



## FY 2010 BUDGT SOLUTIONS AS A FOUNDATION FOR REFORM

### DEPARTMENT OF AGRICULTURE

- A FY 2010 supplemental appropriation of \$3 million was provided to the department in January 2010 for Supplemental Food Assistance (food pantries). \$75,000 of this amount will remain unspent by the end of the year and can lapse.
- The department identified two additional accounts that will have balances at the end of the year that can be lapsed – non-salary operating (\$15,000) and payments in lieu of taxes (\$15,000).

### DEPARTMENT OF CHILDREN AND FAMILIES

Description	Amount
<b>Additional Federal Funding</b> The Department of Children and Families (DCF) collected additional Title IV-E and Title XIX funds that can be used in FY 2010, allowing for a lapse in a similar amount of state funds.	(48,278)
<b>Partial Care Services</b> Based on revised spending projections, these funds will not be needed for FY 2010.	(250)
<b>Recruitment of Adoptive Parents</b> Based on revised spending projections, these funds will not be needed for FY 2010.	(62)
<b>DYFS Revised Revenue Projects</b> Based on the latest projections with actual data from December 2009, the number of clients in foster care and independent living are declining. As a result, revenue projections have been revised.	(15,962)
<b>Contract Recoupment</b> Throughout FY 2010, DCF has been closing out contracts and recouping funds from providers. Collections will be lapsed.	(5,400)
<b>Administrative Adjustments</b> Federal funds were allocated for the purchase of vehicles, computers, and furniture. The Department has decided to delay these purchases until FY 2011, when federal funds will be available.	(3,131)
<b>Child Health Units</b> Based on revised spending projections, these funds will not be needed for FY 2010.	(1,500)
<b>Contracted Systems Administrator</b> In September 2009, DCF re-bid the CSA contract and transitioned to a new CSA.	(1,265)
<b>Contract Underspending</b> All contracts have been encumbered or expended.	(907)
<b>Residential Treatment Services Surplus Funds</b> Based on revised spending projections, these funds will not be needed for FY 2010.	(500)



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<b>Foster Care and Permanency Initiative Surplus Funds</b> Based on revised spending projections, these funds will not be needed for FY 2010.	(310)
<b>Domestic Violence Services Surplus Funds</b> Based on revised spending projections, these funds will not be needed for FY 2010.	(115)
<b>NJ Homeless Youth Act Surplus Funds</b> Based on revised spending projections, these funds will not be needed for FY 2010.	(89)
<b>Total Children and Families</b>	<b>(77,769)</b>

### DEPARTMENT OF COMMUNITY AFFAIRS

Description	Amount
<b>NJ Affordable Housing Trust Fund Surplus</b> This amount represents a balance in the New Jersey Affordable Housing Trust Fund that can lapse.	(13,287)
<b>Consolidation Fund Surplus</b> Currently planned consolidation assistance will be delayed until FY 2011 and supported by next year's appropriation.	(13,250)
<b>State Rental Assistance Program</b> This represents the funding the Housing Mortgage and Finance Authority (HMFA) provided to DCA to pay for State Rental Assistance Program vouchers in FY 2010. Since DCA can cover the cost of these vouchers through resources in the Affordable Housing Trust Fund, the HMFA money can be lapsed.	(12,000)
<b>Special Municipal Aid - Administrative Cost Allocation</b> This balance represents the remainder of the program's allowance for administrative costs (3% of the original appropriation). This funding is not needed and can lapse.	(3,174)
<b>Housing Demonstration Program Revolving Fund</b> This account has a projected surplus and loan repayments that can lapse.	(2,915)
<b>Grant Program Surplus</b> The Sharing Available Resources Efficiently (SHARE) Grant Program has a balance that can lapse.	(1,570)
<b>Urban Enterprise Zone (UEZ) – Undesignated Balances and Repayment</b> Undesignated project balances and reimbursements to the State of past overpayments will be brought into the budget and lapsed.	(78,117)
<b>Unexpended Mortgage Stabilization and Relief Act Funding</b> Only \$200,000 of the \$40 million appropriated to HMFA as part of the Mortgage Stabilization Relief Act, has been spent. The balance can be returned to the budget for lapse.	(40,000)
<b>Shelter Assistance Balance</b> This funding represents a balance that can lapse.	(700)



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<b>State Rental Assistance Program (SRAP)</b> These are funds that can be lapsed. A precedent was set in FY 2009 when \$47 million was lapsed from the program. SRAP had changed its project-based voucher funding methodology from "forward funded" to "pay-as-you-go." The lapse amount was made available from a combination of cancelling prior year project-based encumbrances and shifting current year tenant-based expenditures from the SRAP General Fund account to the off-budget SRAP account.	(13,508)
<b>Discounted Revolving Fund</b> These funds can be lapsed. A neighborhood beautification program was discontinued in FY 2009. The revolving account originally housed 6 FTE that were since moved to other federal salary accounts within Housing Service and Community Resources.	(499)
<b>Consolidated Municipal Property Tax Relief Aid (CMPTRA) - Surplus Balance</b> There is a small surplus of funding in the CMPTRA appropriation that can be lapsed with no impact on towns.	(39)
<b>Statewide Livable Communities Grants Suprlus</b> This balance carried forward to the current year following the cancellation of a prior-year grant obligation and can now be lapsed. This grant program was a legislative add from fiscal 2004 and 2005 to help municipalities bring historic buildings into compliance with the Americans with Disabilities Act.	(29)
<b>Total Community Affairs</b>	<b>(179,088)</b>

### CORRECTIONS/STATE PAROLE BOARD

Description	Amount
<b>Deferred Repairs</b> The \$2 million lapse represents projects that can be deferred at least one more year without a serious impact on the operations of the facilities. A balance of \$2.7 million remains for the department's most serious needs and require operational change where facilities are no longer adequate for daily operations.	(2,000)
<b>DOC Equipment Account Spending Freeze Lapse</b> This amount represents balances available to lapse.	(421)
<b>DOC Salary Lapse (Federal Economic Stimulus)</b> An additional \$37.655 million in Federal Economic Stimulus funding is available in FY 2010 to offset state appropriations which can lapse.	(37,655)
<b>Cost Savings - UMDNJ Inmate Medical Contract</b> This represents projected cost savings in DOC for the UMDNJ medical contract, covering medical, dental, and mental health. It is based on current monthly expenditures. The funds can lapse.	(9,300)
<b>DOC Salary Surplus</b>	(3,075)



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This amount represents a salary surplus that is available to lapse in the Department of Corrections.	
<b>State Parole Board (SPB) Salary Savings</b> The SPB has consistently been below their funded level of 712 employees. Using pay period 24 data, they are filled at 35 employees below the funded count. As a result, OMB projects a salary surplus that can lapse. This accounts for savings already taken for procurement/management efficiencies and projected need for overtime beyond their budgeted appropriation.	(1,478)
<b>Prior Year Lapse</b> Prior year encumbrances that are no longer needed were unencumbered by the State Parole Board and have lapsed.	(198)
<b>Overtime Savings</b> The State Parole Board (SPB) will realize overtime savings through restaffing the Office of Professional Standards.	(75)
<b>Total Corrections</b>	<b>(54,202)</b>

### EDUCATION

Description	Amount
<b>School District Surpluses</b> In order to achieve FY 2010 savings, remaining aid payments for districts will be withheld, but only to the extent restricted surplus funds can be made available to offset the reduced aid. First, aid will be withheld in an amount equal to the extent districts' June 30, 2009 CAFR reserved fund balances exceeded a statutory maximum of 2%. Second, aid will be withheld in an amount equal to 25% of each of the following: the amount which districts under-projected their unreserved fund balance at the time of their approved budgets as compared to their 2009 CAFR unreserved fund balance; capital reserves; maintenance reserves; and emergency reserves as adjusted for amounts budgeted for withdrawal.	(475,000)
<b>New Jersey After 3</b> This program was new spending in the FY 2005 budget and funding was intended to be seed money. Supplemental funds from local and corporate contributions were and still are expected. The previous Administration only committed to giving this organization 1/2 of the appropriation and the remaining was put into reserve for monitoring. NJ After 3 was awarded a 3 month no-cost extension to the six month contract. No new contract is being awarded.	(5,240)
<b>Adult Education</b> In order to achieve savings in the current fiscal year, remaining adult education payments from February 22 through May 22 will be withheld from 44 districts.	(3,373)



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<p><b>Delay Phase III of Fire Protection Study</b>  A study was conducted by STV Incorporated in January 2005 to assess the entire fire alarm system at the Katzenbach School for the Deaf. This funding request was for Phase III. DOE believes that because the system in Phase III is working, this Phase could be delayed.</p>	(3,018)
<p><b>Community Relations Committee of the United Jewish Federation of Metrowest</b>  Funds for this program have lapsed every year except in FY 2005 and FY 2006.</p>	(30)
<p><b>Nonpublic Transportation</b>  State support is provided for the transportation of nonpublic students through the Transportation aid formula and is included in the formula aid payment schedule. The district is required to provide transportation for the student, if it can do so for under the maximum. Otherwise, the parent/guardian is paid the maximum and is responsible for transporting the student.</p> <p>Parents are paid two times a year – half after the 1st semester, and the other half at the end of the year. The lapse amount represents the estimated State savings from not requiring the second payment.</p>	(3,000)
<p><b>Local School District Post Retirement Medical Savings</b>  Based on updated projections from the Division of Pensions, this amount is not needed and can lapse.</p>	(35,500)
<p><b>Additional Payment Delay Savings</b>  The fiscal year 2010 Appropriations Act assumes that the final two School Aid payments will be delayed until FY 2011. Based on recent projections and calculations, it there will be additional payment delay savings beyond what was initially estimated. This amount represents savings due to changes in calculations, a prior year adjustment, and FY 2010 deductions resembling - in amount and timing - those from FY09.</p>	(20,500)
<p><b>School Construction and Renovation Fund</b>  Lapse is based on 8/31/09 schedule provided by the Office of Public Finance.</p>	(5,749)
<p><b>Charter School Aid</b>  Any enrollment adjustments occurring at the end of the current fiscal year that would impact the current year need would be charged to the FY 2011 account due to the timing of the adjustments.</p>	(2,295)
<p><b>Repaid School District Deficit Relief</b>  The School District Deficit Relief account exists to provide loans to districts in need of an advance state aid payment. Districts receiving such loans are required to repay the loans over a period not to exceed ten years, through automatic reductions to their State Aid payments.</p>	(2,040)
<p><b>State Assessment</b>  Current cost estimates provided by DOE show that the appropriation will not be fully expended due to lower than anticipated contract costs and the availability of federal</p>	(1,700)



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resources.	
<b>Unanticipated Professional Development &amp; Licensure</b> In FY 2009, excess receipts in this account amounted to an increase of \$1.6 million in the amount carrying forward into FY 2010.	(600)
<b>Research Funding Reduction</b> The Department requested approval to enter a Memorandum of Understandings with William Paterson University and Rutgers University to conduct research studies on Abbott preschools.	(574)
<b>School Construction Debt Service Aid Surplus</b> The amount indicated for lapse represents surplus funding in FY 2010, according to a 9/21/09 update from the Department.	(450)
<b>Unanticipated Revolving Fund Revenue</b> This money was not needed in the FY 2009 close out process and can be lapsed. The Department will be left with almost \$200,000 in carry forward funds.	(430)
<b>Bridge Loan Interest Payment Surplus</b> The remaining funding in this account is available for lapse. Original funds were used to pay interest on local school borrowings that ended in July.	(304)
<b>Non Fully Expended District and School Improvement Operation Funding</b> Historically, these resources have not been fully expended and the Department has not been able to provide a clear plan on how funds will be spent. If the remaining balances are insufficient, the Department has potential resource funds that are in reserve for monitoring in another District and School Improvement account.	(226)
<b>Extraordinary Special Education Surplus</b> Extraordinary Special Education Costs Aid is provided to districts as additional support for high cost students. The Department has indicated that all payments have been made and the remaining balance can be lapsed.	(222)
<b>Rutgers Preschool Needs Assessment (PEARS) Prior Year Surplus</b> A final report and billing for a FY08 Preschool Needs Assessment Study conducted by Rutgers was due at the end of December. Based on preliminary reports, DOE is projecting that \$183k will be available to lapse from the cancellation of a prior year encumbrance.	(183)
<b>Over Budget District &amp; School Improvement Services</b> Based on historical and current projected spending, this account appears to be over budgeted and this amount can lapse.	(63)
<b>Retirement of Early Childhood Employee</b> An employee in Early Childhood Education is retiring 12/31/09, providing partial FY 2010 savings. This position will not be backfilled by the Department and will not impact Department operations.	(43)
<b>Unused Teacher Prep Funds</b> These funds are available to lapse as fewer candidates achieved certification in	(23)



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calendar year 2009.	
	<b>Total Education (560,563)</b>

### ENVIRONMENTAL PROTECTION

Description	Amount
<b>Mosquito Control Surplus</b> The amount represents a surplus carried forward from previous years that can lapse.	(92)
<b>Highlands Council</b> The Highlands Council can achieve these savings by reducing planned expenditures on its Regional Master Plan.	(88)
<b>Alternative Funding Sources for State Parks</b> These state funds are not needed for various construction projects because alternative funds are available.	(787)
<b>Surplus Dollars Since FY 2003 for "Carney's Point Regional Wastewater Management Project"</b> Given that funding has not been spent since FY 2003 and no agreement is expected to be in place between the parties by the end of the year, it is highly unlikely that funding for this purpose will be needed. The funding will lapse.	(3,600)
<b>Surplus Funding for Parks</b> Miscellaneous entrance fees and service fees and fund transfers will allow for a lapse.	(1,700)
<b>Unused Project Funding</b> DEP can delay certain flood control projects, which allow \$1.524 million to lapse.	(1,524)
<b>Unused Project Funding</b> DEP can delay certain dam repair projects, which will allow \$647,000 to lapse.	(647)
<b>Unanticipated Revenue Receipts</b> The department has received well permitting fees and water allocation fees in excess of anticipated amounts, allowing for the funds to be lapsed.	(339)
<b>Unanticipated PILOT Balance</b> PILOT payments made to municipalities amount to \$9.8 million, resulting in an unexpended balance of \$175,000 that can lapse.	(175)
<b>Various Equipment Accounts</b> A moratorium on all equipment purchases has developed surplus that can be lapsed.	(122)
<b>Deferred Cost of Alpine Boat Basin Repairs</b> The Palisades Interstate Park Commission will reduce repairs to Alpine Boat Basin and defer repairs to next year.	(103)
<b>Pinelands Commission - Salary Savings</b> Savings will be realized through the retirement of one research scientist, who has left the Commission as of January 1, 2010.	(46)



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<b>Pinelands Commission - Non- salary</b> This reduction will have minimal impact, and can be absorbed within the Commission's undesignated fund balance.	(29)
<b>Unanticipated Pinelands Commission Savings</b> Law and Public Safety (L&PS) assumes that it will only receive 85% of total DAG agreements. Given that the Commission assumes it will use \$24k less than the agreement this year, this will generate \$24k in real savings.	(24)
<b>Significant Hazard Dams Grants</b> This amount represents prior year reimbursement not needed by the Department.	(7)
<b>Total Environmental Protection</b>	<b>(9,283)</b>

### HEALTH AND SENIOR SERVICES

Description	Amount
<b>Deferred Project Funding - Medical Emergency Preparedness for Bioterrorism</b> A one-time savings may be taken in this account due to the deferral of certain projects into FY 2011.	(1,000)
<b>Unspent Grant Funding for Cooper Hospital</b> This represents the unspent portion of a combined FY 2009 and FY 2010 grant of \$47.7 million for Cooper Hospital through the Department of Health and Senior Services (DHSS) for construction and renovation of a 17,000 square foot, four-story comprehensive cancer care facility. \$10.6 has been advanced in cash, of which \$1.3 million was spent.	(18,592)
<b>Accelerated CPE Claiming - Nursing Homes</b> The State is currently able to claim a Medicaid federal match for Certified Public Expenditures (CPEs) made by county governments on behalf of Medicaid eligible patients living in county run nursing homes. This initiative will have no impact on future years, as the Department is changing its procedures going forward and will report county expenses to the federal government six months sooner than they would have in the past.	(13,200)
<b>Uncommitted Research Fund Interest Earnings</b> The Spinal Cord Research Fund receives approximately \$4 million annually from motor vehicle and traffic violations and the interest earned on such funds. Since FY01, the interest earnings have accrued without expenditure, and the undesignated fund balance grew from \$10 million in FY07 to \$11 million in FY09. Currently, the uncommitted interest earnings total \$2.9 million and the uncommitted receipts total \$5.9 million.	(5,150)
<b>FY 2009 Surplus - Autism Research Fund</b> The Autism Biomedical Research account receives approximately \$4 million annually	(5,000)



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from motor vehicle and traffic violations. This account has \$16.3 million in surplus funding from FY2009 and this amount is available to lapse.	
<b>Research Grant Reduction</b> A 50% lapse of the appropriation would still leave intact \$5 million for cancer research grants for prevention and treatment.	(5,000)
<b>Unspent Research Grant Funding</b> This lapse represents unspent funding for certain institutes and cancer research grants.	(4,963)
<b>Research Fund Surplus</b> The Brain Injury Research dedicated account receives approximately \$4 million annually from motor vehicle and traffic violations, and had a \$16.1 million balance at the beginning of FY2009. \$7.0 million was lapsed in FY2009, and \$8.1 million carried forward into FY2010. This account has not spent over \$1.8 million in any one fiscal year since its inception.	(3,000)
<b>Postpartum Education Program</b> This reduction would not impact a separate \$2 million appropriation for postpartum screening.	(900)
<b>Family Planning Services</b> These funds can be lapsed due to program underspending and the elimination of unobligated grants.	(609)
<b>Anti Smoking Programs and School Based &amp; Youth Anti Smoking Programs</b> Funds can be lapsed due to program balances.	(100)
<b>Hemophilia Services</b> This balance can be lapsed due to the freezing of unobligated grants.	(9)
<b>Reduce 1/2 of 1 Month Final Payment to Charity Care</b> This initiative would eliminate half of the final payment in June, reducing each hospital's total payments by 4.2%. Charity Care payments receive a federal match.	(12,600)
<b>Health Care Subsidy Fund Balance</b> Current projections of Health Care Subsidy Fund (HCSF) revenues and expenditures indicate that \$10 million of the general fund contribution to the fund will not be needed.	(10,000)
<b>Early Intervention Program (EIP)</b> Based on the latest cost projections, a surplus exists in this program.	(9,000)
<b>PAAD Trend Surplus</b> The number of people enrolled in PAAD has been declining, allowing for these funds to lapse.	(8,161)
<b>Nursing Homes Trend Surplus</b> Current trend forecasts show a slight surplus in the Nursing Home program, allowing these funds to lapse.	(6,638)
<b>SSI Benefit Costs Payable to Nursing Homes</b> This initiative was determined to not be feasible, therefore the funding given to DHSS	(4,688)



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will be lapsed.	
<p><b>PAAD Retroactive Settlements</b></p> <p>This amount represents settlements with Medicare Part D Providers (PDPs) related to PAAD billings in 2006 thru 2008. The lowest income recipients in Medicare Part D have reduced co-insurance costs and no coverage gaps, but Medicare Part D plans were in some instances inappropriately billing PAAD for costs based on the higher costs of the "standard benefit".</p>	(3,456)
<p><b>AIDS Drug Distribution Program Surplus</b></p> <p>These funds can be lapsed due to a current year surplus based on cost projections.</p>	(3,046)
<p><b>Charity Care Balance</b></p> <p>A balance of \$3 million will be lapsed that would remain even after a final half month's payment is made.</p>	(3,000)
<p><b>AIDS Grants Underspending</b></p> <p>These funds may be lapsed due to a projected surplus.</p>	(1,912)
<p><b>Purchase of Social Services Prepayments</b></p> <p>This amount will be saved by eliminating the prepayment of community provider contracts.</p>	(1,568)
<p><b>Prior Year Grant Underspending</b></p> <p>These prior year grants have been cancelled due to underspending, and funds may be lapsed.</p>	(1,286)
<p><b>County Offices on Aging Prepayment</b></p> <p>This amount will be saved by eliminating the prepayment of contracts with the counties.</p>	(640)
<p><b>Older Americans Act Prepayment</b></p> <p>This amount will be saved by eliminating the prepayment of community provider contracts.</p>	(443)
<p><b>Infant Mortality Reduction Program Underspending</b></p> <p>These funds carried forward into FY2010 and can be lapsed due to program balances.</p>	(401)
<p><b>Safe Housing and Transportation Forward Funding</b></p> <p>This amount will be saved by eliminating the prepayment of community provider contracts.</p>	(301)
<p><b>Materials, Supplies and Equipment Underspending</b></p> <p>Funds can be lapsed due to available balances.</p>	(176)
<p><b>Management and Administration Salary Balances</b></p> <p>Administration of the Cop to Cop program including the associated salary dollars were transferred from the Dept of Personnel to the Dept of Health in FY 2009. Workload for the program was partially assumed by existing department staff, allowing for a lapse of \$50,000 with no impact on the program.</p>	(150)
<p><b>Public Health Priority Underspending</b></p> <p>This program has historically not used its full appropriation. Funds will lapse with no programmatic impact.</p>	(150)



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<b>Worker and Community Right to Know Underspending</b> Funding can be lapsed due to historic program underspending. Although this is a fee-supported program, funds have been lapsed in the past with no programmatic impact.	(100)
<b>Commission on Cancer Research Staff Attrition</b> This lapse is available due to attrition of staff in this program.	(50)
<b>Family Health Services Materials and Supplies Surplus</b> The Department of Health and Senior Services has offered this surplus as a lapse in FY 2010.	(38)
<b>State Match Account Surplus</b> Unexpended balance in this State Match account will not be needed and can be lapsed with no program impact.	(33)
<b>Home Delivered Meals Prepayment</b> This amount will be saved by eliminating the prepayment of community provider contracts.	(23)
<b>Respite Care Forward Funding</b> This amount will be saved by eliminating the prepayment of community provider contracts.	(21)
<b>Unused Cost of Living Adjustment</b> Surplus funding was carried forward from FY2009 AIDS services accounts, and can be lapsed.	(11)
<b>Total Health &amp; Senior Services</b>	<b>(124,415)</b>

### HUMAN SERVICES

Description	Amount
<b>Potential Federal Matches for Central Processing Unit &amp; Disaster Recovery</b> The Division of Family Development has offered this reduction in anticipation of the federal government providing matching funds for this purpose.	(1,520)
<b>Utilize State's Line of Credit (LOC) to Procure Server Fire Remediation Equipment</b> DHS would like to improve its backup servers and systems and make improvements to backup power sources at the data center. This proposal will allow for a shift of costs to a line of credit purchase	(1,892)
<b>Change Enrollment for NJ FamilyCare</b> This change in eligibility will eliminate 11,700 alien adults, saving the State \$2.5 million per month.	(7,452)
<b>Child Care Quality Programs</b> This reduction will reduce spending on child care quality programs without preventing the State from receiving the full Child Care Development Block Grant.	(1,020)
<b>Retro General Assistance Rebate Collection</b>	(10,000)



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<p>The FY 2010 Appropriations Act included retroactively collecting \$13 million in rebates from pharmaceutical manufacturers participating in the General Assistance (GA) program who have not yet paid rebates. This amount has now grown to \$23 million in delinquent rebates.</p>	
<p><b>Needle Exchange Surplus</b> This represents the projected ending FY 2010 balance in the Needle Exchange Program.</p>	(3,302)
<p><b>Offset State Mental Health Community Care Costs with Federal Mental Health Block Grant Funding</b> There is currently a \$6.7 million balance in the FY09 federal Mental Health Community Block Grant account. The Division of Mental Health Services proposes to use \$3 million of this surplus to offset State expenditures for community services in FY 2010.</p>	(3,000)
<p><b>Community Services Waiting List and Olmstead Placements</b> To-date, DDD has realized lower than expected costs for CSWL and Olmstead placements by utilizing less expensive placements.</p>	(4,554)
<p><b>Eliminate Special Initiative Contracts</b> The Division has Special Initiatives Contracts with the 21 County Governments to provide a variety of services such as automotive repair, driver education courses, and remedial courses.</p>	(1,661)
<p><b>Deferring IT Spending Plan</b> This reduction would defer the purchase of computers and printers at the County Welfare Agencies (CWAs) to FY 2011 or 2012.</p>	(1,600)
<p><b>Change Enrollment for NJ FamilyCare Parents</b> This initiative involves freezing parent enrollment in NJ FamilyCare Program at the April 2010 levels and does not assume attrition.</p>	(1,200)
<p><b>Suspend Community Care Operational Incentive Program</b> The Program was suspended in FY 2009 to meet budget reduction targets. This proposal would continue to suspend payments for all of FY 2010.</p>	(1,000)
<p><b>Delayed Food Stamps Eligibility Implementation</b> Due to the need for regulatory approval and IT systems changes at DFD, the start of this initiative was initially delayed to February 1, 2010, which generated \$3.8 million of savings that was applied against a projected shortfall in DFD's cash assistance programs.</p> <p>It has now been determined that, even though the required regulations and IT system changes have been completed, the income expansion will not start until March 1, 2010. This will generate an additional \$958k FY 2010 lapse.</p>	(958)
<p><b>Eliminate Post-TANF Transportation Contracts</b> This reduction would eliminate transportation services to and from Post-TANF recipients' places of employment.</p>	(700)
<p><b>Delay Planned Expansion of Intensive Outpatient Services</b></p>	(513)



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The Division of Mental Health Services would delay the roll-out of Intensive Outpatient Services (IOP) in the four counties where such services have not yet been started.	
<b>Reduce Behavioral Care Clinical Contract</b> The Division of Mental Health Services (DMHS) would reduce the University Behavioral Healthcare (UBHC) clinical affiliation contract.	(367)
<b>Eliminate Outreach Contracts</b> It would eliminate a contract that provides additional outreach to clients receiving cash assistance. There are other DFD programs that provide similar services in a more targeted manner.	(267)
<b>DMAHS Equipment Account Freeze</b> To date, Medicaid has an available balance of \$265,000 in their equipment account. The most recent spending plan from DMAHS assumes that the Division will spend all but \$80,000 in FY 2010, which will carryforward into FY 2011.	(265)
<b>Reduction in IT Consultants Contracts</b> The Division of Mental Health Services has reduced the number of IT consultants it expects to work on data reporting projects related to the Olmstead settlement agreement.	(250)
<b>Deferred Infrastructure Repair - Greystone Facilities</b> New facility repaired deferred until more funding becomes available.	(174)
<b>IT Consultant Furloughs</b> Funding can be reduced by \$155,000 by requiring IT consultants to take five furlough days by June 30, 2010. DHS has already implemented this initiative.	(155)
<b>Reduce Non Profit Grants</b> Autism NJ is a nonprofit agency providing information and advocacy, family and professional education, and consultation services. The Division of Developmental Disabilities (DDD) provides an annual grant of about \$618K to Autism NJ. Since this is an advocacy organization, there should be no direct impact on client services.	(155)
<b>Reduce Contracts for Older Blind Independent Living Services</b> This would reduce contracts that identify seniors who are blind and visually impaired.	(150)
<b>Reduce Educational Aids to Children</b> This reduction will reduce services provided to blind and visually impaired children.	(139)
<b>Eliminate Duplicative Contract</b> This is duplicative of services provided by the Department of Health and Senior Services and the Division of Developmental Disabilities.	(106)
<b>Eliminate Project Self-Sufficiency</b> This reduction would eliminate a contract providing counseling and case management services to 200 low income residents of Sussex County.	(87)
<b>Eliminate Contracted IT Services</b> The Division of Developmental Disabilities could reduce funding to the New Jersey Association of Mental Health Agencies (NJAMHA). Client services would not be	(81)



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impacted.	
<b>Limit Medical Restoration Services</b> This reduction would reduce services provided to blind and visually impaired residents, however, many may be able to receive the services provided through Medicaid, if they are eligible.	(76)
<b>Eliminate Duplicative Funding for Counseling</b> The program provides counseling to children in Essex County. However, the Division believes that there are other programs funded by the State that could serve these clients.	(71)
<b>Outreach and Equipment Efficiencies</b> This represents a 10% cut to the Services for Deaf Clients appropriation.,	(68)
<b>Eliminate Contract</b> This contract elimination would eliminate funding to the Jersey City Episcopal Homeless Initiative.	(65)
<b>Eliminate Contract</b> This is a reduction to the La Casa Contract de Don Pedro.	(65)
<b>Eliminate Funding for East Brunswick Evening School</b> The Division of Developmental Disabilities (DDD) will reduce funding for the East Brunswick Evening School.	64)
<b>Eliminate Contract</b> This will eliminate the program funding at the JC Armory.	(62)
<b>Reduce Non Client Mental Health Services</b> This eliminates funding for two programs at the New Jersey Association of Mental Health Agencies (NJAMHA) that provide computer training and nurse training to provider agencies. Reducing these contracts would not directly impact client services.	(42)
<b>Reduce Purchases of Low Vision Devices</b> This reduces the number of vision aids provided to visually impaired New Jersey residents.	(40)
<b>Eliminate Adjustment to Vision Loss contract</b> This reduction would eliminate the remainder of a contract designed to provide services to assist visually impair clients.	(39)
<b>Helping Consumers Relate to Environment Program</b> The Division of Mental Health Services (DMHS) will eliminate the balance of funding for the Helping Consumers Relate to Environment program, which is run by the Union County Psychiatric Clinic, a provider based in Plainfield, NJ.	(17)
<b>Discontinue Contract</b> The Division of Developmental Disabilities (DDD) will eliminate the balance of FY 2010 funding for the Friendship Group.	(15)
<b>Eliminate Recording for the Blind contract</b> This will eliminate the balance of funding for audio recording of textbooks for blind and visually impaired students.	(13)



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## FY 2010 BUDGT SOLUTIONS AS A FOUNDATION FOR REFORM

<b>Reduce Summer Recreational Programs</b> This would reduce funding for summer programs for blind and visually impaired children.	(13)
<b>Reduce Funding for the Anti Stigma Project at the UMDNJ School of Health Related Professions</b> The Division of Mental Health Services (DMHS) could eliminate funding for the Anti Stigma project at the UMDNJ School of Health Related Professions.	(5)
<b>Funding for the Bergen Regional Medical Center Chat Line</b> The Division of Mental Health Services (DMHS) will eliminate funding as of April 1, 2010 for a chat line at the Bergen Regional Medical Center.	(2)
<b>Renegotiate Transportation Broker Contract</b> The Department and the vendor, LogistiCare, have agreed on \$6.5 million that will be given back to the State.	(6,525)
<b>DDD Developmental Centers Operating Efficiencies</b> The Division of Developmental Disabilities (DDD) will realize efficiency savings during the remainder of FY 2010 in its seven developmental centers.	(5,034)
<b>Information Technology Projected Balances</b> Based on the division's latest cost projections, a FY 2010 ending balance exists.	(4,874)
<b>Reduce Overtime at the State Psychiatric Hospitals</b> The Division of Mental Health Services will realize overtime savings at the five State psychiatric hospitals in FY 2010.	(3,000)
<b>FY09 Olmstead Underspending - Division of Developmental Disabilities</b> In FY09, DDD placed 112 clients from developmental centers into community residential settings. This funding reflects an additional 13 placements in the Division's FY 2010 base appropriations. In addition, DDD received growth that DDD received in FY 2010 to place 62 new clients.	(1,949)
<b>Termination of Contract</b> The Division is not renewing its contract with Turning Point.	(1,350)
<b>Cancel State Obligations</b> Prior year contracts that are no longer needed will be cancelled, and funds can be lapsed.	(1,188)
<b>Anticipated Contract Underspending and Extend Phase-in of Services</b> The Division of Mental Health Services (DMHS) anticipates that, through a combination of underspending in provider contracts and delaying the phase-in of crisis diversion programs, community care grant spending can be reduced in FY 2010.	(1,085)
<b>Community-Based Substance Abuse Treatment Services Surplus Balance</b> Most of these funds carried forward into FY 2010, and the remainder is due to current year program underspending and can be lapsed.	(1,079)
<b>Lapse Revolving Fund Balance</b> Funds can be lapsed in the Information Technology Revolving fund due to higher than anticipated revenues with no programmatic impact.	(1,000)



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## FY 2010 BUDGT SOLUTIONS AS A FOUNDATION FOR REFORM

<b>Fingerprinting/Background Checks</b> Based on current projections, the Fingerprinting/Background Checks account can be reduced with no programmatic impact.	(689)
<b>Delayed Start of Additional Short Term Care Facility (STCF) Beds</b> The Division of Mental Health Services has already realized these savings in FY 2010 from delays by community providers in developing 34 short-term care facility (STCF) beds.	(635)
<b>One-Time Equipment Carry Forward</b> These funds carried forward from FY2009 due to underspending and can be lapsed.	(558)
<b>Anticipated FY 2010 Community Care Contract Underspending</b> The Division of Mental Health Services will achieve savings with existing contract underspending.	(500)
<b>Defer Filling of Vacant Mental Health Central Office Positions</b> The Division of Mental Health Services (DMHS) Central Office will defer the filling of 12 vacant positions until FY11.	(364)
<b>Unit Dose Contract</b> Based on current projections, the Unit Dose account can be reduced with no programmatic impact.	(317)
<b>Family Development Additions, Improvements and Equipment</b> This surplus funding can be lapsed with no programmatic impact.	(252)
<b>Reduce Regional Funding for Provider Underspending</b> This reflects average underspending in each of the last 3 years.	(200)
<b>Clinical Services Scholarships</b> These excess funds represent scholarships not obligated to recipients.	(119)
<b>Central Office Additions, Improvements and Equipment</b> Additions to the central office, some improvements as well as some equipment purchases will be deferred.	(106)
<b>Lapse Audit Funds for GA Teams</b> This reduction would eliminate funding budgeted for an independent auditor. OMB and the Division of Family Development have already determined which counties the audit teams should visit in FY 2010	(100)
<b>Reduce Procurement of Computer Hardware</b> These funds are currently frozen and cannot be spent without Dept. of Treasury approval.	(94)
<b>Defer Mental Health Central Office Non-Salary Purchases</b> The Division of Mental Health Services Central Office will save \$90k in FY 2010 by deferring purchases of software, information technology training and other non-salary items until FY11.	(90)
<b>Mutual Agreement Parolee and Capital Improvements</b> This lapse can be taken due to underspending with no programmatic impact.	(85)
<b>Division of Developmental Disabilities - Uncommitted Capital Balances</b>	(54)



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## FY 2010 BUDGT SOLUTIONS AS A FOUNDATION FOR REFORM

These amounts reflect the uncommitted balances in capital accounts in the Central Office and Community Programs organizations within the Division of Developmental Disabilities. These amounts will be reserved pending further review during FY 2010.	
<b>Lapse Equipment</b> These funds can be lapsed due to efficiencies and program underspending.	(50)
<b>Reduce Training</b> This reduction should have no direct impact on client services.	(20)
<b>Reduce Material and Supplies Purchases</b> These funds are currently frozen and cannot be spent without Dept. of Treasury approval.	(15)
<b>Total Human Services</b>	<b>(71,145)</b>

### INTER-DEPARTMENTAL

Description	Amount
<b>Eliminate FY 2010 Defined Benefit Pension Contributions</b> Contributions to defined pension systems will not be made. However, billions of dollars of structural reforms will be made instead, more than offsetting the impact of this reduction.	(100,000)
<b>Clean Energy Fund -State Capital Balances</b> Balances in various capital accounts will be lapsed.	(18,000)
<b>Additional PBM Savings</b> The Pharmacy Benefit Manager contract is expected to save an additional \$12 million beyond previous estimates.	(12,000)
<b>Elimination of Discretionary Advertising Fund</b> Discretionary funds across departments for advertising will lapse.	(4,613)
<b>MAC Account Grants Balance</b> Reflects funds set aside for progress payments on numerous capital projects including buildings, memorials, etc. that have lagged past their completion date. These funds were provided through a special block grant program that had previously been terminated by Governor Corzine.	(3,375)
<b>Materials Removal</b> Balances exist in various accounts that fund State property improvements.	(1,484)
<b>Capital Complex Improvements</b> Based on information provided by the Division of Property Management and Construction, the division identified amounts within capital construction accounts that are not necessary to fund the completion of scheduled work.	(1,467)
<b>Increase Health Benefit Contribution for Non-Aligned Employees</b> Represents savings from changing the health benefit contribution for non-aligned	(3,065)



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## FY 2010 BUDGT SOLUTIONS AS A FOUNDATION FOR REFORM

Executive Branch employees (about 5,100 employees) from 1.5% of base salary to 25% of medical and prescription drug premiums (based on coverage).	
Additional Miscellaneous balances in various accounts have been identified for lapse.	<b>(107,658)</b>
<b>Total Inter-departmental</b>	<b>(251,662)</b>

### LABOR AND WORKFORCE DEVELOPMENT

Description	Amount
<b>NJ Build Uncommitted Balance</b> The NJ Build program has received over \$2 million in funding over the past two years, but has traditionally spent only \$250,000 per year, leaving a current available balance of \$1.9 million. Given the slow pace of spending relative to receipts, \$1.5 million of the current balance will be lapsed with no programmatic impact.	(1,500)
<b>PERC - Dispute Resolution Staff Reduction</b> This reduction would require elimination of 10% of PERC staff, all of which are unclassified.	(104)
<b>PERC – Eliminating Supplemental Mediators</b> Elimination of ad hoc mediators used to supplement PERC staff.	(25)
<b>Work First NJ Work Activities – Prior Year Surplus</b> The Department has indicated that the availability of prior year surpluses will allow them to handle the current year reduction with no impact to services. Federal requirements regarding State Maintenance of Effort (MOE) funding is not at risk from this reduction, as NJ TANF funding is significantly above the required minimum.	(4,311)
<b>Workplace Standards</b> Surplus equipment funding is available.	(1)
<b>Total Labor and Workforce Development</b>	<b>(5,941)</b>

### LAW AND PUBLIC SAFETY

Description	Amount
<b>Victims of Crime Compensation - Reduction of Claims Funds and Administrative Accounts</b> This reduction can be taken due to a temporary decrease in the number of processed claims due to the relocation of the Victims of Crime Compensation Office (VCCO) from Treasury to Law and Public Safety and also due to funds dedicated to administrative improvements.	(4,442)



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## FY 2010 BUDGT SOLUTIONS AS A FOUNDATION FOR REFORM

<b>Digital In-Vehicle Recording</b> State Police are starting to phase in the use of digital recorders, as opposed to the antiquated VHS tapes. This funding cut will postpone installation of digital recorders until FY 2011.	(2,896)
<b>Eliminate Operation Ceasefire</b> Funding for this program would be eliminated for the remainder of FY 2010. Balances remain available only for outstanding obligations.	(1,185)
<b>Discontinue Re-Entry Case Management Services</b> This appropriation funds a contract for 3 service advocates that provide assertive case management for youth with mental illness and/or developmental disabilities.	(152)
<b>Curriculum Updates Previously Completed</b> Formally called Project Phoenix, funds were intended to provide gang awareness training to the community. This appropriation was used only once for the above purpose, which included the purchase of curriculum. Updates to the curriculum were included in the purchased licenses; therefore additional funds were not needed.	(150)
<b>One-time Reduction Capital and Improvement funds</b> Juvenile Justice Commission will postpone equipment purchases, allowing these funds to be lapsed.	(144)
<b>Electric Service Repairs</b> Electrical work at the NJ Training School for Boys can be deferred, allowing for a lapse.	(136)
<b>Reduction to Purchase of Services for Juveniles Offenders</b> The fee-for-service medical contract is projected to come in \$62k less than expected, allowing for funds to be lapsed. The Juvenile Justice Commission states that this reduction will neither limit medical services nor affect the funding used for suicide prevention training.	(62)
<b>Bureau of Securities - Anticipated Settlements</b> This lapse is based on projected settlements in the Securities Enforcement Fund (BOS) from ongoing cases and not from carry forward funds. Although carry forward balances in this account are used to fund operating costs, a sufficient balance exists to lapse this amount immediately in anticipation of future settlements. The Department projects these settlements will come from ongoing auction rate securities and similar cases.	(5,716)
<b>Bureau of Securities - Prior Year Balances</b> Based on higher than anticipated carry forward and the current uncommitted balance in this account, a portion of the Bureau of Securities fund can be lapsed to the General Fund.	(4,000)
<b>Division of Alcoholic Beverage Control - Excess Receipts</b> This reduction is for a one-time lapse of excess prior year receipts.	(2,500)
<b>State Police Operations Prior Year Balance</b> Available salary balances will lapse.	(590)
<b>Bureau of Securities -- Unspent Building Authority Funds</b>	(539)



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## FY 2010 BUDGT SOLUTIONS AS A FOUNDATION FOR REFORM

Due to the New Jersey Building Authority (NJBA) bringing this project under budget, \$639k in unspent funds were returned to the Department of Law and Public Safety (LPS). \$539k of this was originally funded from Securities Enforcement Funds and is available to lapse. The remaining portion was returned to the State Police Non-Criminal records account.	
<b>Emergency Operations Center Consolidation</b> A reduction from this account was taken in the FY 2010 budget due to a consolidation effort of the contract. An additional reduction is possible due to further contract efficiencies.	(500)
<b>Legalized Games of Chance</b> Although this program was initially self-sustaining, anticipated receipts were lowered in FY04 to address lower than expected returns. In FY 2007, Consumer Affairs increased registration fees to address this same issue which resulted in a steady increase in carry forward funds (\$910k carried forward into FY 2010). Due to the timing of the collection of registration fees, some funds are necessary for program operations. This lapse represents the excess portion of the FY 2010 carry forward.	(500)
<b>Alternatives to Juvenile Incarceration Contracts</b> New substance abuse service contracts have not yet been awarded. A resulting surplus will be lapsed.	(408)
<b>Criminal Justice State Match</b> Since FY 2007, \$1 million has been budgeted in this account to support the state match for various federal grants in the Division of Criminal Justice. Currently, only \$636k of these funds are needed in FY 2010 for this purpose. This lapse allows a minimal balance to remain for the Department to accept any future or unanticipated federal grants.	(250)
<b>Noncriminal Records Uncommitted Balance</b> \$3.2 million in funds were carried forward from FY 2009. These anticipated uncommitted balances can be lapsed to the General Fund.	(193)
<b>Highway Traffic Safety - State Match Funds in Reserve</b> This reduction is a one-time lapse from prior fiscal year funding in reserve.	(185)
<b>Election Law Enforcement Commission (ELEC) Lobbying Annual Fees Surplus</b> ELEC anticipates a surplus that can be lapsed.	(184)
<b>ELEC Excess Receipts to Lobbying Account</b> These funds are used to offset necessary salary expenditures as well as additional operational costs. This amount will not be needed in FY 2010 to offset any accounts.	(162)
<b>State Police Equipment</b> Surplus funds in the equipment account will lapse.	(126)
<b>Homeland Security Operating Reduction</b> Surplus funds in non-salary operating accounts will lapse.	(84)
<b>Department-Wide Vehicle Recall Savings</b> Treasury recalled agency vehicles and adjusted the agency budget targets accordingly.	(75)



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Because the vehicles are no longer with the agency, the savings is also available in the current year to lapse. This is a one-time lapse because the amount was already taken out of the FY 2011 base appropriation.	
<b>ELEC Salary Surplus</b> ELEC will have a surplus in its salary account that can lapse.	(70)
<b>Presidential Primary</b> It is believed that all counties have been paid in full for expenses related to the Presidential Primary. These funds are no longer needed.	(70)
<b>State Ethics Commission Surplus</b> There is a salary surplus and there are operational efficiencies that will allow for a lapse.	(39)
<b>Public Area Furniture Contingency</b> A surplus from the Public Area Furniture Contingency dedicated account will allow for a lapse.	(31)
<b>Surplus State Matching Funds</b> A grant program that required matching state funds has been completed and funds set aside for the match are no longer needed and will lapse.	(18)
<b>ELEC - Equipment Funds</b> The equipment fund has a surplus that will lapse.	(13)
<b>ELEC - Professional Campaign Fund Raiser Register</b> The balances in this account carried forward in past budget years. In FY09, OMB reverted \$33,000 from this account. ELEC does not plan to use these funds in FY 2010, therefore they are available to lapse.	(11)
<b>Ethics - Equipment Funds</b> Equipment funds have a surplus that will lapse.	(7)
<b>Operation Ceasefire Uncommitted Fund</b> Uncommitted funds in this account will lapse.	(6)
<b>Consumer Affairs Equipment</b> Equipment funds have a surplus that will lapse.	(3)
<b>Total Law &amp; Public Safety</b>	<b>(25,447)</b>

### PUBLIC ADVOCATE

Description	Amount
<b>Suspend Operations of the Department of the Public Advocate</b> Savings are anticipated due to the abolishment of the Department effective April 1, 2010. It is assumed that 18 unclassified employees' layoffs would be effective that date; of these 18 individuals, one has underlying civil service status. Savings assumes fringe benefits savings, but also assumes the cost of the impact of potential bumping	(200)



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## FY 2010 BUDGT SOLUTIONS AS A FOUNDATION FOR REFORM

<p>and UI benefits. There are six classified employees who could be laid off effective January 1, 2011.</p> <p>DPA would be abolished, eliminating positions in the newly created Division of Public Interest Advocacy, Division of Advocacy for the Developmentally Disabled, and Management and Administrative Services (including the Office of the Public Advocate), as well as modest FY 2010 savings for non-salary appropriations (materials and supplies, maintenance and fixed charges, services other than personal, etc.).</p> <p>The remaining Divisions of Mental Health Advocacy, Elder Advocacy, and Rate Counsel, as well as the Offices of Child Advocate, Corrections Ombudsman, and Dispute Settlement, would be consolidated into the departments/agencies where they were located prior to DPA's re-establishment in 2006.</p>	
<p><b>Carry Forward of Appropriated Receipts in the Office of Dispute Settlement</b> This lapse represents carryforward balances, derived from appropriated receipts not needed by the agency to fund ongoing operations.</p>	(345)
<p><b>Carry Forward for the Division of Rate Counsel Advocacy</b> This lapse represents carryforward balances not needed by the agency to fund ongoing operations. Rate Counsel funds are industry-assessed; therefore, if this lapse is taken, the FY 2011 industry assessment will have to be reduced by this amount, which affects FY 2011 revenue.</p>	(219)
<p><b>Carry-Forward Funding in the Office of Child Advocate</b> Lapse represents carryforward balances not needed by the agency to fund ongoing operations.</p>	(51)
<p><b>Mental Health Advocacy -- Lapse of Uncommitted Balance</b> Equipment funds have a surplus that will lapse.</p>	(2)
<p><b>Elder Advocacy</b> Equipment funds have a surplus that will lapse.</p>	(1)
<p><b>Rate Counsel</b> Equipment funds have a surplus that will lapse.</p>	(1)
<p><b>Total Public Advocate</b></p>	<b>(819)</b>

### STATE

Description	Amount
<p><b>County and Senior Public Colleges and Universities - Operating Support</b> This represents a reduction of 6.3% of the original State appropriations for operating support to the county colleges and senior public colleges and universities.</p>	(62,124)



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## FY 2010 BUDGT SOLUTIONS AS A FOUNDATION FOR REFORM

<b>Modified Tourism Campaign</b> The Division of Travel and Tourism will cancel the Spring/Summer 2010 tourism advertising campaign.	(2,000)
<b>Library Network Aid</b> This funding, which is approximately 9% of the total appropriation, will lapse.	(373)
<b>Virtual Library (Knowledge Initiative)</b> The Library pays the fees for the four databases in installments throughout the year. The State Library will end the contract for one of the four databases early; therefore, these funds are available to lapse.	(231)
<b>Diagnostic Assessments and Training Activities – Uncommitted Balance</b> The Commission on Higher Education has allocated \$915K in FY 2010 as support for seven regional centers. In addition, \$55K from the Special Needs appropriation is authorized by language for support of program administrative costs; the balance of the account is not committed at this time.	(130)
<b>Graduate Assistant Retention Program</b> The proposed reduction eliminates funding for a graduate assistant (GA), and reduces funds reserved for special campus program retention projects and support for campus staff development activities.	(123)
<b>Virtual Library Aid</b> This funding, which is 10% of the total appropriation, will result in a mid-year end of the statewide access to the Heritage Quest database from ProQuest, which enables New Jersey residents to search census, genealogical and local history information for our state.	(117)
<b>Grant to the College of St. Elizabeth</b> This lapse will reduce a single grant to the College of St. Elizabeth, which provides statewide support services to undergraduates; the reduction will not affect direct fellowship funding for individual students, but will limit the support services that could be offered.	(40)
<b>Shift State to Federal</b> The Higher Education Student Assistance Authority (HESAA) has sufficient non-state funds to shift costs in order to realize this reduction.	(35)
<b>Social Services Student Loan Redemption Program - Uncommitted Balance</b> Lapsing the balance in this account will require HESAA to defer making any additional Social Services Student Loan Redemption awards until FY 2011.	(1,458)
<b>Social Services Student Loan Redemption Program Surplus</b> These funds carried forward into FY 2010. HESAA forward funds this program so all eligible participants will continue to get their loans redeemed.	(422)
<b>NJ World Trade Center Scholarship Program</b> These funds carried forward into FY 2010 and will be lapsed.	(377)
<b>Coordinated Garden State Scholarship Programs</b> These funds carried forward into FY 2010 and will be lapsed.	(286)



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<b>Teaching Fellows Program - Uncommitted Balance</b> Lapsing the balance in this account will require HESAA to defer making any additional Teaching Fellows awards until FY 2011.	(117)
<b>Grant to William Paterson University - NJ Project</b> The NJ Project, which is funded through budget language, is no longer being run by William Paterson University; therefore, the funds are available to lapse.	(100)
<b>Dana Christmas Scholarship Program - Uncommitted Balance</b> Lapsing the balance in this account will require HESAA to defer making any additional Dana Christmas awards until FY 2011.	(50)
<b>Opportunity Grants Program - Lapse Prior-Year Refund Balance</b> The Educational Opportunity Fund (EOF) utilizes prior-year surplus funds to underwrite its summer program for incoming EOF students.	(42)
<b>State Museum Equipment Account - Uncommitted Balance</b> The uncommitted balance in the State Museum's Equipment account is available to lapse.	(40)
<b>College Bound Balance</b> The amount to be lapsed is from funds that were set aside for the administrative costs of the College Bound program, and are in excess of the amount shown as actually needed. There will be no programmatic impact as a result of lapsing these funds.	(39)
<b>College Bound - Lapse Administrative Reserve</b> The Commission on Higher Education is authorized by language to utilize a portion of the College Bound appropriation to support the administrative costs of this program.	(21)
<b>Salary Balance</b> The Commission's Manager of Budget and Administration retired as of September 1, 2009. The Commission reorganized its finance functions and posted a new position: Assistant Director, Finance and Budget. The salary range for this position is lower than the Manager position; the estimated saving will continue in future years.	(20)
<b>Special Needs Administrative Balance</b> The amount to be lapsed is from funds set aside for administrative costs.	(15)
<b>New Jersey World Trade Center Scholarships - Uncommitted Balance</b> Balances remain available for lapse.	(14)
<b>Supplementary Education Program - Lapse Prior-Year Refund Balance</b> The EOF program will utilize prior-year surplus funds to underwrite its summer program for incoming EOF students.	(12)
<b>Cultural Grants - Lapse Grant Refunds</b> The amount available for lapse represents refunds of unspent balances on prior-year Cultural Grants. Lapsing this balance will have no impact on the current-year Cultural Grants program.	(6)
<b>War Memorial - Uncommitted Balance</b> Lapsing the uncommitted balance in this account will not impact War Memorial operations.	(6)



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<b>Minority Faculty Advancement - Lapse Prior-Year Refunds</b> The funds to be lapsed are unspent grant balances refunded to the Commission on Higher Education from prior-year grants under this program.	(2)
<b>Commission on Higher Ed Equipment Account - Uncommitted Balance</b> The uncommitted balance in the Commission on Higher Education's Equipment account will lapse.	(1)
<b>Division of Archive and Records Management Equipment Account Uncommitted Balance</b> The uncommitted balance in the Division of Archives and Records Management's equipment account will lapse.	(1)
<b>Total State</b>	<b>(68,203)</b>

### TRANSPORTATION

Description	Amount
<b>Withhold 1½ Months of New Jersey Transit Subsidy</b> In order to make up this difference NJT would need to implement a combination of additional managerial efficiencies, spend down of any operating/cash reserves/fund balance, service reductions, and a fare increase/elimination of ticket discounts.	(32,700)
<b>Title Consolidation Plan - Delay Promotions</b> This represents additional savings generated from delaying the title consolidation plan to the start of FY 2011.	(798)
<b>Driver and Road Test Scoring System - Offset by Federal Funds</b> Federal grant revision allowing for a higher threshold of costs pertaining to the MVC driver testing program to be offset by federal dollars.	(400)
<b>MVC Equipment Maintenance Reduction</b> Savings achieved through a delay in rolling out vehicle inspection equipment for the Enhanced Inspection and Maintenance Program.	(245)
<b>Commercial Vehicle Enforcement Fund Surplus</b> A surplus can be lapsed.	(8,000)
<b>ARRA - Contract Savings For Operating</b> NJT has reallocated \$8 million in federal ARRA funding to the FY 2010 operating budget. The funding became available due to lower-than-expected project costs.	(2,000)
<b>Force Account Work</b> The Department will increase its time sheet charges to the TTF in order to meet the \$1.955 million assessment.	(1,955)
<b>MVC Imaging - Utilize Division of Revenue Hosting Services</b> This savings is attributable to MVC utilizing an existing DOR FileNet software licensing agreement in lieu of purchasing its own licensing agreement.	(669)



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<b>Motor Vehicle Agency Hiring Freeze</b> Attrition at motor vehicle agencies will allow for a lapse.	(607)
<b>Enhanced Digital Drivers License Contract Reduction</b> A lower cost is attainable through the negotiations process with respect to the Enhanced Digital Drivers License contract. This would allow MVC to come in under the amount originally budgeted for this initiative, allowing for a lapse.	(600)
<b>Motor Vehicle Commission Savings</b> MVC will identify internal savings to accommodate this lapse.	(300)
<b>MVC Materials and Supplies Reduction</b> Surplus will be available in materials and supplies accounts and the surplus can be lapsed.	(296)
<b>Total Transportation</b>	<b>(48,570)</b>

### TREASURY

Description	Amount
<b>Retail Margin Fund (REALLY IN BPU, A RELATED ENTITY)</b> The Retail Margin Fund was created as a dedicated fund for the purpose of providing grants to encourage alternative energy sources, including combined heat and power, among the State's largest industrial and commercial firms. At this point, BPU has not initiated any spending from this fund.	(128,000)
<b>Business Employment Incentive Program – (REALLY IN EDA, A RELATED ENTITY)</b> EDA anticipates processing only \$175 million in applications allowing for a lapse of \$25 million from the appropriated amount.	(25,000)
<b>InvestNJ – Salary subsidies program (REALLY IN EDA, A RELATED ENTITY)</b> Invest NJ was a program initiated by the previous administration and was intended to provide businesses up to \$3,000 in subsidies for jobs created in 2010. The program has not been ineffective in creating jobs and will be discontinued. Funds that would otherwise be awarded as grants will not be expended.	(25,000)
<b>Taxation Settlement Revenue</b> This represents extra revenue that will result from accelerating the dispute resolution process related to taxation settlements.	(20,000)
<b>Public Records Preservation - PARIS Grants</b> Public Records Preservation Fees are paid when documents, such as real estate deeds, are filed. The fees are set in statute, and are usually charged on a per-page basis depending upon the type of document filed. Up to 40% of the revenue is paid over to the Division of Archives and Records Management to support a grant program for local governments to improve public records preservation (PARIS grants). This lapse	(14,000)



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would mean that no fiscal year 2010 PARIS grants will be offered.	
<b>Life Safety Capital Improvements Surplus</b> Excess funds were generated through the cancellation of encumbrances associated with life safety capital improvement projects.	(12,510)
<b>InvestNJ (REALLY IN EDA, A RELATED ENTITY) Capital Subsidies</b> Invest NJ was a program initiated by the previous administration and was intended to provide businesses up to \$3,000 in subsidies for jobs created in 2010. The program has not been ineffective in creating jobs and will be discontinued. Funds that would otherwise be awarded as grants will not be expended.	(32,900)
<b>SJPC Property Tax Reserve Fund - Camden PILOT</b> The PILOT agreement required Camden to make payments upon receipt of funds from the State unless their revenues exceed all other costs. Since Camden has not done this since 1988, the remaining balance will be lapse.	(8,000)
<b>Property Assessment Management System (PAMS)</b> The system was supposed to be implemented in the 4th calendar quarter of 2007 and has yet to be enacted. Funding can be lapsed while the program is reconsidered.	(4,700)
<b>Science and Technology Grants - Eliminate Balance of Funding</b> This reduction would eliminate the remaining funding for Science and Technology Grants.	(3,042)
<b>Lapse of Independent College and University Operating Aid</b> This 6.3% reduction of independent colleges and universities grants-in-aid appropriations is proportional to proposed reductions for public (2- and 4-year) colleges and universities.	(1,100)
<b>Eliminate Public Defender's Use of Clerical Employment Services</b> The State will no longer allow the Office of the Public Defender to use temporary employees and will instead transfer excess clerical employees into the Department to reduce overall State employee costs.	(909)
<b>Commission on Science and Technology - University Intellectual Property Grants</b> The Commission has not awarded grants to this program since FY 2007, has not actively marketed it during the past year, and has earmarked it for termination in FY 2011.	(397)
<b>Marine Sciences Consortium - Uncommitted Balance</b> The New Jersey Marine Sciences Consortium (NJMSC) will be able to demonstrate the ability to compete for federal funds without requiring matching State grant dollars.	(350)
<b>New Jersey Marine Sciences Consortium</b> The balance of the appropriation for the NJMSC will lapse.	(76)
<b>Elimination of Training and Tuition Reimbursement</b> Funds are available as a result of the Department-wide elimination of funding for training and tuition reimbursement.	(301)
<b>Medicaid Inspector General - Reduction in Administrative Cost</b> A reduction in administrative costs will allow for a lapse.	(25)



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<b>Medicaid Inspector General - Memberships</b> A reduction in membership costs will allow for a lapse.	(5)
<b>Clean Energy Fund – Lapse and Reform (REALLY IN BPU, A RELATED ENTITY)</b> The fund has traditionally experienced large carryforwards, including \$166m into FY 2009 and \$158m into F20Y10. In FY 2009, the amount that the program spent or obligated (\$246m) essentially matched the new revenue that was added (\$244m). The structural carryforward will lapse.	(158,000)
<b>Lapse of Unspent Main Street Program Funding</b> \$50 million was appropriated to EDA for this program, designed to provide financial support to commercial banks for lending programs. At this point \$39 million dollars remain and will be lapsed.	(39,000)
<b>Highlands Protection Fund Planning Grants - Lapse Balances</b> Since FY 2005, the Fund has built sizable carryforward balances because the grant programs were delayed until the Highlands' plan was adopted in FY 2009. This amount represents the entire FY 2010 amount as well as prior year's funds.	(18,451)
<b>Highlands Protection Fund - Highlands Property Tax Stabilization Aid - Lapse Balance</b> Since FY 2005, the Fund has built sizable carryforward balances, because aid will not be finalized until after Highlands towns complete the plan conformance process. Balances will be lapsed.	(13,271)
<b>Homestead Rebates - Surplus Balance</b> More funds were appropriated for this important program than needed to make payment.	(13,800)
<b>Senior and Veterans' Property Tax Deduction Reimbursement - Surplus Balance</b> More funds were appropriated for this important program than needed to make payment.	(3,036)
<b>County Solid Waste Debt Service Aid - Projected Surplus</b> Projected surplus within the Solid Waste Management - County Environmental Investment Debt Service Aid program will lapse. This lapse would not adversely impact the State's ability to assist with counties' and county authorities' debt service payments.	(2,500)
<b>Taxation - Lapse Balance in Tax Amnesty</b> In order to implement the FY 2009 Tax Amnesty program, the Legislature included a \$10 million supplemental for associated administrative costs. The unexpended balance can be lapsed in FY 2010.	(2,256)
<b>NJShares Grant (BPU) - Shift to Non-State Funding</b> NJ SHARES funding which helps low income people pay energy bills can be paid out of alternative funding sources instead of the General Fund.	(2,000)
<b>Taxation Data Warehouse</b> The Division of Taxation is projecting a surplus from the Taxation Data Warehouse.	(2,000)
<b>OIT - Reduce Capital Spending</b>	(1,877)



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OIT will defer upgrades.	
<b>State Comptroller Lapse of Surplus Funding</b> The Office of the State Comptroller is expecting a surplus that can be lapsed.	(1,634)
<b>Capital Improvement Fund - Offset from Interest Earnings</b> A portion of the March 2010 debt service payment for the Higher Education Capital Improvement Fund (HECIF) will be offset by interest earnings on the HECIF Trust accounts.	(1,270)
<b>BPU - Salary Surplus</b> Lapse represents surplus balances not needed by the agency to fund ongoing operations.	(1,189)
<b>Cancellation of Prior Year Revenue Encumbrances</b> These prior-year encumbrances were canceled in November, 2009. As such the balance can be lapsed to the General Fund.	(1,100)
<b>DPMC Revolving Fund Lapse of Surplus</b> There has been sizable surpluses over the past five years. A surplus of \$1,000,000 can be lapsed without impacting operations.	(1,000)
<b>MIG Lapse of Surplus Funding at Current FTE</b> There are salary balances for the Medicaid Inspector General's Office.	(800)
<b>Public Defender Salary and Operating Funds Lapse</b> There are available surplus funds in salary and operating accounts in the Public Defender's Office that can lapse.	(655)
<b>Excess Attrition</b> Due to the hiring freeze, excess attrition in the Divisions of Taxation and Revenue facilitates a lapse of funds in FY 2010.	(400)
<b>Division of Investments - Lapse Surplus Balance</b> The FY 2009 supplemental of \$2 million was more than was actually needed (\$1.665 million), leaving \$335 thousand to lapse for FY 2010.	(335)
<b>Drug Abuse Education Fund - Lapse Surplus Balance (Dedicated Fund)</b> Over the last several years, receipts have exceeded expenditures in this dedicated fund. In FY 2009, \$1.8 million was lapsed to the General Fund. For FY 2010, the carryforward balance is available for lapse.	(323)
<b>State Comptroller FY 2010 Additional Reductions</b> The OSC is anticipating surplus in the funding for services.	(309)
<b>Lapse Uncommitted Balances for Equipment (7x accounts)</b> Funds are available for lapse from the 7x uncommitted balance freeze in the following divisions: Revenue, Lottery, Taxation, and Property Management and Construction.	(281)
<b>Elimination of MAC Grants (Prior Year)</b> Three prior-year encumbrances from FY 2007 were cancelled and can be lapsed to the General Fund.	(275)
<b>Distribution Center Lapse of Surplus</b> The Distribution Center anticipates a \$178k balance at the end of FY 2010.	(178)



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<b>Contract Compliance and EEO in Public Contract Fees</b> Revenues are higher than expected, resulting in the opportunity to lapse a portion of the Division's FY 2010 appropriation to the General Fund.	(155)
<b>Federal Liaison - Lapse Uncommitted Balance</b> Funds available for this office are more than needed to pay expenses.	(150)
<b>Central Rent Account (Prior Year)</b> Funds available for this office are more than needed to pay expenses.	(130)
<b>Camden COO – Surplus</b> The Municipal Rehabilitation and Economic Recovery Act enabled the State to takeover financial operations in the City of Camden, where a Camden COO's office was created and funded by the State. The state-funded COO was recently eliminated in legislation. The projected surplus for the Camden COO will lapse.	(114)
<b>Miscellaneous balances under \$100,000</b> There are approximately 19 small accounts where there are balances under \$100,000 available to Lapse.	(569)
<b>Total Treasury</b>	<b>(543,373)</b>