

CFO 2000-12

New Jersey Department of Community Affairs
Division of Local Government Services

10/23/2000

Notice Number

Date

LOCAL FINANCE NOTICE

CHRISTINE TODD WHITMAN
GOVERNOR

JANE M. KENNY
COMMISSIONER

ULRICH H. STEINBERG, JR.
DIRECTOR

CALENDAR YEAR 2001 MUNICIPAL BUDGET CAP INDEX RATE

Pursuant to N.J.S.A. 40A4-45.1a, the Director of the Division of Local Government Services must promulgate the index rate applicable to municipal and county budget caps.

Based on the Implicit Price Deflator for State and Local Government, calculated by the United States Department of Commerce, Bureau of Economic Analysis, (September 2000, survey of Current Business), the index rate for CY 2001 is **four percent (4.0%)**.

A municipality, by ordinance, may increase the aforementioned percentage up to five percent under the provisions set forth in N.J.S.A. 40A:4-45.14(b). The procedure for utilizing this option and a model ordinance are on the back of this page.

If you have any questions regarding this determination, please call the Bureau of Financial Regulation and Assistance at (609) 292-4806.



Ulrich H. Steinberg, Jr., Director
Division of Local Government Services

Distribution:

Registered Municipal Accountants

County and Calendar Year Municipalities: Chief Financial Officer

Director's Office
(609) 292-6613

Local Government
Research
(609) 292-6110

Financial Regulation
and Assistance
(609) 292-4806

Local Finance
Board
(609) 292-0479

Local Management
Services
(609) 292-7842

Authority Regulation
(609) 984-0132

Fax
(609) 984-7388

101 South Broad Street

P.O. Box 803
<http://www.state.nj.us/dca/lgs>

Trenton, New Jersey 08625-0803