

INTERDEPARTMENTAL ACCOUNTS

OVERVIEW

The Interdepartmental Accounts provide funds for the cost of certain services that are administered centrally on behalf of all agencies of State government.

This section focuses on State employees' salary contracts, employee benefits, and other obligations and initiatives that benefit all State departments ranging from short-term borrowing costs to major investments in technology. Other Interdepartmental Accounts include property rentals, utilities, insurance, and capital, and are discussed in the Capital and Debt Service section.

The fiscal 2004 budget for all Interdepartmental Accounts totals \$2.370 billion, an increase of \$325.1 million, or 15.9%, over the fiscal 2003 adjusted appropriation of \$2.045 billion.

Salary Increases

The State of New Jersey, excluding higher education's senior public institutions, employs approximately 79,900 full-time and part-time workers. The State is covered by the New Jersey Public Employer-Employee Relations Act, as amended, NJSA 34:13A-1, et seq. This Act guarantees public employees the right to negotiate collectively through employee organizations certified or recognized as the exclusive collective negotiation representatives for units of public employees. As of January 2003, unions represented 84.1%, or 67,200 full-time and part-time State employees.

In fiscal 2004, \$93.3 million is recommended for Salary Increases and Other Benefits including \$82.3 million to cover fiscal 2004 employee increments, progressions, across-the-board raises for all eligible employees, and bonuses according to contractual agreements along with any deferred costs for the same contracts.

In addition to salary increases, this section of the Budget provides \$11 million for payment of unused accumulated sick leave. Employees are permitted to accumulate earned sick days. Upon retirement, the retiree is paid for unused sick days at 50% of the normal pay rate, up to a maximum amount of \$15,000.

Employee Contract Status

Contracts are in place for the three largest unions in the Division of State Police, including the State Trooper Fraternal Association, State Trooper NCO and State Trooper Superior Officers. Members will receive a 4.0% across-the-board (ATB) increases in July 2003.

The two unions that represent Judicial employees - CWA professional and the Judiciary Council of Affiliated Unions (JCAU) - will receive 2.0% ATB in July and 2.5% in January. Additionally, members will receive 4.15% salary progression (4.75% for judges' secretaries) in January.

The State is presently negotiating the remaining union contracts to be in place for fiscal year 2004, including the American Federation of State, County, and Municipal Employees (AFSCME); International Federation of Professional and Technical Engineers (IFPTE); Communication Workers of America (CWA); and the Policemen's Benevolent Association (PBA).

Employee Fringe Benefits

For fiscal 2004, a total cost of \$1.7 billion is budgeted to provide fringe benefits to employees of State government and higher education institutions, an increase of \$274.8 million, or 18.8%, compared to fiscal 2003.

Employee Retirement

All State employees and most employees of counties, municipalities, and school districts are members of one of the seven State retirement systems: the Public Employees' Retirement System (PERS), the Teachers' Pension and Annuity Fund (TPAF), the Police and Firemen's Retirement System (PFRS), Consolidated Police and Firemen's Pension Fund, State Police

Retirement System, Judicial Retirement System, and Prison Officer's Pension Fund. The law provides that all defined benefit pension plans are subject to actuarial valuation every year and actuarial experience studies every three years.

Growth in employee retirement costs in fiscal 2004 is largely due to depletion of surplus assets of the pension systems and depletion of the PERS and TPAF post-retirement medical reserves. Additionally, there are substantial increases in health care costs for retired employees. In fiscal 2003 surplus pension assets and post-retirement medical reserves used to offset pension contributions and post-retirement medical costs totaled \$328.5 million.

The State's total cost for fiscal 2004, including actuarially determined normal costs, post-retirement medical costs for PERS and TPAF State employees, and debt service payments on the pension obligation bonds, is projected at \$635.7 million, excluding benefit enhancement costs (in accordance with P.L.2001, c.133) of \$29.0 million. Of this total amount, surplus assets will offset normal contributions equal to \$77.4 million for the defined benefit plans; and State PERS and TPAF Benefit Enhancement Fund reserves will offset normal contributions equal to \$29.1 million. Additionally, a five-year phase-in of pension contributions for the defined benefit plans yields \$177.5 million in savings. The net result is a fiscal 2004 recommended appropriation of \$351.7 million, an increase of \$119.8 million or 51.7% over fiscal 2003.

The net pension recommendation of \$351.7 million includes \$175.5 million of post-retirement medical costs for PERS; \$2.0 million of post-retirement medical costs for TPAF; \$11.8 million of pension contribution costs for PFRS; \$111.4 million of pension contribution costs for the Alternate Benefits Program; and \$3.5 million of pension contribution costs for the Judicial Retirement System. Another \$1.9 million is appropriated for pension funds and other specially legislated retirement provisions. Recommended appropriations for debt service payments on the pension obligation bonds for State and higher education employees total \$45.6 million in fiscal 2004.

Employee Health Benefits

The cost for health benefits, including medical, prescription drug, dental, and vision, for State and higher education employees in fiscal 2004 is projected at \$957.4 million. This is a net increase of \$126.3 million, or approximately 15.2%, above the fiscal 2003 adjusted appropriation of \$831.1 million. This growth is a result of anticipated rate increases for all State health plans, reflecting continued cost escalation in the health care industry.

Employer Payroll Taxes

The fiscal 2004 recommendation of \$424.6 million for employer payroll taxes (\$449.9 million reduced by \$25.3 million in fringe reimbursements) represents an increase of \$28.6 million, or 7.2%, over fiscal 2003. This includes \$410.8 million for the State's portion of the Social Security tax, \$9.2 million for Temporary Disability Insurance (TDI), and \$4.7 million for Unemployment Insurance (UI) liability. The taxable wage base for Social Security will increase from \$84,900 to \$87,000 in calendar year 2003. The calendar year 2003 taxable wage base for TDI and UI will increase from \$23,500 to \$23,900.

Other Interdepartmental Accounts

The fiscal 2004 Budget for other interdepartmental accounts totals \$45.2 million, a decrease of \$45.5 million, or 50.0%, less than the fiscal 2003 adjusted appropriation of \$90.7 million.

One of the major services included in fiscal 2004 is \$28 million for interest on short-term notes, \$3.2 million for interest on interfund borrowing and \$4.8 million for several smaller programs. Additionally, this Budget provides \$9.2 million for information technology.

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The New Jersey Consolidated Energy Savings Program (NJCESP) has been established to reduce the cost of energy for New Jersey State departments and agencies, colleges, universities and authorities. As part of this effort, approximately 15% of the total electrical load will be procured from renewable, or "green power" sources. The green power

procurement helps New Jersey to meet federal environmental regulations and aids in the development of clean energy markets. The State will seek federal government approval to reimburse the cost premium for green power from the Petroleum Overcharge Reimbursement Fund.

SUMMARY OF APPROPRIATIONS BY FUND (thousands of dollars)

Year Ending June 30, 2002						Year Ending June 30, 2004		
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2003 Adjusted Approp.	Requested	Recom- mended
1,224,712	66,014	-7,885	1,282,841	1,120,640	Direct State Services	1,330,175	1,743,677	1,554,141
533,708	---	-13,888	519,820	488,207	Grants-In-Aid	544,712	638,334	621,239
180,719	57,591	-3,404	234,906	157,835	Capital Construction	169,649	194,233	194,233
1,939,139	123,605	-25,177	2,037,567	1,766,682	Total General Fund	2,044,536	2,576,244	2,369,613
1,939,139	123,605	-25,177	2,037,567	1,766,682	GRAND TOTAL	2,044,536	2,576,244	2,369,613

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SUMMARY OF APPROPRIATIONS BY PROGRAM (thousands of dollars)

Year Ending June 30, 2002					Year Ending June 30, 2004			
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended		2003 Adjusted Approp.	Requested	Recom- mended
					DIRECT STATE SERVICES - GENERAL FUND			
					General Government Services			
169,041	2,760	-8,168	163,633	131,392	Property Rentals	144,626	149,989	149,989
56,710	211	6,000	62,921	56,985	Insurance and Other Services	62,125	53,775	53,775
833,398	30,282	70,317	933,997	860,641	Employee Benefits	982,314	1,375,186	1,185,650
68,576	1,580	-8,233	61,923	40,608	Other Inter-Departmental Accounts	90,463	45,007	45,007
75,171	30,180	-70,969	34,382	6,152	Salary Increases and Other Benefits	24,231	93,304	93,304
21,816	1,001	3,168	25,985	24,862	Utilities and Other Services	26,416	26,416	26,416
<u>1,224,712</u>	<u>66,014</u>	<u>-7,885</u>	<u>1,282,841</u>	<u>1,120,640</u>	<i>Subtotal</i>	<u>1,330,175</u>	<u>1,743,677</u>	<u>1,554,141</u>
1,224,712	66,014	-7,885	1,282,841	1,120,640	<i>Subtotal Direct State Services - General Fund</i>	1,330,175	1,743,677	1,554,141
<u>1,224,712</u>	<u>66,014</u>	<u>-7,885</u>	<u>1,282,841</u>	<u>1,120,640</u>	TOTAL DIRECT STATE SERVICES	<u>1,330,175</u>	<u>1,743,677</u>	<u>1,554,141</u>
					GRANTS-IN-AID - GENERAL FUND			
					General Government Services			
430,066	---	1,062	431,128	419,287	Employee Benefits	476,559	565,116	548,021
200	---	-200	---	---	Other Inter-Departmental Accounts	200	200	200
29,500	---	-14,750	14,750	---	Salary Increases and Other Benefits	---	---	---
73,942	---	---	73,942	68,920	Aid to Independent Authorities	67,953	73,018	73,018
<u>533,708</u>	<u>---</u>	<u>-13,888</u>	<u>519,820</u>	<u>488,207</u>	<i>Subtotal</i>	<u>544,712</u>	<u>638,334</u>	<u>621,239</u>
533,708	---	-13,888	519,820	488,207	<i>Subtotal Grants-In-Aid - General Fund</i>	544,712	638,334	621,239
<u>533,708</u>	<u>---</u>	<u>-13,888</u>	<u>519,820</u>	<u>488,207</u>	TOTAL GRANTS-IN-AID	<u>544,712</u>	<u>638,334</u>	<u>621,239</u>
					CAPITAL CONSTRUCTION			
					General Government Services			
180,719	57,591	-3,404	234,906	157,835	Capital Projects - Statewide	169,649	194,233	194,233
<u>180,719</u>	<u>57,591</u>	<u>-3,404</u>	<u>234,906</u>	<u>157,835</u>	<i>Subtotal Capital Construction</i>	<u>169,649</u>	<u>194,233</u>	<u>194,233</u>
1,939,139	123,605	-25,177	2,037,567	1,766,682	TOTAL APPROPRIATION	2,044,536	2,576,244	2,369,613

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70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL

74. GENERAL GOVERNMENT SERVICES

OBJECTIVES

1. To provide pooled funds for the costs of certain services which are managed centrally for or on behalf of all agencies of State government.
2. To provide pooled contingency reserve funds to cover certain emergency situations and probable cost increases for various utilities and common services which cannot be predicted with reasonable certainty.
3. To provide pooled funds for salary adjustments and other salary and compensation benefits for State employees.

PROGRAM CLASSIFICATIONS

01. **Property Rentals.** Provides for payment by the Department of the Treasury of rents for office space and other premises for State agencies, whose operations are financed from General Fund appropriations. This account also functions as a clearing account for payment of rents for agencies financed from other than General Fund sources, which amounts are shown as a deduction from the gross rent recommendation.
02. **Insurance and Other Services.** Provides funds to pay all central insurance premium costs and to cover the State's tort liability and its statutory duty to indemnify its employees for adverse judgments in all instances where the State is self-insured. This account also provides the self-insurance funds to pay losses which fall within the deductible areas of property insurance coverage and other insurance claims.
03. **Employee Benefits.** Provides funds for the following classes of employees: (1) Heath Act pensioners (RS 43:5-1 et seq.), consisting of persons employed by the State as of January, 1921; (2) Veterans' Act pensioners (RS 43:4-1 et seq.); (3) Miscellaneous Special Pension Acts, in accordance with various State laws authorizing payments to designated individuals; (4) Annuity for Widows of Governors (RS 43:8-2); (5) Judicial pensioners (C43:6-6.4 et seq.); (6) Prison officers (C43:7-7 et seq.) whose funds are administered by a commission of five members including an appointee of the Governor, and the State Treasurer; (7) Public Employees (C43:15A-1 et seq.), whose funds are administered by a board of nine trustees, including municipal and county representation, two appointees of the Governor, and the State Treasurer; (8) State Police (C53:5A-1 et seq.), whose funds are administered by a board of five trustees including two active members of the system, two appointees of the Governor, and the State Treasurer, ex officio; (9) and the pension and non-contributory group life insurance payments to be made by the State on behalf of those members of the Teachers' Pension and Annuity Fund, not employees of school districts, employed by the State Department of Education, and by the public institutions of higher education in the State. Funds are also provided for the payments for non-contributory group life insurance covering employees of the State and other participating employers in the retirement system (C43:15A-1 et seq.); the State's share of Social Security Tax (C43:22-1 et seq.); Pension Adjustment Act (C3:3B-1 et seq.) providing increases in benefits payable to members of State retirement systems; and the employer's share of health benefits charges for State employees enrolled in the public and school employees' health benefits program. Under C52:14-17.25 et seq.,

the administration of this program was transferred to the Division of Pensions and Benefits.

The Alternate Benefit Program was established (NJS 18A:64C-11.1, NJS 18A:65-74 and C18A:66-130) for faculty and staff members at the University of Medicine and Dentistry of New Jersey; Rutgers, The State University; the New Jersey Institute of Technology; and the State Colleges. The employer contribution to this retirement program is included in this budget.

The State Employee Health Benefits Program (C52:14-17.25 et seq.) provides health insurance for employees and their dependents, including those employed by State colleges and universities, through a traditional plan or a managed care health plan.

The Division of Pensions and Benefits coordinates payment of temporary disability insurance benefits to State employees (C43:21-46). Temporary cash benefits are provided to eligible State employees covered under Federal law to insure against loss of earnings due to non-occupational sickness or accident.

All individuals in the employ of the State of New Jersey or an instrumentality of the State, with respect to service performed after December 31, 1971 for a hospital or institution of higher education, are covered under the Unemployment Compensation Law (RS 43:21-1 et seq., as amended by PL 1971, c. 346). Any political subdivision of the State may elect to cover individuals employed by the subdivision in all of the hospitals and institutions of higher education operated by that political subdivision. Benefits paid based on wages earned in the employ of the State or of a political subdivision are financed by payments in lieu of employer contributions to the Unemployment Compensation Fund. All covered State employees are required to contribute each year to the Fund in accordance with the established rate. Benefits under the unemployment compensation program are payable in accordance with the provisions of the Unemployment Compensation Law.

The New Jersey State Prescription Drug Program (C52:14-17.29) helps meet the cost of drugs prescribed for eligible employees and their dependents for use outside of hospitals, nursing homes or other institutions. Included are those drugs which, as required by Federal law, can be dispensed only upon a written prescription order by a physician. The program covers the full cost of a prescription item dispensed by a licensed participating pharmacy, less a co-payment charge for each eligible prescription and prescription refill. The co-payment charge is dependent upon whether the employee chooses a prescription which is generic or non-generic. All full time State employees are eligible to enroll for coverage in the Program without cost to the employee.

04. **Other Inter-Departmental.** Provides funds for allotment by the Director of the Division of Budget and Accounting to various departments or agencies of State government for meeting emergency conditions, and for a number of other contingencies which cannot be predicted with sufficient certainty to be included within the budget recommendations of individual departments or agencies. Included are the Governor's Emergency Fund, the premium portion of required payments for short term notes, seed money to implement cost saving processes, the 911 emergency telephone payments, and other productivity improvements as appropriate.

05. **Salary Increases and Other Benefits.** Includes funds to be allotted to the various State departments or agencies for the cost of

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general and special salary adjustments and unused accumulated sick leave.

06. **Utilities and Other Services.** Provides for payment of fuel, utilities, janitorial services, and trash removal for State-owned and lease-purchase facilities primarily in the Capitol district.
08. **Capital Projects - Statewide.** Provides for statewide programs and capital projects administered by the Department of Treasury on behalf of state agencies. Statewide programs include the removal

of underground storage tanks, hazardous material removal and Americans with Disabilities Act compliance. Also, included is funding for the purchase of open space through the Garden State Preservation Trust Fund. Other items include network upgrades and agency information technology systems.

09. **Aid to Independent Authorities.** Provides for payments to Independent Authorities for operating expenses and construction costs of both cultural and sports related facilities.

APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2002					Year Ending June 30, 2004				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2003 Adjusted Approp.	Requested	Recom- mended	
DIRECT STATE SERVICES									
Distribution by Fund and Program									
169,041	2,760	-8,168	163,633	131,392	Property Rentals	01	144,626	149,989	149,989
56,710	211	6,000	62,921	56,985	Insurance and Other Services	02	62,125	53,775	53,775
21,816	1,001	3,168	25,985	24,862	Utilities and Other Services	06	26,416	26,416	26,416
247,567	3,972	1,000	252,539	213,239	Total Direct State Services		233,167	230,180	230,180
Distribution by Fund and Object									
162,500					Property Rentals:				
2,000 ^S	2,760	(8,168)	159,092	149,044	Existing and Anticipated Leases (a)		149,552		
23,783	---	---	23,783	1,495	Economic Development Authority (b)		8,000 ^S	161,737	161,737
27,143	---	---	27,143	27,143	Other Debt Service Leases and Tax Payments		17,283	17,446	17,446
					Subtotal Appropriation, Rent (Gross)		19,066	19,415	19,415
215,426	2,760	(8,168)	210,018	177,682			193,901	198,598	198,598
(46,385)	---	---	(46,385)	(46,290)	Less: Direct Charges and Charges to Non-State Fund Sources		(49,275)	(48,609)	(48,609)
169,041	2,760	(8,168)	163,633	131,392	Subtotal Appropriation, Rent (Net)		144,626	149,989	149,989
Insurance and Other Services:									
1,460	---	(120)	1,340	1,339	Property Insurance		3,000	3,000	3,000
505	---	120	625	624	Casualty Insurance		2,380	2,030	2,030
220	---	---	220	216	Special Insurance Policies		220	220	220
11,000	---	---	17,000	12,443	Tort Claims Liability Fund (a)		11,000	11,000	11,000
6,000 ^S							3,000 ^S		
34,900	155	6,575	41,630	41,333	Workers' Compensation Fund (a)		34,900	34,900	34,900
							5,000 ^S		
2,000	---	(175)	1,825	1,017	Vehicle Claims Liability Fund		2,000	2,000	2,000
500	56	(300)	256	---	Self-Insurance Deductible Fund		500	500	500
125	---	(100)	25	13	Self-Insurance Fund - Foster Parents		125	125	125
56,710	211	6,000	62,921	56,985	Subtotal Appropriation, Insurance & Other Services		62,125	53,775	53,775
Utilities and Other Services:									
15,913	1,001	3,843	20,757	19,665	Fuel and Utilities		20,513	20,513	20,513
5,903	---	(675)	5,228	5,197	Household and Security		5,903	5,903	5,903
21,816	1,001	3,168	25,985	24,862	Subtotal Appropriation, Utilities & Other Services		26,416	26,416	26,416

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Year Ending June 30, 2002					Year Ending June 30, 2004				
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended	Prog. Class.	2003 Adjusted Approp.	Requested	Recom-mended	
GRANTS-IN-AID									
Distribution by Fund and Program									
73,942	---	---	73,942	68,920	Aid to Independent Authorities	09	67,953	73,018	73,018
73,942	---	---	73,942	68,920	Total Grants-in-Aid		67,953	73,018	73,018
Distribution by Fund and Object									
Grants:									
11,000	---	---	11,000	11,000	Sports and Exposition Authority Operations	09	5,000	---	---
					Sports and Exposition Authority Operations - Debt Service		24,100		
25,573	---	---	25,573	21,252	Sports Complex (a)	09	1,600 ^S	26,060	26,060
15,217	---	---	15,217	15,217	Atlantic City Projects	09	15,025	15,025	15,025
2,569	---	---	2,569	2,569	Higher Education and Other Projects	09	3,417	3,417	3,417
4,740	---	---	4,740	4,740	Wildwood Convention Center	09	4,668	4,668	4,668
2,000	---	---	2,000	2,000	Camden Aquarium Management Agreement	09	2,000	2,000	2,000
5,543	---	---	5,543	5,542	New Jersey Performing Arts Center, EDA	09	5,543	5,109	5,109
6,600	---	---	6,600	6,600	Liberty Science Center Educational Services	09	6,600	3,300	3,300
700	---	---	700	---	Liberty Science Center - EDA	09	---	---	---
---	---	---	---	---	Municipal Rehabilitation and Economic Recovery, EDA	09	---	10,939	10,939
---	---	---	---	---	Horse Racing Litigation Settlement	09	---	2,500	2,500
CAPITAL CONSTRUCTION									
Distribution by Fund and Program									
180,719	57,591	-3,404	234,906	157,835	Capital Projects - Statewide	08	169,649	194,233	194,233
180,719	57,591	-3,404	234,906	157,835	Total Capital Construction		169,649	194,233	194,233
Distribution by Fund and Object									
Statewide Capital Projects									
2,385	1,046	555	3,986	733	Capital Improvements, Capitol Complex	08	---	---	---
---	---	---	---	---	Statewide Fire, Life Safety and Renovation Projects	08	---	9,695	9,695
---	4,366	---	4,366	293	Fire Detection/Security - Central Station Upgrade	08	---	---	---
---	---	---	---	---	DEP Building Fire Alarm Upgrade	08	---	922	922
---	423	---	423	48	Life Safety and Emergency Projects - Statewide	08	200	---	---
2,500	969	---	3,469	1,588	Americans with Disabilities Act Compliance Projects - Statewide	08	2,000	2,000	2,000
---	17,972	---	17,972	4,054	Fuel Distribution Systems/Underground Storage Tank Replacements - Statewide	08	---	---	---
2,000	4,745	---	6,745	1,963	Hazardous Materials Removal Projects - Statewide	08	2,000	2,000	2,000
---	---	---	---	---	Statewide Security Projects	08	3,000	3,000	3,000
---	973	-100	873	373	Energy Efficiency Projects	08	---	---	---
3,500 ^S	---	---	3,500	---	Battleship U.S.S. New Jersey Refurbishment	08	---	---	---

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Notes -- Direct State Services - General Fund

- (a) The Fiscal Year 2003 appropriation has been increased to reflect a proposed supplemental appropriation.
- (b) The fiscal 2002 actual expenditure data reflects refund of disbursements from Cash Management Fund Reserves in accordance with the Fiscal 2002 Appropriations Act.

Notes -- Grant-In Aid - General Fund

- (a) The Fiscal Year 2003 appropriation has been increased to reflect a proposed supplemental appropriation.

Notes -- Capital Construction

- (a) Network Infrastructure will be funded through short term financing.

Language Recommendations -- Direct State Services - General Fund

The Director of the Division of Budget and Accounting is empowered to allocate to any State agency occupying space in any State-owned building equitable charges for the rental of such space, to include, but not be limited to the costs of operation and maintenance thereof, and the amounts so charged shall be credited to the General Fund; and, to the extent that such charges exceed the amounts appropriated for such purposes to any agency financed from any fund other than the General Fund, the required additional appropriation shall be made out of such other fund.

Receipts derived from direct charges and charges to non-State fund sources are appropriated for the rental of property, including the costs of operation and maintenance of such properties.

Notwithstanding any other provision of law, and except for leases negotiated by the Division of Property Management and Construction and subject to the approval or disapproval by the State Leasing and Space Utilization Committee pursuant to P.L. 1992, c.130 (C.52:18A-191.1 et seq.), and except as hereinafter provided, no lease for the rental of any office or building shall be executed without the prior written consent of the State Treasurer, the Director of the Division of Budget and Accounting, the President of the Senate and the Speaker of the General Assembly.

To the extent that sums appropriated for property rental payments are insufficient, there are appropriated such additional sums, not to exceed \$3,000,000 as may be required to pay property rental obligations, subject to the approval of the Director of the Division of Budget and Accounting.

An amount not to exceed \$2,500,000 shall be appropriated for the costs of security, maintenance, utilities and other operating expenses related to the Marlboro Psychiatric Hospital and North Princeton Developmental Center closure initiatives, subject to the approval of the Director of the Division of Budget and Accounting.

To the extent that sums appropriated for property rental payments are insufficient, and notwithstanding any law to the contrary, the Division of Property Management and Construction is empowered to renegotiate lease terms, provided that such renegotiations result in cost savings to the State for State fiscal year 2004 and for the term of the lease. Any lease amendments made as a result of those renegotiations are subject to the review and approval of the State Leasing and Space Utilization Committee.

The unexpended balance as of June 30, 2003 in the Master Lease Program Fund is appropriated for the same purpose.

There are appropriated such additional sums as may be required to pay tort claims under N.J.S. 59:12-1, as recommended by the Attorney General and as the Director of the Division of Budget and Accounting shall determine.

The funds appropriated to the Tort Claims Liability Fund are available for the payment of claims of a tortious nature, as recommended by the Attorney General and as the Director of the Division of Budget and Accounting shall determine.

The funds appropriated to the Tort Claims Liability Fund are available for the payment of direct costs of legal, administrative and medical services related to the investigation, mitigation and litigation of tort claims under N.J.S. 59:12-1, and claims of a tortious nature, as recommended by the Attorney General and as the Director of the Division of Budget and Accounting shall determine.

The funds appropriated to the Tort Claims Liability Fund are available for the indemnification of pool attorneys engaged by the Public Defender for the defense of indigents.

The funds appropriated to the Tort Claims Liability Fund are available for the indemnification of designated pathologists engaged by the State Medical Examiner.

Notwithstanding any other law to the contrary, claims paid from the Tort Claims Liability Fund on behalf of entities funded, in whole or in part, from non-State funds, may be reimbursed from such non-State fund sources as determined by the Director of the Division of Budget and Accounting.

There are appropriated such additional sums as may be required to pay claims not payable from the Tort Claims Liability Fund or payable under the New Jersey Contractual Liability Act, as recommended by the Attorney General and as the Director of the Division of Budget and Accounting shall determine. The funds appropriated are available for the payment of direct costs of legal, administrative and medical services related to the investigation, mitigation and litigation of claims not payable from the Tort Claims Liability Fund or payable under the New Jersey Contractual Liability Act, as recommended by the Attorney General and as the Director of the Division of Budget and Accounting shall determine. Notwithstanding any other law to the contrary, claims or costs paid from the monies appropriated under this paragraph on behalf of entities funded, in whole or in part from non-State funds, may be reimbursed from such non-State funds sources as determined by the Director of the Division of Budget and Accounting. Appropriations under this paragraph shall not be available to pay punitive damages and shall not be deemed a waiver of any immunity by the State.

To the extent that sums appropriated to pay Workers' Compensation claims under R.S.34:15-1 et seq., are insufficient, there are appropriated such additional sums as may be required to pay Workers' Compensation claims, subject to the approval of the Director of the Division of Budget and Accounting.

INTERDEPARTMENTAL ACCOUNTS

The amount appropriated hereinabove for the Workers' Compensation Self-Insurance Fund under R.S. 34:15-1 et seq. is available for the payment of direct costs of legal, investigative, administrative and medical services related to the investigation, mitigation, litigation and administration of claims against the fund, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding any other law to the contrary, benefits provided to community work experience participants shall be borne by the Work First New Jersey program funded through the Department of Human Services and any costs related to administration, mitigation, litigation and investigation of claims will be reimbursed to the Bureau of Risk Management by the Work First New Jersey Program funded through the Department of Human Services, subject to the approval of the Director of the Division of Budget and Accounting.

To the extent that sums appropriated to pay auto insurance claims are insufficient, there are appropriated such additional sums as may be required to pay auto insurance claims, subject to the approval of the Director of the Division of Budget and Accounting.

The amount appropriated hereinabove for the Vehicle Claims Liability Fund is available for the payment of direct costs of legal, investigative and medical services related to the investigation, mitigation and litigation of claims against the fund.

The unexpended balance as of June 30, 2003 in the Self-Insurance Deductible Fund is appropriated for the same purposes.

The amount appropriated hereinabove for the Self-Insurance Fund-Foster Parents is available for the payment of direct costs of legal, investigative and medical services related to the investigation, mitigation and litigation of claims against the fund.

The sums hereinabove are available for payment of obligations applicable to prior fiscal years.

There are appropriated out of revenues received from utility companies such sums as may be required for implementation and administration of the Energy Conservation Initiatives Program, subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the sums hereinabove for Fuel and Utilities, the Director of the Division of Budget and Accounting shall transfer or credit to this account such sums that accrue from appropriations made to various spending agencies for Fuel and Utilities and Salaries and Wages, to reflect savings associated with electrical deregulation, fuel switch and other energy-conservation initiatives.

Of the unexpended balances in the Petroleum Overcharge Reimbursement Fund available for "Green Power", such sums shall be transferred to the various departments and agencies participating in the State electricity contract, as applicable, to reimburse additional costs associated with "Green Power" sources, subject to the approval of the Director of the Division of Budget and Accounting.

The unexpended balance as of June 30, 2003 in the Global Energy Statewide Account is appropriated for the same purpose.

There is appropriated from the Petroleum Overcharge Reimbursement Fund such sums as are necessary for the cost of purchasing energy from companies that utilize renewable "Green Power" sources, not to exceed \$1,200,000.

Language Recommendations -- Grants-In-Aid - General Fund

In addition to the amounts appropriated hereinabove for the Sports and Exposition Authority - Debt Service there are appropriated such additional sums as may be necessary, subject to the approval of the Director of the Division of Budget and Accounting.

The amount hereinabove for the New Jersey Performing Arts Center account shall be used to pay the State's obligations pursuant to a lease with the New Jersey Economic Development Authority, for the lease of real property and infrastructure improvements and the Performing Arts Center structure constructed thereon purchased by the authority for the State in the city of Newark, for the purpose of constructing buildings to comprise a Performing Arts Center. Notwithstanding any other provision of law, the State Treasurer may enter into a lease with the New Jersey Economic Development Authority to lease the real property and improvements thereon purchased or caused to be constructed by the authority for the State in the city of Newark for the Performing Arts Center, subject to the prior written consent of the Director of the Division of Budget and Accounting, the President of the Senate and the Speaker of the General Assembly. Upon the final payment of the State's obligations pursuant to the lease for the real property and infrastructure improvements purchased by the authority, the title to the real property and improvements shall revert to the State. The State may sublease the land and facilities for the purpose of operating, maintaining or financing a Performing Arts Center in Newark. Any sublease for use of land and improvements acquired for the State by the New Jersey Economic Development Authority for the Performing Arts Center shall be subject to the prior written approval of the Director of the Division of Budget and Accounting and the Joint Budget Oversight Committee, or its successor. There is appropriated such additional sums as may be necessary to pay debt service for the New Jersey Performing Arts Center.

The amount hereinabove for the Liberty Science Center Educational Services shall be used to provide educational services to students in the "Abbott districts" in the science education component of the comprehensive core curriculum standards as established by law.

Language Recommendations -- Capital Construction

There are appropriated such additional sums as may be required to pay future debt service costs for projects undertaken by the New Jersey Building Authority, subject to the approval of the Director of the Division of Budget and Accounting.

Notwithstanding the provisions of P.L. 1997, c.258 (C.30:4 -177.53 et seq.) or the provisions of any other law or regulation to the contrary, the amounts hereinabove appropriated to the New Jersey Building Authority Debt Service General State Projects shall be payable in part from monies derived from the sale or conveyance of the former North Princeton Developmental Center, Montgomery, New Jersey, and the former Marlboro Psychiatric Hospital, Marlboro, New Jersey.

Prior to the unexpended balance as of June 30, 2003 in the Network Infrastructure Account intended for the development of the server farm initiative being expended, any participating department shall enter into a Memorandum of Understanding with the Chief Information Officer that no enterprise, data warehousing, application or database servers will be purchased by these departments but that they will participate in the implementation of the server farm.

Notwithstanding the provisions of any law to the contrary, of the amount hereinabove for the Garden State Preservation Trust Fund Account, \$819,000 shall be transferred to the Department of Agriculture for soil and water conservation grants, and is subject to the constitutional amendment on open space (Article VIII, Section II, paragraph 7), and the remainder is subject to the provisions of P. L. 1999, c. 152 (C.13:8C-1 et al.) and the constitutional amendment on open space (Article VIII, Section II, paragraph 7), provided, however, the amount

INTERDEPARTMENTAL ACCOUNTS

herein transferred to the Department of Agriculture shall be counted in the calculation of the Garden State Preservation Trust's allocation of funds to the State Treasurer for deposit into the Garden State Farmland Preservation Trust Fund, pursuant to section 18 of P. L. 1999, c152 (C.13:8C-18) such that it does not affect the allocation of funds to the Garden State Green Acres Preservation Trust Fund.

In addition to the amount appropriated hereinabove for the Garden State Preservation Trust Fund Account, interest earned and accumulated from July 1, 2003 to June 30, 2004 is appropriated.

INTERDEPARTMENTAL ACCOUNTS

70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL

74. GENERAL GOVERNMENT SERVICES

9410. EMPLOYEE BENEFITS

EVALUATION DATA

	Actual FY 2001	Actual FY 2002	Revised FY 2003	Budget Estimate FY 2004
PROGRAM DATA				
Employee Benefits				
Judicial Retirement System				
Assets	\$358,472,638	\$308,154,530	\$330,930,444	\$337,738,808
Active Members	415	436	444	452
Pensioners	366	379	394	410
Annual Pensions	\$22,198,504	\$23,778,160	\$25,445,246	\$27,229,213
Lump Sum Death Benefits	\$671,038	\$808,064	\$995,212	\$1,225,703
Prison Officers' Pension Fund				
Assets	\$18,560,945	\$18,163,534	\$14,182,884	\$13,341,057
Pensioners	247	230	219	208
Public Employees' Retirement System				
Assets	\$24,653,723,116	\$21,697,795,836	\$21,786,470,705	\$22,571,926,231
Total Members	287,699	296,895	307,192	317,800
State (Active)	78,191	79,963	80,171	80,941
State (Inactive)	19,575	20,656	21,961	23,349
Local	189,933	196,276	203,601	211,119
Pensioners	105,016	107,671	110,324	113,051
Annual Pensions	\$1,033,479,125	\$1,183,490,252	\$1,296,750,269	\$1,420,849,270
Lump Sum Death Benefits	\$84,426,058	\$88,632,011	\$91,544,458	\$94,552,609
State Police Retirement System				
Assets	\$1,767,573,028	\$1,572,156,596	\$1,614,642,270	\$1,689,526,706
Total Members	2,690	2,838	2,865	2,893
Active	2,659	2,775	2,798	2,822
Inactive	31	63	67	71
Pensioners	1,908	1,987	2,080	2,177
Annual Pensions	\$68,447,794	\$73,387,921	\$80,059,616	\$87,337,836
Lump Sum Death Benefits	\$820,454	\$1,420,692	\$1,861,263	\$2,438,459
Police and Firemen's Retirement System				
Assets	\$16,858,049,999	\$15,282,378,766	\$15,826,714,292	\$16,734,021,388
Total Members	43,938	44,479	44,992	45,514
State (Active)	7,519	7,656	7,787	7,921
State (Inactive)	464	374	411	452
Local	35,955	36,449	36,794	37,142
Pensioners	24,378	25,517	26,884	28,324
Annual Pensions	\$744,929,147	\$823,657,277	\$908,106,857	\$1,001,215,054
Lump Sum Death Benefits	\$21,493,715	\$18,394,304	\$16,961,571	\$15,640,434
Alternate Benefits Program				
Total Active Members	17,038	17,081	17,628	18,194
State	14,198	14,329	14,827	15,342
County	2,840	2,752	2,802	2,852
Teachers' Pension and Annuity Fund				
Assets	\$31,374,320,886	\$27,409,269,452	\$28,371,655,029	\$29,281,624,208
Total Members	139,631	145,818	152,127	158,712
State	329	325	320	315
County	64	56	51	47
Local	139,238	145,437	151,756	158,350
Pensioners	53,784	56,102	58,755	61,534
Annual Pensions	\$1,275,079,809	\$1,484,867,590	\$1,666,051,134	\$1,869,342,693
Lump Sum Death Benefits	\$55,091,487	\$53,719,595	\$56,512,476	\$59,450,560

INTERDEPARTMENTAL ACCOUNTS

	Actual FY 2001	Actual FY 2002	Revised FY 2003	Budget Estimate FY 2004
Health Benefits Program				
Covered Members	326,612	339,716	357,539	376,485
State	133,234	135,011	136,687	138,360
Local	193,378	204,705	220,852	238,125

APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2002					Year Ending June 30, 2004				
Orig. & (S)Supple- mental	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies	Total Available	Expended	Prog. Class.	2003 Adjusted Approp.	Requested	Recom- mended	
<u>DIRECT STATE SERVICES</u>									
Distribution by Fund and Program									
833,398	30,282	70,317	933,997	860,641	03	982,314	1,375,186	1,185,650	
833,398	30,282	70,317	933,997	860,641		982,314	1,375,186	1,185,650	
Distribution by Fund and Object									
Special Purpose:									
---	---	---	---	---	03	---	129,922	---	
70,559	---	---	70,559	---	03	31,898 20,215 ^S	152,908	152,908	
70	---	---	70	56	03	---	49,934	9,987	
---	---	---	---	---	03	---	5,180	1,036	
909	---	111	1,020	1,020	03	971	1,211	1,211	
---	---	---	---	---	03	8,468	17,404	3,481	
---	---	---	---	---	03	---	1,600	---	
786	---	---	786	---	03	---	1,470	1,470	
1,592	---	232	1,824	1,824	03	1,819	1,813	1,813	
127	---	---	127	123	03	108	115	115	
9	---	---	9	5	03	7	4	4	
4	---	---	4	4	03	5	5	5	
24,001	30,282	---	54,283	54,001	03	57,140	41,872	41,872	
361,358	---	---	374,861	374,861	03	435,402 8,483 ^S	521,884	521,884	
13,503 ^S	---	---	---	---	03	138,219	144,628	144,628	
115,939	---	---	115,939	115,939	03	20,956	21,129	21,129	
20,433	---	---	20,433	20,289	03	1,000	1,000	1,000	
1,000	---	---	1,000	877	03	274,876 16,200 ^S	299,254	299,254	
144,181	---	71,047	282,758	281,370	03	5,803	6,327	6,327	
67,530 ^S	---	---	5,440	5,424	03	---	---	---	
5,440	---	---	---	---	03	---	---	---	

INTERDEPARTMENTAL ACCOUNTS

Year Ending June 30, 2002					Year Ending June 30, 2004			
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	Prog. Class.	2003 Adjusted Approp.	Requested	Recommended
<u>DIRECT STATE SERVICES</u>								
4,844			4,884	4,848				
1,113 ^S	---	-1,073				6,044	2,826	2,826
---	---	---	---	---	03			
						-25,300	-25,300	-25,300
---	---	---	---	---	03	-20,000	---	---
<u>GRANTS-IN-AID</u>								
Distribution by Fund and Program								
430,066	---	1,062	431,128	419,287	03	476,559	565,116	548,021
430,066	---	1,062	431,128	419,287		476,559	565,116	548,021
Distribution by Fund and Object								
Special Purpose:								
---	---	---	---	---	03	---	13,410	---
11,422	---	---	11,422	---	03	4,809		
---	---	---	---	---		2,980 ^S	22,546	22,546
---	---	---	---	---	03	---	3,857	771
88,782	---	-111	94,692	94,692	03	94,720		
6,021 ^S	---	---	---	---		5,417 ^S	110,182	110,182
---	---	---	---	---	03	---	599	---
368	---	---	368	---	03	---	550	550
3,116	---	---	3,116	3,116	03	3,297	3,720	3,720
131,891	---	---	135,941	135,941	03	163,941	195,418	195,418
4,050 ^S	---	---	46,157	46,157	03	55,073	64,848	64,848
46,157	---	---	---	---	03	7,981	8,483	8,483
8,125	---	---	8,125	8,125	03	132,459	136,799	136,799
125,191	---	100	125,921	125,919	03	2,650	2,836	2,836
630 ^S	---	---	2,480	2,431	03	3,232	1,868	1,868
2,480	---	---	---	---		1,458,873	1,940,302	1,733,671
1,578	---	1,073	2,906	2,906	Grand Total State Appropriation			
255 ^S	---	---	---	---				
1,263,464	30,282	71,379	1,365,125	1,279,928				

Language Recommendations -- Direct State Services - General Fund

There is appropriated a sufficient amount in order that upon application to the Director of the Division of Budget and Accounting, an annuity of \$4,000 shall be paid to the widow or widower of any person, now deceased, who was elected and served as Governor of the State; provided such widow or widower was the spouse of such person for all or part of the period during which he or she served as Governor; and provided further, that this shall not apply to any widow or widower receiving a pension granted under R.S. 43:8-2, and continued by R.S.43:7-1 et seq., R.S.43:8-1 et seq., and R.S.43:8-8 et seq.

Such additional sums as may be required for Social Security Tax - State may be allotted from the various departmental operating appropriations to this account, as the Director of the Division of Budget and Accounting shall determine.

Such additional sums as may be required for State Employees' Health Benefits may be allotted from the various departmental operating appropriations to this account, as the Director of the Division of Budget and Accounting shall determine.

INTERDEPARTMENTAL ACCOUNTS

Of the amounts hereinabove for the Pension Adjustment Program, such sums as are appropriated in advance for increased retirement benefits for local employee members of State-administered retirement systems shall be repaid to the General Treasury upon reimbursement from local public employers.

Such additional sums as may be required for Public Employees' Retirement System - Post Retirement Medical, Alternate Benefits Program - Employer Contributions, Teachers' Pension and Annuity Fund Post Retirement Medical - State, State Employees' Health Benefits, State Employees' Prescription Drug Program, State Employees' Dental Program - Shared Cost, State Employees' Vision Care Program, Social Security Tax - State, Temporary Disability Insurance Liability, and Unemployment Insurance Liability are appropriated, as the Director of the Division of Budget and Accounting shall determine.

Notwithstanding the provisions of the Pension Adjustment Act, P.L.1958, c.143 (C.43:3B-1 et seq.), pension adjustment benefits for members and beneficiaries of the Consolidated Police and Firemen's Pension Fund shall be paid by the fund. Employer appropriations for these benefits as required under the act shall be paid to the fund.

In addition to the sum hereinabove appropriated for Debt Service on Pension Obligation Bonds to make payments under the State Treasurer's contracts authorized pursuant to section 6 of P.L.1997, c.114 (C.34:1B-7.50), there are appropriated such other sums as the Director of the Division of Budget and Accounting shall determine are required to pay all amounts due from the State pursuant to such contracts.

The unexpended balance as of June 30, 2003 in the Debt Service on Pension Obligation Bonds account is appropriated for the same purpose.

The amounts hereinabove for Employee Benefits may be transferred to the Grants-In-Aid accounts for the same purposes.

No monies appropriated herein shall be used to provide additional health insurance coverage to a State or local elected official when that official receives health insurance coverage as a result of holding other public office or employment.

Language Recommendations -- Grants-In-Aid - General Fund

Such additional sums as may be required for Public Employees' Retirement System - Post Retirement Medical, Alternate Benefits Program - Employer Contributions, Teachers' Pension and Annuity Fund Post Retirement Medical - State, State Employees' Health Benefits, State Employees' Prescription Drug Program, State Employees' Dental Program - Shared Cost, Social Security Tax - State, Temporary Disability Insurance Liability, and Unemployment Insurance Liability are appropriated, as the Director of the Division of Budget and Accounting shall determine.

In addition to the sum hereinabove appropriated to make payments under the State Treasurer's contracts authorized pursuant to section 6 of P.L.1997, c.114 (C.34:1B-7.50), there are appropriated such other sums as the Director of the Division of Budget and Accounting shall determine are required to pay all amounts due from the State pursuant to such contracts.

The unexpended balance as of June 30, 2003 in the Debt Service on Pension Obligation Bonds account is appropriated for the same purpose.

The amounts hereinabove for Employee Benefits may be transferred to the Direct State Services accounts for the same purposes.

No monies appropriated herein shall be used to provide additional health insurance coverage to a State or local elected official when that official receives health insurance coverage as a result of holding other public office or employment.

INTERDEPARTMENTAL ACCOUNTS

70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL

74. GENERAL GOVERNMENT SERVICES

9420. OTHER INTER-DEPARTMENTAL ACCOUNTS

APPROPRIATIONS DATA (thousands of dollars)

Orig. & (S)Supple- mental	Year Ending June 30, 2002			Total Available Expended	Prog. Class.	2003		Year Ending June 30, 2004	
	Reapp. & (R)Recpts.	Transfers & (E)Emer- gencies				Adjusted Approp.	Requested	Recom- mended	
<u>DIRECT STATE SERVICES</u>									
Distribution by Fund and Program									
68,576	1,580	-8,233	61,923	40,608	Other Inter-Departmental Accounts	04	90,463	45,007	45,007
68,576	1,580	-8,233	61,923	40,608	Total Direct State Services		90,463	45,007	45,007
Distribution by Fund and Object									
Special Purpose:									
2,000	1,561	-2,479	1,082	---	To the Governor, for allotment to the various departments or agencies, to meet any condition of emergency or necessity; provided however, that a sum not in excess of \$5,000 shall be available for expenses of officially receiving dignitaries and for incidental expenses, including lunches for non-salaried board members and others for whom official reception shall be beneficial to the State.	04	2,000	1,750	1,750
1,500	---	-140	1,360	---	Contingency Funds	04	1,500	1,250	1,250
35,000 ^S	---	-614	34,786	25,686	Interest On Short Term Notes	04	65,000	28,000	28,000
1,100	---	---	1,100	1,018	Debt Issuance -Special Purpose	04	1,100	1,100	1,100
125	---	---	125	---	Catastrophic Illness in Children Relief Fund - Employer Contributions	04	125	125	125
3,000	---	---	3,000	579	Interest on Interfund Borrowing	04	3,200	3,200	3,200
---	---	---	---	---	Payment of Military Leave Benefits	04	350	350	350
15,419	---	-630	14,789	13,325	Statewide 911 Emergency Telephone System ^(a)	04	8,085 3,385 ^S	---	---
2,640	---	---	2,640	---	Network Infrastructure	04	3,600	7,200	7,200
517	---	---	517	---	Garden State Network Infrastructure	04	705	282	282
166	---	---	166	---	Automated Document Factory	04	225	450	450
109	---	---	109	---	Automated Cartridge System Upgrade	04	150	300	300
---	19	---	19	---	Interdepartmental Initiatives	04	---	---	---
1,000	---	-1,000	---	---	Geographic Information System (GIS) Integration	04	---	---	---
1,850	---	-311	1,539	---	Information Technology On-Line State Portal	04	1,000	1,000	1,000
750	---	-59	691	---	Enterprise Contingency Planning and Disaster Recovery	04	38	---	---
3,000	---	-3,000	---	---	Enterprise License Agreements	04	---	---	---

INTERDEPARTMENTAL ACCOUNTS

Year Ending June 30, 2002					Year Ending June 30, 2004				
Orig. & (S)Supple-mental	Reapp. & (R)Recpts.	Transfers & (E)Emer-gencies	Total Available	Expended	Prog. Class.	2003 Adjusted Approp.	Requested	Recom-mended	
GRANTS-IN-AID									
Distribution by Fund and Program									
200	---	-200	---	---	Other Inter-Departmental Accounts	04	200	200	200
<u>200</u>	<u>---</u>	<u>-200</u>	<u>---</u>	<u>---</u>	Total Grants-in-Aid		<u>200</u>	<u>200</u>	<u>200</u>
Distribution by Fund and Object									
Grants:									
200	---	-200	---	---	Enhanced 911 County Grants	04	200	200	200
<u>68,776</u>	<u>1,580</u>	<u>-8,433</u>	<u>61,923</u>	<u>40,608</u>	Grand Total State Appropriation		<u>90,663</u>	<u>45,207</u>	<u>45,207</u>
OTHER RELATED APPROPRIATIONS									
All Other Funds									
---	---	---	---	---	Other Inter-Departmental Accounts	04	---	12,813	12,813
<u>---</u>	<u>---</u>	<u>---</u>	<u>---</u>	<u>---</u>	Total All Other Funds		<u>---</u>	<u>12,813</u>	<u>12,813</u>
<u>68,776</u>	<u>1,580</u>	<u>-8,433</u>	<u>61,923</u>	<u>40,608</u>	GRAND TOTAL ALL FUNDS		<u>90,663</u>	<u>58,020</u>	<u>58,020</u>

Notes -- Direct State Services - General Fund

(a) In fiscal year 2004, this program will be supported by the wireless communication \ cell tower assessment.

Language Recommendations -- Direct State Services - General Fund

Unless otherwise indicated, the above amounts may be allotted by the Director of the Division of Budget and Accounting to the various departments and agencies.

Notwithstanding the provisions of N.J.S. 2A:153-1 et seq., there is allocated at the discretion of the Governor, an amount up to \$50,000, from the Special Purpose amount appropriated hereinabove to meet any condition of emergency or necessity, as a reward for the capture and return of Joanne Chesimard.

There are appropriated to the Emergency Services Fund such sums as are required to meet the costs of any emergency occasioned by aggression, civil disturbance, sabotage, disaster, or for flood expenses for State owned structures to comply with Federal Insurance Administration requirements, as recommended by the Emergency Services Council and approved by the Governor, and subject to the approval of the Director of the Division of Budget and Accounting. In the event that the Emergency Services Council is unable to convene due to any such emergency described above, there shall be appropriated to the Emergency Services Fund such sums as are required to meet the costs of any such emergency described above, and payments from the Fund shall be made by the State Treasurer upon approval of the Governor and the Director of Budget and Accounting.

The unexpended balance as of June 30, 2003 in the Governor's Contingency Fund is appropriated for the same purpose.

Such sums as may be necessary for payment of expenses incurred by issuing officials appointed under the several bond acts of the State are appropriated for the purposes and from the sources defined in those acts.

Receipts derived from the wireless communication\cell tower assessment pursuant to the passage of enabling legislation, not to exceed \$12,813,000 for the Statewide Emergency Telephone System are appropriated for this purpose and shall be deposited into a dedicated account, the expenditure of which shall be subject to the approval of the Director of the Division of Budget and Accounting.

In addition to the sum hereinabove appropriated for Geographic Information System (GIS) Integration, there are appropriated such sums as may be received from federal, county, municipal governments or agencies and nonprofit organizations for orthoimagery and parcel data mapping.

INTERDEPARTMENTAL ACCOUNTS

70. GOVERNMENT DIRECTION, MANAGEMENT AND CONTROL

74. GENERAL GOVERNMENT SERVICES

9430. SALARY INCREASES AND OTHER BENEFITS

APPROPRIATIONS DATA (thousands of dollars)

Year Ending June 30, 2002					Year Ending June 30, 2004				
Orig. & (S) Supplemental	Reapp. & (R) Recpts.	Transfers & (E) Emergencies	Total Available	Expended	Prog. Class.	2003 Adjusted Approp.	Requested	Recom- mended	
<u>DIRECT STATE SERVICES</u>									
Distribution by Fund and Program									
75,171	30,180	-70,969	34,382	6,152					
						05	24,231	93,304	93,304
<u>75,171</u>	<u>30,180</u>	<u>-70,969</u>	<u>34,382</u>	<u>6,152</u>		<u>24,231</u>	<u>93,304</u>	<u>93,304</u>	
Distribution by Fund and Object									
Special Purpose:									
68,171	30,180	-70,969	27,382	---					
						05	---	82,304	82,304
7,000	---	---	7,000	6,152		05	24,231	11,000	11,000
<u>GRANTS-IN-AID</u>									
Distribution by Fund and Program									
29,500	---	-14,750	14,750	---					
						05	---	---	---
<u>29,500</u>	<u>---</u>	<u>-14,750</u>	<u>14,750</u>	<u>---</u>		<u>---</u>	<u>---</u>	<u>---</u>	
Distribution by Fund and Object									
Special Purpose:									
29,500	---	-14,750	14,750	---					
						05	---	---	---
<u>104,671</u>	<u>30,180</u>	<u>-85,719</u>	<u>49,132</u>	<u>6,152</u>		<u>24,231</u>	<u>93,304</u>	<u>93,304</u>	

Notes -- Direct State Services - General Fund

(a) The original fiscal 2003 appropriation for salary program allocation was transferred to the agency budgets.

Language Recommendations -- Direct State Services - General Fund

The sums hereinabove appropriated to the various State departments, agencies or commissions for the cost of salaries, wages, or other benefits shall be allotted as the Director of the Division of Budget and Accounting shall determine.

Notwithstanding the provisions of any other laws, including R.S.34:15-49 and section 1 of P.L.1981, c.353 (C.34:15-49.1), the State Treasurer, the Commissioner of Personnel, and the Director of the Division of Budget and Accounting shall establish directives governing salary ranges and rates of pay, including salary increases. The implementation of such directives shall be made effective at the first full pay period of Fiscal Year 2004 as determined by such directives, with timely notification of such directives to the Joint Budget Oversight Committee or its successor. Such directives shall not be considered an "administrative rule" or "rule" within the meaning of subsection (e) of section 2 of P.L.1968, c.410 (C.52:14B-2), but shall be considered exempt under paragraphs (1) and (2) of subsection (e) of section 2 of P.L.1968, c.410 (C.52:14B-2), and shall not be subject to the "Administrative Procedure Act" P.L.1968, c.410 (C.52:14B-1 et seq.). Nothing herein shall be construed as applicable to the Presidents of the State Colleges, Rutgers, The State University, the University of Medicine and Dentistry of New Jersey and the New Jersey Institute of Technology.

No salary range or rate of pay shall be increased or paid in any State department, agency, or commission without the approval of the Director of the Division of Budget and Accounting. Nothing herein shall be construed as applicable to unclassified personnel of the Legislative Branch or the unclassified personnel of the Judicial Branch.

In addition to the amount hereinabove for Unused Accumulated Sick Leave Payments, there are appropriated such sums as may be necessary for payments of unused accumulated sick leave.

Any sums appropriated for Salary Increases and Other Benefits shall be made available for any person holding State office, position or employment, whose compensation is paid directly or indirectly, in whole or in part, from State funds, including any person holding office, position or employment under the Palisades Interstate Park Commission.

The unexpended balance as of June 30, 2003 in the Salary Increases and Other Benefits account is appropriated for the same purposes.