

Analyzing the Impact of Changing your Community's CPA Surcharge*

To understand the impact of a reduction in your community's CPA surcharge, consider the example provided below. If your community reduces its surcharge, it stands to lose revenues in two different ways: 1) local CPA surcharge collections decrease; 2) Round 1 CPA distribution revenues based on these collections are then reduced.

Community:

Southwick

	Current: 3.00%	Proposed: 1.00%	Difference
Local CPA surcharge revenues (FY 2013)	\$251,288	\$83,763	-\$167,525
State Match Round 1	\$131,235.33	\$43,745	-\$87,490
State Match Round 2	\$97,943	\$0	-\$97,943
State Match Round 3	\$22,109	\$0	-\$22,109
Total Revenue (State Match + Local Surcharge)	\$502,575	\$127,508	-\$375,067
State Match Percentage	100.00%	52.23%	
Percent Change in Total CPA Revenue:			-75%

*This example is based on the November 2013 distribution of funds from the statewide CPA Trust Fund.

