

BOROUGH OF MAYWOOD

NOTICE IS HEREBY GIVEN that the following proposed Ordinance was introduced and passed on first reading at a meeting of the Mayor and Council held on Tuesday, April 28, 2026 and that said Ordinance will be further considered for final passage at a meeting of the Mayor and Council to be held on Tuesday, June 9, 2026 at 7:00pm at Borough Hall, 15 Park Avenue, Maywood, New Jersey at which time and place all persons interested will be given an opportunity to be heard concerning same. Copies of the ordinance in full are posted in Borough Hall and available on the Borough's website.

ORDINANCE #6-26

CALENDAR YEAR 2026 ORDINANCE TO EXCEED THE MUNICIPAL BUDGET APPROPRIATION LIMITS AND TO ESTABLISH A CAP BANK (N.J.S.A. 40A: 4-45.14)

Barbara L. Dispoto, RMC/CMC
Borough Clerk

Here's a summary of the key points from **Ordinance #6-26** of the Borough of Maywood, NJ:

Purpose: This ordinance authorizes the Borough of Maywood to exceed the standard municipal budget appropriation limit and establish a "Cap Bank" for Calendar Year 2026, under New Jersey law (N.J.S.A. 40A: 4-45.14).

Key Points:

The Cap Law framework — Under NJ's Local Government Cap Law, municipalities are normally limited to a 1.50% budget increase over the prior year, but may authorize up to 3.50% by passing an ordinance.

What the Borough is doing — The Borough Council is exercising its right to increase the CY 2026 budget by the full 3.50%, which amounts to **\$501,803.47** over the prior year's final appropriations.

The extra 1.50% increase — The difference between the standard 1.50% cap and the authorized 3.50% equals **\$215,058.63**. This additional authority is deemed necessary to promote the health, safety, and welfare of residents.

Cap Bank provision — Any portion of the authorized 3.50% increase that is *not* actually appropriated in the final budget is "banked" and can be carried over as an exception to spending limits in either of the next two succeeding budget years.

[The Ordinance in full can be read at the following link:](#)

[https://www.maywoodnj.com/vertical/sites/%7B3F816141-7A2D-4412-8A8D-6C5C2C1C1341%7D/uploads/05-26_Temp_Road_closures_during_school_arrival-dismissal\(1\).pdf](https://www.maywoodnj.com/vertical/sites/%7B3F816141-7A2D-4412-8A8D-6C5C2C1C1341%7D/uploads/05-26_Temp_Road_closures_during_school_arrival-dismissal(1).pdf)