August 25, 2020

I. Proposed Budget Holds ETR/CMPTRA Level

II. 2020 Transportation Alternatives Set-Aside Program Funding Opportunity

**Municipal Clerks:** Please forward to your Mayor, Governing Body and Department Heads.

To assist in providing guidance and information we have created a [COVID-19 resource page](#). We will continue to update the page as we get pertinent information and include announcements in our Daily Updates.

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I. Proposed Budget Holds ETR/CMPTRA Level

Today, in Piscataway, Governor Murphy presented his revised budget proposal for State Fiscal Year 2021 (SFY ’21) to the Legislature and people of New Jersey. If adopted by the Legislature, as is, the budget would hold combined appropriations for Energy Tax Receipts Property Tax Relief (ETR) and Consolidated Municipal Property Tax Relief Aid (CMPTRA) level for the balance of the year.

While level funding is not full funding, Governor Murphy continues to propose budgets without further deep cuts to these vital, unrestricted, statewide municipal property tax relief programs.

The proposal also calls for level funding in Transitional Aid, Capital City Aid, Open Space Payments in Lieu of Taxes, and Highlands Protection Fund Aid. It would reduce funding for the Division of Local Government’s Shared Services and School Consolidation assistance grants program, from $10 million to $3 million. And, it would eliminate funding ($4 million in SFY ’20) for Meadowlands Tax-Sharing Payments.

As the Legislature considers the Governor’s proposal, we will work with our Meadowlands municipalities to ensure that their property taxpayers get the relief to which they are
The Governor also asked the Legislature to authorize a $120 million local government emergency fund, to be administered by the Department of Community Affairs (DCA). This program is intended to defray eligible municipal public safety and public health expenses, in the 12 counties that did not receive direct federal funding through the CARES Act’s Coronavirus Relief Fund (CRF). This fund is also meant to support municipal investments in emergency dispatch and public health resilience. The budget proposal also looks to provide $32 million in federal funding to help those 12 counties, and municipalities therein, respond to the pandemic.

The Governor’s proposal would fully fund the Homestead Benefit and Senior Freeze property tax relief programs.

The proposal will now be considered and debated by the Senate Budget and Appropriations Committee and by the Assembly Budget Committee, which will work to produce an Appropriations Act to govern State spending, through June, 2021. That bill will need to be passed by both Houses and sent to the Governor before the current, extended Fiscal Year ends on September 30.

In the meantime, we will continue our review of the proposal and our advocacy on behalf of all New Jersey municipalities. And, we will keep you posted.

Contact: Jon Moran, Senior Legislative Analyst, jmoran@njlm.org, 609-695-3481 x121.

II. 2020 Transportation Alternatives Set-Aside Program Funding Opportunity

Applications are now being accepted for the 2020 Transportation Alternatives Set-Aside Program. This solicitation is administered by NJDOT in partnership with the NJTPA and the other MPO’s. The TA Set-Aside program provides federal funds for community based “non-traditional” surface transportation related projects designed to strengthen the cultural, aesthetic, and environmental aspects of the nation’s surface transportation intermodal system. New with this solicitation is an emphasis on equity and environmental justice. For the full announcement, including information on associated webinars, visit the League’s Grant News Flash.

Details about the program including types of projects that are eligible and how the awards are administered can be found on both the NJDOT website and the NJTPA website. The application deadline is November 24.