancesco	2002	\$ 563
	Cumulative Totals	<u>\$ 563</u>
McGreevey	2003	\$ 11,181
McGreevey	2004 (c)	27,520
McGreevey	2005	62,723
	Cumulative Totals	<u>\$ 101,424</u>
Codey	2006	\$ 165,026
	Cumulative Totals	<u>\$ 165,026</u>
Corzine	2007	\$ 1,023,192
Corzine	2008	1,046,136
Corzine	2009	106,268
Corzine	2010	-
	Cumulative Totals	<u>\$ 2,175,596</u>
Christie	2011	\$ -
Christie	2012	484,484
Christie	2013	1,029,296
Christie	2014 (d)	695,705
Christie	2015 (d)	680,634
	Cumulative Totals	<u>\$ 2,890,119</u>

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

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

(c) Beginning in FY 2004, excess assets were exhausted in most pension funds and the State was required to resume making full pension contributions; however, due to budgetary constraints, the State began "phasing-in" required contributions. In addition, in PERS and TPAF, funds accumulated in the Benefit Enhancement Fund were used to cover the phased-in contributions for these two pension funds in FY 2004, FY 2005 and FY 2006.

(d) FY 2014 and FY 2015 fully fund the actuarial employer normal cost, which is the present value of benefits earned by active employees during the current year.

State Workforce

	ADMIN START 01/30/10	PP 15 6/30/2014	Change
AGRICULTURE	215	207	(8)
BANKING AND INSURANCE	423	476	53
CHIEF EXECUTIVE OFFICE	118	106	(12)
CHILDREN & FAMILIES	6,929	6,577	(352)
COMMUNITY AFFAIRS	1,055	906	(149)
CORRECTIONS (Balance)	8,881	8,006	(875)
- Parole Board	679	587	(92)
EDUCATION	806	772	(34)
ENVIRONMENTAL PROTECTION	2,710	2,551	(159)
- CBT Dedication	244	226	(18)
HEALTH	1,770	1,153	(617)
HUMAN SERVICES (Total)	15,169	13,061	(2,108)
- Management and Budget	369	480	111
- Medical Assistance	468	469	1
- Disability Services	33	23	(10)
- Family Development	377	383	6
- Commission for the Blind and Visually Impaired	301	274	(27)
- Deaf and Hard of Hearing	10	8	(2)
- Developmental Disabilities	8,730	6,856	(1,874)
- Mental Health and Add. Svcs.	4,881	4,265	(616)
- Div of Aging	0	303	303
LABOR AND WORKFORCE DEVELOPMENT (Balance)	3,133	2,813	(320)
- Public Employee Relations Commission	32	32	0
- Civil Service Commission	235	238	3
LAW AND PUBLIC SAFETY (Balance)	3,864	3,411	(453)
- State Police	3,001	2,480	(521)
- Homeland Security and Preparedness	95	98	3
- Election Law Enforcement Commission	70	66	(4)
- Violent Crimes Compensation Agency	35	29	(6)
- State Ethics Commission	12	11	(1)
- Juvenile Justice	1,563	1,144	(419)
- Division of Gaming	222	268	46
MILITARY AND VETERANS' AFFAIRS	1,487	1,458	(29)
STATE (Balance)	340	153	(187)
- Secretary of Higher Education	16	16	0
- Student Assistance	169	138	(31)
TRANSPORTATION	3,357	3,055	(302)
- Motor Vehicle Commission	2,328	2,123	(205)
TREASURY (Balance)	3,405	3,099	(306)
- Office of State Comptroller	90	137	47
- Casino Control Commission	279	52	(227)
- Office of Administrative Law	101	92	(9)
- Office of Information Technology	807	743	(64)
- Public Defender	1,048	1,178	130
- Board of Public Utilities	266	233	(33)
MISCELLANEOUS COMMISSIONS	2	1	(1)
SUBTOTAL EXECUTIVE BRANCH	64,956	57,696	(7,260)
			0
LEGISLATURE	461	442	(19)
- SCI	53	42	(11)
JUDICIARY	9,128	8,893	(235)
GRAND TOTAL	74,598	67,073	(7,525)

Comparison of Appropriations Acts to Prior Year Adjusted Appropriations

(In Millions)

Fiscal Year	Approp. Act	Prior Year Adjusted		Change	
		Approp (a)		\$	%
2015	\$ 32,537.8	\$ 33,229.6	(b)	(691.8)	(2.1)
2014	32,977.0	31,728.8		1,248.2	3.9
2013	31,655.0	30,800.5	(c)	854.5	2.8
2012	30,164.6	30,333.5	(d)	(168.9)	(0.6)
2011	29,397.5	31,199.8	(d)	(1,802.3)	(5.8)
2010	31,245.8	33,060.6	(d)	(1,814.8)	(5.5)
2009	32,868.5	34,580.6		(1,712.1)	(5.0)
2008	33,470.9	31,020.5		2,450.4	7.9
2007	30,818.7	28,087.7		2,731.0	9.7
2006	27,919.9	28,644.8		(724.9)	(2.5)
2005	28,027.3	24,569.1		3,458.2	14.1
2004	24,003.2	23,726.4		276.8	1.2
2003	23,401.7	23,218.6		183.1	0.8
2002	22,920.7	21,842.8		1,077.9	4.9
2001	21,419.7	20,163.5		1,256.2	6.2
2000	19,514.4	18,482.3		1,032.1	5.6
1999	18,123.8	17,141.3		982.5	5.7
1998	16,786.6	16,256.7		529.9	3.3
1997	15,977.8	16,297.3		(319.5)	(2.0)
1996	15,994.6	15,528.7		465.9	3.0
1995	15,280.7	15,608.7		(328.0)	(2.1)
1994	15,466.9	14,737.5		729.4	4.9
1993	14,625.5	14,955.7		(330.2)	(2.2)
1992	14,651.5	12,638.8		2,012.7	15.9
1991	12,423.8	12,165.9		257.9	2.1
1990	11,995.0	11,904.1		90.9	0.8
1989	11,775.1	10,569.4		1,205.7	11.4
1988	10,396.5	9,355.9		1,040.6	11.1
1987	9,279.4	8,959.2		320.2	3.6
1986	8,681.2	7,946.1		735.1	9.3
1985	7,693.3	6,865.2		828.1	12.1
1984	6,771.8	6,289.5		482.3	7.7
1983	6,181.7	5,741.5		440.2	7.7
1982	5,691.3	5,151.3		540.0	10.5
1981	5,107.1	4,739.6		367.5	7.8
1980	4,652.1	4,436.6		215.5	4.9
1979	4,394.4	4,066.5		327.9	8.1
1978	4,010.6	3,486.2		524.4	15.0
1977	2,853.3	2,674.6		178.7	6.7
1976	2,698.1	2,794.4		(96.3)	(3.4)
1975	2,756.1	2,406.9		349.2	14.5
1974	2,385.7	2,090.5		295.2	14.1
1973	2,047.7	1,822.4		225.3	12.4
1972	1,779.3	1,616.6		162.7	10.1
1971	1,557.5	1,370.0		187.5	13.7
1970	1,334.4	1,136.8		197.6	17.4
1969	1,088.5	1,021.0		67.5	6.6
1968	992.7	888.2		104.5	11.8
1967	876.6	654.9		221.7	33.9
1966	639.4	592.9		46.5	7.8
1965	584.1	554.9		29.2	5.3
1964	543.8	505.9		37.9	7.5
1963	499.4	469.3		30.1	6.4
1962	467.2	437.2		30.0	6.9
1961	431.8	412.3		19.5	4.7
1960	405.1	395.9		9.2	2.3
1959	388.6	340.7		47.9	14.1
1958	342.5	324.2		18.3	5.6
1957	320.8	299.8		21.0	7.0
1956	284.4	247.7		36.7	14.8
1955	234.8	185.2		49.6	26.8
1954	219.7	211.9		7.8	3.7
1953	210.7	179.2		31.5	17.6
1952	176.8	168.6		8.2	4.9
1951	164.1	164.5		(0.4)	(0.2)

(a) Original Appropriations Act plus supplemental appropriations.

(b) Does not include \$887 million in lapses for Pensions.

(c) Includes \$468 million in FY 2012 debt service funded from FY 2011 resources.

(d) Includes federal stimulus aid used for budget relief that otherwise would have needed a State appropriation.

Comparison of Appropriations Acts

(In Millions)

Fiscal Year	Approp. Act	Change	
		\$	%
2015	\$ 32,537.8	(439.2)	(1.3)
2014	32,977.0	1,322.0	4.2
2013	31,655.0	1,490.4	4.9
2012	30,164.6 *	767.1	2.6
2011	29,397.5 **	(1,848.3)	(5.9)
2010	31,245.8 **	(1,622.7)	(4.9)
2009	32,868.5	(602.4)	(1.8)
2008	33,470.9	2,652.2	8.6
2007	30,818.7	2,898.8	10.4
2006	27,919.9	(107.4)	(0.4)
2005	28,027.3	4,024.1	16.8
2004	24,003.2	601.5	2.6
2003	23,401.7	481.0	2.1
2002	22,920.7	1,501.0	7.0
2001	21,419.7	1,905.3	9.8
2000	19,514.4	1,390.6	7.7
1999	18,123.8	1,337.2	8.0
1998	16,786.6	808.8	5.1
1997	15,977.8	(16.8)	(0.1)
1996	15,994.6	713.9	4.7
1995	15,280.7	(186.2)	(1.2)
1994	15,466.9	841.4	5.8
1993	14,625.5	(26.0)	(0.2)
1992	14,651.5	2,227.7	17.9
1991	12,423.8	428.8	3.6
1990	11,995.0	219.9	1.9
1989	11,775.1	1,378.6	13.3
1988	10,396.5	1,117.1	12.0
1987	9,279.4	598.2	6.9
1986	8,681.2	987.9	12.8
1985	7,693.3	921.5	13.6
1984	6,771.8	590.1	9.5
1983	6,181.7	490.4	8.6
1982	5,691.3	584.2	11.4
1981	5,107.1	455.0	9.8
1980	4,652.1	257.7	5.9
1979	4,394.4	383.8	9.6
1978	4,010.6	1,157.3	40.6
1977	2,853.3	155.2	5.8
1976	2,698.1	(58.0)	(2.1)
1975	2,756.1	370.4	15.5
1974	2,385.7	338.0	16.5
1973	2,047.7	268.4	15.1
1972	1,779.3	221.8	14.2
1971	1,557.5	223.1	16.7
1970	1,334.4	245.9	22.6
1969	1,088.5	95.8	9.7
1968	992.7	116.1	13.2
1967	876.6	237.2	37.1
1966	639.4	55.3	9.5
1965	584.1	40.3	7.4
1964	543.8	44.4	8.9
1963	499.4	32.2	6.9
1962	467.2	35.4	8.2
1961	431.8	26.7	6.6
1960	405.1	16.5	4.2
1959	388.6	46.1	13.5
1958	342.5	21.7	6.8
1957	320.8	36.4	12.8
1956	284.4	49.6	21.1
1955	234.8	15.1	6.9
1954	219.7	9.0	4.3
1953	210.7	33.9	19.2
1952	176.8	12.7	7.7
1951	164.1		

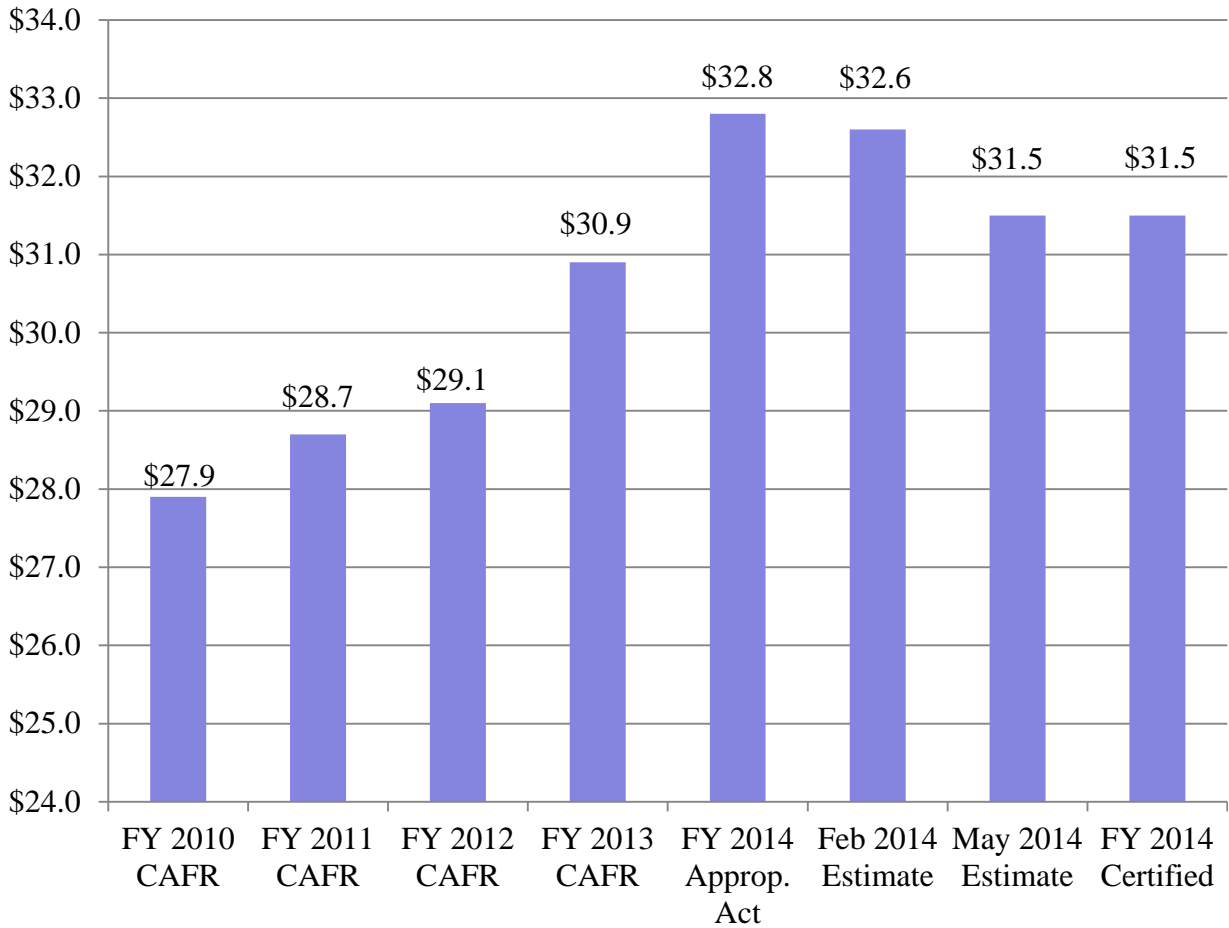
* Includes \$468 million in FY 2012 debt service funded from FY 2011 resources.

** Includes federal stimulus aid used for budget relief that otherwise would have needed a State appropriation.

Fiscal Year 2014 Update

History of FY 2014 Revenues *

(In Billions)



* Excludes federal stimulus aid received in FY 2010 and FY 2011.

FY 2014 Revenues*

(In Millions)

	FY 2013 CAFR	-----FY 2014-----			Certified vs. Feb 2014 Change	
		Approp. Act	Feb 2014 Revised	June 2014 Certified	\$	%
Income	\$ 12,109	\$ 13,039	\$ 12,928	\$ 12,050	(878)	(6.8)
Sales	8,235	8,680	8,680	8,597	(83)	(1.0)
Corporate	2,364	2,416	2,420	2,433	13	0.5
Other**	<u>8,216</u>	<u>8,678</u>	<u>8,534</u>	<u>8,438</u>	<u>(96)</u>	<u>(1.1)</u>
Total	<u>\$ 30,924</u>	<u>\$ 32,813</u>	<u>\$ 32,562</u>	<u>\$ 31,518</u>	<u>(1,044)</u>	<u>(3.2)</u>

* Excludes federal stimulus aid

** All Sales Tax and Corporation Taxes on Energy are included in Other

FY 2014 Fund Balance

(In Millions)

	-----FY 2014-----		
	<u>Approp. Act</u>	<u>Feb. Revised</u>	<u>June Certified</u>
Opening Surplus	\$ 467	\$ 313	\$ 313
Revenues			
Income	\$ 13,039	\$ 12,928	\$ 12,050
Sales	8,680	8,680	8,597
Corporate	2,416	2,420	2,433
Other	8,678	8,535	8,438
Total Revenues	\$ 32,813	\$ 32,563	\$ 31,518
Lapses	-	694	812
Pension	-	-	887 *
Total Resources	\$ 33,280	\$ 33,570	\$ 33,530
Appropriations			
Original	\$ 32,977	\$ 32,977	\$ 32,977
Supplemental	-	292	253
Total Appropriations	\$ 32,977	\$ 33,269	\$ 33,230
Fund Balance	\$ 303	\$ 301	\$ 300

* Pension Payment Active Employees \$696 million; 3/7 of the actuarially recommended contribution per P.L.2010, c.1 would have been \$1.582 billion.

FY 2014 Additional Needs

(In Thousands)

Department of Transportation - Winter Operations	\$ 87,500 *
New Jersey Sports and Exposition Authority	41,573
Developmental Disabilities Community Programs	19,283
Extended Polling Hours	16,760
Pharmaceutical Assistance to the Aged and Disabled (PAAD)	15,456
Medical Malpractice Self-Insurance Fund	13,100
NJ SMART	8,863
Torts Claims Liability	7,312
Division of Gaming Enforcement Operating Deficit	5,857
SEMI/MAC Administrative Reimbursement	4,994
Nonpublic School Aid	4,978
Department of Corrections	3,400
Interest on Short Term Notes	3,392
Consolidation Implementation	3,200
Public Defender - Accrued Professional Services Liability	2,684
Property Rentals	2,500
New Jersey Public Broadcasting Authority	2,176
Other (below \$2 million)	9,633
Total Additional Needs (net)	<u>\$ 252,661</u>

* Supplemented by transfer of \$30 million.

FY 2014 Surplus Balances

(In Thousands)

Pensions at Normal Cost for Active Employees	\$ 886,707
Teacher Employee Benefits Other than Pensions at Normal Cost	207,218
Medicaid	81,361
Employee Benefits Other than Pensions at Normal Cost	57,802
Business Employment Incentive Program (BEIP)	47,000
Clean Energy Fund - NJ Transit Utilities & Energy Efficiency Projects Offset	39,100
Prior Year/Normal Lapse	37,288
New Jersey Transportation Capital Plan Debt Service	35,932
Division of Family Development Surplus	32,337
Higher Education Debt Service - College Share	20,963
Brownfield Site Reimbursement Fund Surplus	20,000
New Jersey Building Authority Debt Service	17,119
School Construction Debt Service	15,652
Motor Vehicle Commission Operating Surplus	15,000
NJ Transit Subsidy	14,800
Community Provider Contract Adjustments	13,200
Affordable Housing Fund - Surplus Funds	11,700
Department of Corrections Salary Surplus	11,700
Transitional Aid Surplus	9,237
Capital Project Balances	9,076
Division of Mental Health and Addiction Services Surplus	8,826
Economic Redevelopment and Growth (ERG) Grants - Surplus	7,985
Department of Health Surplus	6,500
Department of Transportation Salary Surplus	4,597
Newark Surplus Property	4,300
Early Intervention Program Trend	4,049
Central Salary Account Lapse	4,000
Charter School Aid Surplus	4,000
Highlands Protection Fund - Planning Grants	4,000
Department of Children and Families Additional Federal Revenues	3,671
NJ STARS	3,520
State Parole Board Surplus	3,340
Senior/Disabled Citizens' and Veterans' Property Tax Deductions Trend	3,260
Department of Human Services Surplus	3,103
Department of Environmental Protection Surplus Balances	3,000
Federal Sequester Contingency	3,000
Part-time Tuition Aid Grant (TAG) Trend	2,700
Senior and Disabled Citizens' Property Tax Freeze Trend	2,700
County Jail Surplus	2,600
Homestead Benefit Program Surplus	2,300
Sandy Hook Marine Lab Surplus	2,200
CUGNET Central Ring Project	2,183
Department of Children and Families Surplus Balances	2,073
Other (\$2 million and below)	27,630
Total Surplus Balances (net)	<u>\$ 1,698,729</u>

Chapter 3: Economic Overview & Revenue Forecast



CHAPTER 3: ECONOMIC OVERVIEW AND REVENUE FORECAST

New Jersey Economic Overview

New Jersey's expansion is continuing, with recent months seeing a pickup in growth after the harsh winter. Growth is likely to continue according to projections made by the Office of the Chief Economist and other analysts in the Department of the Treasury.

- Payroll employment in New Jersey is projected to increase by 0.3% in calendar 2014, marking the third straight year of growth. State analysts forecast that job generation will step up to 1.7% in calendar 2015.
- Personal income of New Jersey residents set another record in 2013, as did wages and salaries paid by New Jersey employers. Personal income is expected to grow another 3.5% in 2014.
- New Jersey's unemployment rate was 6.6% in June 2014, lower than any month since November 2008. Over last two years New Jersey's unemployment rate has dropped nearly 3 percentage points. The sharp decline reflects both gains in employment and reductions in the labor force participation rate, after a period where participation was unusually high. Still, New Jersey's labor force participation rate, and the fraction of the state's population that is employed, remains above the national average. For the full year of 2014, New Jersey's unemployment rate is expected to average 6.9%, down from 8.2% in 2013, and the average rate in 2015 is anticipated to be 6.4%.
- New car sales have continued to rise in 2014, averaging more than 2% higher in the first six months of the year than in the same period of 2013, despite the depressing effects of the winter in the early months of 2014. Auto sales are expected to continue to move up over the balance of 2014 and into 2015.
- Homebuilding in New Jersey has continued to expand. The number of permits granted in the state in the first six months of 2014 was 28.7% higher than the number granted in the same period of 2013. Gains reflect both post-Sandy rebuilding in Shore counties and considerable multifamily activity in counties near New York City. Homebuilding is expected to continue to grow through the balance of 2014 and into 2015.
- Risks are still apparent in the national economic outlook. European conditions remain soft, and Chinese growth has slowed, with significant financial concerns evident in both regions. Intensification of Middle Eastern and Ukrainian problems has the potential to drive up energy prices. Continuing disputes about U.S. economic policy may also contribute to uncertainty. While financial and commodity markets do not seem to be putting much weight on these risks, with the financial conditions of many households still fragile, relatively modest shocks have the potential to imperil spending and economic growth.

Fiscal Year 2015 Revenue Projections

Total revenues for fiscal 2015 are expected to be \$32.6 billion, which is \$1.1 billion, or 3.5%, above the June certified fiscal 2014 anticipated levels. New Jersey is projecting moderate growth of base revenues in fiscal 2015, stemming from the ongoing economic recovery.

Fiscal 2015 Revenues

(In Millions)

	FY 2014	FY 2014	FY 2015	Change from Certified	
	Approp. Act	Certified	Approp. Act	\$	%
Income	\$ 13,039	\$ 12,050	\$ 12,627	577	4.8
Sales	8,680	8,597	9,068	471	5.5
Corporate	2,416	2,433	2,590	157	6.5
Other*	8,678	8,438	8,341	(97)	-1.1
Total	\$ 32,813	\$ 31,518	\$ 32,626	1,108	3.5

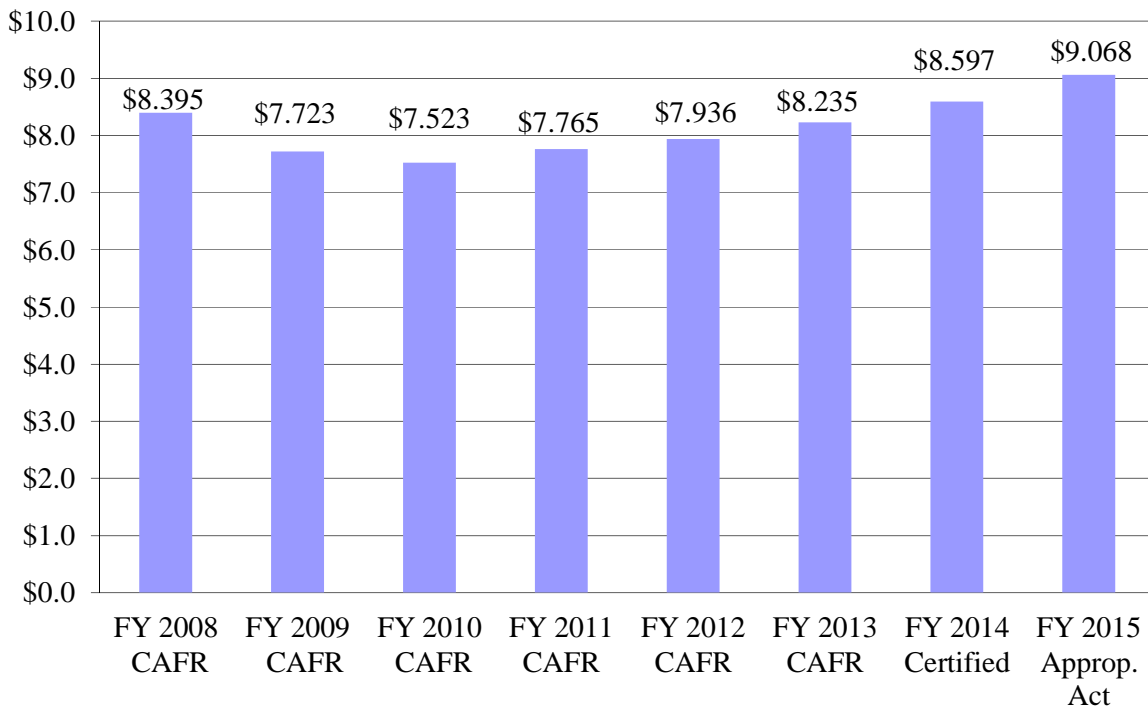
* All Sales Tax and Corporation Business Tax on Energy are included in Other

Sales Tax

The forecast of \$9.1 billion in Sales Tax revenue for fiscal year 2015 is an increase of \$471 million over the fiscal 2014 level certified in June. Fiscal 2015 is expected to set a new record for sales tax collections. The 5.5% growth reflects continuing increases in consumer spending as well as increased construction spending, especially homebuilding.

Sales Tax

(In Billions)



FY 2009 includes \$142.5 million received under the Tax Amnesty program.

FY 2015 includes \$28 million loophole-closing initiatives changes.

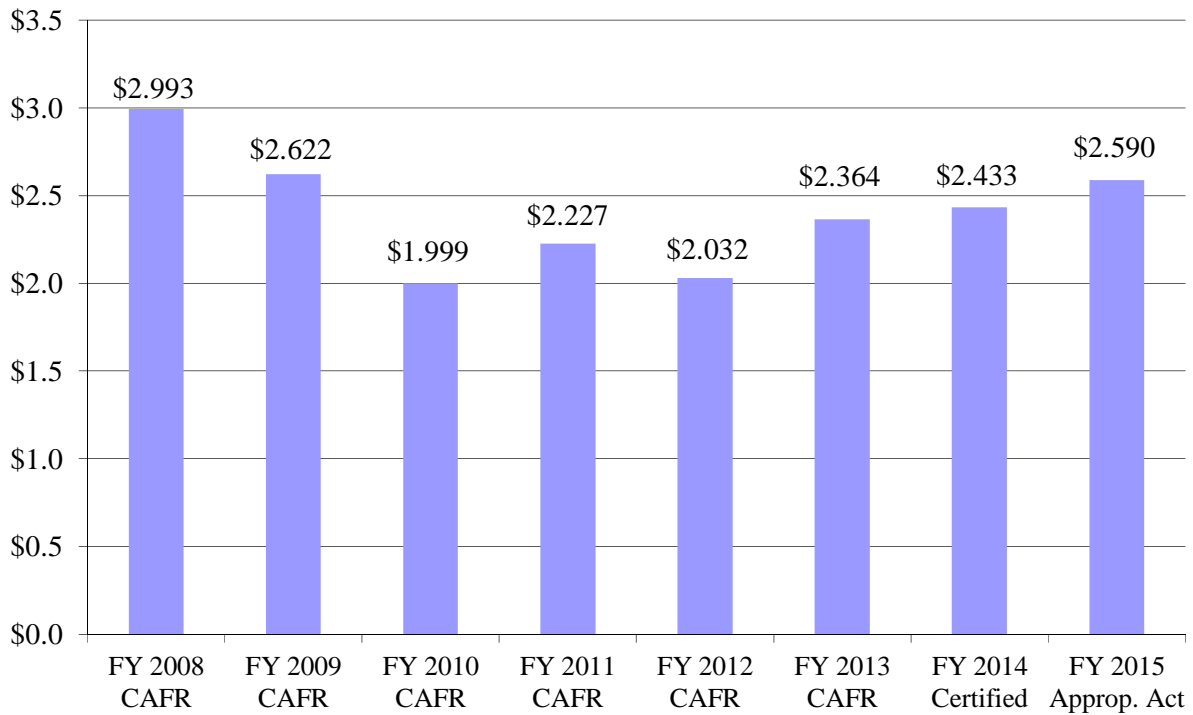
Sales Tax excludes the tax on energy.

Corporation Business Tax

The Corporation Business Tax forecast of \$2.6 billion for fiscal year 2015 is \$157 million, or 6.5% above the June certified fiscal 2014 level. Corporate taxes are expected to grow as economic growth boosts earnings.

Corporation Business Tax

(In Billions)



FY 2009 includes \$392.6 million received under the Tax Amnesty program

FY 2011 4% Gross Income Tax Surcharge expired

FY 2012 includes \$70 million in tax cuts

FY 2013 includes \$127.5 million in tax cuts

FY 2014 includes \$149.5 million in tax cuts

FY 2015 includes \$176.5 million in tax cuts; \$89 million loophole-closing initiatives.

Corporation Business Tax excludes the tax on energy

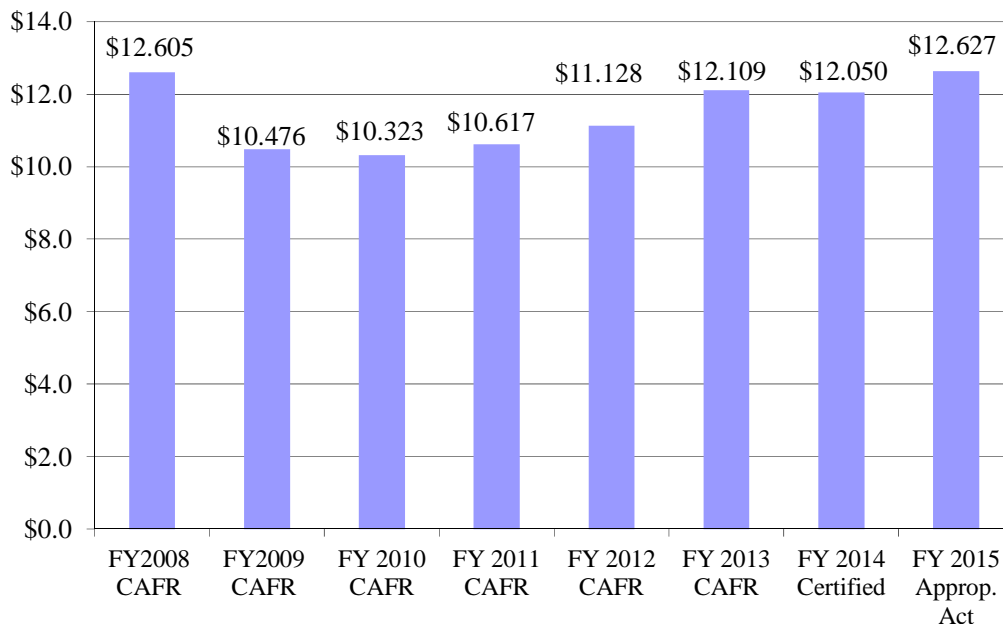
Gross Income Tax

For fiscal year 2015, Gross Income Tax revenue is projected to increase \$577 million, or 4.8%, to \$12.6 billion. Gross Income Tax revenue in recent years has been massively influenced by the response of upper-bracket taxpayers to the Federal tax increases of January 1, 2013. These taxpayers brought forward large amounts of income, especially capital gains, from calendar year 2013 into calendar year 2012 to avoid these increases. The result was that New Jersey taxable income, and thus Gross Income Tax revenue, was unusually high in fiscal 2013 and unusually low in fiscal 2014. It is anticipated that in fiscal 2015 the growth of income tax will be somewhat above the growth of personal income, reflecting New Jersey’s highly progressive income tax rate structure.

New Jersey’s income tax revenue is highly concentrated at the upper end and is unusually sensitive to income trends in this group. Households reporting more than \$100,000 in taxable income (about 20% of New Jersey taxpayers) have accounted for more than 85% of the State’s income tax revenue in most recent years. This group has generally earned less than 70% of the State’s aggregate taxable income. The top 1% of New Jersey households—those making more than \$550,000 a year—generally account for a third or more of Gross Income Tax revenue, while earning about 20% of taxable income. This highly progressive tax structure accentuates the volatility of this revenue source.

Income Tax

(In Billions)



FY2009 Incremental change in EITC (\$60 million); Tax Amnesty of \$88.9 million
 FY2010 Incremental change in EITC (\$9.9 million); EITC federal reimbursement (\$150 million);
 Millionaire’s tax enacted
 FY2011 Income Tax Surcharge expired
 FY2012 includes \$23 million in tax cuts
 FY2013 includes \$67 million in tax cuts
 FY2014 includes \$117 million in tax cuts
 FY2015 includes \$167 million in tax cuts; \$18 million loophole-closing initiatives

Other Revenue

For fiscal year 2015, the forecast is a \$97 million decline in other revenue collection from the June certified fiscal 2014 estimate. On balance, gains are expected in the major taxes included in this category, but miscellaneous revenue, the bulk of which are non-tax items, are expected to decline.

Other Revenues

(In Thousands)

	FY 2008	FY 2009	FY 2010	FY 2011	FY 2012	FY 2013	FY 2014	FY 2015
	CAFR	CAFR	CAFR	CAFR	CAFR	CAFR	Certified	Approp.
								Act
Casino Revenue Fund	\$ 413	\$ 351	\$ 296	\$ 266	\$ 239	\$ 215	\$ 230	\$ 270
State Lottery Fund	882	887	924	930	950	1,085	965	1,037
Motor Fuels	563	538	535	524	540	525	536	541
Motor Vehicle Fees	401	362	379	408	464	450	427	432
Transfer Inheritance	699	653	582	642	642	624	715	758
Insurance Premium	513	431	481	458	528	563	587	627
Cigarette	251	216	205	227	288	247	226	181
Petroleum Products Gross Receipts	231	223	216	216	223	206	213	215
Public Utility Excise (Reform)	12	12	13	15	14	15	14	14
Corp. Banks and Financial Institutions	71	145	130	118	106	164	197	210
Alcoholic Beverage Excise	93	94	93	98	102	103	108	110
Realty Transfer	321	194	179	175	188	212	257	305
Tobacco Products Wholesale Sales	14	16	18	19	21	22	22	22
Total Other Major Taxes	\$ 4,464	\$ 4,122	\$ 4,051	\$ 4,096	\$ 4,305	\$ 4,431	\$ 4,497	\$ 4,722
Total Miscellaneous Revenues	\$ 4,126	\$ 3,942	\$ 3,984	\$ 3,955	\$ 3,685	\$ 3,785	\$ 3,941	\$ 3,619
Total Other Revenues	\$ 8,590	\$ 8,064	\$ 8,035	\$ 8,051	\$ 7,990	\$ 8,216	\$ 8,438	\$ 8,341

Chapter 4: Budget Details

STATE OF NEW JERSEY
EXECUTIVE DEPARTMENT

REVENUE CERTIFICATION

In accordance with the provisions of Article VIII, Section II, Paragraph 2 of the State Constitution, I hereby certify that the resources listed below are available to support appropriations for the fiscal year ending June 30, 2015.

GENERAL FUND

Undesignated Fund Balance, July 1, 2014	\$ 300,000,000
All Revenues--same as S-2015	19,539,892,000
Except for: Fringe Benefit Recoveries Federal and Other Funds	(60,450,000)
Fringe Benefit Recoveries from School Districts	(18,300,000)
Fringe Benefit Recoveries from Colleges and Universities/ University Hospital	(39,500,000)
Corporation Business Tax	(389,000,000)
Cigarette	(3,000,000)
Settlements	(75,000,000)
State Police-Fingerprint Fees	(3,643,000)
Less: Sales Tax Dedication (Impact of UEZ Tax Parity Initiative)	<u>5,000,000</u>
Total Resources, General Fund	<u>\$ 19,255,999,000</u>

PROPERTY TAX RELIEF FUND

Undesignated Fund Balance, July 1, 2014	\$ -
All Revenues--same as S-2015	14,187,500,000
Except for: Gross Income Tax	(843,500,000)
Sales Tax Dedication (Impact of UEZ Tax Parity Initiative)	<u>(5,000,000)</u>
Total Resources, Property Tax Relief Fund	<u>\$ 13,339,000,000</u>

GUBERNATORIAL ELECTIONS FUND

Undesignated Fund Balance, July 1, 2014	\$ -
All Revenues--same as S-2015	<u>700,000</u>
Total Resources, Gubernatorial Elections Fund	<u>\$ 700,000</u>

CASINO REVENUE FUND

Undesignated Fund Balance, July 1, 2014	\$ -
All Revenues--same as S-2015	<u>270,172,000</u>
Total Resources, Casino Revenue Fund	<u>\$ 270,172,000</u>

CASINO CONTROL FUND

Undesignated Fund Balance, July 1, 2014	\$ -
All Revenues--same as S-2015	<u>60,408,000</u>
Total Resources, Casino Control Fund	<u>\$ 60,408,000</u>

SURPLUS REVENUE FUND

Undesignated Fund Balance, July 1, 2014	\$ -
Total Resources, Surplus Revenue Fund	<u>\$ -</u>

GRAND TOTAL, ALL STATE FUNDS

\$ 32,926,279,000

FEDERAL FUNDS

Uncertainty over the amount of federal aid which may be available to the State prevents me from making a like certification in the case of federal funds. Federal monies specified in the appropriations bill cannot be regarded as immediately available for expenditure. Pursuant to NJSA 52:27B-26, I direct that expenditures be permitted under these appropriations only upon determination by the Director of the Division of Budget and Accounting that federal funds to support any expenditure are receivable or have been received by the State.

Respectfully,

/s/ Chris Christie

Governor

[seal]

Attest:

/s/ Christopher S. Porrino

Chief Counsel to the Governor

Printed on recycled paper

SUMMARY OF FISCAL YEAR 2014-15 APPROPRIATIONS

(thousands of dollars)

*This table is a summary of appropriations of all State fund sources.
It highlights the total and percent change in appropriations between fiscal years.*

	2014 Adjusted Approp.	2015 Approp. Act	----- Change -----	
			\$	%
GENERAL FUND AND PROPERTY TAX RELIEF FUND				
State Aid and Grants	\$ 23,806,553	\$ 23,462,508	(344,045)	(1.4)
State Operations				
Executive Branch	\$ 3,650,123	\$ 3,449,819	(200,304)	(5.5)
Legislature	76,847	76,513	(334)	(0.4)
Judiciary	687,919	692,419	4,500	0.7
Interdepartmental	2,837,148	2,547,399	(289,749)	(10.2)
Total State Operations	\$ 7,252,037	\$ 6,766,150	(485,887)	(6.7)
Capital Construction	1,395,821	1,573,695	177,874	12.7
Debt Service	319,710	404,832	85,122	26.6
TOTAL GENERAL FUND AND PROPERTY TAX RELIEF FUND	\$ 32,774,121	\$ 32,207,185	(566,936)	(1.7)
CASINO CONTROL FUND	61,201	60,408	(793)	(1.3)
CASINO REVENUE FUND	383,600	270,172	(113,428)	(29.6)
GUBERNATORIAL ELECTIONS FUND	10,701	---	(10,701)	(100.0)
GRAND TOTAL STATE APPROPRIATIONS	\$ 33,229,623	\$ 32,537,765	(691,858)	(2.1)

APPROPRIATIONS
MAJOR INCREASES AND DECREASES
Fiscal 2015 Budget to Appropriation
(\$ In Millions)

This table summarizes the major increases and decreases in the Fiscal 2015 Appropriations Act since the Governor's recommended Fiscal 2015 Budget and is organized by category.

Categories of recommended appropriations are defined as follows:

State Operations consists of programs and services operated directly by the State government. The largest single component is for the salary and benefits of State employees. This portion of the Budget is subject to the spending limitations imposed by the State Appropriations Limitation Act (P.L. 1990, c.94), commonly known as the Cap Law.

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

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

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

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

All Changes were sponsored by the Executive except as noted in the "House/Sponsor" column.

	<u>House/Sponsor</u>	<u>Increases</u>	<u>Decreases</u>	<u>Net Change</u>
State Operations				
Election Law Enforcement Commission	(A) JOHN F. MCKEON	\$ 2.000		
Technology Upgrades	(S) LORETTA WEINBERG			
State Police DNA Laboratory Enhancement	(A) CHARLES MAINOR	1.600		
(Restore Appropriation due to	(S) PAUL A. SARLO			
Non-enactment of Fee Increase)				
Child Collaborative Mental Health Care Pilot	(S) ROBERT M. GORDON	1.200		
Program	(A) VALERIE VAINIERI HUTTLE			
New Jersey State Commission on Cancer	(S) SHIRLEY K. TURNER	1.000		
Research	(A) VINCENT PRIETO			
Statewide Trauma Registry	(S) JOSEPH F. VITALE	0.750		
	(A) LOUIS D. GREENWALD			
Prescription Drug Monitoring Program	(A) HERB CONAWAY, JR.	0.500		
	(S) LORETTA WEINBERG			
Preservation of New Jersey Military Bases	(A) BOB ANDRZEJCZAK	0.200		
	(S) JAMES BEACH			
Subtotal - State Operations Increases		\$ 7.250		

	<u>House/Sponsor</u>	<u>Increases</u>	<u>Decreases</u>	<u>Net Change</u>
Pensions and Insurance - State Employees			\$ (528.950)	
Divisions of Criminal Justice and State Police- Utilize Professional Boards' Balances	(A) GARY S. SCHAER (S) PAUL A. SARLO		(50.000)	
Salary Increases			(21.200)	
Additional Employer Social Security Tax	(A) GARY S. SCHAER (S) PAUL A. SARLO		(20.000)	
Additional Salary Increases	(A) GARY S. SCHAER (S) PAUL A. SARLO		(15.000)	
Department of Corrections Utilities - Clean Energy Fund Offset			(10.000)	
Employer Social Security Tax Trend			(9.335)	
Department of Education Statewide Assessment Program			(1.000)	
<i>Subtotal - State Operations Decreases</i>			<u>\$ (655.485)</u>	
<i>Net Change (State Operations)</i>				<u>\$ (648.235)</u>
Grants-In-Aid				
Community Provider Contract Adjustments	(A) BONNIE WATSON COLEMAN (S) JIM WHELAN	\$ 13.200		
Payments for Medical Assistance Recipients - Nursing Homes	(A) GARY S. SCHAER (S) NELLIE POU	10.950		
Cancer Institute of New Jersey	(A) LOUIS D. GREENWALD (A) PETER J. BARNES, III	10.000		
South Jersey Cancer Program - Camden	(A) LOUIS D. GREENWALD (A) PETER J. BARNES, III	10.000		
Meadowlands Adjustment Payments Aid	(S) PAUL A. SARLO (A) VINCENT PRIETO	7.318		
Employer Social Security Tax - Higher Education Trend		4.928		
Education Reform Implementation Grant Program	(S) M. TERESA RUIZ (A) PATRICK J. DIEGNAN, JR.	2.500		
Women's Services	(S) FRED H. MADDEN, JR. (A) GABRIELA M. MOSQUERA	2.240		
Education Opportunity Fund	(A) JOSEPH CRYAN (S) NIA H. GILL, ESQ.	1.565		
Managed Long Term Services and Supports	(A) GARY S. SCHAER (S) LINDA R. GREENSTEIN	1.500		
Court Appointed Special Advocates	(S) JOSEPH F. VITALE (A) RAJ MUKHERJI	0.850		

	<u>House/Sponsor</u>	<u>Increases</u>	<u>Decreases</u>	<u>Net Change</u>
Holocaust Survivor Assistance Program, Samost Jewish Family and Children's Service of Southern New Jersey	(A) GARY S. SCHAER (S) JAMES BEACH	0.400		
Hackensack University Medical Center Mobile Satellite Emergency Department	(S) ROBERT M. GORDON (A) VINCENT PRIETO	0.250		
New Jersey Center for Tourettes Syndrome and Associated Disorders, Inc.	(S) FRED H. MADDEN, JR. (A) GARY S. SCHAER	0.250		
Project S.A.R.A.H.	(A) BENJIE E. WIMBERLY (S) LORETTA WEINBERG	0.045		
Adler Aphasia Center	(S) LORETTA WEINBERG (A) TIMOTHY J. EUSTACE	0.025		
<i>Subtotal - Grants-In-Aid Increases</i>		<u>\$ 66.021</u>		
Business Employment Incentive Program	(S) PAUL A. SARLO (A) REED GUSCIORA		\$ (175.000)	
Pensions and Insurance - Higher Education			(69.195)	
Medical Assistance - Revised Affordable Care Act Impact			(25.000)	
Homestead Benefit Program Trend			(21.000)	
NJ Transit Utilities - Clean Energy Fund Offset			(20.000)	
Managed Care Initiative Trend	(A) GARY S. SCHAER (S) PAUL A. SARLO		(15.000)	
Debt Service			(10.509)	
Brownfield Site Reimbursement Fund Trend			(10.000)	
Innovation Fund	(S) PAUL A. SARLO (A) VALERIE VAINIERI HUTTLE		(5.000)	
Senior and Disabled Citizens' Property Tax Freeze Trend			(3.500)	
County Offices on Aging			(2.398)	
Department of Children and Families Trend			(1.843)	
<i>Subtotal - Grants-In-Aid Decreases</i>			<u>\$ (358.445)</u>	
<i>Net Change (Grants-In-Aid)</i>				<u>\$ (292.424)</u>
State Aid				
Extended Polling Place Hours		\$ 9.240		
County Vocational School District	(S) M. TERESA RUIZ	3.000		

	<u>House/Sponsor</u>	<u>Increases</u>	<u>Decreases</u>	<u>Net Change</u>
Partnership Grant Program	(A) VINCENT PRIETO			
Nonpublic Technology Initiative	(A) GARY S. SCHAER (S) PAUL A. SARLO	2.441		
Nonpublic Nursing Services Aid	(A) GARY S. SCHAER (S) PAUL A. SARLO	2.159		
<i>Subtotal - State Aid Increases</i>		<u>\$ 16.840</u>		
Local Employee Pensions			\$ (974.803)	
Local School Districts' Teacher Social Security Payments Trend			(7.700)	
School Choice Aid Enrollment Adjustments			(4.300)	
<i>Subtotal - State Aid Decreases</i>			<u>\$ (986.803)</u>	
<i>Net Change (State Aid)</i>				<u>\$ (969.963)</u>
Capital Construction				
Capital Projects		\$ 9.076		
Supplementary County Highway Aid	(S) ROBERT M. GORDON (A) VINCENT PRIETO	4.000		
<i>Subtotal - Capital Construction Increases</i>		<u>\$ 13.076</u>		
<i>Net Change (Capital Construction)</i>				<u>\$ 13.076</u>
GRAND TOTAL		<u>\$ 103.187</u>	<u>\$ (2,000.733)</u>	<u>\$ (1,897.546)</u>

<p>SUMMARY OF CHANGES</p> <p>Major Agencies</p> <p>(in thousands)</p>
--

IPB Fund	Legislature	Amount
**	2014 Adjusted Appropriations (as reported in the Governor's Budget)	76,847
Department		
DSS	Office of Legislative Services - Master Lease Payment - Supplemental Not Continued	(334)
	TOTAL FISCAL 2015 REDUCTIONS/INCREASES	(334)
	FISCAL 2015 APPROPRIATION	76,513

***** = Parent Record**

<p>SUMMARY OF CHANGES Major Agencies (in thousands)</p>

IPB Fund	Chief Executive	Amount
**	2014 Adjusted Appropriations (as reported in the Governor's Budget)	6,705
	FISCAL 2015 APPROPRIATION	6,705

****P** = Parent Record**

<p>SUMMARY OF CHANGES Major Agencies (in thousands)</p>

IPB Fund	Agriculture	Amount
**	2014 Adjusted Appropriations (as reported in the Governor's Budget)	19,682
	FISCAL 2015 APPROPRIATION	19,682

****P** = Parent Record**

<p>SUMMARY OF CHANGES Major Agencies (in thousands)</p>

IPB Fund	Banking and Insurance	Amount
**	2014 Adjusted Appropriations (as reported in the Governor's Budget)	64,013
	FISCAL 2015 APPROPRIATION	64,013

****p** = Parent Record**

<p>SUMMARY OF CHANGES Major Agencies (in thousands)</p>

IPB Fund	Children and Families	Amount
**	2014 Adjusted Appropriations (as reported in the Governor's Budget)	1,090,639
Department		
GIA	Women's Services	2,240
P	Grant Programs Trend	2,083
DSS	Child Collaborative Mental Health Care Pilot Program	1,200
GIA	Court Appointed Special Advocates	850
DSS	Salary Savings	(1,151)
TOTAL FISCAL 2015 REDUCTIONS/INCREASES		5,222
FISCAL 2015 APPROPRIATION		1,095,861

P = Parent Record

<p>SUMMARY OF CHANGES</p> <p>Major Agencies</p> <p>(in thousands)</p>
--

IPB Fund	Community Affairs	Amount
**	2014 Adjusted Appropriations (as reported in the Governor's Budget)	760,441
Department		
SA	Transitional Aid to Localities	26,986
P	Open Space Payments in Lieu of Taxes	5,909
P	Consolidation Implementation	5,300
P	Meadowlands Adjustment Payments Aid	1,318
	TOTAL FISCAL 2015 REDUCTIONS/INCREASES	39,513
	FISCAL 2015 APPROPRIATION	799,954

****P** = Parent Record**

<p>SUMMARY OF CHANGES Major Agencies (in thousands)</p>

IPB Fund	Corrections	Amount
**	2014 Adjusted Appropriations (as reported in the Governor's Budget)	1,090,508
Department		
SA	Essex County Substance Abuse Programs	2,000
DSS	Mid-State Correctional Facility Depopulation and Renovation	(10,058)
P	Utilities - Clean Energy Fund Offset	(10,000)
Parole Board		
DSS	Parole Violator Assessment and Treatment Program	(2,024)
DSS	Parole Board Salary Savings	(500)
TOTAL FISCAL 2015 REDUCTIONS/INCREASES		(20,582)
FISCAL 2015 APPROPRIATION		1,069,926

P = Parent Record

<p>SUMMARY OF CHANGES</p> <p>Major Agencies</p> <p>(in thousands)</p>
--

IPB Fund	Education	Amount
**	2014 Adjusted Appropriations (as reported in the Governor's Budget)	12,482,155
Department		
PTRF	Per Pupil Growth Aid	13,460
PTRF	PARCC Readiness	13,460
P	Statewide Assessment Program	10,118
PTRF	School Aid Payment Changes	7,644
P	Nonpublic School Aid	5,600
PTRF	Preschool Education Aid	4,773
SA	County Vocational School District Partnership Grant Program	3,000
DSS	Marie H. Katzenbach School for the Deaf	3,000
GIA	Education Reform Implementation Grant Program	2,500
PTRF	Extraordinary Special Education Costs Aid	2,269
PTRF	Formula Aid to School Districts	1,794
DSS	Salary	962
P	School Choice Aid	581
P	School Facilities Aid Trend	(11,038)
PTRF	Charter School Aid Trend	(4,000)
P	School Construction and Renovation Fund Debt Service	(2,714)
PTRF	Payments for Institutionalized Children - Unknown District of Residence	(1,500)
SA	Bullying Prevention Fund	(1,000)
GIA	New Jersey After 3	(750)
DSS	General Education Development - Reduction in Contracting Fees	(125)
Teachers Pensions/Social Sec.		
P	Teachers' Post-Retirement Medical	81,938
PTRF	Debt Service Pension Bonds	13,263
PTRF	Local School Districts' Teacher Social Security Tax	7,396
PTRF	Retired Teachers' Affordable Care Act Fees	3,128
P	Pensions and Insurance	(604,954)
TOTAL FISCAL 2015 REDUCTIONS/INCREASES		(451,195)
FISCAL 2015 APPROPRIATION		12,030,960

P = Parent Record

<p>SUMMARY OF CHANGES</p> <p>Major Agencies</p> <p>(in thousands)</p>
--

IPB Fund	Environmental Protection	Amount
**	2014 Adjusted Appropriations (as reported in the Governor's Budget)	372,909
Department		
DSS	Hazardous Discharge Site Cleanup Fund, Responsible Party - Supplemental Not Continued	(13,100)
DSS	Remediation Management and Response - Supplemental Not Continued	(2,700)
DSS	Nuclear Emergency Response - Supplemental Not Continued	(991)
DSS	Hunting and Fishing Licenses for National Guard and Disabled Veterans - Supplemental Not Continued	(527)
Environmental Protection		
DS	General Obligation Debt Service	13,192
TOTAL FISCAL 2015 REDUCTIONS/INCREASES		(4,126)
FISCAL 2015 APPROPRIATION		368,783

****p** = Parent Record**

<p>SUMMARY OF CHANGES</p> <p>Major Agencies</p> <p>(in thousands)</p>
--

IPB Fund	Health	Amount
**	2014 Adjusted Appropriations (as reported in the Governor's Budget)	371,280
Department		
DSS	New Jersey State Commission on Cancer Research	1,000
DSS	Statewide Trauma Registry	750
GIA	New Jersey Center for Tourettes Syndrome and Associated Disorders, Inc.	250
GIA	Hackensack University Medical Center Mobile Satellite Emergency Department	250
GIA	Adler Aphasia Center	25
P	South Jersey Cancer Program - Camden	(8,383)
P	Health Care Subsidy Fund Trend	(3,386)
DSS	Line of Credit	(255)
TOTAL FISCAL 2015 REDUCTIONS/INCREASES		(9,749)
FISCAL 2015 APPROPRIATION		361,531

****P** = Parent Record**

<p>SUMMARY OF CHANGES</p> <p>Major Agencies</p> <p>(in thousands)</p>
--

IPB Fund	Human Services	Amount
**	2014 Adjusted Appropriations (as reported in the Governor's Budget)	6,485,607
Division of Aging Services		
P	Long Term Services and Supports	157,490
GIA	Payments for Medical Assistance Recipients - Nursing Homes	10,950
GIA	Managed Long Term Services and Supports	1,500
P	Holocaust Survivor Assistance Program, Samost Jewish Family and Children's Services of Southern NJ	200
GIA	Pharmaceutical Assistance to the Aged and Disabled Trend	(7,228)
GIA	County Offices on Aging	(2,398)
GIA	Senior Gold Prescription Discount Program Trend	(503)
Family Development		
GIA	Work First New Jersey Child Care Trend	14,500
DSS	Work First New Jersey Technology Investment	2,693
SA	Supplemental Security Income (SSI) Trend	2,153
P	General Assistance (GA) Trend	(27,043)
Central Office		
DSS	Line of Credit	(392)
Developmental Disabilities		
P	Community Placements	53,420
GIA	Community Programs - Supplemental Not Continued	(19,283)
P	North Jersey and Woodbridge Developmental Centers	(13,467)
GIA	Sheltered Workshop Funding to Labor and Workforce Development	(5,540)
GIA	Contract Efficiencies	(4,145)
DSS	Hunterdon Developmental Center - Reduced Overtime Costs	(1,000)
GIA	Debt Service	(78)
Disability Services		
GIA	Disability Services Trend	19,431
P	Waiver Initiatives and Personal Care to Managed Long Term Services and Supports	(55,306)
Mental Health and Addiction Services		
P	Annualization of FY14 Olmstead Placements	5,293
GIA	FY15 Olmstead Placements	1,896
P = Parent Record		

<p>SUMMARY OF CHANGES</p> <p>Major Agencies</p> <p>(in thousands)</p>
--

IPB Fund	Human Services	Amount
GIA	Expansion of Community Care - Involuntary Outpatient Commitment (IOC)	1,350
GIA	Mental Health Community Care - Support with Non-State Resources	(6,941)
GIA	Comprehensive Waiver Federal Match Savings - Medication Assisted Treatment Initiative (MATI)	(2,065)
GIA	Debt Service	(58)
Medicaid		
GIA	Affordable Care Act - Medicaid Health Insurance Providers Fee	39,151
P	Payments for Medical Assistance Recipients Trend	(22,363)
GIA	Managed Care Initiative Trend	(15,000)
GIA	Federally Qualified Health Center (FQHC) Wraparound Audit Recoveries	(3,500)
TOTAL FISCAL 2015 REDUCTIONS/INCREASES		123,717
FISCAL 2015 APPROPRIATION		6,609,324

P = Parent Record

<p>SUMMARY OF CHANGES</p> <p>Major Agencies</p> <p>(in thousands)</p>
--

IPB Fund	Labor and Workforce Development	Amount
**	2014 Adjusted Appropriations (as reported in the Governor's Budget)	160,317
Department		
GIA	Sheltered Workshop Funding from Human Services	5,540
	TOTAL FISCAL 2015 REDUCTIONS/INCREASES	5,540
	FISCAL 2015 APPROPRIATION	165,857

****P** = Parent Record**

<p>SUMMARY OF CHANGES</p> <p>Major Agencies</p> <p>(in thousands)</p>
--

IPB Fund	Law & Public Safety	Amount
**	2014 Adjusted Appropriations (as reported in the Governor's Budget)	583,428
Department		
DSS	State Police 156th Recruit Class	2,524
SA	Essex Crime Prevention	2,000
DSS	Prescription Drug Monitoring Program	500
DSS	Salaries (Divisions of Criminal Justice and State Police) - Utilize Professional Boards' Balances	(50,000)
P	State Police - Shift to Non-State Funds	(9,611)
P	State Police Efficiencies	(8,351)
P	Gaming Enforcement Operating Needs - Supplemental Not Continued	(475)
Election Law Enforcement		
DSS	Election Law Enforcement Commission Technology Upgrades	2,000
P	Gubernatorial Election Fund	(10,799)
TOTAL FISCAL 2015 REDUCTIONS/INCREASES		(72,212)
FISCAL 2015 APPROPRIATION		511,216

P = Parent Record

<p>SUMMARY OF CHANGES</p> <p>Major Agencies</p> <p>(in thousands)</p>
--

IPB Fund	Military & Veterans Affairs	Amount
**	2014 Adjusted Appropriations (as reported in the Governor's Budget)	95,754
Department		
DSS	Preservation of New Jersey Military Bases	200
DSS	Burial Services Efficiencies	(250)
TOTAL FISCAL 2015 REDUCTIONS/INCREASES		(50)
FISCAL 2015 APPROPRIATION		95,704

****p** = Parent Record**

<p>SUMMARY OF CHANGES</p> <p>Major Agencies</p> <p>(in thousands)</p>
--

IPB Fund	State	Amount
**	2014 Adjusted Appropriations (as reported in the Governor's Budget)	1,252,629
Higher Ed Student Assistance Auth.		
P	Tuition Aid Grants Trend	12,546
GIA	NJ STARS I and II Trend	(2,094)
GIA	Governors Urban Scholarship Program Trend	(300)
OSHE - Educational Opportunity Fund		
GIA	Educational Opportunity Fund Grants	1,565
University Hospital		
GIA	University Hospital	25,000
Department		
P	Extended Polling Place Hours - Supplemental Not Continued	(16,760)
GIA	Newark Museum	(1,000)
TOTAL FISCAL 2015 REDUCTIONS/INCREASES		18,957
FISCAL 2015 APPROPRIATION		1,271,586

P = Parent Record

<p>SUMMARY OF CHANGES</p> <p>Major Agencies</p> <p>(in thousands)</p>
--

IPB Fund	Transportation	Amount
**	2014 Adjusted Appropriations (as reported in the Governor's Budget)	1,384,556
NJ Transit		
P	Utilities - Clean Energy Fund Offset	(32,889)
CRFS	Transportation Assistance for Senior Citizens and Disabled Residents	(2,079)
Department		
DSS	Winter Operations - Supplemental Not Continued	(85,300)
Transportation - Proper		
CC	New Jersey Transportation Capital Plan	99,491
CC	Supplementary County Highway Aid	4,000
TOTAL FISCAL 2015 REDUCTIONS/INCREASES		(16,777)
FISCAL 2015 APPROPRIATION		1,367,779

****P** = Parent Record**

SUMMARY OF CHANGES Major Agencies (in thousands)

IPB Fund	Treasury	Amount
**	2014 Adjusted Appropriations (as reported in the Governor's Budget)	2,151,071
Division of Rate Counsel		
DSS	Legal Services Utilities	1,000
Department		
DSS	Revenue and Enterprise Services - Licensing Agreement and Enterprise Messaging	100
P	Lottery Manager Efficiencies	(7,955)
DSS	Public Broadcasting Services - Supplemental Not Continued	(2,176)
DSS	Taxation Anti-Fraud Services - Supplemental Not Continued	(1,100)
DSS	Services Other Than Personal - Supplemental Not Continued	(1,000)
Treasury-Direct Property Relief		
PTRG	Homestead Benefit Program Trend	(26,300)
P	Senior and Disabled Citizens' Property Tax Freeze Trend	(14,600)
PTRF	Senior and Disabled Citizens' and Veterans' Property Tax Deductions Trend	(4,500)
Treasury-Municipal & County Aid		
SA	South Jersey Port Corporation Debt Service Reserve Fund	4,148
PTRF	Debt Service Pension Bonds	1,309
PTRF	Municipal Retired Employees' Health Benefits (PRM)	1,292
P	Pensions	(7,822)
SA	Public Library Project Fund Debt Service	(13)
Office of Information Technology		
P	Line of Credit	10,262
DSS	Cyber Security and Data Protection Plan	3,000
P	Information Technology Software/Hardware Maintenance	2,500
Economic Development Authority		
GIA	Economic Redevelopment and Growth Grants Trend	4,191
GIA	Business Employment Incentive Program	(175,000)
GIA	Brownfield Site Reimbursement Fund Trend	(10,000)
GIA	Fort Monmouth Economic Revitalization Authority	(3)
Treasury		
P	General Obligation Bonds	71,930

P = Parent Record

<p>SUMMARY OF CHANGES</p> <p>Major Agencies</p> <p>(in thousands)</p>
--

IPB Fund	Treasury	Amount
Higher Ed - County Colleges		
PTRF	County College Chapter 12 Program Debt Service	4,452
SA	County College Retired Employees' Health Benefits (PRM)	1,543
SA	County College Retired Employees' Affordable Care Act Fees	53
SA	Debt Service Pension Bonds	13
P	Pensions and Insurance	(685)
Miscellaneous Higher Ed.		
GIA	Higher Education Facilities Trust Fund Debt Service	21,822
GIA	Higher Education Equipment Leasing Fund Debt Service	16,574
P	Higher Education Capital Improvement Program Debt Service	6,331
GIA	Higher Education Technology Infrastructure Fund Debt Service	3,736
GIA	Dormitory Safety Trust Fund Debt Service	(264)
Public Defender		
DSS	Office of the Public Defender Salary Savings	(241)
TOTAL FISCAL 2015 REDUCTIONS/INCREASES		(97,403)
FISCAL 2015 APPROPRIATION		2,053,668

P = Parent Record

<p>SUMMARY OF CHANGES Major Agencies (in thousands)</p>

IPB Fund	Miscellaneous Commissions	Amount
**	2014 Adjusted Appropriations (as reported in the Governor's Budget)	776
	FISCAL 2015 APPROPRIATION	776

****P** = Parent Record**

SUMMARY OF CHANGES Major Agencies (in thousands)

IPB Fund	Inter-departmental	Amount
**	2014 Adjusted Appropriations (as reported in the Governor's Budget)	4,131,644
Employee Benefits		
P	Active and Retired Employees' Health Benefits	152,133
P	Active and Retired Employees' Affordable Care Act Fees	18,233
P	Debt Service Pension Bonds	10,432
P	Employer Taxes	2,432
P	Pensions and Insurance - State and Higher Education Employees	(370,137)
P	Premium Based Employee Health Benefit Contribution	(105,475)
DSS	Social Security Tax - State	(20,000)
Inter-departmental		
CC	New Jersey Building Authority	65,307
CC	Capital Projects	9,076
Other Inter-departmental Accounts		
GIA	Municipal Rehabilitation and Economic Recovery, EDA	2
P	New Jersey Sports and Exposition Authority - Supplemental Not Continued	(32,303)
DSS	Disasters and Emergencies	(20,000)
DSS	Interest on Short Term Notes - Supplemental Not Continued	(3,392)
GIA	Business Employment Incentive Program, EDA Debt Service	(3,016)
DSS	Federal Sequester Contingency	(3,000)
GIA	New Jersey Sports and Exposition Authority Debt Service	(2,988)
GIA	Liberty Science Center	(50)
GIA	New Jersey Performing Arts Center, EDA	(17)
Rentals and Utilities		
P	Property Rentals	11,312
DSS	Utilities and Other Services	604
P	Property, Casualty, and Special Insurance Premiums	258
DSS	Medical Malpractice Self-Insurance Fund for Rutgers, Rowan, and University Hospital - Supplemental Not Continued	(14,700)
DSS	Tort Claims Liability Fund - Supplemental Not Continued	(6,500)
DSS	Workers' Compensation Self-Insurance Fund	(990)

P = Parent Record

<p>SUMMARY OF CHANGES Major Agencies (in thousands)</p>

IPB Fund	Inter-departmental	Amount
Salary & Other Benefits (Adjustmts)		
P	Salary Increases - Executive Branch	62,172
DSS	Salary Increases - Judicial Branch	8,848
DSS	Salary Increases - Legislative Branch	623
DSS	Executive Branch	(15,000)
TOTAL FISCAL 2015 REDUCTIONS/INCREASES		(256,136)
FISCAL 2015 APPROPRIATION		3,875,508

****P** = Parent Record**

<p>SUMMARY OF CHANGES Major Agencies (in thousands)</p>

IPB Fund	Judiciary	Amount
**	2014 Adjusted Appropriations (as reported in the Governor's Budget)	687,919
Department		
DSS	Drug Court Treatment / Aftercare Expansion	4,500
	TOTAL FISCAL 2015 REDUCTIONS/INCREASES	4,500
	FISCAL 2015 APPROPRIATION	692,419
	GRAND TOTAL -- FISCAL 2015 APPROPRIATION (Excludes Federal Funds)	32,537,765

****P** = Parent Record**

Core Mission Summaries

Reading the Core Mission Area Tables

DEPARTMENT NAME

CORE MISSION SUMMARY

Each department has identified one or more *core mission areas* reflecting key priorities.

**Actual
FY 20XX**

**Performance
Target
FY 20XX**

**Performance
Target
FY 20XX**

Department Name

Core Mission Area #1

Appropriations (\$000s)

Total Resources allocated
to core mission area

State Funds

\$000,000

\$000,000

Non-State Funds

\$000,000

\$000,000

Key Performance Indicators

Indicator #1

X%

X%

X%

Indicator #2

X%

X%

X%

Key Performance Indicators are measures that track progress within *Core Mission Areas*.

Baseline
Performance
Data

Departments set targets based on the baseline (starting point) performance, resources available and their potential to achieve improvements.

FY15 Citizens' Guide: Core Mission Summaries

	Actual FY 2013	Performance Target FY 2014	Performance Target FY 2015
DEPARTMENT OF AGRICULTURE			
Protecting the Public			
Appropriations (in thousands)			
State Funds	\$ 4,410	\$ 3,514	\$ 3,514
Non-State Funds	\$ 4,802	\$ 4,927	\$ 4,981
Key Performance Indicators			
Bee hive colonies inspected	1,750	2,400	2,400
Gypsy Moth aerial suppression (municipalities surveyed)	60	60	60
Nursery plant dealer inspections (units)	500	500	500
Nursery locations inspected (units)	1,200	1,200	1,200
Phytosanitary inspections	305	300	300
Food safety audits performed	56	75	75
Fruit and vegetable shipping points inspected (lbs. of produce)	8,469,164	8,400,000	8,400,000
Fruit and vegetable terminal markets inspected (lbs. of produce)	132,691,415	132,000,000	132,000,000
Shell eggs cases graded (pounds)	33,600,000	33,600,000	33,600,000
Feed, fertilizer and lime registrations issued	870	840	840
Organic registrations issued	947	1,200	1,200
Wholesale seedsmen registered	148	148	148
Aquaculture licenses issued	12	12	12
Dairy store licenses issued	11,452	10,750	10,750
Dairy dealer licenses issued	204	300	300
Organic certifications processed	120	120	120
Certified NJ Organic operations meeting with federal standards	80	80	80
Detection of animal diseases (tests performed)	30,157	25,000	25,000
Livestock, equine and poultry disease management (field investigations performed)	1,853	1,820	1,820
Feed, fertilizer and lime samples taken	629	828	828
Feed, fertilizer and lime deficiencies	194	144	144
Animal waste management plans completed and filed	51	100	100
Beneficial Insect Lab: Weevils produced	133,079	100,000	100,000
Beneficial Insect Lab: Adults produced	1,564,500	1,000,000	1,000,000
Beneficial Insect Lab: Beetles produced	234,358	200,000	200,000
Dairy financial disputes settled	490	350	350
Dairy investigations conducted	1,884	2,000	2,000
Dairy Change of Supplier Notices filed	424	400	400
Milk pooled (pounds)	115,968,894	100,000,000	100,000,000
Feeding NJ's Schoolchildren and the State's Food Insecure			
Appropriations (in thousands)			
State Funds	\$ 13,092	\$ 13,068	\$ 13,068
Non-State Funds	\$ 382,050	\$ 431,889	\$ 461,885
Key Performance Indicators			
Total school breakfasts served	38,769,615	38,878,206	39,655,770
Total school lunches served	113,097,818	125,748,249	125,000,000
Total meals in child & adult care food programs	39,504,982	42,077,183	40,000,000
Total meals in summer food program	2,984,105	2,845,964	2,850,000
Total food distributed under USDA School Commodities program, including fresh fruit and vegetables (pounds)	27,338,092	34,914,970	35,000,000
Total purchases via the State Food Purchase Program (pounds)	8,045,536	8,692,751	8,600,000
Promoting and Supporting NJ Agricultural and Aquacultural Industries and Product			
Appropriations (in thousands)			
State Funds	\$ 957	\$ 512	\$ 512
Non-State Funds	\$ 3,726	\$ 5,602	\$ 5,169
Key Performance Indicators			
Farm markets in urban areas	122	122	122
Farms whose products meet Jersey Fresh standards	334	312	312
Consumer advertised Impressions for Jersey Fresh	6,987,272	7,000,000	7,000,000
Technical assistance to potential aquaculturalists (hours)	503	550	550

FY15 Citizens' Guide: Core Mission Summaries

	Actual FY 2013	Performance Target FY 2014	Performance Target FY 2015
DEPARTMENT OF AGRICULTURE			
Preservation and Conservation of Natural Resources			
Appropriations (in thousands)			
State Funds	\$ 4,698	\$ 2,588	\$ 2,588
Non-State Funds	\$ 1,237	\$ 6,332	\$ 6,253
Key Performance Indicators			
Acres of farmland preserved	5,610	8,000	8,000
Easement purchase transactions	73	100	100
Number of easements monitored for compliance	1,106	1,100	1,200
Number of SADC owned easements monitored for compliance	455	376	420
Technical and administrative assistance to Soil Conservation Districts (hours)	1,441	1,400	1,400
Farms assisted by conservation field staff	897	900	900
On-site inspections by Soil Conservation Districts to ensure adherence to chapter 251 regulations	54,305	54,000	54,000
DEPARTMENT OF BANKING AND INSURANCE			
Monitoring Financial Condition of Regulated Companies			
Appropriations (in thousands)			
State Funds	\$ 20,910	\$ 16,525	\$ 16,525
Non-State Funds	\$ 8	---	---
Key Performance Indicators			
Complete Examinations			
Average time to complete an insurance company examination (days)	220 (a)	240	250
Average time to complete a consumer lender (mortgage lender, check cashers, money transmitters, etc.) examination (days)	102	40	100
Average time to complete a bank examination (days)	55	60	60
Average time to complete joint examination with the Federal Deposit Insurance Corporation (FDIC) or Federal Reserve (days)	60	65	65
Average time to mail examination report to insurance companies (days)	21	40	30
Average time to mail examination report to consumer lenders (includes mortgage lenders, check cashers, money transmitters, etc.) (days)	30	30	30
Average time to mail examination report to bank (days)	47	60	60
Average time to mail examination report of joint bank examinations with the FDIC or Federal Reserve (days)	56	75	75
Promoting Growth and Stability of Regulated Industries			
Appropriations (in thousands)			
State Funds	\$ 8,398	\$ 10,972	\$ 10,972
Non-State Funds	\$ 1	---	---
Key Performance Indicators			
Abandoned calls to licensing (monthly percentage)	8.1% (a)	5.5%	6%
Average time to process Life and Health rate and form filings (days)	44	40	40
Average time to process Property and Casualty rate and form filings (days)	16	30	30
Consumer Protection			
Appropriations (in thousands)			
State Funds	\$ 27,416	\$ 36,516	\$ 36,516
Non-State Funds	\$ 1,422	\$ 480	\$ 440
Key Performance Indicators			
Fraud Deterrence			
Consumer fraud referrals received	4,292 (a)	2,600	3,200
Consumer fraud investigations completed	3,925	3,300	3,800
Consumer fraud investigations completed with cooperation of regulators and law enforcement agencies	1,347	1,200	1,250
Meetings with consumer fraud deterrence investigative units	96	100	100

FY15 Citizens' Guide: Core Mission Summaries

	Actual FY 2013	Performance Target FY 2014	Performance Target FY 2015
DEPARTMENT OF BANKING AND INSURANCE			
<i>Process Consumer Complaints</i>			
Abandoned consumer complaint calls (monthly percentage)	7.9%	6%	6%
Average time to process a consumer insurance complaint (days)	87	90	90
Average time to process a consumer banking complaint (days)	63	60	60
Average time to process a consumer real estate complaint (days)	130	145	145
<i>Process Enforcement Actions</i>			
Average time to process a consumer protection insurance enforcement action (days) . . .	659	1,100	1,000
Average time to process a consumer protection banking enforcement action (days)	77	75	75
Notes:			
(a) The actual FY 2013 performance numbers were influenced by numerous one-time events including the adoption of new regulations and the impact of Super Storm Sandy on the Department's activities. FY 2014 and FY 2015 performance targets derive either from trends based on actual performance or standards set by the National Association of Insurance Commissioners.			
DEPARTMENT OF CHILDREN AND FAMILIES			
Ensure the safety, permanency and well-being of children experiencing child abuse or neglect			
Appropriations (in thousands)			
State Funds	\$ 694,400	\$ 685,537	\$ 694,671
Non-State Funds	\$ 303,791	\$ 309,192	\$ 309,325
Key Performance Indicators			
Average wait time before calls coming in to the State Central Registry hotline are answered (seconds)	22	25	25
Abuse/Neglect Reports assigned for investigation within three hours of initial report	98.9%	98.0%	98.0%
Investigations of Abuse/Neglect Reports completed within 90 days	86.2%	92.0%	92.0%
New Jersey children supervised by Child Protection and Permanency who receive monthly caseworker visits (both in-home and out-of-home)	90.0%	93.0%	93.0%
Adoptions finalized within nine months of a child being placed in an adoptive home	97.8%	89.0%	93.0%
Children in out-of-home placement who have up-to-date immunization records	95.4%	96.0%	96.0%
Children receiving initial physical exam within 24 hours of entering placement	98.3%	96.0%	98.0%
Intake workers: Caseload levels compliant with established standards	94.0%	89.0%	92.0%
Permanency workers: Caseload levels compliant with established standards	95.0%	94.0%	95.0%
Adoption workers: Caseload levels compliant with established standards	84.0%	90.0%	90.0%
Serve children and adolescents with emotional and behavioral health care challenges and intellectual and developmental disabilities through family-centered, community-based programs			
Appropriations (in thousands)			
State Funds	\$ 289,625	\$ 301,741	\$ 325,609
Non-State Funds	\$ 149,804	\$ 175,366	\$ 184,466
Key Performance Indicators			
Children requiring an out-of-home (OOH) placement for a behavioral health issue that were served in New Jersey	99.8%	98.0%	98.0%
Crisis calls addressed by a Mobile Response Crisis Team where the child was able to stay safely in their home/current living arrangement	96.0%	95.0%	95.0%
Children involved with a Care Management Organization who were maintained in their own homes/community	83.0%	80.0%	80.0%
Children in an OOH treatment setting who were discharged to a lower intensity of services (within CSOC OOH settings) or discharged home	80.0%	75.0%	75.0%
Average length of stay in OOH setting for discharges (per episode)	11 Months	11 Months	11 Months
Support child abuse prevention and intervention programs and services to women through a network of public/private partnerships and programs			
Appropriations (in thousands)			
State Funds	\$ 63,175	\$ 64,202	\$ 66,996
Non-State Funds	\$ 35,182	\$ 27,906	\$ 38,444
Key Performance Indicators			
Women's Services clients that report having more strategies for enhancing their safety after receiving services	95.0%	95.0%	95.0%
Women's Services clients that have more knowledge of available community resources . .	90.0%	90.0%	90.0%
Children served by the Home Visiting Program who are appropriately immunized	82.0%	85.0%	85.0%

FY15 Citizens' Guide: Core Mission Summaries

	Actual FY 2013	Performance Target FY 2014	Performance Target FY 2015
DEPARTMENT OF CHILDREN AND FAMILIES			
Children served by the Home Visiting Program who are screened for developmental delays	87.8%	90.0%	90.0%
Provide educational services to students with disabilities and special needs			
Appropriations (in thousands)			
State Funds	\$ 8,903	\$ 8,585	\$ 8,585
Non-State Funds	\$ 45,553	\$ 46,079	\$ 45,410
Key Performance Indicators			
Eligible students graduating high school while enrolled	99.0%	99.0%	99.0%
Adherence to national average for at-risk academic students who showed improvement in Reading from pre- to post-test after being enrolled for 90 days	87.0%	90.0%	90.0%
Adherence to national average for at-risk academic students who showed improvement in Math from pre- to post-test after being enrolled for 90 days	79.0%	90.0%	90.0%
DEPARTMENT OF COMMUNITY AFFAIRS			
Building Safety			
Appropriations (in thousands)			
State Funds	\$ 55,043	\$ 38,433	\$ 38,433
Non-State Funds	\$ 17,063	\$ 37,565	\$ 46,340
Key Performance Indicators			
Construction specification reviews performed within 20 business days	85%	80%	80%
Multiple dwelling unit inspections completed that are required to be performed by the State (a)	110%	85%	85%
Fire safety inspections completed that are required to be performed by the State (a)	106%	90%	90%
Notes:			
(a) Data include all completed inspections on an annualized basis; data can exceed 100% when required prior-year inspections are completed.			
Housing Assistance			
Appropriations (in thousands)			
State Funds	\$ 25,743	\$ 25,656	\$ 25,656
Non-State Funds	\$ 302,525	\$ 295,446	\$ 298,530
Key Performance Indicators			
Affordable housing units financed	2,392	2,655	3,750
Spending rate on federal rental assistance vouchers	105%	97%	97%
Spending rate on rental assistance in the State program	89%	85%	85%
Community Development & Support Services			
Appropriations (in thousands)			
State Funds	\$ 4,967	\$ 5,299	\$ 5,299
Non-State Funds	\$ 191,982	\$ 191,557	\$ 184,684
Key Performance Indicators			
Households receiving energy assistance	287,466	300,000	300,000
Units weatherized with energy assistance funding	8,677 (a)	4,000	4,000
Number of individuals with disabilities participating in athletic programs	n/a	22,000	22,000
Notes:			
(a) Actual includes American Recovery and Reinvestment Act funding, which expired in FY 2013.			
Local Government Operations			
Appropriations (in thousands)			
State Funds	\$ 375,465	\$ 691,053	\$ 730,566
Non-State Funds	\$ 1,170	\$ 1,350	\$ 1,350
Key Performance Indicators			
Municipal budgets with tax levy increases within 2% statutory cap (reported on CY basis)	564	565	565

FY15 Citizens' Guide: Core Mission Summaries

	Actual FY 2013	Performance Target FY 2014	Performance Target FY 2015
DEPARTMENT OF CORRECTIONS			
Protecting the Public			
Appropriations (in thousands)			
State Funds	\$ 240,062	\$ 261,993	\$ 267,489
Non-State Funds	\$ 1,756	\$ 1,000	---
Key Performance Indicators			
Inmates who attempted escape from a secure correctional facility	3	0	0
Inmates who escaped from a secure correctional facility	2	0	0
36 month re-incarceration rate (a)	32.4%	33.0%	33.0%
Notes:			
(a) 36 month re-incarceration rate is calculated by following a calendar year release cohort for 36 months following inmate release dates. FY 2013 Actual reflects the re-incarceration rate for inmates released in CY 2009.			
Enhancing Safety within Institutions			
Appropriations (in thousands)			
State Funds	\$ 259,727	\$ 238,492	\$ 224,941
Non-State Funds	\$ 24,649	\$ 25,716	\$ 24,196
Key Performance Indicators			
Assaults on staff	25	22	22
Rate of assaults on correction officers	0.5%	0.4%	0.4%
Stabbings/slashing incidents by inmate on inmate	14	0	0
Cell phone/paraphernalia discoveries within secure perimeters	70	73	73
Cell phone/paraphernalia discoveries outside secure perimeters	59	85	85
Weapon discoveries	33	45	45
Drug/paraphernalia discoveries	19	11	11
Rate within secure population	0.1%	0.1%	0.1%
Inmate disciplines in the secure facilities population	979	975	975
Rate of inmate disciplines within the secure population	4.8%	4.8%	4.8%
Inmate drug tests that were positive for controlled dangerous substance	1.5%	1.1%	1.1%
Managing NJ's Inmates			
Appropriations (in thousands)			
State Funds	\$ 207,622	\$ 204,989	\$ 197,820
Key Performance Indicators			
Total inmate population	23,654	23,182	23,182
DOC secured facilities population	20,693	20,165	20,165
Secure general population housing occupancy rate	98.3%	97.0%	97.0%
Residential Community Release Program population	2,764	2,697	2,697
State inmates housed in county jails	197	200	200
Expanding Inmate Health, Rehabilitation and Re-entry Services			
Appropriations (in thousands)			
State Funds	\$ 261,033	\$ 265,772	\$ 265,009
Non-State Funds	\$ 3,562	\$ 2,596	\$ 2,248
Key Performance Indicators			
Medical specialty consults completed within 60 days	76.6%	80.0%	80.0%
Dental specialty consults completed within 60 days	99.9%	97.0%	97.0%
Corrections Offender Re-entry Preparation program completion rate	81.6%	82.0%	82.0%
Cage Your Rage program completion rate	81.2%	82.0%	82.0%
Helping Offenders Parent Effectively/EPIC program completion rate	80.8%	81.0%	81.0%
Successful Transition And Re-entry Series/STARS program completion rate	83.2%	84.0%	84.0%
Successful Employment & Lawful Living Through Conflict Management/SEALL program completion rate	83.2%	84.0%	84.0%
Thinking for a Change program completion rate	76.2%	77.0%	77.0%
Released inmates that received Fair Release And ReEntry Act kits in compliance with the Fair Release and Re-entry Act of 2009	98.6%	99.0%	99.0%
Substance abuse program completions awarded	89	100	100

FY15 Citizens' Guide: Core Mission Summaries

	Actual FY 2013	Performance Target FY 2014	Performance Target FY 2015
DEPARTMENT OF CORRECTIONS			
Making Academic & Educational Gains			
Appropriations (in thousands)			
State Funds	\$ 16,577	\$ 16,537	\$ 15,980
Non-State Funds	\$ 5,630	\$ 9,310	\$ 6,404
Key Performance Indicators			
Total number of high school diplomas awarded	52	60	60
G.E.D. tests administered in institutions with passing scores	77.9%	62.0%	62.0%
Total number of Career Technical Education certificates earned	3,569	3,600	3,600
Inmates eligible for mandatory education	3,955	4,654	6,193
Average number of inmates enrolled each month in mandatory education	1,295	1,300	1,300
Mandatory education enrollment rate	79.2%	79.2%	79.2%
Hours served monthly by education volunteers	955	960	960
DEPARTMENT OF EDUCATION			
Student Learning & Achievement			
Appropriations (in thousands)			
State Funds	\$ 26,571	\$ 29,862	\$ 43,230
Non-State Funds	\$ 16,195	\$ 14,777	\$ 14,849
Key Performance Indicators			
Math assessment - students proficient or advanced proficient	75.7%	76.0%	--- (a)
Language assessment - students proficient or advanced proficient	69.7%	71.0%	--- (a)
Number of Advanced Placement tests taken	93,904	93,500	97,700
Number of Advanced Placement tests scored three or higher	68,738	67,320	71,500
High school graduation rate	87.5%	88.4%	88.5%
Priority schools implementing a high-quality curriculum approved by the State	100.0%	100.0%	100.0%
Districts implementing kindergarten readiness measure	1.0%	20.0%	25.0%
Districts implementing K-3 reading assessment	10.0%	20.0%	25.0%
Districts implementing instructional improvement system	--- (b)	10.0% (b)	20.0%
Notes:			
(a) With the first full scale implementation of Partnership for Assessment of Readiness for College and Careers assessments in FY 2015, new benchmark targets will be set by the Department.			
(b) Establishing baseline			
Educator Effectiveness			
Appropriations (in thousands)			
State Funds	\$ 675	\$ 675	\$ 1,925
Non-State Funds	\$ 1,092	\$ 205	\$ 205
Key Performance Indicators			
Local Education Agencies completing core implementation requirements - teacher evaluation non-pilot	--- (a)	95.0%	98.0%
Local Education Agencies completing core implementation requirements - principal evaluation non-pilot	--- (a)	90.0%	95.0%
Average number of days to complete teacher certification reviews	24.5	24.5	21.0
Notes:			
(a) Establishing baseline			
Choice, Innovation and Community Engagement			
Appropriations (in thousands)			
State Funds	\$ 40,977	\$ 67,085	\$ 63,141
Non-State Funds	\$ 1,524	\$ 2,264	\$ 2,264
Key Performance Indicators			
Number of students in high performing charter schools	47.5%	49.0%	53.0%
Number of students participating in Interdistrict Choice	3,357	4,680	5,163

FY15 Citizens' Guide: Core Mission Summaries

	Actual FY 2013	Performance Target FY 2014	Performance Target FY 2015
DEPARTMENT OF EDUCATION			
District and School Performance & Efficiency			
Appropriations (in thousands)			
State Funds	\$ 14,264	\$ 6,661	\$ 9,784
Non-State Funds	\$ 17,550	\$ 19,932	\$ 19,932
Key Performance Indicators			
Students with Individualized Education Plans graduating from high school with a regular diploma	75.9%	76.0%	77.0%
Students with Individualized Education Plans aged 6 through 21 served inside the regular class 80% or more of the day	47.5%	49.0%	49.5%
The count of schools that have failed to meet the 75% graduation rate	38	37	36
Responsiveness and Service			
Appropriations (in thousands)			
State Funds	\$ 29,265	\$ 26,443	\$ 27,171
Key Performance Indicators			
Districts receiving 80% or higher on all five Quality Single Accountability Continuum District performance reviews	81.0%	82.0%	82.0%
NJ SMART inquiries returned within 24 hours	100.0%	100.0%	100.0%
School Finance			
Appropriations (in thousands)			
State Funds	\$ 11,626,382	\$ 12,365,270	\$ 11,885,709
Non-State Funds	\$ 817,158	\$ 778,614	\$ 792,506
Key Performance Indicators			
School and other capital project long range facilities plans approved	1,091	2,000	900
Discretionary grants contracts awarded annually	196	196	196
Entitlement grants contracts awarded annually	3,326	3,010	3,010
Total federal grant dollars administered (in millions)	\$ 833	\$ 833	\$ 833
Federal grant dollars returned to federal government	0.18%	0.01%	0.01%
DEPARTMENT OF ENVIRONMENTAL PROTECTION			
Protecting the Land, Air and Waters of New Jersey			
Appropriations (in thousands)			
State Funds	\$ 230,814	\$ 213,228	\$ 212,237
Non-State Funds	\$ 65,288	\$ 198,736	\$ 436,184
Key Performance Indicators			
Site Remediation Program			
Active site remediation cases (fiscal year average)	14,354	14,833	14,500
Total average review time (in calendar days) for inspection/review of Licensed Site Remediation Professionals (LSRP) documents (monthly average)	43	30	30
Cases with final remediation documents issued (monthly average)	348	350	350
Average time (days) to issue a Remedial Action Outcome for new LSRP cases (monthly average) (a)	351	930	930
Compliance and Enforcement			
Total number of new sites participating in Environmental Stewardship Program (monthly average)	16	11	11
Compliance rate, the percentage of inspected facilities where no violations were observed (monthly average)	87.5%	85.0%	85.0%
Number of person-hours of compliance assistance training to help prevent violations before they occur (quarterly average)	3,448	1,200	1,200
Percent of reported incidents responded to within two days (quarterly average)	74.0%	75.0%	75.0%
Percent of planned compliance inspections completed (quarterly average)	--- (b)	100.0%	100.0%

FY15 Citizens' Guide: Core Mission Summaries

	Actual FY 2013	Performance Target FY 2014	Performance Target FY 2015
DEPARTMENT OF ENVIRONMENTAL PROTECTION			
<i>Emergency Response</i>			
Number of incidents at NJEMS-tracked facilities received by the DEP hotline (monthly average)	--- (b)	1,500	1,500
Number of law enforcement radio calls handled by dispatch for NJ State Park Police, Fish and Wildlife Conservation Officers, NJ Forest Fire Service, Emergency Management and Environmental Management-Radiation Program (monthly average)	--- (b)	1,300	1,300
Number of incidents referred to the Bureau of Emergency Response (monthly average)	--- (b)	98	98
<i>Land Use Management</i>			
Total average review time (in calendar days) to issue a Coastal Area Facility Review Act General Permit decision (monthly average)	65	75	75
Total average review time (in calendar days) to issue a Waterfront Development General Permit decision (monthly average)	49	60	60
Total average review time (in calendar days) to issue a Flood Hazard Area General Permit decision (monthly average)	34	35	35
Total average review time (in calendar days) to issue a Freshwater Wetlands General Permit	115	120	120
Number of Tideland licenses processed (monthly average)	72	75	75
Total average review time (in calendar days) to process Tideland licenses (monthly average)	346	120	120
<i>Environmental Management</i>			
Days where air quality is deemed unhealthy for sensitive groups (monthly average)	2.0	1.4	1.4
Air Quality permit activities completed (monthly average)	213	240	240
Air Quality permit activities completed on time (monthly average)	184	220	220
Solid Waste Program constituent assistance (monthly average)	--- (b)	130	130
Solid Waste recycling certifications issued (monthly average)	--- (b)	800	800
<i>Water Resources Management</i>			
Samples collected for shellfish sanitation compliance (monthly average)	734	1,250	1,250
Samples collected to determine coastal beach water quality (seasonal average)	880	850	850
Number of freshwater network samples collected for water quality standards compliance (by calendar year)	1,621	1,552	1,552
Percentage of freshwater monitoring networks completed (by calendar year)	96.8%	100.0%	100.0%
Pounds of phosphorus prevented per year from entering waterbodies statewide due to Americorps NJ Watershed Ambassadors Program cleanups (quarterly)	60.3	40.0	40.0
Total Department average review time (in days) to issue a Treatment Works Approval (TWA) permit decision	54	90	90
Percent of New Jersey Pollutant Discharge Elimination System (NJPDES) surface water and groundwater discharge permits that are current (monthly)	65.8%	75.0%	75.0%
Municipal Stormwater -tons of sediment, solids and trash prevented per year from entering waterbodies statewide due to stormwater infrastructure maintenance (annual)	204,963	300,000	300,000
Environmental Infrastructure Financing Program monthly project outlays (in millions)	\$31	\$20	\$20
Cumulative percentage of Combined Sewer Overflow (CSO) outfall points for which draft NJPDES-CSO permits containing updated requirements have been issued (annual)	100.0%	100.0%	100.0%
Total Department average review time (in days) to process a Water Allocation Permit	265	465	465
Violations of the primary safe drinking water standards (monthly average)	36	34	34
Notes:			
(a) Variance between actuals and targets due to increased complexity of remaining cases.			
(b) Establishing baseline			
Managing Our Natural and Historic Resources			
Appropriations (in thousands)			
State Funds	\$ 100,643	\$ 114,691	\$ 114,103
Non-State Funds	\$ 30,488	\$ 91,855	\$ 102,061
Key Performance Indicators			
<i>Natural and Historic Resources</i>			
State parks and forests - total visitors (annual)	15,500,000	17,000,000	17,000,000
Freshwater fishing licenses sold (monthly average)	14,411	14,657	14,657
Overnight stays in State parks and campsites (monthly average)	4,620	5,822	5,822

FY15 Citizens' Guide: Core Mission Summaries

	Actual FY 2013	Performance Target FY 2014	Performance Target FY 2015
DEPARTMENT OF ENVIRONMENTAL PROTECTION			
State Park Police: public service contacts (i.e. campsite checks, outreach programs, etc.) which is indicative of a community policing approach (monthly average)	168	200	200
NJ Forest Fire Service - number of new wildfires on public or private lands suppressed (monthly average)	78	167	167
Division of Fish and Wildlife - number of individual anglers registered with the New Jersey Saltwater Recreational Registry Program (annual)	265,627	265,000	265,000
Division of Fish and Wildlife - number of hunting licenses sold (monthly average)	7,916	10,416	10,416
Division of Fish and Wildlife - number of black bear calls received (annual)	2,214	500	500
Division of Fish and Wildlife - acres of forest habitat actively managed (annual)	864	3,000	3,000
Division of Fish and Wildlife - acres of early successional habitat restored (i.e. mowing, burning, tilling, hydroaxing, etc.) (annual)	6,442	5,000	5,000
Endangered and Nongame Species Program - percentage of listed (endangered or threatened) species for which populations are stable or increasing (annual)	54.0%	100.0%	100.0%
NJ Historic Preservation Office - number of cultural resources added to inventory (annual)	1,278	1,400	1,400
Division of Fish and Wildlife Conservation Officers - public contacts (general public, sporting public & commercial fishermen) (monthly average)	3,787	5,000	5,000
Coastal Engineering/Beach Replenishment - linear feet of shore protection, including beach replenishment projects and other storm damage reduction construction activities (annual)	82,635	148,000	239,000
Dam Safety and Flood Control - number of dam inspections determined by the hazard rating of the dams (annual)	459	400	400
Preserved open space acres (monthly average)	1,093	509	509
Parcels acquired under Blue Acres Program (annual)	--- (a)	650	650

Notes:

(a) Establishing baseline

Supporting Economic Growth

Appropriations (in thousands)

State Funds	\$ 153	\$ 154	\$ 154
Non-State Funds	\$ 4	\$ 23	\$ 6

Key Performance Indicators

Permit Coordination

Projects (resulting in less than 50 jobs) receiving consulting help from the new permitting coordination unit (monthly average)	49	34	34
Projects (resulting in greater than 50 jobs) receiving consulting help from the new permitting coordination unit (monthly average)	14	15	15
Pre-application meetings held (monthly average)	12.0	10.5	10.5
State and federal reviews facilitated and responded to, pursuant to Executive Order 215 and National Environmental Policy Act (monthly average)	4.0	3.2	3.2
Environmental assessments (such as CEST provision 58.5) and Tier 2 reviews facilitated for DCA's HUD CDBG-Disaster Recovery programs to meet environmental and historic preservation requirements (annual)	--- (a)	4,000	4,000

Sustainability and Green Energy

Outreach, referral and technical assistance activities held for small businesses (monthly average)	66	61	61
Growing green industry - solar development on brownfields in megawatts (annual)	0	13.4	13.4
In-state generation of clean and renewable energy - electricity in megawatts (quarterly)	311	100	100
Green and Clean Energy - number of permits for geothermal energy (quarterly)	71	110	110
Green and Clean Energy - number of filling stations for compressed natural gas vehicles (annual)	29	28	28
Green and Clean Energy - number of electric vehicles sold in NJ (annual)	1,650	800	800
Green and Clean Energy - number of charging stations for electric vehicles (annual)	116	80	80
Number of individuals trained for green jobs through the Office of Sustainability and Green Energy programs (quarterly)	10	20	20

Alternative Dispute Resolution

Disputes received for alternative dispute resolution (monthly average)	3	3	3
Number of cases closed using alternate dispute resolution (quarterly average)	4	2	2

FY15 Citizens' Guide: Core Mission Summaries

	Actual FY 2013	Performance Target FY 2014	Performance Target FY 2015
DEPARTMENT OF ENVIRONMENTAL PROTECTION			
<i>Records Access (OPRA)</i>			
Open Public Records Act requests received by the Department (annual)	15,023	11,000	11,000
Open Public Records Act requests received through the Department's online submittal process (annual)	98.9%	97.0%	97.0%
<i>Information Technology</i>			
Electronic submittal services for permits, registrations, and reports available (monthly average)	70	102	102
Permits, registrations, and reports received electronically	67.8%	72.0%	72.0%
Notes:			
(a) Establishing baseline			
DEPARTMENT OF HEALTH			
Delivery of Public Health Services			
Appropriations (in thousands)			
State Funds	\$ 209,181	\$ 227,832	\$ 221,469
Non-State Funds	\$ 480,874	\$ 623,699	\$ 622,397
Key Performance Indicators			
Women, Infant, and Children program participants	291,169	293,000	294,000
Children evaluated for eligibility under Early Intervention Program	16,665	17,608	18,221
Eligible children receiving Early Intervention Program services	21,878	21,499	21,280
HIV/AIDS clients tested and counseled	93,890	95,000	95,000
Number of unduplicated women receiving breast and cervical cancer services from NJ Education and Early Detection Program	25,376	24,700	24,700
Lab tests performed by the Public Health and Environmental Health Programs	5,608,000	5,300,000	5,937,000
Newborns screened for metabolic disorders and referred for follow-up	5,311	5,523	6,023
Optimizing Health Quality, Licensing and Oversight			
Appropriations (in thousands)			
State Funds	\$ 145,200	\$ 143,448	\$ 140,062
Non-State Funds	\$ 870,609	\$ 893,604	\$ 865,570
Key Performance Indicators			
<i>Facilities Inspected</i>			
Total Inspections Long Term Care	1,005	1,005	1,005
Inspections of Acute Care Facilities	312	312	312
<i>Complaints Investigated</i>			
Total Complaint Investigations Long Term Care	1,035	1,035	1,035
Total Complaint Investigations Acute Care	672	672	672
Number of vital documents issued	243,355	274,603	274,603
DEPARTMENT OF HUMAN SERVICES			
Olmstead and Services that Promote Community Integration			
Appropriations (in thousands)			
State Funds	\$ 1,095,932	\$ 1,097,856	\$ 1,140,697
Non-State Funds	\$ 613,729	\$ 584,504	\$ 651,363
Key Performance Indicators			
<i>Division of Developmental Disabilities</i>			
Consumers residing in 100% State-funded, out-of-state facilities.	544	450	400
Out-of-State as a percentage of the total when reporting began.	86%	71%	63%
Consumers moved from institutions to community residential placements in order to comply with Olmstead requirement that services be provided in the least restrictive setting.	165	228	166
Olmstead movements as a percentage of the fiscal year starting census.	7%	10%	9%
Federal Community Care Waiver revenues earned to offset State costs for community placements.	\$ 384,568	\$ 422,076	\$ 456,921

FY15 Citizens' Guide: Core Mission Summaries

	Actual FY 2013	Performance Target FY 2014	Performance Target FY 2015
DEPARTMENT OF HUMAN SERVICES			
<i>Division of Mental Health and Addiction Services</i>			
New community placements created to discharge consumers in the State hospitals including those on Conditional Extension Pending Placement (CEPP) status.	278	234	230
New community placements created for individuals diagnosed with mental illness who are at risk of hospitalization or at risk of homelessness.	100	100	100
Services that Promote Economic Independence			
Appropriations (in thousands)			
State Funds	\$ 95,501	\$ 118,016	\$ 132,516
Non-State Funds	\$ 204,600	\$ 304,922	\$ 309,293
Key Performance Indicators			
<i>Commission for the Blind and Visually Impaired</i>			
Persons screened for visual problems by the Commission for the Blind and Visually Impaired.	42,369	42,700	42,700
Commission for the Blind and Visually Impaired clients who exit vocational rehabilitation programs into employment.	93.9%	93.9%	93.9%
Ratio of the average hourly wage earnings of all Commission for the Blind and Visually Impaired clients in competitive employment to the average hourly earnings of all employed individuals in the state.	0.56	0.59	0.59
<i>Division of Family Development</i>			
WorkFirst NJ/Temporary Assistance for Needy Families work participation rate (includes school participation rate).	19.5%	19.5%	19.5%
Services that Ensure the Safety Net			
Appropriations (in thousands)			
State Funds	\$ 1,097,631	\$ 1,037,565	\$ 981,909
Non-State Funds	\$ 946,151	\$ 1,002,274	\$ 992,431
Key Performance Indicators			
<i>Division of Developmental Disabilities</i>			
Developmental center census	2,189	1,900	1,683
<i>Division of Mental Health and Addiction Services</i>			
Psychiatric hospital census by end of fiscal year	1,618	1,525	1,490
<i>Division of Family Development</i>			
Percent of current child support orders actually disbursed	65.0%	66.3%	66.8%
<i>General Assistance Compliance Review Teams</i>			
General Assistance cases reviewed	27,539	25,000	25,000
Number of cases reviewed per worker (annually)	1,967	1,785	1,785
Cases closed or denied based on review	1,732	2,000	2,000
Cash assistance savings	\$ 1,579,521	\$ 2,500,000	\$ 2,500,000
Emergency assistance savings	\$ 2,484,874	\$ 1,750,000	\$ 1,750,000
Services that Promote the Availability of Health Care			
Appropriations (in thousands)			
State Funds	\$ 4,619,094	\$ 4,233,451	\$ 4,354,202
Non-State Funds	\$ 4,609,749	\$ 6,642,494	\$ 8,221,562
Key Performance Indicators			
<i>Division of Aging Services</i>			
Medicaid-funded residents in nursing homes (monthly average)	27,728	27,450	27,000
<i>Healthcare Effectiveness Data & Information Set performance measures for NJ Medicaid/FamilyCare managed care populations</i>			
Children receiving immunizations	65%	66%	67%
Children receiving a blood lead screening test	79%	80%	81%
Children receiving a well visit within the first 15 months of life	67%	68%	69%
Children receiving a well visit between ages 3 to 6	78%	79%	80%

FY15 Citizens' Guide: Core Mission Summaries

	Actual FY 2013	Performance Target FY 2014	Performance Target FY 2015
DEPARTMENT OF HUMAN SERVICES			
Women receiving timely prenatal care	84%	85%	86%
Women receiving timely postpartum care	61%	62%	62%
Diabetes Care - Members aged 18-75 with a hemoglobin A1C greater than 8%	45%	47%	48%
Body Mass Index Documentation - Members aged 3-17 with a documented Body Mass Index	50%	54%	57%
Personal Preference Program			
Clients served in NJ Personal Preference Program	2,600	3,200	4,800
Managed Care Plan Accreditation			
Managed Care Plans accredited with "Excellent" or "Commendable" status by the National Committee for Quality Assurance as of June 30	2	4	4
Customer Satisfaction			
Overall health plan satisfaction rate: Adults	78%	79%	80%
Overall health plan satisfaction rate: Children	88%	89%	90%
Personal doctor satisfaction rate: Adults	84%	85%	86%
Personal doctor satisfaction rate: Children	93%	94%	94%
Eligibility and Enrollment			
Average monthly NJ FamilyCare enrollment	1,303,477	1,323,445	1,407,618
Managed Care enrollment - % of Managed Care eligible Medicaid / FamilyCare participants enrolled in Managed Care	90.1%	91%	92%
Dual Medicare/Medicaid enrollees	172,590	174,786	177,206
Children enrolled in FamilyCare	181,105	183,189	194,707
CIVIL SERVICE COMMISSION			
Classification & Personnel Management (a)			
Appropriations (in thousands)			
State Funds	\$ 9,511	\$ 9,753	\$ 8,395
Non-State Funds	---	\$ 477	---
Key Performance Indicators			
Final layoff plans reviewed and approved within 30 days	100.0%	100.0%	100.0%
State government certifications issued within 10 business days	100.0%	100.0%	100.0%
Local government certifications issued within 5 business days	99.9%	100.0%	100.0%
State and local government titles consolidated or eliminated (largely completed during FY 2012)	193	50	50
Pending classification appeals	340	300	300
Percentage of classification appeals completed within 180 days	80.8%	100%	100%
Notes:			
(a) Beginning in FY 2015, Training and Development is tracked separately. See Training and Development Core Mission.			
Selection Services			
Appropriations (in thousands)			
State Funds	\$ 7,678	\$ 6,148	\$ 6,023
Non-State Funds	---	\$ 1,919	\$ 1,494
Key Performance Indicators			
Calendar days from job announcement to list issuance	139.68	115	110
Job announcements older than six months as a percentage of all active announcements	9.76%	8.5%	7.5%
Open Competitive job announcements accepting applications via the Online Application System only	84.5%	95.0%	100.0%
Promotional job announcements accepting applications via the Online Application System only	70.5%	95.0%	100.0%
Average number of minutes a caller remains in the queue until connected to a call center employee	1.7	1.0	0.83

FY15 Citizens' Guide: Core Mission Summaries

	Actual FY 2013	Performance Target FY 2014	Performance Target FY 2015
CIVIL SERVICE COMMISSION			
Appeals & Regulatory Affairs			
Appropriations (in thousands)			
State Funds	\$ 3,939	\$ 3,235	\$ 3,147
Non-State Funds	---	\$ 229	\$ 50
Key Performance Indicators			
Complete more written records appeals, including those in a backlog status, than received in the current month	100.0%	105.0%	105.0%
Pending written record appeals aged greater than six months	25.1%	30.0%	30.0%
Training and Development			
Appropriations (in thousands)			
State Funds	---	---	\$ 1,571
Non-State Funds	---	---	\$ 1,000
Key Performance Indicators			
Number of contact training hours - Classroom	19,674	23,609	28,331
Number of contact training hours - Electronic	100,914	101,000	101,000
DEPARTMENT OF LABOR AND WORKFORCE DEVELOPMENT			
Workforce Development			
Appropriations (in thousands)			
State Funds	\$ 98,019	\$ 80,183	\$ 85,723
Non-State Funds	\$ 223,136	\$ 287,116	\$ 291,985
Key Performance Indicators			
Workforce Investment Act (WIA)			
Adult participants who entered employment	83.9%	84.6%	84.6%
Adult participants' six month average earnings of those who entered employment	\$ 12,721	\$ 12,856	\$ 12,856
WIA Dislocated Workers			
Participants who entered employment	79.1%	83.3%	83.3%
Six month average earnings of those who entered employment	\$ 17,101	\$ 18,365	\$ 18,365
WIA Youth (age 14 - 21)			
Participants who have attained a high school degree or a GED certificate	72.8%	75.0%	75.0%
Participants who entered employment or continued their education	65.7%	66.8%	66.8%
Employment Services			
Participants who entered employment	46%	51.0%	51.0%
Six month average earnings of those who entered employment	\$ 16,449	\$ 16,603	\$ 16,603
WorkFirst New Jersey			
Participants who entered employment	40.0%	41.0%	42.0%
Vocational Rehabilitation Services			
Average increase in the hourly rate of pay for those individuals who enter employment ..	\$ 10.37	\$ 10.57	\$ 10.78
Income Security			
Appropriations (in thousands)			
State Funds	\$ 40,397	\$ 37,674	\$ 37,674
Non-State Funds	\$ 221,078	\$ 283,117	\$ 261,577
Key Performance Indicators			
Disability Determinations Services			
Days to process a case	100	85	85
Processed cases deemed accurate by U.S. Social Security Administration sampling	96%	97%	97%

FY15 Citizens' Guide: Core Mission Summaries

	Actual FY 2013	Performance Target FY 2014	Performance Target FY 2015
DEPARTMENT OF LABOR AND WORKFORCE DEVELOPMENT			
<i>Unemployment Insurance</i>			
Cases receiving first payment within 21 days	74%	87%	87%
Non-monetary determinations decided within 21 days	45%	80%	80%
<i>Benefits Appeals</i>			
Appellate Tribunal (Lower Level Appeals)			
Decisions within 30 days	20%	60%	60%
Decisions within 45 days	34%	80%	80%
Decisions within 90 days	39%	95%	95%
Board of Review (Upper Level Appeals)			
Average age (in days) of active cases	47	40	40
<i>Unemployment Insurance Call Centers</i>			
Average wait time to speak to an agent (in minutes/seconds)	23:03	17:30	17:30
Initial claims filed online	54%	60%	60%
Continued claims filed online	64%	72%	72%
Percentage of initial claims filed without agent assistance	44%	60%	60%
Time to process initial claims handled by agents (in days)	5	5	5
<i>Temporary Disability Insurance</i>			
Cases in which eligibility was determined within 14 days of receipt	59%	70%	70%
Cases in which eligibility was determined within 28 days of receipt	82%	90%	90%
<i>Family Leave Claims</i>			
Claims in which eligibility was determined within 14 days of receipt	78%	78%	78%
Claims in which eligibility was determined within 28 days of receipt	93%	93%	93%
Workers' Compensation			
Appropriations (in thousands)			
State Funds	\$ 25,590	\$ 15,337	\$ 15,337
Non-State Funds	\$ 185,557	\$ 184,262	\$ 208,301
Key Performance Indicators			
<i>Workers' Compensation</i>			
Emergent medical treatment disputes resolved within 30 days	100%	100%	100%
Non-emergent issues resolved within 60 days	75%	75%	100%
Labor Standards and Safety Enforcement			
Appropriations (in thousands)			
State Funds	\$ 13,469	\$ 4,366	\$ 4,366
Non-State Funds	\$ 3,168	\$ 16,491	\$ 16,491
Key Performance Indicators			
<i>Asbestos Control and Licensing</i>			
Work sites inspected for asbestos abatement and contractors', workers', and supervisors' compliance with licensing requirements	2,769	2,760	2,760
<i>Public Safety</i>			
Crane Inspections	442	450	480
Mine Inspections	638	750	750
Explosive Inspections	1,989	1,920	1,920
Retail Gasoline Inspections	15	20	20
Fireworks Inspections	65	40	40
<i>Public Employees Occupational Safety & Health (PEOSH)</i>			
Complaints investigated within five days as negotiated with OSHA as part of an approved State Plan	100%	100%	100%
<i>On-Site Consultation & Training</i>			
Health and safety consultation visits to public sector employers	43	50	50
Health and safety consultation visits to private sector employers	425	460	460

FY15 Citizens' Guide: Core Mission Summaries

	Actual FY 2013	Performance Target FY 2014	Performance Target FY 2015
DEPARTMENT OF LABOR AND WORKFORCE DEVELOPMENT			
<i>Boiler and Pressure Vessel Compliance</i>			
Boilers or pressure vessels inspected	26,742	27,600	28,000
<i>Wage and Hour Compliance</i>			
Inspections triggered by a worker complaint that are completed within 90 days	91%	93%	93%
<i>Public Works Contractor Registration</i>			
Applications processed within 30 days of receipt	97%	98%	98%
DEPARTMENT OF LAW AND PUBLIC SAFETY			
Public Safety			
Appropriations (in thousands)			
State Funds	\$ 300,200	\$ 278,223	\$ 223,599
Non-State Funds	\$ 36,117	\$ 23,206	\$ 47,546
Key Performance Indicators			
<i>State Police Uniformed Patrol</i>			
Motor vehicle accident responses	39,464	40,000	40,000
Fatalities under State Police jurisdiction	135	<170	<165
Fatalities suspected to be related to drugs/alcohol	74	<40	<40
Consent search/search warrant arrests resulting from traffic stops	0.6%	<0.7%	<0.7%
Controlled dangerous substance arrests resulting from traffic stops	0.8%	<0.8%	<0.8%
Driving while intoxicated arrests resulting from traffic stops	1.5%	<1.5%	<1.5%
Bench warrant arrests resulting from traffic stops	1.8%	<2.2%	<2.0%
<i>State Police Investigations Branch</i>			
Total arrests	2,111	<2,500	<2,550
Fugitive arrests	459	<500	<500
Gang member arrests	146	<175	<175
<i>Forensic/Drug Analysis/DNA Testing</i>			
Average time to complete a DNA analysis (days)	57	30	30
Average time to complete a trace case (days)	112	60	60
Average time to complete a toxicology case (days)	45	30	30
Average time to complete a drug case (days)	37	15	15
<i>Office of Law Enforcement Professional Standards</i>			
State Police public monitoring reports filed	9	7	7
<i>Criminal Justice</i>			
Criminal investigations - newly opened	1,787	1,790	1,795
Criminal prosecutions - newly initiated	521	525	530
Conviction rate - newly initiated criminal prosecutions (against criminal prosecutions closed)	87.8%	95.0%	95.0%
<i>Medical Examiner Services</i>			
Counties using the State Toxicology Lab	6	7	8
Law enforcement drug tests performed at the State Toxicology Lab	13,865	13,870	13,875
Non-law enforcement drug tests performed at the State Toxicology Lab	92	100	108
Emergency Management			
Appropriations (in thousands)			
State Funds	\$ 23,437	\$ 23,715	\$ 19,510
Non-State Funds	\$ 268,018	\$ 31,500	\$ 32,100
Key Performance Indicators			
<i>Disasters</i>			
Hours spent on preparedness	12,996	13,000	13,000
Exercises/drills performed	63	36	36
Deployments	446	<250	<250

FY15 Citizens' Guide: Core Mission Summaries

	Actual FY 2013	Performance Target FY 2014	Performance Target FY 2015
DEPARTMENT OF LAW AND PUBLIC SAFETY			
Services To The State			
Appropriations (in thousands)			
State Funds	\$ 98,814	\$ 94,422	\$ 93,742
Non-State Funds	---	\$ 500	\$ 500
Key Performance Indicators			
Litigation resolved without need of trial	97.6%	97.5%	97.5%
Litigation filed by the State	12,846	13,400	13,400
Services To The Public			
Appropriations (in thousands)			
State Funds	\$ 147,484	\$ 101,088	\$ 98,240
Non-State Funds	\$ 24,436	\$ 53,935	\$ 58,750
Key Performance Indicators			
<i>Bureau of Securities</i>			
Average response time to an investor from a complaint (days)	1	2	2
Total registrations	45,423	43,000	43,000
Broker/dealers registrations	0.4%	0.4%	0.4%
Investment advisers registrations	1.0%	1.0%	1.0%
Broker dealer agents registrations	91.0%	91.0%	91.0%
Investment adviser representatives registrations	7.6%	7.6%	7.6%
<i>Professional Boards</i>			
License renewals conducted online	97.6%	100.0%	100.0%
<i>Gaming</i>			
Number of revenue certification audits completed	144	144	144
Gaming inspections - slot machines	76,970	94,430	94,430
Field inspections - slot machines	24.0%	25.0%	25.0%
HOMELAND SECURITY AND PREPAREDNESS			
Counter-Terrorism Operations			
Appropriations (in thousands)			
State Funds	\$ 2,186	\$ 1,654	\$ 1,654
Key Performance Indicators			
In-person training programs to law enforcement, first responders and private sector	165	120	110
Number of new user accounts into NJ Learn (Learning Management System)	4,645	3,000	3,250
State Preparedness			
Appropriations (in thousands)			
State Funds	\$ 1,509	\$ 2,191	\$ 2,191
Key Performance Indicators			
Total federal grant dollars managed	\$ 399,209	\$ 268,152	\$ 186,562
Total grant dollars returned to the federal government	195	0	0
DEPARTMENT OF MILITARY AND VETERANS' AFFAIRS			
National Guard Support Services			
Appropriations (in thousands)			
State Funds	\$ 5,997	\$ 5,145	\$ 5,145
Non-State Funds	\$ 25,977	\$ 28,850	\$ 32,856
Key Performance Indicators			
Assigned strength, NJ Army National Guard	101%	100%	100%
Assigned strength, NJ Air National Guard	105%	100%	100%
Military use days, NJ Joint Training Center at Sea Girt	33,638	34,400	36,120
Other use days, NJ Joint Training Center at Sea Girt	169,298	102,000	125,000
NJ Youth ChalleNGe Academy Cadet graduations per class	174	100	100
Academic credentials awarded per class	148	90	90

FY15 Citizens' Guide: Core Mission Summaries

	Actual FY 2013	Performance Target FY 2014	Performance Target FY 2015
DEPARTMENT OF MILITARY AND VETERANS' AFFAIRS			
Veterans' Outreach and Assistance			
Appropriations (in thousands)			
State Funds	\$ 12,907	\$ 10,897	\$ 10,647
Non-State Funds	\$ 174	\$ 3,438	\$ 3,073
Key Performance Indicators			
Total State Veteran services provided (a)	2,801	1,920	1,320
Total number of Veteran transportation rides	25,466	26,000	26,000
PTSD counseling sessions conducted	20,029	20,030	20,030
Veterans Haven (North) occupancy rate	33%	100%	100%
Veterans Haven (South) occupancy rate	79%	100%	100%
Burial Services	3,090	3,000	3,000
Notes:			
(a) Numbers are decreasing due to a reduction in the New Jersey veteran population.			
Domiciliary and Treatment Services			
Appropriations (in thousands)			
State Funds	\$ 79,760	\$ 79,432	\$ 79,432
Non-State Funds	\$ 10,427	\$ 10,668	\$ 11,049
Key Performance Indicators			
Occupancy rate, Menlo Veterans Military Home	96%	100%	100%
Approved waiting list, Menlo Veterans Military Home	50%	50%	50%
Occupancy rate, Paramus Veterans Military Home	95%	100%	100%
Approved waiting list, Paramus Veterans Military Home	29%	30%	30%
Occupancy rate, Vineland Veterans Military Home	96%	100%	100%
Approved waiting list, Vineland Veterans Military Home	105%	35%	35%
State Approving Agency Services			
Appropriations (in thousands)			
State Funds	---	\$ 15	\$ 15
Non-State Funds	\$ 556	\$ 600	\$ 600
Key Performance Indicators			
Program approvals granted	459	560	450
DEPARTMENT OF STATE			
Economic Vitality - The Partnership for Action			
Appropriations (in thousands)			
State Funds	\$ 13,561	\$ 13,957	\$ 13,957
Non-State Funds	\$ 236	\$ 300	\$ 300
Key Performance Indicators			
Companies assisted	19,801	20,000	20,500
Business proposals	192 (a)	130	136
Business people assisted by the Business Call Center	34,787	35,000	35,000
Number of visits to business portal website	969,642 (b)	920,000	920,000
Number of page views to business portal website	2,640,391 (b)	2,040,000	2,040,000
Tourism destination marketing organization grants awarded	16	18	18
Tourism cooperative marketing applications received	132	140	140
Tourism cooperative marketing grants awarded	42	45	45
Tourism economic impact (\$ billions)	\$42	\$43	\$43
Number of visits to travel and tourism website	1,269,689	1,300,000	1,300,000
Number of page views to travel and tourism website	3,922,615	4,100,000	4,100,000
Notes:			
(a) FY 2013 original target was 130 business proposals but actual was greater. The adoption of the Economic Opportunity Act of 2013 is expected to impact proposals for FY 2014 and FY 2015, so targets were adjusted accordingly.			
(b) FY 2013 activity on the business portal website reflects Super Storm Sandy impact.			

FY15 Citizens' Guide: Core Mission Summaries

	Actual FY 2013	Performance Target FY 2014	Performance Target FY 2015
DEPARTMENT OF STATE			
Cultural and Historical Programs			
Appropriations (in thousands)			
State Funds	\$ 24,516	\$ 25,189	\$ 24,189
Non-State Funds	\$ 1,257	\$ 900	\$ 900
Key Performance Indicators			
<i>Council on Arts, Historical Commission, Cultural Trust</i>			
Grant applications received	463	461	461
Grants awarded	332	323	323
Technical assistance and outreach sessions	762	941	941
Total private matching dollars (leverage by awards)	--- (a)	\$44,197,400	\$44,197,400
Total spending by grantees	--- (a)	\$222,707,000	\$222,707,000
Total direct jobs created by grantees	--- (a)	17,718	17,718
Total number of attendees at grantee events	--- (a)	9,907,000	9,907,000
Total number of web patrons at grantee programs	--- (a)	11,930,000	11,930,000
<i>State Museum</i>			
Visitors to State Museum & Planetarium	134,515	141,240	141,240
Educational programs conducted	678	750	750
<i>State Archives</i>			
Number of new data base records created	208,663	260,000	260,000
Research and reference requests answered (Archives)	88,506	96,000	96,000
Notes:			
(a) Establishing baseline			
Civic Engagement Responsibilities			
Appropriations (in thousands)			
State Funds	\$ 11,946	\$ 28,682	\$ 21,162
Non-State Funds	\$ 7,739	\$ 5,225	\$ 5,230
Key Performance Indicators			
<i>Elections</i>			
Voter registrations received	377,548 (a)	260,000	260,000
Voter education training and outreach sessions	249 (a)	100	100
Accessible polling places	3,548	3,548	3,548
Division of elections website page views	--- (b)	350,000	350,000
Division of elections website visits	--- (b)	950,000	950,000
Division of elections website-voter registration forms downloaded	--- (b)	37,000	37,000
Division of elections website-voter registration look ups	--- (b)	35,000	35,000
Division of elections website-polling place locator look ups	--- (b)	35,000	35,000
<i>Division of Programs</i>			
Grant applications received	208	192	192
Grants awarded	95	91	91
Technical assistance and outreach sessions	339	300	300
National service/volunteer participants	548	550	550
Number of at-risk receiving services	--- (b)	6,780	6,800
Number of seniors receiving services	--- (b)	1,700	1,800
Number of participants-English as Second Language courses	--- (b)	350	380
Notes:			
(a) Presidential Election November 2012 (FY 2013)			
(b) Establishing baseline			

FY15 Citizens' Guide: Core Mission Summaries

	Actual FY 2013	Performance Target FY 2014	Performance Target FY 2015
DEPARTMENT OF TRANSPORTATION			
State of Good Repair and Safety			
Appropriations (in thousands)			
State Funds	\$ 434,079	\$ 657,889	\$ 554,313
Non-State Funds	\$ 764,344	\$ 1,071,733	\$ 1,020,899
Key Performance Indicators			
Traffic fatalities per 100 million vehicle miles traveled (calendar year)	0.71	0.70	0.69
Traffic crashes per million vehicle miles traveled (calendar year)	3.27	3.20	3.10
State highway pavement in acceptable condition (calendar year)	59%	61%	62%
State-owned bridges 20 feet or more in length in acceptable condition (calendar year) ...	90%	90%	91%
State-owned bridge deck area in acceptable condition (calendar year)	88%	89%	90%
Average response time for non-emergency pothole repair (in hours)	33.2	35.0	32.0
Average response time for emergency pothole repair (in hours)	2.3	2.3	2.0
Number of traffic signals inspected	5,761	5,700	5,800
Percentage of traffic signals inspected needing repair	19%	15%	15%
Crew responses within 90 minutes to electrical operations emergencies such as traffic signal failures	73%	75%	76%
Number of street lights relamped	11,621	11,700	11,700
Local Aid			
Appropriations (in thousands)			
State Funds	\$ 201,313	\$ 236,752	\$ 293,810
Non-State Funds	\$ 509,016	\$ 419,050	\$ 345,841
Key Performance Indicators			
Competitive municipal aid grants awarded by municipalities within 18 months (calendar year)	87%	90%	90%
County aid funds awarded by counties within 36 months (calendar year)	60%	90%	90%
Program Delivery			
Appropriations (in thousands)			
State Funds	\$ 141,282	\$ 160,735	\$ 182,787
Non-State Funds	\$ 530,397	\$ 208,942	\$ 230,565
Key Performance Indicators			
Planned construction projects that have been awarded	87%	95%	95%
Average department bill processing time frame for capital payments (in days)	28	30	30
Transportation Services			
Appropriations (in thousands)			
State Funds	\$ 224,611	\$ 237,864	\$ 278,321
Non-State Funds	\$ 322,014	\$ 318,161	\$ 328,876
Key Performance Indicators			
Average State highway incident duration (in minutes)	43	46	43
Number of tons of trash picked up	4,079	4,000	4,200
Percentage of crew hours spent removing litter	6.38%	5%-7%	5%-7%
Number of roadway miles machine swept (in-house & contract)	20,119	17,605	19,000
Number of inlets inspected/cleaned	73,468	67,000	70,000
Number of basins inspected	52	44	96
Number of acres mowed	38,654	42,410	42,410
MOTOR VEHICLE COMMISSION			
Improve Driver and Vehicle Safety			
Appropriations (in thousands)			
Non-State Funds	\$ 105,798	\$ 129,997	\$ 138,204
Key Performance Indicators			
Percent of participants who pass the motorcycle certified rider safety course	100%	100%	100%
Average number of bus safety inspections per person per day	4.4	< 7.0	< 7.0
Wait time for an emissions inspection at an MVC inspection lane (minutes)	9.0	5.0	5.0

FY15 Citizens' Guide: Core Mission Summaries

	Actual FY 2013	Performance Target FY 2014	Performance Target FY 2015
MOTOR VEHICLE COMMISSION			
<i>Service Delivery Levels - Driver Testing</i>			
To receive a scheduled road test for a class D driver license (calendar days)	18.0	< 20.0	< 20.0
To receive a scheduled road test for a CDL driver license (calendar days)	26.0	< 30.0	< 30.0
To receive a scheduled road test for a motorcycle driver license (calendar days)	11.0	< 15.0	< 15.0
<i>Service Delivery Levels - Correspondence Response Times</i>			
To speak with a representative for general information (minutes)	3.5	1.0	1.0
To speak with a representative for surcharge processing (minutes)	2.7	< 5.0	< 5.0
To receive a response from an email (business days)	1.0	1.0	1.0
To receive a response from a letter (business days)	10.0	10.0	10.0
Percent of medical review cases backlogged over three weeks	7%	< 10%	< 10%
Notes:			
Motorcycle training and testing services do not operate from October through March.			
Improve Customer Identification and Document Security			
Appropriations (in thousands)			
Non-State Funds	\$ 183,217	\$ 196,736	\$ 194,307
Key Performance Indicators			
Percent of major stakeholders trained in fraud/forgery prevention (goal is five training classes to law enforcement per month)	100%	100%	100%
<i>Service Delivery Levels</i>			
Percent of registration renewals conducted online	24.7%	> 40.0%	> 40.0%
Percent of registration renewals conducted at local agency offices	29.4%	< 20.0%	< 20.0%
Percent of registration renewals conducted through the mail	44.4%	> 35.0%	> 35.0%
Percent of registration renewals conducted by third party vendors	1.6%	> 5.0%	> 5.0%
Improve Financial Sustainability			
Appropriations (in thousands)			
Non-State Funds	\$ 8,911	\$ 16,906	\$ 17,251
Key Performance Indicators			
Total federal grant dollars awarded (in millions)	\$2.1	\$1.0	\$1.0
Percent of manually processed data inquiries that are paid for by the MVC	50.2%	10.0%	10.0%
BOARD OF PUBLIC UTILITIES			
Assure Safe Utility Service Delivery			
Appropriations (in thousands)			
State Funds	\$ 5,322	\$ 5,327	\$ 5,327
Non-State Funds	\$ 299	\$ 430	\$ 206
Key Performance Indicators			
Utility damages per 1,000 markout requests	2.80	2.90	2.90
Assure Reliable Utility Service Delivery			
Appropriations (in thousands)			
State Funds	\$ 5,322	\$ 5,327	\$ 5,327
Non-State Funds	\$ 299	\$ 430	\$ 206
Key Performance Indicators			
Dollars spent per customer on pipeline infrastructure replacements and improvements	\$1,070	\$1,000	\$1,000
Number of pipeline inspections per 100 miles of main and transmission pipelines in service	2.20	2.00	2.10

FY15 Citizens' Guide: Core Mission Summaries

	Actual FY 2013	Performance Target FY 2014	Performance Target FY 2015
BOARD OF PUBLIC UTILITIES			
Promote Affordable Utility Service			
Appropriations (in thousands)			
State Funds	\$ 71,611	\$ 71,015	\$ 71,015
Non-State Funds	\$ 299	\$ 433	\$ 207
Key Performance Indicators			
Average monthly N.J. residential gas bill - (\$/therm)	\$1.30	\$1.30	\$1.25
Average monthly N.J. residential electric bill - (\$/kwh)	\$0.17	\$0.17	\$0.02
Average monthly N.J. residential water bill - (\$/month)	\$48.50	\$48.50	\$50.00
Provide Effective Customer Service			
Appropriations (in thousands)			
State Funds	\$ 5,322	\$ 5,312	\$ 5,312
Non-State Funds	\$ 299	\$ 433	\$ 207
Key Performance Indicators			
Number of complaints filed – all utilities	16,696	17,364	18,032
Number of complaints received – cable	431	453	445
Promote Clean Energy Sources			
Appropriations (in thousands)			
State Funds	\$ 3,725	\$ 3,926	\$ 3,926
Non-State Funds	\$ 3,297	\$ 5,806	\$ 3,424
Key Performance Indicators			
State facility energy audits updated or completed	10	4	6
Number of NJ municipalities utilizing BPU funds (Clean Energy and/ARRA) to implement energy efficiency programs or renewable energy projects	188	150	175
Gas savings achieved through Office of Clean Energy Residential, Commercial and Industrial Energy Efficiency programs in decatherms (Dth) by calendar year.....	654,000	1,276,134	1,339,941
Electric savings achieved through Office of Clean Energy Residential, Commercial and Industrial Energy Efficiency programs in megawatt hours (Mwh) by calendar year.....	445,657	541,575	568,654
ECONOMIC DEVELOPMENT AUTHORITY			
Advancing Job Creation and Retention Incentives to Grow Businesses in New Jersey			
Appropriations (in thousands)			
State Funds	\$ 175,194	\$ 185,075	\$ 14,266
Key Performance Indicators			
Percentage of approved Grow New Jersey projects located in Garden State Growth Zones and distressed municipalities	--- (a)	--- (a)	50%
Percent of approved Grow New Jersey projects receiving increases for “Jobs with Salary in excess of County/GSGZ Average”	--- (a)	--- (a)	25%
Percent of approved Grow New Jersey projects receiving increases for “Large numbers of new and retained full-time jobs”	--- (a)	--- (a)	25%
Percent of approved Grow New Jersey projects receiving increases for “Transit Oriented development”	--- (a)	--- (a)	25%
Number of applications approved under the Grow New Jersey program	--- (a)	--- (a)	80
Providing Financing to Small and Mid-Sized Businesses and Not-for-Profits			
Appropriations (in thousands)			
Non-State Funds	\$ 49,000	\$ 49,000	\$ 49,000
Key Performance Indicators			
Amount of assistance provided through financial support to small businesses, including Sandy recovery activities to small businesses and communities (in millions)	--- (a)	--- (a)	\$280
Percent of approved loans located within Garden State Growth Zones or distressed municipalities	--- (a)	--- (a)	25%
Increase overall portfolio exposure	--- (a)	--- (a)	10%

FY15 Citizens' Guide: Core Mission Summaries

	Actual FY 2013	Performance Target FY 2014	Performance Target FY 2015
ECONOMIC DEVELOPMENT AUTHORITY			
Supporting Redevelopment Projects that Revitalize Communities and Stimulate the Economy			
Appropriations (in thousands)			
State Funds	\$ 7,777	\$ 18,449	\$ 8,446
Key Performance Indicators			
New jobs on Fort Monmouth property by end of calendar year	150	150	775
Number of square feet redeveloped on Fort Monmouth property by end of calendar year ..	--- (a)	--- (a)	300,000
Percent of ERG projects approved located in Garden State Growth Zones or distressed municipalities	--- (a)	--- (a)	50%
Notes:			
(a) Establishing baseline			
The NJEDA operates on a calendar year, rather than on the State's fiscal year. As a result, Key Performance Indicators shown under fiscal year headings above are actually for calendar years.			
DEPARTMENT OF THE TREASURY			
Revenue Generation (including Cost Management)			
Appropriations (in thousands)			
State Funds	\$ 128,198	\$ 108,431	\$ 99,651
Non-State Funds	\$ 18,593	\$ 23,608	\$ 22,858
Key Performance Indicators			
Number of audit completions (Taxation)	128,172	135,500	141,000
Average deposit turnaround in business days (Revenue)	2	2	2
Actual cash collections net of refunds expressed as percentages of forecast			
Gross Income & Corporation Business Tax	+ 0.8%	+/- 1.0%	+/- 1.0%
Sales Tax	- 2.2%	+/- 1.0%	+/- 1.0%
Lottery	+ 0.9%	+/- 1.0%	+/- 1.0%
Accuracy of New Jersey economic forecast variance between projection and actual			
Personal income growth rate (annualized) to date	- 4.6%	+/- 1.0%	+/- 1.0%
Employment growth rate (annualized) to date	+ 0.3%	+/- 1.0%	+/- 1.0%
Unemployment	+ 0.2%	+/- 1.0%	+/- 1.0%
Asset Management			
Appropriations (in thousands)			
State Funds	\$ 35,495	\$ 40,615	\$ 40,505
Non-State Funds	\$ 25,988	\$ 21,815	\$ 23,659
Key Performance Indicators			
Difference between pension fund return and benchmark (Investments)	+ 0.8%	+ 1.0%	+ 1.0%
Injury rate per employee (Risk Management)	7.5%	7.3%	7.0%
Amount reunited with owner (Unclaimed Property)	\$109,000,000	\$95,000,000	\$100,000,000
Services to the Public or Local Government Entities			
Appropriations (in thousands)			
State Funds	\$ 28,716	\$ 33,316	\$ 33,041
Non-State Funds	\$ 47,799	\$ 46,795	\$ 46,795
Key Performance Indicators			
Call centers customer service levels (% answered vs. received)			
Taxation	85%	87%	88%
Pensions & Benefits	71%	75%	75%
Revenue	93%	92%	92%
Pension member payments disbursed through electronic funds transfer	89%	92%	95%
Business formation/registrations and amended filings processed electronically (Revenue)	89%	89%	89%

FY15 Citizens' Guide: Core Mission Summaries

	Actual FY 2013	Performance Target FY 2014	Performance Target FY 2015
DEPARTMENT OF THE TREASURY			
Statewide Support Service			
Appropriations (in thousands)			
State Funds	\$ 45,242	\$ 39,129	\$ 33,845
Non-State Funds	\$ 2,622	\$ 3,613	\$ 3,613
Key Performance Indicators			
Procurement Awards affirmed after protest (Purchase and Property)	94%	90%	90%
Cost per printed impression by the State Print Shop (Admin)	\$0.08	\$0.11	\$0.11
Cost per printed copy by the State Print Shop (Admin)	\$0.05	\$0.04	\$0.04
Monthly cost per State-owned vehicle (Admin)	\$368	\$368	\$368
Revenue deposited through electronic funds transfer (Revenue)	78%	75%	75%
OFFICE OF INFORMATION TECHNOLOGY			
IT Governance, Planning, and Control			
Appropriations (in thousands)			
State Funds	\$ 3,344	\$ 3,374	\$ 3,475
Key Performance Indicators			
<i>Providing a Robust Enterprise Architecture</i>			
Projects in compliance with the Enterprise Architecture, when presented at the logical system architectural review	70%	70%	70%
Agency projects that utilize an Enterprise Solution as a result of the system architecture review process	--- (a)	65%	65%
<i>Program Management Office</i>			
Agency IT procurements jointly reviewed (OIT/OMB) and processed within 21 days or less	90%	90%	90%
Maintaining a Secure Shared IT Infrastructure			
Appropriations (in thousands)			
State Funds	\$ 65,377	\$ 77,810	\$ 95,949
Key Performance Indicators			
<i>Infrastructure Support Services</i>			
Agency Continuity of Operations Plan (COOP) IT reviews conducted by OIT	--- (a)	4	4
Average unplanned downtime of the State's Internet presence within a 24/7 Timeframe (in minutes per month)	--- (a)	22	22
Help Desk calls resolved on first call	50%	70%	70%
Supporting Agency and Enterprise Applications and IT Systems			
Appropriations (in thousands)			
State Funds	\$ 38,638	\$ 35,745	\$ 36,662
Key Performance Indicators			
<i>Data Management Services and Geographic Information Services</i>			
Opportunities accomplished through Shared Enterprise data	--- (a)	50%	50%
<i>Application Development and Maintenance</i>			
Service requests received compared to the number of service requests to be worked on	--- (a)	80%	80%
<i>Sample Application Availability (End to End)</i>			
Average unavailability of NJ.Gov (in minutes per month)	--- (a)	216	216

FY15 Citizens' Guide: Core Mission Summaries

	Actual FY 2013	Performance Target FY 2014	Performance Target FY 2015
OFFICE OF INFORMATION TECHNOLOGY			
Supporting State and Local Emergency Telecommunications Services			
Appropriations (in thousands)			
State Funds	\$ 13,212	\$ 13,272	\$ 13,272
Key Performance Indicators			
<i>Office of Emergency Telecommunications</i>			
Training recertifications completed within 30 days from receipt of Office of Emergency Telecommunications staff	--- (a)	100%	100%
Public safety telecommunications and emergency medical dispatch training course students who successfully pass the certification exam on the first attempt	--- (a)	100%	100%
Sufficient system capacity maintained for public safety entities on the Statewide P-25 trunked radio system	--- (a)	99%	99%
Notes:			
(a) Establishing baseline			
In addition to the Office of Information Technology's total State appropriation, the amounts above also include receipts collected from State agencies supported by fees, federal funds, and other dedicated sources.			
PUBLIC DEFENDER			
Providing Appropriate Effective Legal Counsel			
Appropriations (in thousands)			
State Funds	\$ 120,030	\$ 123,011	\$ 120,086
Non-State Funds	\$ 223	\$ 223	\$ 223
Key Performance Indicators			
<i>Trial Services to Indigents</i>			
Adult criminal - newly opened cases (annual)	60,297	62,804	62,804
Adult criminal - closed cases (annual)	58,266	60,688	60,688
Adult criminal - average attorney caseload (includes per diem attorneys)	150	150	150
Juvenile criminal - newly opened cases (annual)	10,122	10,543	10,543
Juvenile criminal - closed cases (annual)	10,745	11,192	11,192
Juvenile criminal - average attorney caseload (includes per diem attorneys)	200	200	200
Post-conviction relief - opened cases	709	709	709
Post-conviction relief - closed cases	773	773	773
<i>Appellate Services to Indigents</i>			
Notices of new direct appeals of criminal convictions or sentenced filed in Appellate Division of NJ Superior Court	1,705	1,785	1,785
Number of Excessive Sentence program dispositions	729	567	567
Number of briefs filed	1,179	1,179	1,179
Number of dismissals/administrative closings	409	249	249
Petitions for certification to NJ Supreme Court	513	513	513
<i>Office of Parental Representation (Title 9 proceedings)</i>			
Indigent parent charged with Civil Abuse/Neglect (Title 9) - newly opened cases (annual)	7,059	7,674	7,674
Indigent parent charged with Civil Abuse/Neglect (Title 9) - closed cases (annual)	6,347	7,297	7,297
<i>Office of Parental Representation (Title 30 proceedings)</i>			
Indigent parent in Termination of Parental Rights (Title 30) - newly opened cases (annual)	1,222	1,296	1,296
Indigent parent in Termination of Parental Rights (Title 30) - closed cases (annual)	1,254	1,270	1,270
<i>Office of Parental Representation</i>			
Combined Parental Representation average attorney caseload (includes per diem attorneys)	59	75	75
<i>Office of Law Guardian (Title 9 proceedings)</i>			
Children subject to Abuse/Neglect complaints (Title 9) - newly opened cases (annual)	8,023	8,922	8,922
Children subject to Abuse/Neglect complaints (Title 9) - closed cases (annual)	7,030	8,368	8,368

FY15 Citizens' Guide: Core Mission Summaries

	Actual FY 2013	Performance Target FY 2014	Performance Target FY 2015
PUBLIC DEFENDER			
<i>Office of Law Guardian (Title 30 proceedings)</i>			
Children in Termination of Parental Rights (Title 30) - newly opened cases (annual) . . .	1,461	1,461	1,461
Children in Termination of Parental Rights (Title 30) - closed cases (annual)	1,316	1,460	1,460
<i>Office of Law Guardian</i>			
Combined Law Guardian average attorney caseload (includes per diem attorneys)	125	88	88
<i>Division of Mental Health Advocacy</i>			
Mental Health hearings	18,987	18,987	18,987
Scheduled hearings - average number of attorney appearances	1,117	1,055	1,055
Number of scheduled initial and periodic review hearings	12,694	12,694	12,694
Number of outpatient commitment hearings	73	73	73
Number of scheduled voluntary review hearings	2,167	2,167	2,167
Number of scheduled placement review hearings for individuals who do not meet the commitment standards	3,676	3,676	3,676
Percentage of completed hearings where client objective obtained	88.0%	86.0%	86.0%
Number of persons represented for other types of activities	377	377	377
Number of represented individuals, who are committed involuntarily under the sexually violent predators law	511	513	513
Number of Division of Developmental Disabilities' clients represented at guardianship of the person hearings - newly opened cases	290	264	264
Providing Mediation Services			
Appropriations (in thousands)			
State Funds	\$ 567	\$ 556	\$ 556
Non-State Funds	\$ 242	\$ 341	\$ 341
Key Performance Indicators			
<i>Office of Dispute Settlement</i>			
Mediation- newly opened cases	1380	1404	1404
Average mediator caseload	276	234	234
Foreclosure mediation - newly opened cases	1327	1344	1344
Foreclosure mediation - closed cases	824	840	840
Percentage of foreclosure mediation cases resolved	55.9%	50.0%	50.0%
General civil court mediation - newly opened cases	53	60	60
General civil court mediation - closed cases	42	36	36
New home warranty program (State plan) arbitration hearings - newly opened cases . . .	53	60	60
New home warranty program (State plan) arbitration hearing - closed cases	60	60	60
New home warranty program (private plan) arbitration hearings - newly opened cases .	58	60	60
New home warranty program (private plan) arbitration hearing - closed cases	54	60	60

Appendix

SENATE BILL No. 2015

To the Senate:

Pursuant to Article V, Section I, Paragraph 15 of the New Jersey Constitution, I am appending to Senate Bill No. 2015, at the time of my signing it, my statement of items, or parts thereof, to which I object so that each item, or part thereof, so objected to shall not take effect.

For the fourth time in five years, the Legislature has passed an income tax increase and this year, in a new twist, has included a 15% corporation business tax ("CBT") surtax as well. The Legislature has included the proposed revenue from these misguided initiatives as an essential component of its Fiscal Year 2015 budget bill. Because the foundation of the Legislature's proposal is unsound, I must object.

As I have said before, I strongly believe that punitively raising taxes on our already overtaxed residents and small business owners is not the answer to the State's short- and long-term fiscal challenges. The Legislature's budget, if enacted, would accomplish nothing more than to repeat the failed, irresponsible, and unsustainable policies that were commonplace in Trenton for years before my administration. Simply stated, I do not accept the premise that we can tax our way to prosperity in this manner. Nor do I accept the notion that either a three-year income tax hike or a one-year CBT surtax is an appropriate tool to resolve a fundamental structural budget imbalance or to address legacy pension and health benefit obligations that reflect decades of underfunding, the irresponsible adoption of unfunded benefit enhancements, and investment under-performance during the first decade of the 2000s.

STATE OF NEW JERSEY
EXECUTIVE DEPARTMENT

2

Rather than enacting responsible policies that will encourage and allow New Jersey's economy and revenues to grow, the Legislature appears to be intent on inhibiting economic growth with crushing taxes. Imposing vindictive taxes on the businesses and highly productive taxpayers we need here in New Jersey to create jobs and grow our economy will only invite these taxpayers to take rational steps to mitigate their exposure to New Jersey's taxes, diverting jobs and investment activity to other states with lower tax burdens. Instead, we should be appropriately and responsibly lowering taxes for all New Jerseyans to stimulate New Jersey's economy, reduce disincentives to invest and create jobs in New Jersey, and improve our already uncompetitive tax climate. It is this approach, not yet another tax increase, that will allow the State's economy and revenues to grow.

Regrettably, the Legislature has attempted to derail our progress toward making New Jersey more competitive; rather than making hard choices in a responsible manner, it has instead imprudently and inappropriately proposed to raise taxes and included hundreds of millions of dollars in new spending that is unsupported by revenue on hand or anticipated to be received during the course of Fiscal Year 2015. Accordingly, keeping faith with my commitment to New Jerseyans and my constitutional obligation to ensure that the State enters the next fiscal year with a balanced budget, I am compelled to make numerous modifications as reflected herein.

The general appropriations law for Fiscal Year 2015, as modified, that I signed today is consistent with my previous four budgets in that it delivers a balanced State budget while maintaining the fiscal discipline that I promised and delivered during these most difficult and trying economic times. New

STATE OF NEW JERSEY
EXECUTIVE DEPARTMENT

3

Jersey must have a budget that controls direct State government spending; does not raise taxes on New Jersey families, already among the most heavily taxed citizens in the country; works to improve the State's economic competitiveness; and makes difficult decisions on competing public interests, while continuing to allocate scarce resources to fund the critical programs protecting the most vulnerable of our citizens.

New Jersey has experienced, time and again, the ravages of budgets built on the false premise that, in this competitive national and international economy, any state can increase taxes to support profligate spending with impunity. While others are cutting taxes and fighting to lure both corporations and individuals to their states, the New Jersey Legislature continues to cling to the disproven theory that higher taxes will not chase wealth and investment from the State. I simply do not accept that failed strategy and will not fall victim to the lure of false riches from temporary taxes that will make New Jersey less competitive while increasing the already extreme volatility of our State's revenue base. The Legislature's approach undermines our capacity to engage in rational budget planning that supports the programs and services the citizens of our State need and deserve. Those programs and services protect the State's most vulnerable populations, address needs that cannot wait, and encourage the very growth and prosperity the Legislature is intent on squelching. New Jersey needs permanent, stable solutions to cure its structural fiscal imbalance.

As Governor, I take very seriously my constitutional and statutory responsibilities concerning the State's finances, including: making my annual budget recommendations in February as required by N.J.S.A. 42:27B-20; exercising my line-item,

STATE OF NEW JERSEY
EXECUTIVE DEPARTMENT

4

conditional, and absolute veto powers over taxing and spending decisions as conferred in Article V, Section 1, Paragraphs 14 and 15 of the New Jersey Constitution; overseeing, through the State Treasurer and the Office of Management and Budget, the fiscal affairs of the State throughout each fiscal year to maintain a balanced budget and ensure expenditures do not exceed revenues; and certifying that total revenues, both on hand and anticipated, will be available to meet appropriations as required by Article VIII, Section 2, Paragraph 2 of the State Constitution. Much deliberation and careful study precede the presentation of my budget recommendations to the Legislature each February.

All of my actions in exercising the fiscal powers and responsibilities conferred upon me by the Constitution and laws of the State are made because I conclude they are in the best interests of the State of New Jersey. I exercise these powers solely in furtherance of the significant responsibilities entrusted to me as Governor of the State of New Jersey, cognizant and respectful of the real effects of my decisions on each and every resident of the State. I likewise respect the broad authority and responsibility of the Legislature to introduce and pass an appropriations law each year reflecting its spending priorities and its absolute ability under the State Constitution to override any or all of the vetoes I have signed today.

It is evident that there exists a fundamental disagreement between the Legislature's strongly held opinion that constantly raising taxes is best for the State and my conviction that incentivizing already overtaxed individuals and businesses to avoid or flee our State is foolish and counterproductive. The framers of the New Jersey Constitution wisely established a

STATE OF NEW JERSEY
EXECUTIVE DEPARTMENT

5

clear and orderly political process for resolving these sorts of policy disputes concerning the State's finances.

Accordingly, I am appending to Senate Bill No. 2015, at the time of my signing it, my statement of items, or parts thereof, to which I object so that each item, or part thereof, so objected to shall not take effect.

[seal]

Respectfully,

/s/ Chris Christie

Governor

Attest:

/s/ Christopher S. Porrino

Chief Counsel to the Governor

State of New Jersey

Executive Department

Page

16 DEPARTMENT OF CHILDREN AND FAMILIES

50 Economic Planning, Development, and Security

55 Social Services Programs

DIRECT STATE SERVICES

"01-1610 Child Protection and Permanency	\$453,518,000."
This item is reduced to \$452,318,000.	
"(From General Fund	\$210,756,000)."
This item is reduced to \$209,556,000.	
"Total Appropriation, State, Federal and All Other Funds	\$557,733,000."
This item is reduced to \$556,533,000.	
"(From General Fund	\$279,395,000)."
This item is reduced to \$278,195,000.	
Less:	
"Total Deductions	\$278,338,000."
"Total Direct State Services Appropriation, Social Services Programs	\$279,395,000."
This item is reduced to \$278,195,000.	

Direct State Services:

29	" 01 Child Collaborative Mental Health Care Pilot Program	(\$2,400,000)."
	This item is reduced to \$1,200,000.	
	"Department of Children and Families, Total State Appropriation	\$1,097,061,000."
	This item is reduced to \$1,095,861,000.	

22 DEPARTMENT OF COMMUNITY AFFAIRS

50 Economic Planning, Development, and Security

55 Social Services Programs

DIRECT STATE SERVICES

Direct State Services:

- 36 "Notwithstanding the provisions of any law, rule or regulation to the contrary, every household in the State that is eligible to receive benefits under the Supplemental Nutrition Assistance Program (SNAP) established pursuant to the "Food and Nutrition Act of 2008," Pub.L.110-246 (7 U.S.C. s.2011 et seq.) shall receive a minimum annual energy assistance payment of \$21 in order to qualify the household for a heating and cooling standard utility allowance under the SNAP program, in accordance with 7 U.S.C. s.2014(e)(6)(C), unless a standard utility allowance would have been unavailable to the household under the State and federal criteria for SNAP and any applicable energy assistance programs that were in place as of July 1, 2013. This annual payment shall be disbursed in accordance with the provisions of the Low Income Home Energy Assistance Program (LIHEAP), established pursuant to Pub.L. 97-35, Title XXVI (42 U.S.C. s.8621 et seq.) or other energy assistance program for which the household is eligible, as applicable. Any costs associated with increasing LIHEAP payments shall first be charged to the unexpended balance of federal funds available for the LIHEAP program, to the extent permitted by federal law and regulation."

The quoted language is deleted in its entirety.

70 Government Direction, Management, and Control

75 State Subsidies and Financial Aid

STATE AID

State Aid:

- 41 "Notwithstanding the provisions of any law or regulation to the contrary, the amount hereinabove appropriated for Transitional Aid to Localities is subject to the following condition: a municipality that has not yet applied for Transitional Aid for 2015 as of the effective date of this act may file an application on the appropriate forms prescribed by the Director of the Division of Local Government Services(on or before August 15, 2014)) and such application shall be considered by the Director for a determination of eligibility for Transitional Aid for the current fiscal year."

The language within double parentheses is deleted.

- 42 "The Commissioner of Community Affairs shall report on a quarterly basis to the Joint Budget Oversight Committee detailing all payments to any private vendors with which it has contracted to manage the Reconstruction, Rehabilitation, Elevation and Mitigation Program or any successor thereto funded by the Community Development Block Grant-Disaster Recovery Grant. The first report submitted shall also detail all such payments made prior to the current fiscal year."

State of New Jersey
Executive Department

Page

The quoted language is deleted in its entirety.

34 DEPARTMENT OF EDUCATION

30 Educational, Cultural, and Intellectual Development

31 Direct Educational Services and Assistance

STATE AID

"03-5120	Miscellaneous Grants-In-Aid	\$52,700,000."
	This item is reduced to \$49,700,000.	
	"(From Property Tax Relief Fund	\$52,700,000)."
	This item is reduced to \$49,700,000.	
	"Total State Aid Appropriation, Direct Educational Services and Assistance	\$9,556,906,000."
	This item is reduced to \$9,553,906,000.	
	"(From Property Tax Relief Fund	\$8,808,114,000)."
	This item is reduced to \$8,805,114,000.	

State Aid:

- 49 " 03 Charter School Adjustment Aid (PTRF) (\$3,000,000)."
This item is deleted in its entirety.
- 54 "A charter school's allocation of the amount hereinabove appropriated for Charter School Adjustment Aid shall be determined by summing: 1) the product obtained by multiplying \$75 by the number of students enrolled in the charter school who reside in a school district in which the amount of adjustment aid that the school district will receive in the 2014-2015 school year accounts for less than 10%, of the sum of equalization aid, special education categorical aid, security categorical aid, school choice aid, transportation aid, under adequacy aid, supplemental enrollment growth aid, educational adequacy aid, PARCC readiness aid, per pupil growth aid, and adjustment aid that the school district will receive in the 2014-2015 school year, and 2) the product obtained by multiplying \$115 by the number of students enrolled in the charter school who reside in a school district in which adjustment aid represents 10% or more of the sum of equalization aid, special education categorical aid, security categorical aid, school choice aid, transportation aid, under adequacy aid, supplemental enrollment growth aid, educational adequacy aid, PARCC readiness aid, per pupil growth aid, and adjustment aid that the school district will receive in the 2014-2015 school year."

The quoted language is deleted in its entirety.

30 Educational, Cultural, and Intellectual Development

34 Educational Support Services

STATE AID

"39-5094	Teachers' Pension and Annuity Assistance	\$3,349,068,000."
	This item is reduced to \$2,411,753,000.	
	"(From Property Tax Relief Fund	\$3,349,068,000)."
	This item is reduced to \$2,411,753,000.	
	"Total State Aid Appropriation, Educational Support Services	\$3,349,068,000."
	This item is reduced to \$2,411,753,000.	
	"(From Property Tax Relief Fund	\$3,349,068,000)."
	This item is reduced to \$2,411,753,000.	

State Aid:

- 57 " 39 Teachers' Pension and Annuity Fund (PTRF) (\$1,316,529,000)."
This item is reduced to \$379,214,000.
- "Department of Education, Total State Appropriation \$12,971,275,000."
This item is reduced to \$12,030,960,000.

42 DEPARTMENT OF ENVIRONMENTAL PROTECTION

40 Community Development and Environmental Management

42 Natural Resource Management

DIRECT STATE SERVICES

"12-4875	Parks Management	\$33,879,000."
	This item is reduced to \$33,504,000.	
	"Total Direct State Services Appropriation, Natural Resource Management	\$61,921,000."
	This item is reduced to \$61,546,000.	

State of New Jersey

Executive Department

Page

Direct State Services:

- 61 " 12 Historic New Bridge Landing Park Commission (\$375,000)."
This item is deleted in its entirety.

40 Community Development and Environmental Management

43 Science and Technical Programs

DIRECT STATE SERVICES

Direct State Services:

- 66 "Notwithstanding the provisions of any law or regulation to the contrary, an amount ((not to exceed \$2,000,000)), as determined by the Director of the Division of Budget and Accounting, is appropriated from the Clean Energy Fund to support the Office of Sustainability and Green Energy in the Department of Environmental Protection subject to the following condition: The Board of Public Utilities and the Office of Sustainability and Green Energy shall enter into a memorandum of understanding providing for the terms and conditions for the expenditure of the funds, including but not limited to the uses of the funds and program coordination between the two agencies."

The language within double parentheses is deleted.

40 Community Development and Environmental Management

44 Site Remediation and Waste Management

CAPITAL CONSTRUCTION

- 69 "Except as otherwise provided in this act and notwithstanding the provisions of any other law or regulation to the contrary, the first \$50,000,000 ((and one-half of any additional amounts)) in natural resource, cost recoveries and other associated damages recovered by the State, along with such additional amounts as may be determined by the Director of the Division of Budget and Accounting, in consultation with the Attorney General, to be necessary to pay for the costs of legal services related to such recoveries, shall be deposited into the Hazardous Discharge Site Cleanup Fund established pursuant to section 1 of P.L.1985, c.247 (C.58:10-23.34), and are appropriated for: direct and indirect costs of remediation, restoration, and clean up; costs for consulting, expert, and legal services incurred in pursuing claims for damages; and grants to local governments and nonprofit organizations to further implement restoration activities of the Office of Natural Resource Restoration. Recoveries in excess of the amounts appropriated pursuant to this paragraph, consistent with the terms and conditions of applicable settlement agreements or court rulings, shall be deposited in the General Fund as general State revenue."

The language within double parentheses is deleted.

"Department of Environmental Protection, Total State Appropriation \$334,460,000."
This item is reduced to \$334,085,000.

46 DEPARTMENT OF HEALTH

20 Physical and Mental Health

21 Health Services

GRANTS-IN-AID

- "02-4220 Family Health Services \$123,620,000."
This item is reduced to \$116,120,000.
"(From General Fund \$123,091,000)."
This item is reduced to \$115,591,000.
- "Total Grants-In-Aid Appropriation, Health Services \$190,152,000."
This item is reduced to \$182,652,000.
"(From General Fund \$189,623,000)."
This item is reduced to \$182,123,000.

Grants-In-Aid:

- 80 " 02 Family Planning Services (\$7,500,000)."
This item is deleted in its entirety.
- 82 "Of the amounts hereinabove appropriated for Family Planning Services, no monies shall be expended on abortion procedures."

The quoted language is deleted in its entirety.

"Department of Health, Total State Appropriation \$369,031,000."
This item is reduced to \$361,531,000.

State of New Jersey
Executive Department

Page

54 DEPARTMENT OF HUMAN SERVICES

20 Physical and Mental Health

24 Special Health Services

7540 Division of Medical Assistance and Health Services

GRANTS-IN-AID

Grants-In-Aid:

- 104 "Notwithstanding the provisions of any law or regulation to the contrary, there are appropriated such amounts as are necessary to provide health insurance benefits that comply with the Affordable Care Act's requirements to persons previously covered under the FamilyCare Advantage Program. The Commissioner shall take all necessary steps to ensure that persons formerly covered under the FamilyCare Advantage Program are provided health insurance benefits pursuant to this provision."

The quoted language is deleted in its entirety.

30 Educational, Cultural, and Intellectual Development

32 Operation and Support of Educational Institutions

7601 Community Programs

GRANTS-IN-AID

"03-7601 Adult Activities		\$323,400,000."
This item is reduced to \$320,700,000.		
"(From General Fund	\$198,826,000)."	
This item is reduced to \$196,126,000.		
"Total Appropriation, State, Federal and All Other Funds		\$1,212,491,000."
This item is reduced to \$1,209,791,000.		
"(From General Fund	\$445,873,000)."	
This item is reduced to \$443,173,000.		
Less:		
"Total Deductions		\$546,440,000."
"Total Grants-In-Aid Appropriation, Community Programs		\$666,051,000."
This item is reduced to \$663,351,000.		
"(From General Fund	\$445,873,000)."	
This item is reduced to \$443,173,000.		

Grants-In-Aid:

- 119 " 03 Red Ribbon Academy - Medical Special Needs Day Program (\$2,700,000)."
This item is deleted in its entirety.

70 Government Direction, Management, and Control

76 Management and Administration

7500 Division of Management and Budget

GRANTS-IN-AID

"99-7500 Administration and Support Services		\$12,229,000."
This item is reduced to \$8,729,000.		
"Total Grants-In-Aid Appropriation, Division of Management and Budget		\$12,229,000."
This item is reduced to \$8,729,000.		

Grants-In-Aid:

- 127 " 99 Medicaid / NJ Family Care Outreach And Enrollment (\$3,500,000)."
This item is deleted in its entirety.

"Department of Human Services, Total State Appropriation	\$6,615,524,000."
This item is reduced to \$6,609,324,000.	

- 128 "Notwithstanding the provisions of any law or regulation to the contrary, the amounts hereinabove appropriated from the Medical Day Care Services and the Managed Care Initiative accounts are subject to the following condition: a licensed facility in the adult Medical Day Care program may serve and receive reimbursement for ((more)) participants per day ((than the facility's licensed capacity))provided that the number of participants served ((at any one time))does not exceed the facility's licensed capacity."

The language within double parentheses is deleted.

State of New Jersey

Executive Department

Page

74 DEPARTMENT OF STATE
30 Educational, Cultural, and Intellectual Development
36 Higher Educational Services
2405 Higher Education Student Assistance Authority
GRANTS-IN-AID

Grants-In-Aid:

156 "Notwithstanding the provisions of any law or regulation to the contrary, a student who is eligible for in-State tuition pursuant P.L.2013, c.170 (C.18A:62-4.4), and is otherwise eligible for a TAG award shall be eligible for TAG."

The quoted language is deleted in its entirety.

2445 Rowan University

GRANTS-IN-AID

Grants-In-Aid:

161 "For the purpose of implementing the appropriations act for the current fiscal year, the number of State-funded positions at Rowan University shall be 1,532((and shall be increased to reflect up to an additional 17 newly filled positions at the School of Osteopathic Medicine during the fiscal year))."

The language within double parentheses is deleted.

Higher Educational Services

165 "Funds appropriated to Rutgers University for purposes of medical education ((at New Jersey Medical School and Rutgers Medical School))are authorized to be used as necessary by the Director of Budget and Accounting and the Division of Medical Assistance and Health Services, consistent with CMS guidelines, solely to maximize federal Medicaid payments to faculty physicians and non-physician professionals who are affiliated with the aforementioned respective medical schools."

The language within double parentheses is deleted.

30 Educational, Cultural, and Intellectual Development

37 Cultural and Intellectual Development Services

2541 Division of State Library

STATE AID

"51-2541 Library Services \$10,975,000."
This item is reduced to \$7,975,000.

"Total State Aid Appropriation, Division of State Library \$10,975,000."
This item is reduced to \$7,975,000.

State Aid:

166 " 51 Per Capita Library Aid (\$6,676,000)."
This item is reduced to \$3,676,000.

"Department of State, Total State Appropriation \$1,274,586,000."
This item is reduced to \$1,271,586,000.

State of New Jersey
Executive Department

Page

82 DEPARTMENT OF THE TREASURY
30 Educational, Cultural, and Intellectual Development
36 Higher Educational Services

STATE AID

"48-2155 Aid to County Colleges	\$222,905,000."
This item is reduced to \$222,704,000.	
"(From Property Tax Relief Fund	\$204,105,000)."
This item is reduced to \$203,904,000.	
"Total State Aid Appropriation, Higher Educational Services	\$222,905,000."
This item is reduced to \$222,704,000.	
"(From Property Tax Relief Fund	\$204,105,000)."
This item is reduced to \$203,904,000.	
Less:	
"Total Income Deductions	\$18,800,000."
"Total State Appropriation, Higher Educational Services	\$204,105,000."
This item is reduced to \$203,904,000.	
"(From Property Tax Relief Fund	\$204,105,000)."
This item is reduced to \$203,904,000.	
<i>State Aid:</i>	
183 " 48 Employer Contributions - Teachers' Pension and Annuity Fund (PTRF)	(\$258,000)."
This item is reduced to \$57,000.	

70 Government Direction, Management, and Control
72 Governmental Review and Oversight
2066 Office of the State Comptroller

DIRECT STATE SERVICES

Direct State Services:

- 188 "The appropriations hereinabove for the Office of the State Comptroller are subject to the following condition: notwithstanding the provisions of any law or regulation to the contrary, the State Comptroller shall monitor the execution of grant agreements entered into pursuant to the Building Our Future Bond Act of 2012, P.L.2013, c.41 to ensure that projects are on time, within stated purpose, and within budget, and shall report his findings and conclusions to the Joint Budget Oversight Committee not later than June 1, 2015."

The quoted language is deleted in its entirety.

70 Government Direction, Management, and Control
75 State Subsidies and Financial Aid

GRANTS-IN-AID

Grants-In-Aid:

- 193 "The amount hereinabove appropriated for the Homestead Benefit Program shall be available to provide homestead benefits only to eligible homeowners pursuant to the provisions of section 3 of P.L.1990, c.61 (C.54:4-8.59) as amended by P.L.2004, c.40 and by P.L.2007, c.62, as may be amended from time to time except that, notwithstanding the provisions of such laws to the contrary: (i) residents who are 65 years of age or older at the close of the tax year, or residents who are allowed to claim a personal deduction as a blind or disabled taxpayer pursuant to subsection b. of N.J.S.54A:3-1, with (a) gross income in excess of \$150,000 for tax year 2012 are excluded from the program; (b) gross income in excess of \$100,000 but not in excess of \$150,000 for tax year 2012 are eligible for a benefit in the amount of 5% of the first \$10,000 of property taxes paid, and (c) gross income not in excess of \$100,000 for tax year 2012 are eligible for a benefit in the amount of 10% of the first \$10,000 of property taxes paid; (ii) residents who are not 65 years of age or older at the close of the tax year, or residents who are not allowed to claim a personal deduction as a blind or disabled taxpayer pursuant to subsection b. of N.J.S.54A:3-1, with (a) gross income in excess of \$75,000 for tax year 2012 are excluded from the program; (b) gross income in excess of \$50,000 but not in excess of \$75,000 for tax year 2012 are eligible for a benefit in the amount of 6.67% of the first \$10,000 of property taxes paid; and (c) gross income not in excess of \$50,000 for tax year 2012 are eligible for a benefit in the amount of 10% of the first \$10,000 of property taxes paid. These benefits listed pursuant to this paragraph will be calculated based on the 2006 property tax amounts assessed or as would have been assessed on the October 1, 2012 principal residence of eligible applicants. The total homestead benefit provided to an eligible applicant in a given State fiscal year shall not exceed the homestead rebate amount paid to such eligible applicant for tax year 2006, absent a change in an applicant's filing characteristics. The homestead benefit shall be paid in ((August. If the amount hereinabove appropriated for the Homestead Benefit Program is not sufficient, there is appropriated from the Property Tax Relief Fund such additional sums as)) may ((be required to provide such homestead benefits)), subject to the approval of the Director of the Division of Budget and Accounting."

The language within double parentheses is deleted.

State of New Jersey

Executive Department

Page

STATE AID

"35-2078	Police and Firemen's Retirement System This item is reduced to \$129,379,000.	\$165,278,000."
	"(From Property Tax Relief Fund This item is reduced to \$129,379,000.	\$165,278,000)."
	"Total State Aid Appropriation, State Subsidies and Financial Aid This item is reduced to \$233,453,000.	\$269,352,000."
	"(From Property Tax Relief Fund This item is reduced to \$198,879,000.	\$234,778,000)."

State Aid:

195	" 35 Police and Firemen's Retirement System (PTRF) This item is reduced to \$28,620,000.	(\$60,060,000)."
195	" 35 Police and Firemen's Retirement System (P.L.1979, c.109) (PTRF) This item is reduced to \$37,603,000.	(\$42,062,000)."

**80 Special Government Services
82 Protection of Citizens' Rights
2048 State Legal Services Office**

GRANTS-IN-AID

"89-2048	Civil Legal Services for the Poor This item is reduced to \$14,900,000.	\$19,900,000."
	"Total Grants-In-Aid Appropriation, State Legal Services Office This item is reduced to \$14,900,000.	\$19,900,000."

Grants-In-Aid:

199	" 89 Legal Services of New Jersey - Legal Assistance in Civil Matters This item is reduced to \$14,900,000.	(\$19,900,000)."
	"Department of the Treasury, Total State Appropriation This item is reduced to \$1,683,534,000.	\$1,724,634,000."

94 INTERDEPARTMENTAL ACCOUNTS

70 Government Direction, Management, and Control

74 General Government Services

9410 Employee Benefits

DIRECT STATE SERVICES

"03-9410	Employee Benefits This item is reduced to \$2,169,883,000.	\$2,697,756,000."
	"Total Direct State Services Appropriation, Employee Benefits This item is reduced to \$2,169,883,000.	\$2,697,756,000."

Direct State Services:

209	" 03 Public Employees' Retirement System This item is reduced to \$123,586,000.	(\$527,441,000)."
209	" 03 Police and Firemen's Retirement System This item is reduced to \$42,862,000.	(\$122,082,000)."
209	" 03 State Police Retirement System This item is reduced to \$31,491,000.	(\$62,232,000)."
209	" 03 Judicial Retirement System This item is reduced to \$14,118,000.	(\$25,334,000)."
209	" 03 Teachers' Pension and Annuity Fund This item is reduced to \$563,000.	(\$3,404,000)."

GRANTS-IN-AID

"03-9410	Employee Benefits This item is reduced to \$954,220,000.	\$1,022,182,000."
	"Total Grants-In-Aid Appropriation, Employee Benefits This item is reduced to \$954,220,000.	\$1,022,182,000."

State of New Jersey

Executive Department

<u>Page</u>			
	<i>Grants-In-Aid:</i>		
211	" 03 Public Employees' Retirement System This item is reduced to \$14,565,000.	(\$77,220,000)." .	
211	" 03 Police and Firemen's Retirement System This item is reduced to \$4,492,000.	(\$9,149,000)." .	
211	" 03 Teachers' Pension and Annuity Fund This item is reduced to \$63,000.	(\$713,000)." .	
	"Interdepartmental Accounts, Total State Appropriation This item is reduced to \$3,875,508,000.		\$4,471,343,000."
	Total State Appropriation, All State Funds This item is reduced to \$32,537,765,000.		<u><u>\$34,133,290,000."</u></u>

Respectfully,

[seal]

/s/ Chris Christie

Governor

Attest:

/s/ Christopher S. Porrino

Chief Counsel to the Governor

State of New Jersey

Executive Department

Page

GENERAL PROVISIONS

263 "2. All dedicated funds are hereby appropriated for their dedicated purposes. There are appropriated, subject to allotment by the Director of the Division of Budget and Accounting and with the approval of the Legislative Budget and Finance Officer, private contributions, revolving funds and dedicated funds received, receivable or estimated to be received for the use of the State or its agencies in excess of those anticipated, unless otherwise provided herein. The unexpended balances at the end of the preceding fiscal year of such funds, or any portion thereof, are appropriated, subject to the approval of the Director of the Division of Budget and Accounting. In the event a person or entity wishes to make a monetary donation to the State for a particular purpose, the head of the State agency or department to which such monetary donation is made is hereby authorized to accept such monetary donation. ((Within 10 days of the receipt of any such monetary donations, the head of the State agency or department accepting the donation shall notify the Joint Budget Oversight Committee of the donation, including the name of the donor, the amount of the donation, the intended use of the donation and any specific limits or criteria imposed by the donor on the use of the funds. The head of the State agency or department accepting the donation shall notify the Joint Budget Oversight Committee once 50% of the monetary donation is expended or committed as to the specific expenditures or commitments for the donation. The head of the State agency or department accepting the donation shall provide a final accounting to the Joint Budget Oversight Committee within 30 days of the end of the fiscal year.))"

The language within double parentheses is deleted.

277 "87. Notwithstanding any provision of law to the contrary, the Governor shall direct the State Treasurer to pay the amounts appropriated herein for payment to State-administered defined benefits retirement systems in four equal installments not later than July 15, 2014, October 15, 2014, January 15, 2015, and April 15, 2015."

The quoted language is deleted in its entirety.

277 "88. It shall be the duty of the commissioner or the chief executive officer of any State Department or Agency to notify the Presiding Officers of the Legislature in accordance with section 2 of P.L. 1991, c.164 (C.52:14-19.1) whenever a person provides advising or consulting services on a non-casual basis or discharges the duties or responsibilities of an employee under the commissioner or chief executive officer's direction, but receives compensation directly from a private source not appropriated by this act. The notification shall identify the person by name and title, the advising or consulting services provided or duties and responsibilities assigned to such person, and the private source of funding from which the person was compensated."

The quoted language is deleted in its entirety.

State of New Jersey

Executive Department

Page

16 DEPARTMENT OF CHILDREN AND FAMILIES

- 29 This appropriation of \$2,400,000 is reduced. The program intended to be supported by this appropriation is a pilot program with limited scope. The appropriated funding is more than is necessary to operate the Legislature's proposed pilot program and can be reduced.

22 DEPARTMENT OF COMMUNITY AFFAIRS

- 36 Language related to the coordination of LIHEAP and SNAP benefits is deleted in its entirety. This language is the subject of separate legislation and is unnecessary to effectuate the proposed change. Additionally, it would be inappropriate to restrict prematurely and improperly the Administration's ability to administer the underlying programs in the manner proposed in this language.
- 41 The language extending the deadline for application for the Transitional Aid program is modified to clarify that all municipalities, regardless of their fiscal year, will have adequate time to submit an application for aid.
- 42 This language is deleted in its entirety as it would impose burdensome reporting requirements on a program that already is fully transparent. The language also would inappropriately intrude upon the administration of the State's disaster recovery program.

34 DEPARTMENT OF EDUCATION

- 49 This appropriation of \$3,000,000 is eliminated. The Governor's original budget recommendation proposed making sufficient funding available for charter schools. Creating a new category of aid specifically for charter schools is not necessary in order for them to provide a quality education to their students. The associated language on page 54 is also deleted.
- 57 The appropriation of \$1,316,529,000 for Teachers' Pension and Annuity Fund (PTRF) is reduced to reflect the adjustments necessary to achieve a balanced budget for fiscal year 2015. For all of the reasons set forth in the other vetoes I have signed today, current economic reality compels this reduction.

42 DEPARTMENT OF ENVIRONMENTAL PROTECTION

- 61 This appropriation of \$375,000 is eliminated. The Governor's original budget recommendations included funding for parks and historic preservation. It is not appropriate to single out one park commission for enhanced funding at the expense of other similar entities.
- 66 This language is modified to preserve full funding for the Office of Sustainability and Green Energy as presented in the Governor's budget recommendations.
- 69 This language is modified to preserve the original intent of the Governor's budget recommendations.

46 DEPARTMENT OF HEALTH

- 80 The appropriation of \$7,500,000 for Family Planning Services is eliminated. Based on the current fiscal realities and available funding, the elimination is necessary in order to ensure that the budget is balanced. The Governor's original budget provided for an appropriate level of funding to ensure that the Administration's efforts to provide a full range of health services for the citizens of New Jersey are achieved. With the elimination of the appropriation, the corresponding language on page 82 also must be deleted.

54 DEPARTMENT OF HUMAN SERVICES

- 104 This language is deleted as it would misguidedly require the State to establish a program, without any source of funding, that is inconsistent with the principles of federal law.
- 119 The appropriation of \$2,700,000 is eliminated. Based on the current fiscal realities and available funding, the elimination is necessary to ensure that the budget is balanced.
- 127 This appropriation of \$3,500,000 is eliminated because its inclusion would be inconsistent with the Governor's budget recommendations for fiscal year 2015.
- 128 This language is partially deleted to restore consistency with the intent of the Governor's original budget recommendation. This language is intended to improve quality of care and quality assurance, as well as reduce the opportunity for fraud and abuse in the Medicaid reimbursement system, by ensuring that appropriate adult medical day care services are delivered by licensed providers who satisfy all licensure standards and program requirements, including maximum daily capacity requirements. By allowing facilities to serve participants in excess of their licensed capacity per day, some facilities may be inappropriately incentivized to place reimbursement considerations above the needs of their participants.

State of New Jersey

Executive Department

Page

74 DEPARTMENT OF STATE

- 156 This language is deleted in its entirety to promote consistency with the Governor's budget recommendations for fiscal year 2015 and the provisions of P.L.2013, c.170.
- 161 This language is modified to effectuate the implementation of the Higher Education Restructuring Act of 2013.
- 165 This language is modified to accomplish the Legislature's goal of assisting two medical schools --- the New Jersey Medical School and the Robert Wood Johnson Medical School, both of Rutgers --- in their efforts to claim Medicaid reimbursement for faculty physicians and other professionals employed by those institutions.
- 166 Per Capita Library Aid is reduced by \$3,000,000 to the level included in the Governor's original budget recommendations. This level of funding is sufficient to support New Jersey's public libraries at an appropriate level.

82 DEPARTMENT OF THE TREASURY

- 183 The appropriation of \$258,000 for Employer Contributions - Teachers' Pension and Annuity Fund (PTRF) is reduced to reflect the adjustments necessary to achieve a balanced budget for fiscal year 2015. For all of the reasons set forth in the other vetoes I have signed today, current economic reality compels this reduction.
- 188 This language is deleted in its entirety to preserve and protect the independence, discretion, and integrity of the Office of the Comptroller in the exercise of his legal authority.
- 193 This language is modified to maintain consistency with the Administration's plan to issue the credits in May 2015. Specifying the timing of this payment appropriately recognizes the fiscal realities associated with matching the timing of large one-time annual payments with the timing of the actual receipt of State revenues.
- 195 The appropriation of \$60,060,000 for Police and Firemen's Retirement System (PTRF) is reduced to reflect the adjustments necessary to achieve a balanced budget for fiscal year 2015. For all of the reasons set forth in the other vetoes I have signed today, current economic reality compels this reduction.
- 195 The appropriation of \$42,062,000 for Police and Firemen's Retirement System (P.L.1979, c.109) (PTRF) is reduced to reflect the adjustments necessary to achieve a balanced budget for fiscal year 2015. For all of the reasons set forth in the other vetoes I have signed today, current economic reality compels this reduction.
- 199 Legal Services is reduced by \$5,000,000 to the level included in the Governor's original budget recommendations. This level of funding is appropriate given the current fiscal reality.

94 INTERDEPARTMENTAL ACCOUNTS

- 209 The appropriation of \$527,441,000 for Public Employees' Retirement System is reduced to reflect the adjustments necessary to achieve a balanced budget for fiscal year 2015. For all of the reasons set forth in the other vetoes I have signed today, current economic reality compels this reduction.
- 209 The appropriation of \$122,082,000 for Police and Firemen's Retirement System is reduced to reflect the adjustments necessary to achieve a balanced budget for fiscal year 2015. For all of the reasons set forth in the other vetoes I have signed today, current economic reality compels this reduction.
- 209 The appropriation of \$62,232,000 for State Police Retirement System is reduced to reflect the adjustments necessary to achieve a balanced budget for fiscal year 2015. For all of the reasons set forth in the other vetoes I have signed today, current economic reality compels this reduction.
- 209 The appropriation of \$25,334,000 for Judicial Retirement System is reduced to reflect the adjustments necessary to achieve a balanced budget for fiscal year 2015. For all of the reasons set forth in the other vetoes I have signed today, current economic reality compels this reduction.
- 209 The appropriation of \$3,404,000 for Teachers' Pension and Annuity Fund is reduced to reflect the adjustments necessary to achieve a balanced budget for fiscal year 2015. For all of the reasons set forth in the other vetoes I have signed today, current economic reality compels this reduction.
- 211 The appropriation of \$77,220,000 for Public Employees' Retirement System is reduced to reflect the adjustments necessary to achieve a balanced budget for fiscal year 2015. For all of the reasons set forth in the other vetoes I have signed today, current economic reality compels this reduction.
- 211 The appropriation of \$9,149,000 for Police and Firemen's Retirement System is reduced to reflect the adjustments necessary to achieve a balanced budget for fiscal year 2015. For all of the reasons set forth in the other vetoes I have signed today, current economic reality compels this reduction.
- 211 The appropriation of \$713,000 for Teachers' Pension and Annuity Fund is reduced to reflect the adjustments necessary to achieve a balanced budget for fiscal year 2015. For all of the reasons set forth in the other vetoes I have signed today, current economic reality compels this reduction.

State of New Jersey

Executive Department

Page

GENERAL PROVISIONS

- 263 This language is deleted to promote the efficient operation of the State government while avoiding an unnecessary and burdensome bureaucratic reporting requirement.
- 277 This language is deleted to restore the historic, annual payment schedule in a manner consistent with the ordinary process by which payments are made by other units of government. The timing of this payment recognizes the fiscal realities associated with matching the timing of large one-time annual payments with the timing of the actual receipt of State revenues.
- 277 This language is deleted to promote the efficient operation of the State government while avoiding an unnecessary and burdensome bureaucratic reporting requirement.

Respectfully,

[seal]

/s/ Chris Christie

Governor

Attest:

/s/ Christopher S. Porrino

Chief Counsel to the Governor

**CHRIS CHRISTIE
GOVERNOR OF NEW JERSEY
TRANSMITTED TO THE FIRST ANNUAL SESSION
OF THE TWO HUNDRED AND SIXTEENTH LEGISLATURE
FEBRUARY 25, 2014**

Lieutenant Governor Guadagno, Speaker Prieto, President Sweeney, members of the Legislature, fellow New Jerseyans: I am pleased to present to you my Budget for Fiscal Year 2015. This is the fifth time I have come before this Legislature to deliver a budget message. It is one of the most important obligations of any governor.

Today, I present to you a budget that is balanced, and, for the fifth year in a row, requires no new taxes on the people of New Jersey. Total spending in this budget for the next fiscal year is \$34.4 billion, with a responsible surplus of over \$300 million.

Here is more important news. This budget, when you take out pension and health care costs and debt service, is \$2.2 billion smaller than Fiscal Year 2008. Over the last five years, we have cut discretionary spending by \$2.2 billion. This has truly been an era of fiscal restraint.

But even with strong fiscal restraint, we continue to fund what matters most to New Jerseyans: the budget proposes making the largest pension payment ever at \$2.25 billion. This is an increase of almost \$670 million from last year. This budget is faithful to the bipartisan pension legislation we enacted together. How groundbreaking is a \$2.25 billion payment in one budget? That payment is nearly the equivalent of the total payments made in the ten years before we arrived by five different governors. We've kept faith with our pensioners.

The budget I put before you today provides the most funding in New Jersey history for education for a fourth year in a row -- we are committing more than \$12.9 billion. We are providing a record-setting \$9 billion in direct aid to schools, nearly \$40 million more than the previous year. And we will ensure that every one of our nearly 600 school districts receives an increase, helping districts to implement the new Common Core Standards.

In my State Of The State Address, I proposed that we explore increasing the length of both the school day and the school year to boost our competitiveness. This budget includes \$5 million for a new Education Innovation Fund -- a competitive "Race to the Top" style program, which will call on school districts to put forward proposals for the best way to implement approaches to increase students' learning time. We can then scale the most effective approaches on a state-wide basis.

The budget includes an additional \$5 million to support preschool initiatives in New Jersey. This brings the total aid to preschool education in the state to \$653 million, which supports pre-K education for more than 53,000 students in 143 districts. And importantly, the budget includes funding to continue the path of education reform on which we have set out together. I am proposing increasing funding for the Interdistrict Public School Choice Program by \$4.8 million to almost \$54 million, and protecting \$12 million in charter school funding.

In higher education, the voters of New Jersey in 2012 approved a new \$750 million bond issue to help build, equip and expand our colleges and universities. Those bonds will support 176 projects on 46 campuses around New Jersey. Over \$100 million in bonds have already been issued -- so we can get started right away.

This budget includes a total of \$2.3 billion for higher education, an increase of \$159 million, or almost 8%, above last year. The largest increases will cover debt service on the "Building our Future" bonds and related bond programs which will provide additional fringe benefit support for more than 22,000 faculty and staff for New Jersey's senior public institutions -- our state colleges and universities. The budget also includes an increase of \$14 million for tuition assistance grants. This comes on top of the \$47 million increase in TAG grants that we have provided over the past two years to expand resources for students in need who want to attend college.

When it comes to our taxpayers, this budget delivers more than \$1.2 billion in direct property tax relief to New Jersey homeowners, seniors, and disabled residents. This budget also helps create a level playing field for our middle-class taxpayers, closing corporate loopholes to promote tax fairness. At the same time, the budget includes an increase of over \$600 million in tax relief for New Jersey businesses, representing the fourth year of the phase-in of business tax cuts that will make New Jersey more competitive and create jobs.

Finally, the budget enables us to provide vital support for programs that help our citizens when they need it most: an additional \$4.5 million in funding to expand New Jersey's mandatory drug court program and funding for an innovative substance abuse treatment program that integrates employment services.

While this budget continues the fiscal discipline and pro-growth policies that we brought to Trenton four years ago, the budget doesn't do everything we all might have wanted. Not even close. Even though this \$34.4 billion budget represents an increase of 3.5% over what we spent last year, 94% of that increase -- virtually all of it -- is taken up by three things: pensions, health benefits, and debt. Nine out of every 10 dollars of new spending this year goes to fund these three entitlements. Just these three things. The looming crisis is clear.

GOVERNOR'S MESSAGE

Due to our pension, health benefit, and debt obligations, only 6% of new spending can be focused on the areas where we really want to dedicate our resources: education, tax relief, public safety, higher education, drug rehabilitation, health care. We are in danger of having these costs overwhelm our budget, monopolize our resources, and threaten our ability to continue to fund the priorities we care about most. This is the challenge we are currently facing even though we have confronted this challenge before.

Four years ago, our state was nearly bankrupt. The budget was in deficit. We were weeks away from being unable to meet the state's payroll. We had borrowed as much as we could. The state's debt had increased tenfold in the prior two decades. Taxes had been raised over and over, and people and businesses were voting with their feet. Seventy billion dollars in wealth had left the state in the prior five years according to an independent study by Boston College. The unemployment rate had doubled in the prior four years. We knew we had to fundamentally reform the way things work. The problem we were facing was systemic.

So together, we made the choice to touch the third rail of politics and do what everyone else said was impossible. We chose to do what was hard and politically unsafe by putting the future of our state and the prosperity of our people first. Together, we worked to achieve a sweeping, bipartisan plan to deal with our state's pension and benefit system. We raised the ages of early and regular retirement for the pension systems, increased employee contributions, ended mandated cost-of-living adjustments until funds are healthy, and are better managing the individual pension systems while mandating a healthy level of funding for each system that cannot be violated once it is reached.

We did this while still keeping our promise to the people -- making the largest state payment to the pension fund in history -- \$2.25 billion. Remember, in the ten years before we arrived in office, governors of both parties put a total of \$2.4 billion into the pension program. In our five years in office, half the time, we have put more than double that in the pension program -- \$5.3 billion. The reforms we enacted together are going to save New Jersey's state and local governments \$122 billion in the 30 years from 2011 to 2041. Together, we are cleaning up the mess of the past. But this simply is not enough.

While New Jersey's economy has been improving and revenue has increased by nearly 20% from Fiscal Year 2012 to Fiscal Year 2015, it is impossible for any economy to grow at the rate needed to cover our ever mounting pension, health, and debt service costs. More than 60% of the increased revenue during that time is being eaten up by these costs. On the spending side, outside of pension, health, and debt service, our discretionary spending is actually 2.2 billion dollars lower in this budget than it was seven years ago.

Five years of fiscal restraint and common sense have led us to significantly smaller government without sacrificing the quality of services we provide. Now, there will be some that would advocate that the answer is to raise taxes. Not only is this an unfair solution, but it isn't really a solution at all. We just can't raise taxes enough to pay for the exploding costs of public employee pensions and benefits. Not to mention the burden it would place on our already overburdened taxpayers.

Though the historic 2011 reforms we enacted together immediately reduced New Jersey's state and local unfunded pension liabilities by 32%, it just doesn't go far enough. Without additional reforms, New Jersey taxpayers still owe \$52 billion to fully fund the pension system. With our long-term obligations only set to increase in the coming years, the problem isn't going away by itself. We must do what we were sent here to do by the people -- lead and act decisively once again. The reality is that the aggressive reforms we enacted together have only bought us time.

And New Jersey is not alone in facing these twin dilemmas. Look around us. In the newspapers, we read about the bankruptcy of the city of Detroit. Detroit reportedly had \$11 billion in debt, and \$2 billion in cash. But here is what the debt was composed of: \$6.5 billion, or more than half, in retiree health benefits; \$3 billion in retiree pension obligations; and \$530 million of general obligation debt -- against \$2 billion of cash. The problem for Detroit was poor management and an explosion of employee health and pension costs for promises made by politicians that they knew they could not keep.

This is the problem across the country. It squeezes out other essential functions of government: public safety, education, higher education and research. In California, the newspapers report that funding for the University of California, one of the world's great research universities, declined by 27% in four years. Tuition went up more than 60% in three years as well. Despite this pain and loss, politicians refused to reform pensions and health care benefits and allowed our students to suffer instead.

Across the country, we are sacrificing university research, support for K-12 education, funding for the environment and energy and infrastructure of all kinds on the altar of these three things: pensions, health costs, and debt.

We have made investments in this budget, but they are constrained. We have provided for some key investments this year, but as time goes on, pension payments will take a larger and larger share of the budget. An astounding 78% of this year's \$2.25 billion payment goes to making up for the legacy of years of irresponsibility from governors and legislatures who paid little or nothing into the system. We are paying today for their past sins.

So let us pause today, and plan not to repeat those sins. Let us remember the difficult choices we made together and choose to go further. We have done it before and we must do it again. Our children are counting on us to not shrink from this responsibility. We know these tough decisions and common sense reforms work. We are surrounded by examples of how our hard work over the last four years is yielding benefits for our taxpayers.

The latest actuarial reports have now shown that the bipartisan 2% property tax cap we enacted, the pension funds' solid investment performance, and our agreement to increase the state's pension payment have combined to cut local governments' future pension bills. Additionally, local pension payments can be reduced by \$135 million this year.

GOVERNOR'S MESSAGE

We shouldn't stop there. It is time to consolidate our more than 600 units of local and county governments to share services, increase efficiencies, and pass on savings to the taxpayer. In this budget, I am proposing \$8.5 million to reimburse local governments engaged in consolidation and shared services.

I once again call on this Legislature to pass the remaining components of the property tax "tool kit" to bring more property tax savings to local taxpayers. I have put 20 bills before you. You have passed six. It is time to pass the other 14.

The other area we can innovate is health care – specifically Medicaid, Family Care, and those programs designed to help provide health care for those in need. I am proud to have made the decision to expand Medicaid and provide greater access to healthcare for New Jerseyans in need. But greater access necessitates larger reforms as well.

This year, New Jersey will spend over \$12 billion in federal and state funds on Medicaid and Family Care to cover 1.4 million people in the state -- children, senior citizens, those with disabilities, and some newly eligible adults.

By opting for Medicaid expansion, New Jersey will receive more than \$100 million in additional federal funding, while at the same time, beginning to reform Medicaid to make it possible for more individuals to live in their communities. My philosophy is to allow older New Jerseyans to maintain their independence and receive care in the community for as long as possible. This means better and more affordable care.

We have also secured a Medicaid waiver, which allows us to put this philosophy into action by pursuing a managed care approach in which home and community-based care are emphasized. At the same time, we are looking at ways we can innovate to provide the best health care services for those who rely on these programs the most while also reining in escalating health care costs.

The highest costs in Medicaid and Family Care come from individuals with chronic emergency room visits, repeat inpatient stays, and those who face complex medical conditions. More than 16,000 Medicaid recipients visited emergency rooms six or more times last year. Last year, 5% of Medicaid recipients accounted for 50% of the costs.

We must take on the challenge of making the system more cost-effective in order to protect Medicaid and Family Care for New Jerseyans who rely on them. We have been pursuing a three-year accountable care organization pilot program to look at how care management and coordination can help lower costs for this population while still improving care.

Today, I want to broaden that challenge. I am calling on New Jersey's most important medical and research institutions -- Rutgers Biomedical and Health Sciences, University Hospital, and Rutgers Camden -- to join with our Medicaid managed care organizations to help us devise a program to innovate and improve health care delivery under Medicaid and Family Care.

Rutgers is already showing leadership in this area, studying how to improve care for these "super-utilizers" for the federal government. I ask them to expand the scope of their research to specifically evaluate New Jersey. I am proud to be joined today by Rutgers president and physician, Dr. Robert Barchi, who has promised me that this will be a primary focus of Rutgers leadership in 2014. Thank you, Dr. Barchi.

This budget reinforces our philosophy -- improving access, for example by increasing funding for children in Family Care by \$21 million; advancing prevention, by protecting increased funding for cancer screening and increasing funds for newborn screening under Emma's Law.

As this budget clearly reflects, our choices in the future will not get easier. We cannot be like some prior governors and legislatures and ignore the long-term implications of spending and taxing decisions. We need to understand the impact of our decisions and find a path to a better future.

To do that, we must create an attitude of choice. Due to these exploding entitlement costs, we are failing our taxpayers when we refuse to honestly address these problems and try to fool them into believing that choices do not need to be made. We are better than that. New Jersey is clearly better than that. Mahatma Ghandi once said that, "the future depends on what you do today." Ghandi was a visionary. And while you wouldn't think of him as a budget expert, he was right about this, too: if we want a better future tomorrow, we must prepare today.

We must make good choices now. And we must make certain sacrifices. This is not only a budget issue, or a policy issue -- it is a moral issue. I ask you to join me in choosing. Choosing to do what is hard. Choosing to do what others will actively try to stop. Choosing to do what is right by the people of this state. Let our attitude of choice not be selfish and backward-looking, but generous to future generations and aimed at building a better New Jersey in the years ahead.

Thank you, God bless you, and God bless the great state of New Jersey.

**NEW JERSEY STATE LEGISLATURE
BUDGET AND APPROPRIATIONS COMMITTEES
SESSION OF 2014**

SENATE BUDGET AND APPROPRIATIONS COMMITTEE

Paul A. Sarlo (D), 36th District (Parts of Bergen and Passaic), *Chairman*
Brian P. Stack (D), 33rd District (Part of Hudson), *Vice-Chairman*
Peter Barnes III (D), 18th District (part of Middlesex)
Jennifer Beck (R), 11th District (Part of Monmouth)
Anthony R. Bucco (R), 25th District (Parts of Morris and Somerset)
Sandra B. Cunningham (D), 31st District (Part of Hudson)
Linda R. Greenstein (D), 14th District (Parts of Mercer and Middlesex)
Kevin J. O'Toole (R), 40th District (Parts of Bergen, Essex, Morris and Passaic)
Steven V. Oroho (R), 24th District (Sussex and parts of Morris and Warren)
Nellie Pou (D), 35th District (Parts of Bergen and Passaic)
M. Teresa Ruiz (D), 29th District (Part of Essex)
Samuel D. Thompson (R), 12th District (Parts of Burlington, Middlesex, Monmouth and Ocean)
Jeff Van Drew (D), 1st District (Cape May and parts of Atlantic and Cumberland)

GENERAL ASSEMBLY BUDGET COMMITTEE

Vincent Prieto (D), 32nd District (Parts of Bergen and Hudson), *Chairman*
John J. Burzichelli (D), 3rd District (Salem and parts of Cumberland and Gloucester), *Vice-Chairman*
Christopher J. Brown (R), 8th District (Parts of Atlantic, Burlington and Camden)
Anthony M. Bucco (R), 25th District (Parts of Morris and Somerset)
Joseph Cryan (D), 20th District (Part of Union)
Gordon M. Johnson (D), 37th District (Part of Bergen)
Eliana Pintor Marin (D), 29th District (Part of Essex)
Raj Mukherji (D), 33rd District (Part of Hudson)
Declan J. O'Scanlon, Jr. (R), 13th District (Part of Monmouth)
Troy Singleton (D), 7th District (Part of Burlington)
Jay Webber (R), 26th District (Parts of Essex, Morris and Passaic)
Benjie E. Wimberly (D), 35th District (Parts of Bergen and Passaic)

David J. Rosen, Legislative Budget and Finance Officer, Office of Legislative Services
Frank W. Haines III, Assistant Legislative Budget and Finance Officer, Office of Legislative Services



FISCAL YEAR 2014-2015 CONTRIBUTORS

Office of Management and Budget

Lynn Azarchi
Elizabeth Bakanic
Trish Barby
Eileen Billetdoux
Jennifer Carseberg
Gina DeMaio
Iris Duffield
David Eater
Patricia Fatatis
Noah Glyn
Hannah Good
James Kelly
Deborah Koneski
Gleneta Lim
Sally Mabon
Elizabeth Mahn
Ryan McNeely
Carisa Marone
Brian McCoach
David Meek
Janelle Monin
Ben Neville
Cathy Nichols
Catherine Nonamaker
Paul Palamattam
David Patella
Rebecca Patrizzo
Jacqueline Pruiti
Michele Ridge
Sonia Rivera-Perez
Graham Ruff
Jenna Scheps

Jonathan Seltzer
Tariq Shabazz
Alexander Sitts
Beth Sottung
Matthew Spayth
Alicia Strunck
Tiffany Tabor
Michael Tantum
Tiffany Tribbitt
Steven Watson
Desmond Webb
Linda Woolverton
Felicia Wu
Stephen Xenakis

Other Contributors

Roger Cohen
Maria Comella
Jennifer Duffy
Susan Fischer
Robert Garrenger
Lou Goetting
Ranjana Madhusudhan
Matthew Murray
Joseph Perone
Steven Petrecca
David Ridolfino
Robert Romano
Christopher Santarelli
Beth Schermerhorn
Charles Steindel