

ASSEMBLY, No. 428

STATE OF NEW JERSEY

219th LEGISLATURE

PRE-FILED FOR INTRODUCTION IN THE 2020 SESSION

Sponsored by:

Assemblyman GREGORY P. MCGUCKIN

District 10 (Ocean)

Assemblyman JOHN CATALANO

District 10 (Ocean)

SYNOPSIS

Requires State aid reduction to municipalities and school districts by amount of accumulated absences paid to employees upon their retirement.

CURRENT VERSION OF TEXT

Introduced Pending Technical Review by Legislative Counsel.



(Sponsorship Updated As Of: 2/3/2020)

1 **AN ACT** concerning State aid payments to school districts and
2 municipalities, amending N.J.S.40A:4-76, and supplementing
3 Title 40A of the New Jersey Statutes, Title 52 of the Revised
4 Statutes, and P.L.2007, c.260 (C.18A:7F-43 et al.).

5
6 **BE IT ENACTED** *by the Senate and General Assembly of the State*
7 *of New Jersey:*

8
9 1. N.J.S.40A:4-76 is amended to read as follows:
10 40A:4-76. The director shall examine the budget filed in his
11 office with reference to all estimates of revenue and to the
12 following appropriations:

- 13 a. Payment of interest and debt redemption charges.
14 b. Deferred charges and statutory expenditures.
15 c. Cash deficit of preceding year.
16 d. Reserve for uncollected taxes.
17 e. Other reserves and nondisbursement items.

18 The director shall also examine the budget for detail and
19 accuracy of itemization and for compliance as to form, arrangement
20 and content with the provisions of this chapter and the regulations
21 of the local government board.

22 The director shall also ensure that, in the case of a municipality,
23 the budget contains information about the amount paid by a
24 municipality to its employees for accumulated absences upon their
25 retirement in the previous budget year, as required in section 2 of
26 P.L. , c. (C.) (pending before the Legislature as this bill).
27 (cf: N.J.S.40A:4-76)

28
29 2. (New section) Every municipality shall report to the
30 Director of the Division of Local Government Services annually, as
31 part of its budget, the amount paid by a municipality to its
32 employees for accumulated absences upon their retirement in the
33 previous budget year. The director shall forward this information to
34 the State Treasurer no later than June 1 of each year.

35
36 3. (New section) The State Treasurer shall reduce the total
37 amount of financial assistance provided to a municipality in the
38 next succeeding State fiscal year from Consolidated Municipal
39 Property Tax Relief Aid, Energy Tax Receipts Property Tax Relief
40 Aid, Extraordinary Aid or Transitional Aid to Localities, or any
41 combination thereof, by the amount paid by a municipality to its
42 employees for accumulated absences upon their retirement in the
43 previous budget year and reported to him by the Director of the
44 Division of Local Government Services pursuant to section 2 of
45 P.L. , c. (C.) (pending before the Legislature as this
46 bill).

EXPLANATION – Matter enclosed in bold-faced brackets **[thus]** in the above bill is
not enacted and is intended to be omitted in the law.

Matter underlined thus is new matter.

