

# *The Fiscal 2004 Appropriations*

(In Millions)

	<b>FY2003 Adjusted Approp.</b>	<b>FY2004 Approp. Act</b>	<b>% Change to Adjusted Approp.</b>
Opening Surplus	\$ 265	\$ 250	(5.7)%
Revenues			
Income	6,800	7,130	4.9%
Sales	5,945	6,165	3.7%
Corporate	2,410	2,055	(14.7)%
Other	8,184	8,653	5.7%
Total Revenues	\$ 23,339	\$ 24,003	2.8%
Lapses	263	---	
Total Resources	\$ 23,867	\$ 24,253	1.6%
Appropriations			
Original	\$23,252	\$24,003	3.2%
Supplemental	365	---	
<b>Total Appropriations</b>	<b>\$ 23,617</b>	<b>\$ 24,003</b>	<b>1.6%</b>
<b>Fund Balance</b>	<b>\$ 250</b>	<b>\$ 250</b>	

## *Details of Fiscal 2004 Appropriations*

(In Thousands)

	<b>FY 2003 Adjusted Approp.</b>	<b>FY 2004 Approp. Act</b>	<b>----Change----</b>	
	<u>          </u>	<u>          </u>	<b>Dollar</b>	<b>Percent</b>
<b>State Aid and Grants</b>	\$ 17,070,391	\$ 17,186,152	\$ 115,761	0.68%
State Operations				
Executive Departments	\$ 3,163,255	\$ 3,110,160	\$ (53,095)	(1.68%)
Legislature	72,028	67,779	(4,249)	(5.90%)
Judiciary	504,703	502,164	(2,539)	(0.50%)
Interdepartmental	<u>1,314,877</u>	<u>1,557,997</u>	<u>243,120</u>	18.49%
<b>Total State Operations</b>	<u>\$ 5,054,863</u>	<u>\$ 5,238,100</u>	<u>\$ 183,237</u>	3.62%
Capital Construction	\$ 1,021,951	\$ 1,136,428	\$ 114,477	11.20%
Debt Service	<u>\$ 470,675</u>	<u>\$ 442,481</u>	<u>\$ (28,194)</u>	(5.99%)
 <b>TOTAL STATE APPROPRIATIONS</b>	 <u><u>\$ 23,617,880</u></u>	 <u><u>\$ 24,003,161</u></u>	 <u><u>\$ 385,281</u></u>	 1.63%

*Appropriations By Department*

(In Thousands)

	<u>State Operations</u>	<u>Grants- In-Aid</u>	<u>State Aid</u>	<u>Capital Construction</u>	<u>Debt Service</u>	<b>FY 2004 Appropriations Total</b>
Legislature	\$67,779	\$ --	\$ --	\$ --	\$ --	\$67,779
Chief Executive	5,351	--	--	--	--	5,351
Agriculture	9,384	436	8,642	--	--	18,462
Banking and Insurance	68,018	--	--	--	--	68,018
Community Affairs	34,502	36,865	980,065	--	--	1,051,432
Corrections	829,125	87,113	--	--	--	916,238
Education	58,584	9,443	8,122,257	--	--	8,190,284
Environmental Protection	206,846	9,250	14,708	126,464	68,053	425,321
Health and Senior Services	76,821	764,309	58,454	620	--	900,204
Human Services	677,285	3,322,410	298,263	5,600	--	4,303,558
Labor	60,018	33,719	--	--	--	93,737
Law and Public Safety	493,973	18,822	11,820	4,346	--	528,961
Military and Veterans' Affairs	72,355	1,044	--	165	--	73,564
Personnel	25,936	--	--	--	--	25,936
State	23,162	1,089,821	16,827	--	--	1,129,810
Transportation	85,328	193,827	25,458	805,000	--	1,109,613
Treasury	382,099	1,058,333	423,497	--	374,428	2,238,357
Miscellaneous Commissions	1,373	--	--	--	--	1,373
Interdepartmental Account	1,557,997	600,769	--	194,233	--	2,352,999
The Judiciary	502,164	--	--	--	--	502,164
<b>Total Appropriation</b>	<b>\$5,238,100</b>	<b>\$7,226,161</b>	<b>\$9,959,991</b>	<b>\$1,136,428</b>	<b>\$442,481</b>	<b>\$24,003,161</b>

# *Department Operating Budgets*

## *State Appropriations*

(In Thousands)

	<b>FY 2003</b>	<b>FY 2004</b>	<b>Change</b>	
	<b>Adjusted Approp.</b>	<b>Approp. Act</b>	<b>Dollar</b>	<b>Percent</b>
Department				
Chief Executive	\$ 5,945	\$ 5,351	\$ (594)	(9.99%)
Agriculture	10,063	9,384	(679)	(6.75%)
Banking and Insurance	68,959	68,018	(941)	(1.36%)
Community Affairs	38,365	34,502	(3,863)	(10.07%)
Corrections	824,203	829,125	4,922	0.60%
Education	64,155	58,584	(5,571)	(8.68%)
Environmental Protection	215,262	206,846	(8,416)	(3.91%)
Health and Senior Services	101,414	76,821	(24,593)	(24.25%)
Human Services	660,811	677,285	16,474	2.49%
Labor	61,392	60,018	(1,374)	(2.24%)
Law and Public Safety	462,546	493,973	31,427	6.79%
Military and Veterans' Affairs	72,008	72,355	347	0.48%
Personnel	26,711	25,936	(775)	(2.90%)
State	24,262	23,162	(1,100)	(4.53%)
Transportation	121,324	85,328	(35,996)	(29.67%)
the Treasury	404,440	382,099	(22,341)	(5.52%)
Miscellaneous Commissions	1,395	1,373	(22)	(1.58%)
Total Executive Departments	<u>\$ 3,163,255</u>	<u>\$ 3,110,160</u>	<u>\$ (53,095)</u>	(1.68%)
Interdepartmental Accounts	\$ 1,314,877	\$ 1,557,997	\$ 243,120	18.49%
Legislature	\$ 72,028	\$ 67,779	\$ (4,249)	(5.90%)
The Judiciary	<u>\$ 504,703</u>	<u>\$ 502,164</u>	<u>\$ (2,539)</u>	(0.50%)
Total State Operations	<u><u>\$ 5,054,863</u></u>	<u><u>\$ 5,238,100</u></u>	<u><u>\$ 183,237</u></u>	3.62%

# *Funding for Property Tax Relief*

(In Millions)

<u>Programs</u>	<u>FY2003 Adjusted Approp.</u>	<u>FY2004 Approp. Act</u>	<u>\$ Change</u>
School Aid	\$ 7,631.5	\$ 8,122.2	\$ 490.7
Municipal Aid	1,730.8	1,732.8	2.0
Other Local Aid	692.7	759.6	66.9
Direct Taxpayer Relief	<u>1,647.2</u>	<u>1,303.3</u>	<u>(343.9)</u>
<b>Subtotal Direct Aid</b>	<b><u>\$ 11,702.2</u></b>	<b><u>\$ 11,917.9</u></b>	<b><u>\$ 215.7</u></b>
Pension Security Program Savings	61.3	132.8	71.5
Police and Firemen's Pension Savings	<u>263.2</u>	<u>214.0</u>	<u>(49.2)</u>
Subtotal Pension Savings	<u>\$ 324.5</u>	<u>\$ 346.8</u>	<u>\$ 22.3</u>
<b>Grand Totals</b>	<b><u><u>\$ 12,026.7</u></u></b>	<b><u><u>\$ 12,264.7</u></u></b> *	<b><u><u>\$ 238.0</u></u></b>

\* Approximately 50% of the total Budget.

*School Aid*

(In Millions)

	<b>FY2003 Adjusted Approp.</b>	<b>FY2004 Approp. Act</b>	<b>\$ Change</b>
CEIFA/Supplemental Programs	\$ 6,195.1	\$ 6,352.7	\$ 157.6
Abbott Preschool Expansion	142.4	142.4	---
Extraordinary Special Education Costs	15.0	52.0	37.0
Other Aid	<u>294.5</u>	<u>277.1</u>	<u>(17.4)</u>
<b>Total Direct School Aid</b>	<b>\$ 6,647.0</b>	<b>\$ 6,824.2</b>	<b>\$ 177.2</b>
Post Retirement Medical, Debt Service and Social Security	977.6	1,190.7	213.1
School Construction and Renovation	<u>6.9</u>	<u>107.3</u>	<u>100.4</u>
<b>Total School Aid</b>	<b><u><u>\$ 7,631.5</u></u></b>	<b><u><u>\$ 8,122.2</u></u></b>	<b><u><u>\$ 490.7</u></u></b>

*Municipal Aid*

(In Millions)

	<b>FY2003 Adjusted Approp.</b>	<b>FY2004 Approp. Act</b>	<b>\$ Change</b>
Consolidated Municipal Property Tax Relief Aid (CMPTRA)	\$ 835.5	\$ 835.5	\$ ---
Energy Receipts Property Tax Relief Aid	755.0	762.7	7.7
Special Municipal Aid	41.5	28.3	(13.2)
Regional Efficiency Aid Program (REAP)	9.0	10.0	1.0
Regional Efficiency Development Incentive Program (REDI)	---	2.0	2.0
Trenton Capitol City Aid	16.5	16.5	---
Legislative Initiative Block Grant Program	34.8	34.8	---
Extraordinary Aid	30.5	35.0	4.5
Open Space - Payment In Lieu of Taxes (PILOT)	8.0	8.0	---
<b>Subtotal Direct Municipal Aid</b>	<b>\$ 1,730.8</b>	<b>\$ 1,732.8</b>	<b>\$ 2.0</b>
Municipal Pension Security Program Savings	16.1	34.9	18.8
Municipal Police and Firemen's Pension Savings	209.0	170.0	(39.0)
<b>Subtotal Pension Savings</b>	<b>\$ 225.1</b>	<b>\$ 204.9</b>	<b>\$ (20.2)</b>
<b>Total Municipal Aid and Budget Savings</b>	<b>\$ 1,955.9</b>	<b>\$ 1,937.7</b>	<b>\$ (18.2)</b>

## *Direct Property Tax Relief*

(In Millions)

	<b>FY2003</b>		<b>FY2004</b>	<b>\$ Change</b>
	<b><u>Adjusted</u></b>		<b><u>Approp. Act</u></b>	<b><u>\$ Change</u></b>
	<b><u>Approp.</u></b>			
NJ SAVER	\$ 679.1	*	\$ 324.6	\$ (354.5)
Homestead Rebates	514.3	*	499.7	(14.6)
Senior/Disabled Citizens Property Tax Freeze	23.0		23.0	---
Municipal Reimbursement - Veterans' Tax Deductions	69.7		83.0	13.3
Municipal Reimbursement - Senior/Disabled Citizens' Tax Deductions	26.0		26.0	---
Property Tax Deduction Act	<u>335.1</u>		<u>347.0</u>	<u>11.9</u>
<b>Total Direct Property Tax Relief</b>	<b><u>\$ 1,647.2</u></b>		<b><u>\$ 1,303.3</u></b>	<b><u>\$ (343.9)</u></b>

\* Does not reflect FY03 underspending of \$47.5 million NJ Saver and \$8.5 million Homestead Rebate.



**STATE OF NEW JERSEY**
***Fiscal 2004 Taxpayer Relief***

(\$ in Millions)

<b>PROGRAM DESCRIPTION</b>	<b>FY 2003 Adj. Approp</b>	<b>FY 2004 Approp. Act</b>	<b>\$ Change</b>
<b>School Aid</b>			
Direct Aid	\$ 6,647.0	\$ 6,824.2	\$ 177.2
School Construction and Renovation	6.9	107.3	100.4
Teachers' Retirement Benefits & Social Security	977.6	1,190.7	213.1
<b>Subtotal School Aid</b>	<b>\$ 7,631.5</b>	<b>\$ 8,122.2</b>	<b>\$ 490.7</b>
<b>Municipal Aid</b>			
Consolidated Municipal Property Tax Relief Aid	\$ 835.5	\$ 835.5	\$ ---
Energy Receipts Property Tax Relief Aid	755.0	762.7	7.7
Special Municipal Aid	41.5	28.3	(13.2)
Legislative Initiative Block Grant Program	34.8	34.8	---
Extraordinary Aid	30.5	35.0	4.5
Trenton Capitol City Aid	16.5	16.5	---
Regional Efficiency Aid Program (REAP)	9.0	10.0	1.0
Regional Efficiency Development Incentive Program (REDI)	---	2.0	2.0
Open Space - Payments in Lieu of Taxes	8.0	8.0	---
<b>Subtotal Municipal Aid</b>	<b>\$ 1,730.8</b>	<b>\$ 1,732.8</b>	<b>\$ 2.0</b>
<b>Other Local Aid</b>			
County College Aid	\$ 201.3	\$ 213.3	\$ 12.0
Transportation Trust Fund - Local Project Aid	150.0	150.0	---
Aid to County Psychiatric Hospitals	94.5	93.5	(1.0)
General Assistance Administration	21.5	16.1	(5.4)
Public Health Priority Funding	4.1	2.4	(1.7)
Essex County - Delaney Hall	6.0	6.0	---
Essex County Jail Expansion	---	1.5	1.5
Urban Enterprise Zones - Sales Tax Dedication	13.1	41.8	28.7
DCA - Housing and Neighborhood Assistance	16.7	16.3	(0.4)
Library Aid	16.9	22.8	5.9
Newark Museum	2.7	2.7	---
Realty Transfer Tax - County Share	54.0	76.0	22.0
County Solid Waste Management - Debt Service	57.5	60.2	2.7
Statewide Livable Communities	14.0	5.7	(8.3)
Statewide Local Domestic Preparedness - Equipment Grants	9.0	7.0	(2.0)
Stormwater Management Grants	---	6.0	6.0
Pension Contributions on behalf of Local Governments	31.4	38.3	6.9
<b>Subtotal Other Local Aid</b>	<b>\$ 692.7</b>	<b>\$ 759.6</b>	<b>\$ 66.9</b>
<b>Direct Taxpayer Relief</b>			
Direct School Tax Relief Program (NJ SAVER) <sup>a</sup>	\$ 679.1	\$ 324.6	\$ (354.5)
Homestead Rebates <sup>b</sup>	514.3	499.7	(14.6)
Senior/Disabled Citizens' Property Tax Freeze	23.0	23.0	---
Municipal Reimbursement--Veterans' Tax Deductions	69.7	83.0	13.3
Municipal Reimbursement--Senior/Disabled Citizens' Tax Property Tax Deduction Act	26.0	26.0	---
	335.1	347.0	11.9
<b>Subtotal Direct Taxpayer Relief</b>	<b>\$ 1,647.2</b>	<b>\$ 1,303.3</b>	<b>\$ (343.9)</b>
<b>Pension Savings</b>			
School District Pension Security Program Savings	\$ 13.3	\$ 28.9	\$ 15.6
Municipal Pension Security Program Savings	16.1	34.9	18.8
Other Local Pension Security Program Savings	31.9	69.0	37.1
Police & Firemen's Retirement System Pension Offset Savings	263.2	214.0	(49.2)
<b>Subtotal Pension Savings</b>	<b>\$ 324.5</b>	<b>\$ 346.8</b>	<b>\$ 22.3</b>
<b>GRAND TOTAL - TAXPAYER RELIEF</b>	<b>\$ 12,026.7</b>	<b>\$ 12,264.7</b>	<b>\$ 238.0</b>

a does not reflect underspending of \$47.5 million in FY03

b does not reflect underspending of \$8.5 million in FY03

*Higher Education*

(In Millions)

	<b>FY 2003</b>		<b>FY 2004</b>	<b>Change</b>
	<b>Adjusted</b>		<b>Approp. Act</b>	<b>\$</b>
	<u>Approp.</u>		<u>Approp. Act</u>	<u>\$</u>
<b>Colleges and Universities</b>				
Senior Public Colleges and Universities	\$ 1,263.3	\$	1,270.5	\$ 7.2
County Colleges	201.3		213.3	12.0
Independent Colleges and Universities	24.5		22.8	(1.7)
<b>Student Financial Assistance</b>	<b>192.1</b>		<b>204.0</b>	<b>11.9</b>
<b>Educational Opportunity Fund</b>	<b>35.5</b>		<b>35.5</b>	<b>---</b>
<b>Facility and Capital Improvement Programs</b>	<b>66.8</b>		<b>79.0</b>	<b>12.2</b>
<b>Other Programs</b>	<u>19.0</u>		<u>15.3</u>	<u>(3.7)</u>
<b>TOTAL, Higher Education</b>	<u>\$ 1,802.5</u>	\$	<u>1,840.4</u>	<u>\$ 37.9</u>

*Higher Education*

(In Millions)

	<b>FY 2003</b>		<b>FY 2004</b>	<b>Change</b>
	<b>Adjusted</b>		<b>Approp. Act</b>	<b>\$</b>
	<b>Approp.</b>			
Senior Public Institutions - Fringe Benefits				
Active Employee Benefits	\$227.0		\$268.7	\$41.8
Post Retirement Medical	\$7.8		\$23.9	\$16.1
Alternate Benefits Program	\$100.1		\$110.2	\$10.0
Taxes - FICA, TDI, UI	\$138.3		\$143.4	\$5.1
Pension Bond Debt Service	\$3.3		\$3.6	\$0.3
Senior Public Gross Fringe Benefits	<u>\$476.6</u>		<u>\$549.8</u>	<u>\$73.2</u>
Less Senior Public Fringe Remissions	(\$82.0)		(\$99.0)	(\$17.0)
Senior Public Institutions Net Fringe Benefits	\$394.6		\$450.8	\$56.2
Senior Public Institutions - Operating*	\$868.8		\$819.7	(\$49.1)
Subtotal Senior Public Institutions	<u>\$1,263.3</u>		<u>\$1,270.5</u>	<u>\$7.2</u>
Aid to County Colleges **	\$201.3		\$213.3	\$12.1
Aid to Independent Colleges	\$24.5		\$22.8	(\$1.7)
Student Financial Assistance				
Tuition Aid Grants	\$169.9		\$178.7	\$8.8
Part time Tuition Aid Grants for County Colleges	\$0.0		\$3.5	\$3.5
Outstanding Scholar Recruitment Program	\$12.3		\$12.3	(\$0.0)
Other Student Financial Assistance	\$9.9		\$9.5	(\$0.4)
Subtotal Student Financial Assistance	<u>\$192.1</u>		<u>\$204.0</u>	<u>\$11.9</u>
Equal Opportunity Fund	\$35.5		\$35.5	\$0.0
Facility & Capital Improvement Programs (Senior Public Institutions Debt Service)				
Capital Improvement Fund ***	\$17.2		\$26.6	\$9.4
Equipment Leasing Fund	\$13.4		\$16.0	\$2.6
Dormitory Safety	\$8.8		\$9.0	\$0.2
Higher Ed Facilities Trust & Technology	\$27.4		\$27.5	\$0.0
Subtotal Facility & Capital Improvement Programs	<u>\$66.8</u>		<u>\$79.0</u>	<u>\$12.2</u>
Other HighEd Programs	\$19.0		\$15.3	(\$3.7)
Total Higher Education	<u><u>\$1,802.5</u></u>		<u><u>\$1,840.4</u></u>	<u><u>\$37.9</u></u>

\* Includes Cancer Institute

\*\* An amount of \$20 million and \$5 million from the Department of Labor Workforce Development has been added to the FY2003 and FY2004 respectively for Operating Aid to County Colleges.

\*\*\* An amount of \$3.7 million from the Educational Facilities Authority (EFA) balances has been added to the FY2004 Higher Education Capital Improvement Fund Debt Service.