

LOCAL FINANCE NOTICE

CY 2002 Statement of State Aid

Enclosed with this Local Finance Notice is your municipality's Statement of State Aid.

Statements have been e-mailed to Chief Financial Officers who participate in GovConnect and mailed through regular mail to Tax Collectors. The CFO should **immediately provide** this information to the Tax Collector. A spreadsheet with the data for all municipalities is available on the Division's web site at:

www.nj.gov/dca/lgs/muniaid/aidmenu.htm.

The Statement must either be printed on your municipality's property tax bill, or reproduced and included as an insert with the tax bill sent to property owners. Local Finance Notices 92-11 and CTC-95-1 have additional background information on the process. The Statement is required pursuant to N.J.S.A. 54:4-65.

Extraordinary Aid

Recipients of Extraordinary Aid in CY 2002 must remember that Extraordinary Aid is designed to provide short-term local property tax relief resulting from extraordinary circumstances beyond the control of the municipality. Municipalities that receive aid are expected to take the appropriate budgetary and financial measures necessary to eliminate the need for Extraordinary Aid next year.

Statement of State Aid

The formula for calculating the amount of aid on the Statement includes the following programs:

The Municipal Government line includes:

- Consolidated Municipal Property Tax Relief Aid (entire amount prior to pension savings reduction)
- Energy Receipts Tax — all payments
- Legislative Initiative Municipal Block Grant
- Extraordinary Aid
- Garden State Trust Payment in Lieu of Taxes

The Local and Regional School District line includes:

- Department of Education allocation of State aid funds.
- Regional district aid is apportioned on the same basis as property taxes for the district.

- Estimates of the State's payment and social security costs and Type 1 and Type 2 debt service aid (even though actually paid to the municipality). Unlike in prior years, there is no pension appropriation made in FY 2003.

The County portion includes:

- CY 2002 estimated cost savings from the State program assuming certain human service costs, which took effect in 1991
- CY 2002 State resources utilized in the assumption of county court costs
- Apportionment of State education aid provided to County Special Services and Vocational Education Districts (including social security costs and debt service aid)

A certification must be completed by the tax collector and sent to the Division certifying mailing of the Statement of State Aid. The certification is on the bottom of the enclosed Statement.

If your Statement is needed for reproduction and was damaged in transit or otherwise unusable, please call the Division at (609) 292-4806 for a replacement. Please share this notice and the form with your Chief Financial Officer immediately.

Distribution: Via GovConnect to Chief Financial Officers to distribute to Tax Collector
Regular mail to all Tax Collectors

«Muni»

New Jersey Department of Community Affairs
 Division of Local Government Services
STATEMENT OF STATE AID FOR CY 2002 PROPERTY TAX BILLS

This Statement may be reproduced as a separate form to be included with tax bills, or the amounts may be used for computer programs printing the Statement directly on tax bills. The Certification must be completed and submitted to the Division of Local Government Services once tax bills have been mailed. The form must be substantially similar to this, while wording may be changed to accommodate available space as long as meaning is maintained.

Municipality: «Municipality»

County: «County»

The budgets of the government agencies funded by this tax bill include State funding used to reduce local property taxes as follows:

Municipal Government
Local & Regional School District(s)
County Government

State Aid **REAP Program Tax Credit**
 «Municipal_Aid» «Muni_REAP»
 «School_Aid» «School_REAP»
 «County_Aid» «County_REAP»

NEW JERSEY DIVISION OF LOCAL GOVERNMENT SERVICES
CERTIFICATION OF STATEMENT OF STATE AID MAILING

(to be completed by the Tax Collector)

I, _____, Tax Collector of «Municipality» in «County» County, hereby certify that tax bills mailed for (at minimum) the third and fourth quarters of 2002 included the required Statement of State Aid. Attached hereto is a copy of the Statement or Tax Bill containing the Statement, as mailed in accordance with Local Finance Notices 92-11 and CTC 2002-1.

Certified by: _____

Signature

License # _____

Date _____