

**CALENDAR YEAR 2020
ORDINANCE TO EXCEED THE MUNICIPAL BUDGET APPROPRIATION LIMITS
AND TO ESTABLISH A CAP BANK
(N.J.S.A. 40A: 4-45.14)**

WHEREAS, the Local Government Cap Law, N.J.S.A. 40A: 4-45.1 et seq., provides that in the preparation of its annual budget, a municipality shall limit any increase in said budget to 2.5% unless authorized by ordinance to increase it to 3.5% over the previous year's final appropriations, subject to certain exceptions; and,

WHEREAS, N.J.S.A. 40A: 4-45.15a provides that a municipality may, when authorized by ordinance, appropriate the difference between the amount of its actual final appropriation and the 3.5% percentage rate as an exception to its final appropriations in either of the next two succeeding years; and,

WHEREAS, the Municipal Council of the City of New Brunswick in the County of Middlesex finds it advisable and necessary to increase its CY 2020 budget by up to 3.5% over the previous year's final appropriations, in the interest of promoting the health, safety and welfare of the citizens; and,

WHEREAS, the Municipal Council hereby determines that a 3.5 % increase in the budget for said year, amounting to \$766,271.34 in excess of the increase in final appropriations otherwise permitted by the Local Government Cap Law, is advisable and necessary; and,

WHEREAS, the Municipal Council hereby determines that any amount authorized hereinabove that is not appropriated as part of the final budget shall be retained as an exception to final appropriation in either of the next two succeeding years.

NOW THEREFORE BE IT ORDAINED, by the Municipal Council of the City of New Brunswick, in the County of Middlesex, a majority of the full authorized membership of this governing body affirmatively concurring, that, in the CY 2020 budget year, the final appropriations of the City of New Brunswick shall, in accordance with this ordinance and N.J.S.A. 40A: 4-45.14, be increased by 3.5 %, amounting to \$2,681,949.69, and that the CY 2020 municipal budget for the City of New Brunswick be approved and adopted in accordance with this ordinance; and,

BE IT FURTHER ORDAINED, that any amount authorized hereinabove that is not appropriated as part of the final budget shall be retained as an exception to final appropriation in either of the next two succeeding years; and,

BE IT FURTHER ORDAINED, that a certified copy of this ordinance as introduced *be filed with the Director of the Division of Local Government Services within five days of introduction*; and,

BE IT FURTHER ORDAINED, that a certified copy of this ordinance upon adoption, with the recorded vote included thereon, *be filed with said Director within five days after such adoption*.

**ADOPTED ON FIRST READING
DATED: June 3, 2020**


John A. Anderson
Council President

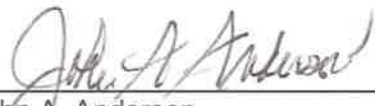

Leslie R. Zeledon
City Clerk

I, Leslie R. Zeledon, City Clerk of the City of New Brunswick, NJ, do hereby certify the foregoing Ordinance is a true copy of the Original Ordinance adopted on second and final reading at a regular meeting of the New Brunswick City Council at its meeting on: June 3, 2020
Leslie R. Zeledon, City Clerk
Any reproduction of the Original Ordinance must contain the raised seal of the City of New Brunswick to be legally certified.


COUNCILMEMBER	Y	N	AB	NON-VOTING	Y	N	AB
EGAN	X				X		
ESCOBAR			X				
FLEMING			X				

COUNCILMEMBER	Y	N	AB	NON-VOTING	Y	N	AB
EGAN							
ESCOBAR							
FLEMING							

ADOPTED ON SECOND READING
DATED: June 17, 2020




John A. Anderson
Council President



Leslie R. Zeledon
City Clerk

APPROVAL BY MAYOR ON THIS 18th **DAY OF** JUNE, 2020.

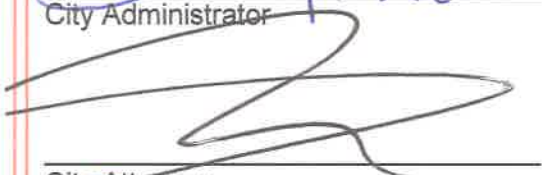


James M. Cahill
Mayor

APPROVALS:



City Administrator



City Attorney



Chief Financial Officer

EXPLANATORY STATEMENT - (Continued)

BUDGET MESSAGE

CAP CALCULATION

Total General Appropriations for 2019	94,523,063.00
Cap Base Adjustment:	
Subtotal	94,523,063.00
Exceptions Less:	
Total Other Operations	1,633,758.00
Total Uniform Construction Code	-
Total Interlocal Service Agreement	3,970,000.00
Total Additional Appropriations	-
Total Capital Improvements	238,654.00
Total Debt Service	6,761,450.00
Transferred to Board of Education	732,945.00
Type I School Debt	2,906,038.00
Total Public & Private Programs Judgements	1,070,407.00
Total Deferred Charges	160,000.00
Cash Deficit	
Reserve for Uncollected Taxes	422,677.00
Total Exceptions	17,895,929.00
Amount on Which CAP is Applied	76,627,134.00
<u>2.5% CAP</u>	1,915,678.35
Allowable Operating Appropriations before	
Additional Exceptions per (N.J.S.A. 40A:4-45.3)	78,542,812.35

CAP CALCULATION

Allowable Operating Appropriations before		
Additional Exceptions per (N.J.S.A. 40A:4-45.3)		78,542,812.35
Additions:		
New Construction (Assessor Certification)		242,066.37
2018 Cap Bank		735,731.11
2019 Cap Bank		744,136.17
Total Additions		1,721,933.65
Maximum Appropriations within "CAPS" Sheet 19 @	2.5%	80,264,746.00
Additional Increase to COLA rate.	3.5%	
Amount of Increase allowable.	1.0%	766,271.34
Maximum Appropriations within "CAPS" Sheet 19 @	3.5%	81,031,017.34

NOTE:

Sheet 3b

MANDATORY MINIMUM BUDGET MESSAGE MUST INCLUDE A SUMMARY OF:

1. HOW THE "CAP" WAS CALCULATED. (Explain in words what the "CAPS" mean and show the figures.)
2. A SUMMARY BY FUNCTION OF THE APPROPRIATIONS THAT ARE SPREAD AMONG MORE THAN ONE OFFICIAL LINE ITEM (e.g. if Police S & W appears in the regular section and also under "Operation Excluded from "CAPS" section, combine the figures for purposes of citizen understanding.)