



Budget Overview

FY 2018 Summary

- Revenue collections met expectations.
- Ending fund balance exceeds 2% of total appropriations.
- Managed General Fund structural imbalance with shift of Energy Tax Receipts.
- Maintained commitment to fund 5/10 of the Actuarially Determined Contribution (ADC).



Budget Overview

FY 2019 Summary

- Major Tax Revenues:
 - Economic conditions remain favorable with continued growth in employment and income.
 - Macroeconomic assumptions influencing Treasury's forecasts are conservative.
 - Treasury's estimates of major tax revenues are consistent with the May OLS forecast.
 - Includes revenue enhancements such as new taxes, some of which expand the tax base.
- Budget Priorities:
 - Consistent with FY 2018, ending fund balance is projected = 2% of total appropriations.
 - Quarterly pension payments, equaling 6/10 of the ADC is scheduled in FY 2019
 - State Employee/Retiree health benefits savings expected through Health Benefits Plan Design Committees.
 - Budget investments include: free Community College, Pre-K-12 funding and NJ Transit.
 - On-going management of General Fund structural imbalance with shift of Energy Tax Receipts.



Non-Recurring Budget Items (In Thousands)

| | FY 2012 Approp. Act | FY 2013 Approp. Act | FY 2014 Approp. Act | FY 2015 Approp. Act | FY 2016 Approp. Act | FY 2017 Approp. Act | FY 2018 Approp. Act | FY 2019 Approp. Act |
|-------------------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|
| Spend Down Opening Surplus | \$ 55,866 | \$ - | \$ 163,913 | \$ - | \$ 50,000 | \$ - | \$ 25,600 | \$ - |
| Tax Policy Changes | 162,500 | 194,000 | 77,000 | 43,500 | - | 135,000 | 414,200 | 647,500 |
| Revenue Initiatives | 96,400 | 514,288 | 288,785 | 174,365 | 221,989 | 246,574 | 716,357 | 281,400 |
| Appropriations Offsets | 908,333 | 502,343 | 644,546 | 964,792 | 700,002 | 187,229 | 225,811 | 213,962 |
| Budgeted Total | \$ 1,223,099 | \$ 1,210,631 | \$ 1,174,244 | \$ 1,182,657 | \$ 971,991 | \$ 568,803 | \$ 1,381,968 | \$ 1,142,862 |
| Total State Appropriation | \$ 29,696,563 | \$ 31,654,954 | \$ 32,976,962 | \$ 32,537,765 | \$ 33,785,208 | \$ 34,509,390 | \$ 34,670,313 | \$ 37,325,913 |
| Non-Recurring as % of Budget | 4.1% | 3.8% | 3.6% | 3.6% | 2.9% | 1.6% | 4.0% | 3.1% |
| Initiatives Post-Approp. Act | \$ 200,000 | \$ 120,000 | \$ 91,500 | \$ - | \$ - | \$ - | \$ - | \$ - |