



**ANALYSIS OF THE NEW JERSEY BUDGET**

**HIGHER  
EDUCATIONAL  
SERVICES**

**FISCAL YEAR**

**2010 - 2011**

# NEW JERSEY STATE LEGISLATURE

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Questions or comments may be directed to the OLS Education Section (609-984-6843) or the Legislative Budget and Finance Office (609-292-8030).

# HIGHER EDUCATIONAL SERVICES

Budget Pages..... C-8; D-299 to D-355; D-375 to D-382

## Fiscal Summary (\$000)

	Expended FY 2009	Adjusted Appropriation FY 2010	Recommended FY 2011	Percent Change 2010-11
State Budgeted	\$1,465,770	\$1,538,025	\$1,360,629	( 11.5%)
Federal Funds	\$23,585	\$67,918	\$22,564	( 66.8%)
<u>Other</u>	<u>\$11,542</u>	<u>\$11,628</u>	<u>\$12,943</u>	<u>11.3%</u>
Grand Total	\$1,500,897	\$1,617,571	\$1,396,136	( 13.7%)

### TO THE READER

The Office of Legislative Services presents its analysis of the New Jersey Budget for Fiscal Year 2010-2011 in truncated form due to extraordinary time constraints. Unlike those of previous years, this year's analysis is confined to a review of significant changes in appropriations and language provisions, respectively, recommended by the Governor. Discussion points, long a feature of annual OLS budget analyses, will be made available under separate cover and on the Internet, together with agency responses, from time to time as they are received.

Link to Website: <http://www.njleg.state.nj.us/legislativepub/finance.asp>

Office of Legislative Services  
Legislative Budget and Finance Office  
April 2010

**Significant Changes/New Programs (\$000)**

<u>Budget Item</u>	<u>Adj. Approp. FY 2010</u>	<u>Recomm. FY 2011</u>	<u>Dollar Change</u>	<u>Percent Change</u>	<u>Budget Page</u>
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## COMMISSION ON HIGHER EDUCATION

## GRANTS-IN-AID

Statewide Planning and Coordination

<b>College Bound</b>	<b>\$3,550</b>	<b>\$1,700</b>	<b>(\$1,850)</b>	<b>(52.1%)</b>	<b>D-305</b>
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Established in 1986, the College Bound Grant Program provides grants to institutions of higher education to address the educational needs of at-risk youth enrolled in grades 6-12 in former Abbott districts. The institutions partner with former Abbott districts to provide pre-college education enrichment activities to help ensure completion of secondary school, and to increase college admission, retention, and graduation rates of the at-risk students. The Governor's FY 2011 recommended budget of \$1.7 million represents a \$1.85 million or 52.1 percent decrease from the FY 2010 adjusted appropriation of \$3.55 million. Additionally, according to recommended budget language on p.D-306, up to \$60,000 of the amount appropriated for College Bound is available for transfer to Direct State Services for administrative purposes. This language provision is identical to language in the FY 2010 Appropriations Handbook.

<b>New Jersey Transfer Initiative</b>	<b>\$82</b>	<b>\$0</b>	<b>(\$82)</b>	<b>( 100.0%)</b>	<b>D-305</b>
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The New Jersey Transfer Initiative maintains NJ Transfer, a web-based data information system designed to help provide a seamless transfer from New Jersey county colleges to New Jersey four-year colleges and universities. Developed as a joint initiative by the Commission on Higher Education and the New Jersey Presidents' Council, the initiative enables county college students to determine if a course at the county college has an equivalent or will satisfy a degree requirement at the four-year college or university in which the student intends to enroll. The Governor's FY 2011 recommended budget does not include funding for the initiative. The elimination of funding reflects the fact that, under P.L.2007, c.175, each public institution of higher education, in consultation with the Commission on Higher Education and the New Jersey Presidents' Council, was required to establish and enter into a collective Statewide transfer agreement that provides for the seamless transfer of academic credit from a completed associate of arts or associate of science degree program to a baccalaureate degree program.

<b>Higher Education for Special Needs Students Program</b>	<b>\$1,100</b>	<b>\$0</b>	<b>(\$1,100)</b>	<b>( 100.0%)</b>	<b>D-305</b>
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The Higher Education for Special Needs Students Program was established under the "Higher Education Services for Visually Impaired, Auditorily Impaired and Learning Disabled Students Act," P.L.1985, c.493. The program facilitates the provision of support services for special needs students. Currently there are seven centers located at institutions of higher education throughout the State providing direct assistance (including specialized orientation, academic

**Significant Changes/New Programs (\$000) (Cont'd)**

<u>Budget Item</u>	<u>Adj. Approp. FY 2010</u>	<u>Recomm. FY 2011</u>	<u>Dollar Change</u>	<u>Percent Change</u>	<u>Budget Page</u>
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advisement, counseling, tutoring, etc.) to approximately 1,000 auditorily impaired, visually impaired, and learning disabled students. The goal of the centers is to provide integrated, individualized, direct services to students and technical assistance to other colleges and universities in the State. The Governor's FY 2011 recommended budget does not include funding for the program. According to the Office of Management and Budget (OMB), each institution of higher education in the State provides services to special needs students regardless of whether or not the institution receives a State grant to do so; therefore, the elimination of funding for the program is not expected to result in a loss of services for the students.

**Minority  
Faculty Advancement  
Program**

	<b>\$208</b>	<b>\$100</b>	<b>(\$108)</b>	<b>( 51.9%)</b>	<b>D-305</b>
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The Minority Faculty Advancement Program was established under P.L.1984, c.189 to increase the number of doctorally trained minority faculty and administrators at New Jersey colleges and universities. The program provides incentive grants to New Jersey colleges which provide support opportunities (advising, mentoring, workshops, etc.) for eligible students. The program also supports loan redemption of up to \$40,000 over four years to newly-hired minority faculty or administrators with doctoral degrees. The Governor's FY 2011 recommended budget provides \$100,000 to fund the program, which represents a \$108,000 or 51.9 percent reduction from the FY 2010 appropriation of \$208,000.

Educational Opportunity Fund Programs

**Opportunity Program  
Grants**

	<b>\$26,910</b>	<b>\$24,219</b>	<b>(\$2,691)</b>	<b>( 10.0%)</b>	<b>D-305</b>
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The New Jersey Educational Opportunity Fund (EOF) was established under P.L.1968, c.142 to provide meaningful access to higher education for those who come from backgrounds of economic and educational disadvantage. To ensure the opportunity to attend college, the fund provides supplemental financial aid to help cover college costs (such as books, fees, room and board, etc.) that are not covered by the State's Tuition Aid Grant Program. To ensure a viable opportunity to succeed and graduate, the fund supports a wide array of campus-based outreach and support services at 28 public and 13 independent institutions of higher education. The Governor's recommended budget of \$24.2 million represents a \$2.7 million or 10 percent decrease from the FY 2010 adjusted appropriation of \$26.9 million.

**Martin Luther King  
Physician-Dentist  
Scholarship**

	<b>\$602</b>	<b>\$452</b>	<b>(\$150)</b>	<b>( 24.9%)</b>	<b>D-306</b>
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Administered by the EOF Program, the Martin Luther King Physician-Dentist Scholarship, established under P.L.1987, c.183, is available to students pursuing degrees in medicine or

**Significant Changes/New Programs (\$000) (Cont'd)**

<u>Budget Item</u>	<u>Adj. Approp. FY 2010</u>	<u>Recomm. FY 2011</u>	<u>Dollar Change</u>	<u>Percent Change</u>	<u>Budget Page</u>
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dentistry at the University of Medicine and Dentistry of New Jersey who meet certain income guidelines or who are minority students included in one of the ethnic groups recognized by the Association of American Medical Colleges or the American Association of Dental Schools as underrepresented in the medical or dental professions. The Governor's FY 2011 recommended budget of \$452,000 represents a \$150,000 or 24.9 percent decrease from the FY 2010 adjusted appropriation of \$602,000. Nine scholarships were awarded in FY 2010 and it is anticipated that only current scholarship recipients will continue to receive funding under the program in FY 2011.

<b>Ferguson Law Scholarships</b>	<b>\$200</b>	<b>\$135</b>	<b>(\$65)</b>	<b>( 32.5%)</b>	<b>D-306</b>
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The C. Clyde Ferguson Law Scholarship was established under P.L.1989, c.259 and is available to students pursuing a law degree through the Minority Student Program at Rutgers University School of Law – Newark, Rutgers University School of Law – Camden, or Seton Hall University Law School. The EOF-administered program is available to students who meet certain income requirements or who are minority or disadvantaged students with a demonstrated financial need. The Governor's FY 2011 recommended budget of \$135,000 represents a \$65,000 or 32.5 percent decrease from the FY 2010 adjusted appropriation of \$200,000. Twelve scholarships were awarded in FY 2010 and it is anticipated that only current scholarship recipients will continue to receive funding under the program in FY 2011.

## HIGHER EDUCATION STUDENT ASSISTANCE AUTHORITY

**Student Assistance Programs**

## DIRECT STATE SERVICES

<b>Higher Education Student Assistance Authority – Salaries and Wages</b>	<b>\$922</b>	<b>\$656</b>	<b>(\$ 266)</b>	<b>( 28.9%)</b>	<b>D-310</b>
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The FY 2011 recommended appropriation of \$656,000 to support HESAA operations represents a \$266,000 or 28.9 percent decrease from the FY 2010 adjusted appropriation of \$922,000. According to HESAA, the reduction reflects the intent to shift two HESAA positions from State-funded sources to non-State sources. HESAA has indicated that the reduction will have no impact on its operations. Evaluation data (p. D-310 in the recommended budget) indicates an overall increase in positions for HESAA from 169 filled positions in FY 2010 to 179 funded in FY 2011, with ten additional positions supported by Federal funding.

## GRANTS-IN-AID

**Significant Changes/New Programs (\$000) (Cont'd)**

<u>Budget Item</u>	<u>Adj. Approp. FY 2010</u>	<u>Recomm. FY 2011</u>	<u>Dollar Change</u>	<u>Percent Change</u>	<u>Budget Page</u>
<b>Veterinary Medicine Education Program</b>	<b>\$424</b>	<b>\$170</b>	<b>(\$ 254)</b>	<b>( 59.9%)</b>	<b>D-311</b>

The FY 2011 recommended budget provides \$170,000 to fund the Veterinary Medicine Education Program, a \$254,000 or 59.9 percent reduction from the FY 2010 adjusted appropriation of \$424,000. The program, established in 1971 under N.J.S.18A:71B-47, supports contractual agreements between the Higher Education Student Assistance Authority (HESAA) and out-of-state schools of veterinary medicine for the acceptance of New Jersey residents. Under the statute, the schools receive a capitation subsidy toward the cost of education in return for a number of reserved spaces for New Jersey residents. Funding to support the program has decreased from \$1.4 million in FY 2006 to \$170,000 recommended for FY 2011. As a result, the number of participating schools has declined to 3 from 7, while the number of seats reserved for New Jersey residents has decreased from 92 in FY 2006 to an estimated 20 in FY 2011. Under FY 2011 recommended language, the appropriation will only fund a student who was in a reserved seat prior to July 1, 2010.

<b>Tuition Aid Grants</b>	<b>\$303,518</b>	<b>\$292,598</b>	<b>(\$10,920)</b>	<b>( 3.6%)</b>	<b>D-311</b>
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The FY 2011 funding for the Tuition Aid Grant Program (TAG) will decrease by \$10.9 million (3.6 percent) from \$303.5 million in FY 2010 to \$292.6 million in FY 2011. The \$10.9 million reduction is due to a proposed reduction of awards for incoming freshmen at the 14 independent colleges and universities, as discussed below. FY 2010 funding for the TAG program included \$34.1 million in one-time federal revenue from the State Fiscal Stabilization Fund (SFSF) awarded pursuant to the American Recovery and Reinvestment Act of 2009. The recommended budget indicates that the FY 2011 appropriation will support an estimated 63,735 awards in the 2010-2011 academic year, 924 more than the number provided in the 2009-2010 academic year.

Under FY 2011 recommended language, the Higher Education Student Assistance Authority (HESAA) is directed to provide to students enrolled in public institutions, who are eligible for maximum awards under the TAG program an award not to exceed the in-State undergraduate 2009-2010 tuition rate for the institution. For students not eligible for maximum TAG awards and enrolled in public institutions, FY 2011 TAG awards will not exceed 2007-2008 tuition rates. Eligible students enrolled at independent institutions prior to the academic year 2010-2011 will be provided with comparable awards. This differs from FY 2010 when students enrolled in a public institution of higher education who were eligible for a maximum award received an increase in the amount of their TAG award so that there was only a one-year lag between the amount of the TAG award and actual tuition, with a comparable increase for students eligible for a maximum award enrolled in an independent institution. The FY 2010 policy also provided that, for students enrolled in a public institution of higher education who were not eligible for the maximum award, the award amount increased so that there was a three-year lag between the award and actual tuition, with a comparable increase for students enrolled in an independent institution.

**Significant Changes/New Programs (\$000) (Cont'd)**

<u>Budget Item</u>	<u>Adj. Approp.</u> <u>FY 2010</u>	<u>Recomm.</u> <u>FY 2011</u>	<u>Dollar</u> <u>Change</u>	<u>Percent</u> <u>Change</u>	<u>Budget</u> <u>Page</u>
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It should be noted that if the TAG population is the same in FY 2011 as it is in FY 2010, the recommended FY 2011 TAG appropriation will be insufficient to fund TAG awards at a one-year lag for the students with the greatest need and at a three-year lag for all other eligible students due to the increases in tuition between the academic years to which the TAG grants are benchmarked in FY 2011 compared to FY 2010.

Under the FY 2011 recommended language, the Higher Education Student Assistance Authority (HESAA) will provide to a newly admitted student attending an independent institution of higher education a TAG award amount that will not exceed the average TAG award amount of comparable TAG recipients at the State colleges or universities established pursuant to chapter 64 of Title 18A of the New Jersey Statutes (9 State colleges). Under current TAG policy, the average FY 2010 TAG award for a student eligible for a maximum TAG award at an independent college was estimated at \$11,340, while the average award for a comparable student at one of the 9 State colleges or universities was estimated at \$6,852. The Executive has estimated that the proposed TAG policy for newly admitted independent college and university students will result in a savings of \$10.9 million for FY 2011. FY 2010 budget language applied the same limit on TAG awards to all eligible students attending post-secondary, for-profit, proprietary institutions of higher education.

**Coordinated Garden  
State Scholarship  
Programs**

<b>\$7,135</b>	<b>\$5,352</b>	<b>(\$1,783)</b>	<b>( 25.0%)</b>	<b>D-311</b>
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The FY 2011 recommended appropriation of \$5.4 million to support these scholarship programs is \$1.8 million or 25.0 percent less than the \$7.1 million appropriated in FY 2010. The recommended budget indicates that there will be no new recipients of this scholarship in FY 2011. Under FY 2011 recommended language, the appropriation will only be used to fund awards to students who previously received such awards. Awards under the Coordinated Garden State Scholarship Programs, which include the Edward J. Bloustein Distinguished Scholars and Urban Scholars programs, range up to \$1,000 per year. No awards are available for use outside of New Jersey. Awards are renewable annually up to four years based on continued good academic standing.

**Teaching Fellows  
Program**

<b>\$132</b>	<b>\$70</b>	<b>(\$ 62)</b>	<b>( 47.0%)</b>	<b>D-311</b>
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The FY 2011 recommended appropriation of \$70,000 to support this program is \$62,000 or 47.0 percent less than the \$132,000 appropriated in FY 2010. The recommended budget indicates that there will be no new recipients of this fellowship in FY 2011. Under FY 2011 recommended language, the appropriation will only be used to support students who previously received such fellowships. Established in fiscal 2004, the Teaching Fellows Program provides for the redemption of a portion of each participant's eligible student loan expenses for each year of full-time employment as a teacher in a subject area of critical need or in a high-needs district in the state.



**Significant Changes/New Programs (\$000) (Cont'd)**

<u>Budget Item</u>	<u>Adj. Approp. FY 2010</u>	<u>Recomm. FY 2011</u>	<u>Dollar Change</u>	<u>Percent Change</u>	<u>Budget Page</u>
<b>New Jersey World Trade Center Scholarship Program</b>	<b>\$450</b>	<b>\$202</b>	<b>(\$ 248)</b>	<b>( 55.1%)</b>	<b>D-311</b>

The FY 2011 recommended appropriation of \$202,000 to support this scholarship program is \$248,000 or 55.1 percent less than the \$450,000 appropriated in FY 2010. The recommended appropriation would provide adequate funding for an estimated 70 recipients. The recommended budget indicates that there will be no new recipients of this scholarship in FY 2011. Under FY 2011 recommended language, the appropriation will only be used to fund awards to students who previously received such awards. Under the "New Jersey World Trade Center Scholarship Program Act," P.L. 2001, c. 442, scholarships are awarded to dependent children or spouses of New Jersey residents who were killed or are presumed dead as a result of the September 11, 2001 terrorist attacks. Scholarship assistance is available for full-time study in degree-granting programs in or out-of-State.

<b>Dana Christmas Scholarship for Heroism</b>	<b>\$50</b>	<b>\$0</b>	<b>(\$ 50)</b>	<b>( 100.0%)</b>	<b>D-311</b>
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The FY 2011 recommended budget provides no funding to the Dana Christmas Scholarship for Heroism. This program was appropriated \$50,000 in FY 2010. No scholarships will be awarded in FY 2011. The Dana Christmas Scholarship was established to honor Dana Christmas, the Seton Hall student who is credited with saving lives and helping many students avoid serious injury during a tragic dormitory fire on January 19, 2001. The scholarship recognizes and honors young New Jerseyans for exceptional acts of heroism, with a non-renewable one-time scholarship of up to 10,000 for use towards undergraduate or graduate study. Under the program, up to five scholarships may be awarded each year.

<b>New Jersey Student Tuition Assistance Reward Scholarship (NJ STARS &amp; NJ STARS II)</b>	<b>\$18,684</b>	<b>\$20,139</b>	<b>\$ 1,455</b>	<b>7.8%</b>	<b>D-311</b>
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The FY 2011 recommended appropriation of \$20.1 million to support this scholarship program is \$1.5 million or 7.8 percent more than the \$18.7 million appropriated in FY 2010.

The FY 2011 recommended budget estimates the New Jersey Student Tuition Assistance Reward Scholarship Program (NJ STARS) will provide scholarships to approximately 2,040 participants in FY 2011, 1,148 fewer than the number estimated for FY 2010. The NJ STARS II Program will provide scholarships to approximately 2,100 participants in FY 2011, 252 more than the number estimated for FY 2010.

Under FY 2011 recommended language, the NJ STARS scholarships will not be available to support eligible freshmen students at the county colleges. Scholarships will only be awarded

**Significant Changes/New Programs (\$000) (Cont'd)**

<u>Budget Item</u>	<u>Adj. Approp.</u> <u>FY 2010</u>	<u>Recomm.</u> <u>FY 2011</u>	<u>Dollar</u> <u>Change</u>	<u>Percent</u> <u>Change</u>	<u>Budget</u> <u>Page</u>
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to eligible students who previously received a scholarship. The recommended language also provides that an NJ STARS scholarship will not support study during the summer session. Summer study through the NJ STARS program was recently approved by legislation (P.L.2008, c.124) and would have first applied to the summer of 2010.

**Social Services****Student Loan**

<b>Redemption Program</b>	<b>\$3,500</b>	<b>\$700</b>	<b>(\$2,800)</b>	<b>( 80.0%)</b>	<b>D-311</b>
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The FY 2011 recommended appropriation of \$700,000 to support this loan redemption program is \$2.8 million or 80.0 percent less than the \$3.5 million appropriated in FY 2010. The recommended budget indicates that there will be no new participants in this loan redemption program in FY 2011. Under FY 2011 recommended language, the appropriation will only be used to support participants already enrolled in the program. Established during fiscal 2006, the Social Services Student Loan Redemption Program provides forgiveness of up to \$20,000 in student loans, over four years, to graduates who take qualifying jobs with New Jersey mental health agencies.

**Primary Care****Practitioner Loan**

<b>Redemption Program</b>	<b>\$2,000</b>	<b>\$1,500</b>	<b>(\$ 500)</b>	<b>( 25.0%)</b>	<b>D-311</b>
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The FY 2011 recommended appropriation of \$1.5 million to support this loan redemption program is \$500,000 or 25.0 percent less than the \$2.0 million appropriated in FY 2010. The recommended budget indicates that there will be no new participants in this loan redemption program in FY 2011. Under FY 2011 recommended language, the appropriation will only be used to support participants already enrolled in the program. The Primary Care Practitioner Loan Redemption Program, originally titled the Physician and Dentist Loan Redemption Program, was established within the Higher Education Student Assistance Authority to provide redemption of a portion of the eligible student loan expenses of program participants, who are New Jersey residents, for each year of service in a State designated medically underserved area.

## STATE COLLEGES AND UNIVERSITIES

<b>Total Direct</b>					<b>D-314</b>
<b>Operating Aid to</b>					<b>to</b>
<b>Four-Year State</b>	<b>\$876,835</b>	<b>\$721,162</b>	<b>(\$155,673)</b>	<b>( 17.8%)</b>	<b>D-345</b>

**Significant Changes/New Programs (\$000) (Cont'd)**

<u>Budget Item</u>	<u>Adj. Approp. FY 2010</u>	<u>Recomm. FY 2011</u>	<u>Dollar Change</u>	<u>Percent Change</u>	<u>Budget Page</u>
<b>Colleges and Universities</b>					
<b>State Support for Four-Year State Colleges and Universities</b>	<b>\$844,700</b>	<b>\$721,162</b>	<b>(\$123,538)</b>	<b>(14.6%)</b>	<b>D-314 to D-345</b>
<b>State Fiscal Stabilization Fund</b>	<b>\$32,135</b>	<b>\$0</b>	<b>(\$32,135)</b>	<b>(100.0%)</b>	<b>D-314 to D-345</b>

The proposed FY 2011 budget recommends an appropriation of \$721.2 million in total direct operating aid for senior public institutions. When compared to total direct operating aid for FY 2010, including both State funds, \$844.7 million, and the amount allocated from the State Fiscal Stabilization Fund (SFSF) awarded pursuant to the American Recovery and Reinvestment Act of 2009 (ARRA), \$32.1 million, this represents a decrease of \$155.7 million, or 17.8 percent.

The State funds used to support the senior public institutions are recommended to decrease from \$844.7 million in FY 2010 to \$721.1 million in FY 2011, a decrease of \$123.5 million or 14.6 percent. The \$32.1 million of federal ARRA is not available in FY 2010.

Each senior public institution is subject to a 15 percent reduction in operating aid in FY 2011 below the level of operating aid provided in FY 2010 from combined State and federal ARRA funds. Those institutions which are impacted solely by the 15% reduction are the following: Agricultural Experiment Station; Rowan University; New Jersey City University; Montclair State University; The College of New Jersey; and Ramapo College of New Jersey.

In addition to the 15 percent reduction in operating aid, the overall FY 2011 allocation of State aid for several institutions will be impacted by additional reductions or appropriations specific to the institution recommended to be made in FY 2011. Those institutions include the following: Rutgers, The State University; University of Medicine and Dentistry of New Jersey; New Jersey Institute of Technology; Thomas Edison State College; Kean University; William Paterson University; and The Richard Stockton College of New Jersey.

State Support

<b>Rutgers, The State University – State Funds</b>	<b>\$269,594</b>	<b>\$249,840</b>	<b>(\$19,784)</b>	<b>(7.3%)</b>	<b>D-314 to D-317</b>
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**Significant Changes/New Programs (\$000) (Cont'd)**

<u>Budget Item</u>	<u>Adj. Approp.</u> <u>FY 2010</u>	<u>Recomm.</u> <u>FY 2011</u>	<u>Dollar</u> <u>Change</u>	<u>Percent</u> <u>Change</u>	<u>Budget</u> <u>Page</u>
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State funds for operating aid for Rutgers University will decrease by \$19.8 million or 7.3 percent, from \$269.6 million in FY 2010 to \$249.8 million in FY 2011 (page D-316 of the recommended budget). The across-the-board reduction in operating aid is offset by an additional \$8.8 million recommended appropriation for the "Capital Campus" to support the transfer of the operation of Thomas Edison State College, the New Jersey State Library, and the New Jersey State Museum to Rutgers University.

<b>University of Medicine and Dentistry of New Jersey – State Funds</b>	<b>\$230,991</b>	<b>\$169,993</b>	<b>(\$60,998)</b>	<b>(26.4%)</b>	<b>D-319 to D-322</b>
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State funds for operating aid for the University of Medicine and Dentistry of New Jersey (UMDNJ) will decrease by \$60.9 million or 26.4 percent, from \$230.9 million in FY 2010 to \$169.9 million in FY 2011 (page D-319 of the recommended budget). In addition to the across-the-board reduction in operating aid, \$30.9 million appropriated in FY 2010 to support "UMDNJ – Stabilization" is eliminated. That appropriation provided additional support in FY 2010 for the operating costs of University Hospital.

<b>New Jersey Institute of Technology – State Funds</b>	<b>\$42,125</b>	<b>\$37,696</b>	<b>(\$4,429)</b>	<b>(10.5%)</b>	<b>D-322 to D-324</b>
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State funds for operating aid for the New Jersey Institute of Technology will decrease by \$4.4 million or 10.5 percent, from \$42.1 million in FY 2010 to \$37.7 million in FY 2011 (page D-323 of the recommended budget). In addition to the across-the-board reduction in operating aid, the recommended budget includes a \$752,000 reduction in a subsidy provided to out-of-state undergraduate students enrolled at the New Jersey Institute of Technology. In FY 2007 the Executive Branch asserted that out-of-state undergraduate students did not pay the full cost of their education at a New Jersey senior public institution, and thus were subsidized by New Jersey taxpayers in an amount estimated in 2007 to be \$22.7 million. Consequently, the Governor initiated a policy to eliminate the subsidy by phasing it out over a number of years.

<b>Thomas A. Edison State College – State Funds</b>	<b>\$5,305</b>	<b>\$0</b>	<b>(\$5,305)</b>	<b>(100.0%)</b>	<b>D-324 to D-325</b>
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The FY 2011 recommended budget does not include funding to support Thomas Edison State College. Thomas Edison State College is designed for adults and offers a wide variety of degree and certificate programs. The college awards college credit through on-line courses, guided independent study programs, and the assessment of prior learning. Under a plan proposed by the Executive Branch, the operation of Thomas Edison State College will be transferred to Rutgers University. The number of funded positions to be eliminated as a result of the proposed transfer is uncertain, budget materials (H-12) indicate that the merger of the State Museum, State Library, and Thomas Edison College with Rutgers University will result in a reduction of 26 State funded employees.

**Significant Changes/New Programs (\$000) (Cont'd)**

<u>Budget Item</u>	<u>Adj. Approp. FY 2010</u>	<u>Recomm. FY 2011</u>	<u>Dollar Change</u>	<u>Percent Change</u>	<u>Budget Page</u>
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<b>Kean University – State Funds</b>	<b>\$37,440</b>	<b>\$32,837</b>	<b>(\$4,603)</b>	<b>(12.3%)</b>	<b>D-331 to D-333</b>
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State funds for operating aid for Kean University will decrease by \$4.6 million or 12.3 percent, from \$37.4 million in FY 2010 to \$32.8 million in FY 2011 (page D-333 of the recommended budget). In addition to the across-the-board reduction in operating aid, a special purpose FY 2010 appropriation of \$750,000 to support Liberty Hall Museum is not recommended for continuation. Liberty Hall Museum was built in 1772 and houses collections of antique furniture, ceramics, textiles, toys, and tools donated by the Kean family.

<b>William Paterson University – State Funds</b>	<b>\$36,740</b>	<b>\$32,748</b>	<b>(\$3,992)</b>	<b>(10.9%)</b>	<b>D-333 to D-335</b>
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State funds for operating aid for William Paterson University will decrease by \$4 million or 10.9 percent, from \$36.7 million in FY 2010 to \$32.7 million in FY 2011 (page D-335 of the recommended budget). In addition to the across-the-board reduction in operating aid, a special purpose FY 2010 appropriation of \$100,000 to support the New Jersey Project is not recommended for continuation.

<b>The Richard Stockton College of New Jersey – State Funds</b>	<b>\$22,332</b>	<b>\$19,839</b>	<b>(\$2,493)</b>	<b>(11.2%)</b>	<b>D-342 to D-345</b>
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State funds for operating aid for the Richard Stockton College of New Jersey will decrease by \$2.5 million or 11.2 percent, from \$22.3 million in FY 2010 to \$19.8 million in FY 2011 (page D-344 of the recommended budget). In addition to the across-the-board reduction in operating aid, a special purpose FY 2010 appropriation of \$150,000 to support the School of Tourism is not recommended for continuation.

Higher Educational Services

<b>Aid to Independent Colleges and Universities</b>	<b>\$17,471</b>	<b>\$0</b>	<b>(\$17,471)</b>	<b>(100.0%)</b>	<b>D-381</b>
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The Governor's FY 2011 recommended budget eliminates general operating support for independent colleges and universities. This aid program was originally established pursuant to the "Independent College and University Assistance Act," P.L.1979, c.132, to provide financial support to 14 eligible New Jersey independent colleges and universities based on the number of New Jersey students enrolled in those institutions.

<b>Garden State Savings Bond Incentive</b>	<b>\$15</b>	<b>\$0</b>	<b>(\$15)</b>	<b>(100.0%)</b>	<b>D-381</b>
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**Significant Changes/New Programs (\$000) (Cont'd)**

<u>Budget Item</u>	<u>Adj. Approp.</u> <u>FY 2010</u>	<u>Recomm.</u> <u>FY 2011</u>	<u>Dollar</u> <u>Change</u>	<u>Percent</u> <u>Change</u>	<u>Budget</u> <u>Page</u>
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The FY 2010 recommended budget does not include funding to support the Garden State Savings Bonds Incentive Program. The program was established in 1992 pursuant P.L.1991, c.272, to assist persons saving for a college education by offering State and federal tax-free bonds to the public. If the bonds are redeemed at a New Jersey institution of higher education, an extra 6 percent is added to the face value of the bonds of which 2 percent is paid by the State and 4 percent by the institution of attendance.

<b>Equipment Leasing Fund – Debt Service</b>	<b>\$3,930</b>	<b>\$512</b>	<b>(\$3,418)</b>	<b>(87.0%)</b>	<b>D-381</b>
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The appropriation to fund the State's share of debt service costs for bonds issued under the "Higher Education Equipment Leasing Fund Act," P.L. 1993, c.136, is recommended to decrease by \$3.4 million, from \$3.9 million in FY 2010 to \$512,000 in FY 2011 (page D-381 of the recommended budget). The "Higher Education Equipment Leasing Fund Act" authorized the New Jersey Educational Facilities Authority (EFA) to issue bonds in an outstanding principal amount of \$100 million to support the purchase of scientific, engineering, technical, computer, communication, and institutional equipment at higher education institutions. The State pays 75 percent of the debt service costs and the institution pays 25 percent. The decrease reflects a decline in debt service obligations.

<b>Marine Sciences Consortium</b>	<b>\$426</b>	<b>\$0</b>	<b>(\$426)</b>	<b>(100.0%)</b>	<b>D-381</b>
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The FY 2010 recommended budget does not include funding to support the Marine Sciences Consortium. The New Jersey Marine Sciences Consortium (NJMSC), a group of 21 colleges and universities in New Jersey, southern New York, and eastern Pennsylvania, conducts joint research, education, and outreach services in marine sciences. The Executive Branch has indicated that this funding is no longer necessary because NJMSC will be able to demonstrate the ability to compete for federal funds without matching State grant dollars.

State Aid

<b>County College Operational Costs – Total</b>	<b>\$141,638</b>	<b>134,786</b>	<b>(\$6,852)</b>	<b>(4.8%)</b>	<b>D-381 to D-382</b>
<b>General Fund</b>	<b>\$125,638</b>	<b>\$120,786</b>	<b>(\$4,852)</b>	<b>(3.9%)</b>	<b>D-381 to D-382</b>
<b>Supplemental Workforce Fund for Basic Skills</b>	<b>\$16,000</b>	<b>\$14,000</b>	<b>(\$2,000)</b>	<b>(12.5%)</b>	<b>D-381 to D-382</b>

**Significant Changes/New Programs (\$000) (Cont'd)**

<u>Budget Item</u>	<u>Adj. Approp.</u> <u>FY 2010</u>	<u>Recomm.</u> <u>FY 2011</u>	<u>Dollar</u> <u>Change</u>	<u>Percent</u> <u>Change</u>	<u>Budget</u> <u>Page</u>
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The Governor's FY 2011 recommended budget includes total State support of \$134.8 million for the operational costs of the county colleges, a 4.8 percent decrease from the FY 2010 appropriation of \$141.6 million (page D-381 of the recommended budget). This funding includes appropriations from the Supplemental Workforce Fund for Basic Skills, which will provide \$14 million in FY 2011, a 12.5 percent decrease from the FY 2010 appropriation of \$16 million.

<b>Debt Service for Chapter 12</b>	<b>\$41,358</b>	<b>\$34,000</b>	<b>(\$7,358)</b>	<b>(17.8%)</b>	<b>D-381</b>
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The FY 2011 recommended appropriation of \$34 million for debt service on chapter 12 bonds is a \$7.4 million or 17.8 percent decrease over the \$41.4 million FY 2010 adjusted appropriation (page D-381 of the recommended budget). Under the general law providing for the establishment, operation and funding of county colleges, the colleges are to receive State support for up to one-half the cost of capital projects, subject to legislative appropriation. A 1971 supplement to the general law, P.L. 1971, c.12 (chapter 12 program), provides that whenever the State Treasurer determines that funds are insufficient to satisfy the State's share of project costs, the county board of freeholders may finance those costs through the issuance of county bonds on which the State is obligated to pay 50 percent of the debt service. A 1997 law authorized the New Jersey Educational Facilities Authority to issue bonds for that purpose. The original chapter 12 program established a ceiling of \$80,000,000 on the principal amount of such debt. This ceiling is currently set at \$530,000,000 through subsequent amendments to the original law. The Executive Branch has indicated that in FY 2011, chapter 12 bond issuances will be frozen.

## Significant Language Changes

### Commission on Higher Education

Deletion

2010 Handbook: p. B-163  
2011 Budget: p.

~~An amount not to exceed 5% of the total hereinabove appropriated for Higher Education for Special Needs Students is available for transfer to Direct State Services for the administrative expenses of this program, subject to the approval of the Director of the Division of Budget and Accounting.~~

#### Explanation

Under the FY 2010 language, an amount not to exceed 5 percent of the total amount appropriated for Higher Education for Special Needs Students was available to transfer to Direct State Services for administrative purposes. The Governor's FY 2011 recommended budget does not include funding for this program.

### Scholarship and Loan Redemption Programs

Addition

2010 Handbook: p.  
2011 Budget: p. D-312

Notwithstanding the provisions of any law or regulation to the contrary, funds hereinabove appropriated for Survivor Tuition Benefits, Coordinated Garden State Scholarship Program, Teaching Fellows, New Jersey World Trade Center Scholarship Program, New Jersey Student Tuition Assistance Reward Scholarship, Social Services Student Loan Redemption Program, and Primary Care Practitioner Loan Redemption Program shall only be used to fund awards in fiscal year 2011 to students who have previously received awards in the same program.

#### Explanation

The recommended FY 2011 language provides that there will be no new recipients of several of the State's scholarship and loan redemption programs, including the Survivor Tuition Benefits Program, Coordinated Garden State Scholarship Program, Teaching Fellows, New Jersey World Trade Center Scholarship Program, New Jersey Student Tuition Assistance Reward Scholarship, Social Services Student Loan Redemption Program, and the Primary Care Practitioner Loan Redemption Program. FY 2011 appropriations for these programs will be used to fund awards to students who have previously received awards in the same program.

### Veterinary Medicine Education Program

Addition

2010 Handbook: p.  
2011 Budget: p. D-312

The amount hereinabove appropriated for the Veterinary Medicine Education Program shall not be expended for any student not attending a school of veterinary medicine prior to July

EXPLANATION: FY 2010 language not recommended for FY 2011 denoted by strikethrough.  
Recommended FY 2011 language that did not appear in FY 2010 denoted by underlining.



## Significant Language Changes (Cont'd)

1, 2010 in a reserved space for New Jersey residents through contractual agreements between the Higher Education Student Assistance Authority and participating out-of-state schools of veterinary medicine.

### Explanation

Under the Veterinary Medicine Education Program, the Higher Education Student Assistance Authority (HESAA) and out-of-state schools of veterinary medicine enter into contractual agreements for the acceptance of New Jersey residents who have been residents of the state for twelve consecutive months. The schools receive a capitation subsidy toward the cost of education in return for a number of reserved spaces for New Jersey residents. The recommended FY 2011 language provides that no new students will be provided with a reserved space through the program. The FY 2011 appropriation will only support students who are in a reserved space prior to July 1, 2010.

### **Tuition Aid Grants**

Revision

2010 Handbook: p. B-165  
2011 Budget: p. D-312

Notwithstanding the provisions of any law or regulation to the contrary, the Higher Education Student Assistance Authority shall provide to students enrolled in public institutions of higher education who are eligible for maximum awards under the Tuition Aid Grants program shall not exceed ~~Grant program hereinabove appropriated an increase above the fiscal year 2009 award amount equal to the difference between~~ the in-State undergraduate ~~2008-2009-2010~~ 2009-2010 tuition rate for the institution ~~and the institution's in-State undergraduate 2007-2008 tuition rate~~ with comparable awards ~~increases~~ provided to students eligible for maximum awards enrolled at independent institutions prior to the academic year 2010-2011. All other award amounts provided under the Tuition Aid Grants ~~Grant~~ program shall not exceed the ~~be based on~~ in-State undergraduate tuitions in effect at institutions in academic year ~~2006- 2007-2008~~. Reappropriated balances in the Tuition Aid Grants account shall be held as a contingency for unanticipated increases in the number of applicants qualifying for full-time Tuition Aid Grant awards, to fund shifts in the distribution of awards that result in an increase in total program costs, or to offset any shortfalls in the federal Leveraging Educational Assistance Partnership (LEAP) program.

### Explanation

Under FY 2011 recommended language, the Higher Education Student Assistance Authority (HESAA) is directed to provide to students enrolled in public institutions, who are eligible for maximum awards under the TAG program an award not to exceed the in-State undergraduate 2009-2010 tuition rate for the institution. For students not eligible for maximum TAG awards and enrolled in public institutions, FY 2011 TAG awards will not exceed 2007-2008 tuition

EXPLANATION: FY 2010 language not recommended for FY 2011 denoted by strikethrough.  
Recommended FY 2011 language that did not appear in FY 2010 denoted by underlining.

## Significant Language Changes (Cont'd)

rates. Students enrolled at independent institutions prior to the academic year 2010-2011 will be provided with comparable awards.

The FY 2010 language provided to students enrolled in a public institution of higher education who are eligible for a maximum award, an increase in the amount of the TAG award so that there is only a one-year lag behind the amount of the TAG award and current year tuition. For students enrolled in a public institution of higher education who are not eligible for the maximum award, the FY 2010 language provided an increase in the award amount so that there is a three-year lag with current year tuition. Students enrolled at independent institutions were provided comparable increases.

According to the Office of Management and Budget (OMB), the FY 2011 recommended language will cap awards for the neediest students enrolled in a public institution at the one-year lag award amount and cap the award for other students enrolled in a public institution at the three-year lag award amount, with comparable awards provided to students enrolled in independent institutions prior to the 2010-2011 academic year.

According to OMB, actual award amounts for FY 2011 are not known at this time, but could lag tuition rates by more than one and three years. OMB indicates that the FY 2011 award amounts that can be supported by the amount of available funding will depend on the number of students who qualify at the various award levels.

It should be noted that if the TAG population is the same in FY 2011 as it is in FY 2010, the recommended FY 2011 TAG appropriation will be insufficient to fund TAG awards at a one-year lag for the students with the greatest need and at a three-year lag for all other eligible students due to the increases in tuition between the academic years to which the TAG grants are benchmarked in FY 2011 as compared to FY 2010.

### Tuition Aid Grants

Addition

2010 Handbook: p.  
2011 Budget: p. D-312

Notwithstanding the provisions of any law or regulation to the contrary, effective with the 2010 - 2011 academic year, any newly admitted freshman attending an independent institution of higher education in New Jersey, other than students attending a post-secondary, for profit, proprietary institution, who are eligible for awards under the Tuition Aid Grant program hereinabove appropriated, shall receive an award not to exceed the corresponding average award amount for the State colleges or universities established pursuant to chapter 64 of Title 18A of the New Jersey Statutes including any State college designated as a teaching university.

### Explanation

EXPLANATION: FY 2010 language not recommended for FY 2011 denoted by strikethrough.  
Recommended FY 2011 language that did not appear in FY 2010 denoted by underlining.

## Significant Language Changes (Cont'd)

Under the FY 2011 recommended language, the Higher Education Student Assistance Authority (HESAA) will provide to a newly admitted student attending an independent institution of higher education a TAG award amount that will not exceed the average TAG award amount of comparable TAG recipients at the State colleges or universities established pursuant to chapter 64 of Title 18A of the New Jersey Statutes (9 State colleges). Under current TAG policy, the average FY 2010 TAG award for a student eligible for a maximum TAG award at an independent college was estimated at \$11,340, while the average award for a comparable student at one of the 9 State colleges or universities was estimated at \$6,852. The Executive has estimated that the proposed TAG policy for newly admitted independent college and university students will result in a savings of \$10.9 million for FY 2011. FY 2010 budget language applied the same limit on TAG awards to all eligible students attending post-secondary, for-profit, proprietary institutions of higher education.

### Tuition Aid Grants

Revision

2010 Handbook: p. B-165  
2011 Budget: p. D-312

Notwithstanding the provisions of any law or regulation to the contrary, participation in the Tuition Aid Grant program hereinabove appropriated, shall be limited to those institutions that participated ~~currently participate or have been approved to participate~~ in State grant and scholarship programs prior to ~~for~~ the ~~2009-~~ 2010 -2011 academic year.

### Explanation

The recommended FY 2011 language provides that participation in the TAG Program will be limited to students attending institutions that participated in State-funded student aid programs prior to the 2010-2011 academic year. The Office of Management and Budget (OMB) has indicated that the language will enable the TAG Program to avoid the impact of students enrolled in institutions newly licensed by the Commission on Higher Education during FY 2011.

### Teaching Fellows Program

Deletion

2010 Handbook: p. B-165  
2011 Budget: p.

~~From the amount hereinabove appropriated for the Teaching Fellows Program the authority shall establish a Teaching Fellows Program that shall provide direct loans to finance the undergraduate study of academically talented students who have leadership potential and who are interested in teaching in a public school in the State. The program shall also provide for the redemption of a portion of each eligible student's loan expenses for each year of full time employment as a teacher in a subject area of critical need or in a high needs district.~~

EXPLANATION: FY 2010 language not recommended for FY 2011 denoted by strikethrough.  
Recommended FY 2011 language that did not appear in FY 2010 denoted by underlining.

## Significant Language Changes (Cont'd)

### Explanation

FY 2011 recommended budget language on page D-314 provides that there will be no new recipients of the Teaching Fellows Program in FY 2011 and that the FY 2011 appropriation will only be used to fund awards to students who had previously received such awards. As a result, the FY 2010 language is not necessary.

### **New Jersey World Trade Center Scholarship**

Revision

2010 Handbook: p. B-165  
2011 Budget: p. D-313

Receipts derived from voluntary contributions by taxpayers on New Jersey State gross income tax returns for the New Jersey World Trade Center Scholarship Fund are appropriated for the purpose of providing scholarships for eligible recipients as defined in N.J.S.A.18A:71B-23, except that funds shall only be used to fund awards to students dependent children and surviving spouses of New Jersey residents who have previously received awards ~~were killed in the terrorist attacks against the United States on September 11, 2001,~~ subject to the approval of the Director of the Division of Budget and Accounting.

### Explanation

The FY 2010 and FY 2011 language provide that voluntary contributions by taxpayers on New Jersey State gross income tax returns for the New Jersey World Trade Center Scholarship Fund are appropriated to fund scholarships through the program. FY 2011 recommended budget language on page D-314 provides that there will be no new recipients of the New Jersey World Trade Center Scholarship Program. The above recommended FY 2011 language provides that the State income tax contributions will only be used to fund awards to students who have previously received awards through the program.

### **Dana Christmas Scholarship for Heroism**

Deletion

2010 Handbook: p. B-165  
2011 Budget: p.

~~The amount hereinabove appropriated for the Dana Christmas Scholarship for Heroism shall be awarded in accordance with policies and procedures established by the Higher Education Student Assistance Authority. In general, recipients must have performed the act of heroism for which they are being recognized prior to reaching their twenty-second birthday, awards are for a one-time only scholarship of up to \$10,000, and awards must be used for educational expenses related to attendance at a post-secondary institution that participates in the federal student assistance programs authorized under Title IV of the "Higher Education Act of 1965," as amended (20 U.S.C. s.1070 et seq.).~~

EXPLANATION: FY 2010 language not recommended for FY 2011 denoted by strikethrough.  
Recommended FY 2011 language that did not appear in FY 2010 denoted by underlining.

## Significant Language Changes (Cont'd)

### Explanation

No State funding is recommended to support the Dana Christmas Scholarship for Heroism program in FY 2011. As a result, the FY 2010 language is not necessary.

### **NJ STARS**

Addition

2010 Handbook: p.  
2011 Budget: p. D-313

Notwithstanding the provisions of N.J.S.A.18A:71B-85b, none of the funds hereinabove appropriated for the New Jersey Student Tuition Assistance Reward Scholarships shall be used to fund summer semester NJ STARS scholarship awards.

### Explanation

Currently, the NJ STARS Program, P.L.2004, c.59, provides that a student may be eligible for a scholarship under the NJ STARS Program for up to five semesters, including summer semesters. The recommended FY 2011 language provides that the scholarship award cannot be used to fund study in the summer semester.

### **Social Services Student Loan Redemption Program**

Deletion

2010 Handbook: p. B-166  
2011 Budget: p.

~~In addition to the amount hereinabove appropriated for the Social Services Student Loan Redemption Program, there are appropriated such sums as are required to cover the costs of increases in the number of applicants qualifying for this program, subject to the approval of the Director of the Division of Budget and Accounting.~~

### Explanation

FY 2011 recommended language on page D-314 provides that there will be no new recipients of the Social Services Loan Redemption Program in FY 2011. As a result, the FY 2010 language is not necessary.

### **Rutgers, The State University**

Deletion/Revision

2010 Handbook: p. B-166  
2011 Budget: p. D-317

~~Of the sums hereinabove appropriated for Rutgers, The State University, \$180,000 is appropriated for the Masters in Government Accounting Program, \$105,000 is appropriated~~

EXPLANATION: FY 2010 language not recommended for FY 2011 denoted by strikethrough.  
Recommended FY 2011 language that did not appear in FY 2010 denoted by underlining.

## Significant Language Changes (Cont'd)

~~for the Tomato Technology Transfer Program, \$95,000 is appropriated for the Haskin Shellfish Research Laboratory, \$200,000 is appropriated for the Camden Law School Clinical Legal Programs for the Poor, \$200,000 is appropriated for the Newark Law School Clinical Legal Programs for the Poor, \$740,000 is appropriated for the Civic Square Project Debt Service, \$75,000 is appropriated for the Walter Rand Institute for Public Affairs, \$700,000 is appropriated for In Lieu of Taxes to New Brunswick, and \$500,000 is appropriated for capital projects or maintenance for Division of Intercollegiate Athletic facilities at Rutgers, New Brunswick. These accounts shall be considered special purpose appropriations for accounting and reporting purposes. Receipts in excess of the amount hereinabove for the Clinical Legal Programs for the Poor, P.L.1996, c.52, are appropriated for the same purpose, subject to the approval of the Director of the Division of Budget and Accounting.~~

For the purpose of implementing the appropriations act for the current fiscal year, the number of State-funded positions at Rutgers, The State University shall be ~~6,678~~ 6,994.

~~From the amount hereinabove appropriated for Rutgers, The State University, \$90,000 is transferred to the Department of Agriculture, and is appropriated for a grant to the New Jersey Museum of Agriculture.~~

### Explanation

The FY 2011 recommended language eliminates language which in prior years provided that State funds be used to support specific units, programs, and activities at Rutgers University. It cannot be determined whether these programs, units, and activities will continue to be funded by the institution in FY 2011.

FY 2011 recommended language provides that the number of State-funded positions at Rutgers University will increase from 6,678 to 6,994, presumably as the result of the Capital Campus initiative. The State pays fringe benefits costs for all State-funded employees at the senior public institutions and determines the number of State-funded employees at each institution annually.

The FY 2010 budget provided for the transfer of \$90,000 from Rutgers to the Department of Agriculture to support the New Jersey Museum of Agriculture. No such provision is recommended for FY 2011.

### **New Jersey Agricultural Experiment Station**

Deletion

2010 Handbook: p. B-166  
2011 Budget:

~~Of the sums hereinabove appropriated for the New Jersey Agricultural Experiment Station, \$900,000 is appropriated for Strategic Initiatives Programs, \$250,000 is appropriated for Blueberry and Cranberry Research, \$691,000 is appropriated for the Snyder Farm Planning and Operation, \$300,000 is appropriated for the New Jersey EcoComplex, and \$500,000 is~~

EXPLANATION: FY 2010 language not recommended for FY 2011 denoted by strikethrough.  
Recommended FY 2011 language that did not appear in FY 2010 denoted by underlining.

## Significant Language Changes (Cont'd)

~~appropriated for Fruit Research. These accounts shall be considered special purpose appropriations for accounting and reporting purposes.~~

### Explanation

The FY 2010 language which is eliminated provided that State funds be used to support specific units, programs, and activities at the Agricultural Experiment Station. It cannot be determined whether these programs, units, and activities will continue to be funded by the institution in FY 2011.

### University of Medicine and Dentistry of New Jersey

Deletion

2010 Handbook: p. B-167  
2011 Budget:

~~Of the sums hereinabove appropriated for the University of Medicine and Dentistry of New Jersey, \$100,000 is appropriated for the Inflammatory Bowel Disease Center, \$800,000 is appropriated for Emergency Medical Service-Camden, \$975,000 is appropriated for the Regional Health Education Center Physical Plant, \$750,000 is appropriated for the Violence Institute of New Jersey at UMDNJ, \$525,000 is appropriated for the Regional Health Education Center Educational Units, \$160,000 is appropriated for The Autism Center of New Jersey Medical School, \$290,000 is appropriated for the New Jersey Area Health Education Program, \$7,800,000 is appropriated for Debt Service Robert Wood Johnson Medical School, Camden, and \$2,700,000 is appropriated for Debt Service School of Osteopathic Medicine Academic Center, Stratford. These accounts shall be considered special purpose appropriations for accounting and reporting purposes.~~

### Explanation

The FY 2010 language which is eliminated provided that State funds be used to support specific units, programs, and activities at the University of Medicine and Dentistry of New Jersey. It cannot be determined whether these programs, units, and activities will continue to be funded by the institution in FY 2011.

### University of Medicine and Dentistry of New Jersey

Revision

2010 Handbook: p. B-167  
2011 Budget: p. D-322

The unexpended balances of appropriations at the end of the preceding fiscal year to Robert Wood Johnson Medical School, Camden, for the purpose of faculty support and of affiliate hospital (Cooper University Hospital) ~~support, including program and capital support that will benefit patients from Camden and the region,~~ are appropriated for those purposes.

~~The unexpended balances of appropriations at the end of the preceding fiscal year for Debt Service Robert Wood Johnson Medical School, Camden, are appropriated for that purpose.~~

EXPLANATION: FY 2010 language not recommended for FY 2011 denoted by strikethrough.  
Recommended FY 2011 language that did not appear in FY 2010 denoted by underlining.

## Significant Language Changes (Cont'd)

Of the amounts hereinabove appropriated for the University of Medicine and Dentistry of New Jersey, ~~(i) there \$5,690,000 is allocated appropriated~~ for Robert Wood Johnson Medical School–Camden for the purpose of faculty support of affiliate hospital (Cooper University Hospital). ~~), \$5,690,000; and (ii) there is allocated for Robert Wood Johnson Medical School–Camden for the purpose of affiliate hospital (Cooper University Hospital) support, including program and capital support that will benefit patients from Camden and the region \$10,607,000, which funds shall be administered by the Department of Health and Senior Services, through a grant agreement, on behalf of the University of Medicine and Dentistry of New Jersey.~~

### Explanation

The FY 2011 proposed language provides that the unexpended appropriation balances at the end of FY 2010 budgeted to support the faculty of Cooper University Hospital, the affiliate hospital of Robert Wood Johnson Medical School, Camden, are appropriated for the same purpose. In addition to the unexpended balances, the language also provides that of the amount appropriated to the University of Medicine and Dentistry of New Jersey (UMDNJ) in FY 2011, \$5,690,000 is appropriated for faculty support of Cooper University Hospital.

The proposed language eliminates FY 2010 language that appropriated \$10,607,000 of the amount appropriated to UMDNJ for Cooper University Hospital to be administered by the Department of Health and Senior Services (DHSS) through a grant agreement. Under proposed FY 2011 language on page D-328, the \$10,607,000 will be allocated to Cooper University Hospital pursuant to a grant agreement with DHSS from the amount appropriated to Rowan University. This reflects the fact that Robert Wood Johnson Medical School, Camden, was relocated from UMDNJ to Rowan University under Executive Re-organization Plan 002-2009.

### Thomas A. Edison State College

Deletion

2010 Handbook: p. B-168  
2011 Budget:

~~For the purpose of implementing the appropriations act for the current fiscal year, the number of State funded positions at Thomas A. Edison State College shall be 239.~~

### Explanation

The FY 2010 budget language provided that there were 239 State funded positions at Thomas A. Edison State College. Similar language is not recommended in FY 2011 as a result of the Executive Branch proposal to merge Thomas A. Edison State College with Rutgers, the State University.

### Rowan University

EXPLANATION: FY 2010 language not recommended for FY 2011 denoted by strikethrough.  
Recommended FY 2011 language that did not appear in FY 2010 denoted by underlining.



## Significant Language Changes (Cont'd)

Revision

2010 Handbook: p. B-168  
2011 Budget: p. D-328

~~Of the sums hereinabove appropriated for Rowan University, \$500,000 is appropriated for the School of Engineering and \$215,000 is appropriated for the Camden Urban Center. These accounts shall be considered special purpose appropriations for accounting and reporting purposes.~~ Of the sums hereinabove appropriated for Rowan Medical School – Camden, \$7,800,000 is appropriated for Debt Service-Robert Wood Johnson Medical School, Camden, and \$10,607,000 is appropriated for affiliate hospital (Cooper University Hospital) support, including program and capital support that will benefit patients from Camden and the region, which funds shall be administered by the Department of Health and Senior Services, through a grant agreement, on behalf of Rowan University.

### Explanation

The FY 2010 language that is being eliminated provided that of the State funds appropriated to Rowan University, \$215,000 would be used to support the School of Engineering and \$215,000 would be used to support the Camden Urban Center.

The recommended FY 2011 language provides that of the State funds appropriated to Rowan Medical School, Camden, \$7,800,000 is appropriated for Debt Service-Robert Wood Johnson Medical School, Camden, and \$10,607,000 is appropriated for Cooper University Hospital for program and capital support to be administered by the Department of Health and Senior Services (DHSS) through a grant agreement. Similar language was included in the FY 2010 appropriations act under the University of Medicine and Dentistry of New Jersey, and the FY 2011 recommended language reflects the fact that Robert Wood Johnson Medical School, Camden, was relocated from UMDNJ to Rowan University under Executive Re-organization Plan 002-2009.

### **New Jersey City University**

Deletion

2010 Handbook: p. B-169  
2011 Budget:

~~Of the sums hereinabove appropriated for New Jersey City University, \$1,078,000 is appropriated for the A. Harry Moore Laboratory School and \$145,000 is appropriated for Tidelands Athletic Fields. These accounts shall be considered special purpose appropriations for accounting and reporting purposes.~~

### Explanation

The FY 2010 language provided that of the State funds appropriated to New Jersey City University, \$1,078,000 would be used to support the A. Harry Moore Laboratory School and \$145,000 to support the Tidelands Athletic Fields at New Jersey City University. The language

EXPLANATION: FY 2010 language not recommended for FY 2011 denoted by strikethrough.  
Recommended FY 2011 language that did not appear in FY 2010 denoted by underlining.

## Significant Language Changes (Cont'd)

is not recommended for continuation in FY 2011. It cannot be determined whether these program and activities will continue to be funded by the institution in FY 2011.

### Kean University

Deletion

2010 Handbook: p. B-169  
2011 Budget:

~~Of the sums hereinabove appropriated for Kean University, \$180,000 is appropriated for Emerging Needs/Academic Initiatives. This account shall be considered a special purpose appropriation for accounting and reporting purposes.~~

#### Explanation

The FY 2010 language provided that of the State funds appropriated to Kean University, \$180,000 would be used to support the Emerging Needs/Academic Initiatives at Kean University. This language is not recommended for continuation in FY 2011. It cannot be determined whether this item will continue to be funded by Kean University.

### William Paterson University of New Jersey

Deletion

2010 Handbook: p. B-169  
2011 Budget:

~~Of the sums hereinabove appropriated for William Paterson University of New Jersey, \$100,000 is appropriated for the New Jersey Project and \$65,000 is appropriated for Outcomes Assessment. These accounts shall be considered special purpose appropriations for accounting and reporting purposes.~~

#### Explanation

The FY 2010 language provided that of the State funds appropriated to William Paterson University, \$100,000 would be used to support the New Jersey Project and Outcomes Assessment at William Paterson University. This language is not recommended for continuation in FY 2011. It cannot be determined whether these items will continue to be funded by William Paterson University.

### Montclair State University

Deletion

2010 Handbook: p. B-170  
2011 Budget:

EXPLANATION: FY 2010 language not recommended for FY 2011 denoted by strikethrough.  
Recommended FY 2011 language that did not appear in FY 2010 denoted by underlining.

## Significant Language Changes (Cont'd)

~~Of the sums hereinabove appropriated for Montclair State University, \$1,050,000 is appropriated for the New Jersey State School of Conservation. This account shall be considered a special purpose appropriation for accounting and reporting purposes.~~

### Explanation

The FY 2010 language provided that of the State funds appropriated to Montclair State University, \$1,050,000 would be used to support the New Jersey State School of Conservation at Montclair State University. This language is not recommended for continuation in FY 2011.

### Ramapo College of New Jersey

Deletion

2010 Handbook: p. B-171  
2011 Budget:

~~Of the sums hereinabove appropriated for Ramapo College of New Jersey, \$200,000 is appropriated for the Governor William T. Cahill Recognition Programs. This account shall be considered a special purpose appropriation for accounting and reporting purposes.~~

### Explanation

The FY 2010 language provided that of the State funds appropriated to Ramapo College, \$200,000 would be used to support the Governor William T. Cahill Recognition Programs at Ramapo College. This language is not recommended for continuation in FY 2011. It cannot be determined whether this item will continue to be funded by Ramapo College.

### Higher Educational Services

Revision

2010 Handbook: p. B-172  
2011 Budget: p. D-345

~~Of the amounts hereinabove appropriated for senior public institutions of higher education, an amount up to 5.25% of the appropriation for each senior public institution of higher education shall be withheld until the institution certifies to the Director of the Division of Budget and Accounting in the Department of the Treasury that the institution has: 1) achieved or will achieve personnel related cost savings through wage freezes, furloughs, or other actions that provide savings equivalent to Fiscal Year 2010 savings that the negotiated self-directed furlough program for civilian State employees will achieve; 2) adopted travel policies that comply with executive branch travel restrictions for travel that is funded by State operating appropriations; 3) maintained institutional funding for Educational Opportunity Fund programs at the fiscal year 2009 levels; and 4) maintained institutional funding for the Education of Language Minority Students (ELMS) at the fiscal year 2009 levels. In the event that any institution cannot certify its compliance with this condition to the Director of the Division of Budget and Accounting in the Department of the Treasury by~~

EXPLANATION: FY 2010 language not recommended for FY 2011 denoted by strikethrough.  
Recommended FY 2011 language that did not appear in FY 2010 denoted by underlining.

## Significant Language Changes (Cont'd)

~~December 1, 2009, the appropriation withheld from that institution shall be reallocated to other public institutions of higher education by the State Treasurer based upon the recommendations of the Commission on Higher Education and the Director of the Division of Budget and Accounting in the Department of the Treasury.~~ Notwithstanding the provisions of any law or regulation to the contrary, the amount hereinabove appropriated for any senior public institution of higher education shall be reduced by an amount equal to twice the revenue derived by that institution by that portion of the average in-state undergraduate 2010 - 2011 tuition rates and required educational and general fees that exceeds 4% growth above the average in-state undergraduate 2009 - 2010 tuition rates and required educational and general fees, as determined by the Director of the Division of Budget and Accounting in the Department of the Treasury. Such determination shall be based upon a report to be provided to the Director of the Division of Budget and Accounting no later than October 1, 2010 by the New Jersey Commission on Higher Education as to undergraduate in-state tuition rates and required educational and general fees percentage changes between 2009 - 2010 and 2010 - 2011. In the event that a determination is made to reduce an appropriation (the "reduced amount") to a senior public institution due to these conditions, the State Treasurer shall determine that the reduced amount should be reallocated to all other public institutions or to only senior public institutions or county colleges, whereupon the reduced amount shall be distributed proportionately among the colleges in the category selected by the State Treasurer, subject to the approval of the Director of Budget and Accounting.

### Explanation

The FY 2010 language that is being eliminated provided that 5.25% of the appropriation for each senior public institution of higher education would be withheld until the institution certified to the Director of the Division of Budget and Accounting in the Department of Treasury that it had implemented certain cost saving measures, adopted certain travel policies, and maintained FY 2009 institutional funding levels for the Educational Opportunity Fund programs and the Education of Language Minority Students. If such certification was not provided, the State funds were to be reallocated to other public institutions.

The FY 2011 recommended budget language provides that the amount appropriated for any senior public institution of higher education will be reduced if that institution's in-state undergraduate 2010-2011 tuition rates and required educational and general fees exceed 4% growth above the average in-state undergraduate 2009-2010 tuition rates and required educational and general fees, as determined by the Director of the Division of Budget and Accounting in the Department of the Treasury. The reduction in State aid will equal twice the revenue derived by that institution by that portion of tuition and fee increases which exceed the 4% increase cap. In the event that such a reduction is made, the State Treasurer will reallocate the reduced amount to all other public institutions, or to only senior public institutions, or to only county colleges, proportionately among the colleges in the category selected by the State Treasurer.

### **Support to Independent Institutions**

EXPLANATION: FY 2010 language not recommended for FY 2011 denoted by strikethrough.  
Recommended FY 2011 language that did not appear in FY 2010 denoted by underlining.

## Significant Language Changes (Cont'd)

Deletion

2010 Handbook: p. B-187  
2011 Budget:

~~For the purpose of implementing the "Independent College and University Assistance Act," P.L.1979, c.132 (C.18A:72B-15 et seq.), the number of full-time equivalent students (FTE) at the eight State Colleges is 60,751 for fiscal year 2009. Receipts in excess of the amount hereinabove appropriated for Clinical Legal Programs for the Poor Seton Hall University, P.L.1996, c.52, are appropriated for the same purpose, subject to the approval of the Director of the Division of Budget and Accounting.~~

### Explanation

The FY 2010 language set the enrollment level by which the amount of State aid provided to the 14 independent colleges and universities would be calculated in FY 2010. The language also appropriated receipts in excess of the amount appropriated in FY 2010 for the Clinical Legal Programs for the Poor Seton Hall University for that same purpose. The language is not recommended for continuation in FY 2011 due to the fact that the Governor's recommended FY 2011 budget eliminates State funding for these programs.

### Supplemental Workforce Fund for Basic Skills

Revision

2010 Handbook: p. B-188  
2011 Budget: p. D-382

In addition to the amount hereinabove appropriated for ~~operational costs~~ Operational Costs, there is appropriated ~~\$16,000,000~~ \$14,000,000 from the Supplemental Workforce Fund for Basic Skills for ~~the same purpose~~ remedial courses provided at county colleges and all other monies in the Supplemental Workforce Fund are appropriated in the proportions set forth in N.J.S.A.34:15D-21 without regard to P.L. 2009, c. 199.

### Explanation

The New Jersey Supplemental Workforce Fund for Basic Skills (SWFBS) (P.L. 2001, c.152) receives a redirected portion of employer contributions that would have otherwise gone to the Unemployment Insurance Trust Fund. The primary goal of the Basic Skills Program is to promote adult literacy in the workplace by providing basic skills training for underemployed and employed workers. The FY 2011 recommended language appropriates \$14 million from the fund to offset the cost of remedial courses provided at the county colleges, a decrease of \$2 million from the FY 2010 adjusted appropriation.

The FY 2011 language also provides that all other funds in the Supplemental Workforce Fund are to be appropriated in the proportions originally set forth in N.J.S.A.34:15D-21, prior to the amendment of that section by P.L. 2009, c.199, which established the "New Jersey Basic Skills Training Program for Economic Growth Act." The act dedicated 13% of funds from the SWFBS

EXPLANATION: FY 2010 language not recommended for FY 2011 denoted by strikethrough.  
Recommended FY 2011 language that did not appear in FY 2010 denoted by underlining.

**Significant Language Changes (Cont'd)**

to the New Jersey Community College Consortium for Workforce and Economic Development, a part of the New Jersey Council of County Colleges, to provide basic skills training to qualified displaced, disadvantaged or employed workers. The act also addressed certain reporting requirements for the New Jersey Community College Consortium for Workforce and Economic Development.

EXPLANATION: FY 2010 language not recommended for FY 2011 denoted by strikethrough.  
Recommended FY 2011 language that did not appear in FY 2010 denoted by underlining.

## OFFICE OF LEGISLATIVE SERVICES

The Office of Legislative Services provides nonpartisan assistance to the State Legislature in the areas of legal, fiscal, research, bill drafting, committee staffing and administrative services. It operates under the jurisdiction of the Legislative Services Commission, a bipartisan body consisting of eight members of each House. The Executive Director supervises and directs the Office of Legislative Services.

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Individuals wishing information and committee schedules on the FY 2011 budget are encouraged to contact:

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