

LEGISLATIVE STATEMENT OF R. S. 40:11-15.1 and 16.1
Trenton, N. J.
(Payment of Insurance Premiums by Municipality or County)

These sections derived from former sections R. S. 40:11-15 and 16 (which were repealed by the same act which created the new sections).

R. S. 40:11-15 and 16

Laws 1924, Chapter 70

This act forbade the city or municipality to pay more than 25% premium.

Amended by:

Laws 1947, Chapter 231, sec. 2 - S-45 - Introduced February 10, 1947 by Senator Redding.

Not amended during passage.

This act allows smaller counties to pay all of the price of the premiums.

It had the following statement:

Under the present law, twenty-five per centum of the premiums for group life insurance for municipal and county employees can be paid by a municipality or county. There are no provisions for any plan of group health and accident insurance for such employees.

It is felt that municipal and county employees should be entitled to participate in the benefits of both group life insurance and group health and accident insurance. In the smaller counties of this State, many county employees receive salaries or wages that do not permit them to pay any part of the premiums on group life insurance policies, and they are thus unable to obtain the benefits of group life insurance.

This bill will give municipal and county employees the benefits of participating in both types of group insurance and allow the smaller counties to pay all or any part of the premiums if they so desire.

Laws 1949, Chapter 166 - S-196 - Introduced March 10, 1949 by Mr. Hess

Had the following statement:

The purpose of this bill is to remove the limit of 25% of the insurance premium that a municipality may contribute on group life insurance policies for municipal employees. The bill permits each municipality to decide its own amount of participation.

This bill is sponsored by the N. J. State League of Municipalities.

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These sections were further amended by

Laws 1954, Chapter 165 - S-202

The bill had no statement.

Laws 1960, Chapter 180, sec. 1 and 2 - S-113 - Introduced February 1 by Sandman & Cowgill

Amended in the Senate (copy of original bill and amendments enclosed).

No statement on the bill

RS/jmk

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	40:11-15	40:11-15.1	40:11-16	40:11-16.1	40:11-16.2
1924 orig. bill	Permits municipality or city employees to have deductions for life insurance.	None	Municipality or city may pay up to 25% of the premiums.	None	None
1947 amendment	Permits municipality or city employees to have deductions for life or health ins.	None	Municipality or city may pay up to 25% of the premiums.	Sixth class counties (notwithstanding any other law) may pay part or all of prem.	None
1949 amendment	Permits municipality or county employees to have deductions for life or health insurance.	None	County may pay up to 25% of the premiums.	Sixth class counties (notwithstanding any other law) may pay part or all of prem.	<u>Municipality may pay part or all of premium.</u>
1954 amendment	Permits municipality or county employees to have deductions for life, health, hospital, medical & surgical ins.	None	Municipality or county may pay part or all of premiums.	Repealed by this act.	Repealed by this act.
1960 amendment	Repealed	Mun., county or school district employees may have deductions for life, health, hospital, med. and surg. ins for selves and families.	Repealed	Municipality, county or school district may pay part or all of premiums.	Repealed previously.

SENATE, No. 113

STATE OF NEW JERSEY

INTRODUCED FEBRUARY 1, 1960

By Senators SANDMAN and COWGILL

Referred to Committee on State, County and Municipal Government

AN ACT concerning counties, municipalities, school districts, or agencies thereof in relation to certain group insurance programs, and repealing sections 40:11-15 and 40:11-16 of the Revised Statutes.

1 BE IT ENACTED *by the Senate and General Assembly of the State of New*
2 *Jersey:*

1 1. In any county, municipality, school district, or agency thereof where
2 the employees of the county, municipality, school district, or agency thereof
3 have or shall have formed themselves into groups for the purpose of obtain-
4 ing the advantages of a group plan of life insurance, a group plan of health
5 and accident insurance, a group plan for any hospital service or a group plan
6 for medical and surgical insurance, or 1 or more of them, for themselves, or
7 for themselves and their husbands or wives and dependent children under
8 19 years of age, the governing body of the county, municipality, school dis-
9 trict, or agency thereof, when written petitions and authorizations signed
10 by the employees as individuals, are filed with the receiving and disbursing
11 officer of the county, municipality, school district, or agency thereof, may au-
12 thorize, by resolution, the deductions specified in the written petitions and
13 authorizations, and the payment of them to the designated fiscal agent of the
14 group. Nothing herein contained shall be deemed to authorize coverage of
15 dependents of an employee under a group life insurance policy or to allow

16 the issuance of a group life insurance policy on which the entire premium is
17 to be derived from funds contributed by the insured employees.

1 2. Whenever a group has or shall have been established in accordance
2 with the provisions of section 1 of this act, the governing body of the county,
3 municipality, school district, or agency thereof in which the group or groups
4 are formed, may pay, as additional compensation to the individual members
5 of the group or groups, a part or all of the premium on the group policy or
6 policies covering themselves, or themselves and their husbands or wives and
7 dependent children under 19 years of age.

8 Nothing herein contained shall be construed as compelling the governing
9 body of any county, municipality, school district, or agency thereof to pay
10 any portion of the premium on such group or groups.

1 3. Sections 40:11-15 and 40:11-16 of the Revised Statutes are repealed.

1 4. This act shall take effect immediately.

SENATE COMMITTEE AMENDMENT TO

SENATE, No. 113

STATE OF NEW JERSEY

ADOPTED APRIL 11, 1960

Amend page 1, section 1, line 2, after "municipality," omit "school district,"; after "thereof", insert " , or the employees of the school district who are in the classified service of civil service,".

APPROVED Jan. 18, 1961

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3 service, have or shall have formed themselves into groups for the purpose of
4 obtaining the advantages of a group plan of life insurance, a group plan of
5 health and accident insurance, a group plan for any hospital service or a group
6 plan for medical and surgical insurance, or 1 or more of them, for themselves,
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9 trict, or agency thereof, when written petitions and authorizations signed
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14 group. Nothing herein contained shall be deemed to authorize coverage of
15 dependents of an employee under a group life insurance policy or to allow

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

16 the issuance of a group life insurance policy on which the entire premium is
17 to be derived from funds contributed by the insured employees.

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