

40A:10-36

LEGISLATIVE HISTORY CHECKLIST
Compiled by the NJ State Law Library

NJSA: 40A:10-36

(Joint health insurance)

LAWS OF: 1990

CHAPTER: 120

Bill No: S297

Sponsor(s): Lynch

Date Introduced: Pre-filed

Committee: Assembly: Insurance

Senate: County & Municipal Government

Amended during passage: Yes Amendments during passage denoted by asterisks.

Date of Passage: Assembly: October 1, 1990

Senate: April 5, 1990

Date of Approval: November 30, 1990

Following statements are attached if available:

Sponsor statement: Yes

Committee Statement: Assembly: Yes

Senate: Yes

Fiscal Note: No

Veto Message: No

Message on signing: No

Following were printed:

Reports: No

Hearings: No

KBG/SLJ

Do Not
Remove
Library

77

STATE OF NEW JERSEY

PRE-FILED FOR INTRODUCTION IN THE 1990 SESSION

By Senator LYNCH

1 AN ACT permitting local units to provide certain group insurance
2 through joint insurance funds and amending P.L.1983, c.372.

3

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

6 1. Section 1 of P.L.1983, c.372 (C.40A:10-36) is amended to
7 read as follows:

8 1. 1a.¹ The governing body of any local unit ¹, including any
9 contracting unit as defined in section 2 of P.L.1971, c.198
10 (C.40A:11-2),¹ may by resolution or ordinance, as appropriate,
11 agree to join together with any other local unit or units to
12 establish a joint insurance fund for the purpose of insuring against
13 liability, property damage, and workers' compensation as
14 provided in Articles 3 and 4 of chapter 10 of Title 40A of the
15 New Jersey Statutes, and providing contributory or
16 non-contributory group health insurance ¹or group term life
17 insurance, or both,¹ to employees ¹[and group health insurance
18 to] or¹ their dependents ¹or both,¹ and may appropriate such
19 moneys as are required therefor. ¹[As used in this section,
20 "health insurance shall mean health insurance as defined pursuant
21 to N.J.S.17B:17-4 or service benefits as provided by health
22 service corporations, hospital service corporations or medical
23 service corporations authorized to do business in this State and
24 "dependent" shall mean dependent as defined pursuant to
25 N.J.S.40A:10-16.]

26 b. As used in this section:

27 (1) "life insurance" means life insurance as defined pursuant to
28 N.J.S.17B:17-3;

29 (2) "health insurance" means health insurance as defined
30 pursuant to N.J.S.17B:17-4 or service benefits as provided by
31 health service corporations, hospital service corporations or
32 medical service corporations authorized to do business in this
33 State; and

34 (3) "dependent" means dependent as defined pursuant to
35 N.J.S.40A:10-16.¹

36 (cf: P.L.1989, c.253, s.1)

37 2. This act shall take effect immediately, but shall remain
38 inoperative for 180 days following enactment in order to allow
39 sufficient time for the preparation of rules and regulations to
40 implement its provisions.

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.

Matter enclosed in superscript numerals has been adopted as follows:

¹ Assembly AIN committee amendments adopted September 10, 1990.

INSURANCE

1

2

3 Permits local units to obtain certain group health and life

4 insurance through joint insurance funds.

STATE OF NEW JERSEY

Introduced Pending Technical Review by Legislative Counsel

PRE-FILED FOR INTRODUCTION IN THE 1990 SESSION

By Senator LYNCH

1 AN ACT permitting local units to provide certain group insurance
2 through joint insurance funds and amending P.L.1983, c.372.

3

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

6 1. Section 1 of P.L.1983, c.372 (C.40A:10-36) is amended to
7 read as follows:

8 1. The governing body of any local unit may by resolution or
9 ordinance, as appropriate, agree to join together with any other
10 local unit or units to establish a joint insurance fund for the
11 purpose of insuring against liability, property damage, and
12 workers' compensation as provided in Articles 3 and 4 of chapter
13 10 of Title 40A of the New Jersey Statutes, and providing
14 contributory or non-contributory group health insurance to
15 employees and group health insurance to their dependents, and
16 may appropriate such moneys as are required therefor. As used in
17 this section, "health insurance shall mean health insurance as
18 defined pursuant to N.J.S.17B:17-4 or service benefits as
19 provided by health service corporations, hospital service
20 corporations or medical service corporations authorized to do
21 business in this State and "dependent" shall mean dependent as
22 defined pursuant to N.J.S.40A:10-16.

23 (cf: P.L.1983, c.372, s.1)

24 2. This act shall take effect immediately, but shall remain
25 inoperative for 180 days following enactment in order to allow
26 sufficient time for the preparation of rules and regulations to
27 implement its provisions.

28

29

STATEMENT

30

31 This bill would permit local units to obtain group health
32 insurance for employees and their dependents through joint
33 insurance funds.

34 The creation of a joint insurance fund permits two or more
35 local units to combine for the purpose of securing insurance
36 coverage and allowing local units to achieve insurance cost
37 savings made possible through risk-pooling. Currently, the law
38 permits local units to establish joint insurance funds for the

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.

1 purpose of insuring against liability, property damage, and
2 workers' compensation, as provided in Articles 3 and 4 of chapter
3 10 of Title 40A of the New Jersey Statutes.

4

5

LOCAL GOVERNMENT

6

7

8

Permits local units to obtain certain group health insurance
through joint insurance funds.

ASSEMBLY INSURANCE COMMITTEE

STATEMENT TO

SENATE, No. 297

with Assembly committee amendments

STATE OF NEW JERSEY

DATED: SEPTEMBER 10, 1990

The Assembly Insurance Committee reports favorably Senate Bill No. 297 with committee amendments.

As amended, the bill permits local units to obtain group health or life insurance for employees and their dependents through joint insurance funds.

The creation of a joint insurance fund permits two or more local units to combine for the purpose of securing insurance coverage and allowing local units to achieve insurance cost savings made possible through risk-pooling. Currently, the law permits local units to establish joint insurance funds for the purpose of insuring against liability, property damage, and workers' compensation, as provided in Articles 3 and 4 of chapter 10 of Title 40A of the New Jersey Statutes.

The committee amended the bill to permit local units to obtain group life insurance, as well as health insurance, through joint insurance funds and to provide definitions for the terms "health insurance," "life insurance," and "dependent." The amendments also include technical changes to reflect the most recent version of the law.

SENATE COUNTY AND MUNICIPAL
GOVERNMENT COMMITTEE

STATEMENT TO

SENATE, No. 297

STATE OF NEW JERSEY

DATED: MARCH 19, 1990

The Senate County and Municipal Government Committee favorably reports Senate Bill No. 297.

Senate Bill No. 297 permits local units to obtain group health insurance for employees and their dependents through joint insurance funds.

The creation of a joint insurance fund permits two or more local units to combine for the purpose of securing insurance coverage and allowing local units to achieve insurance cost savings made possible through risk-pooling. Currently, the law permits local units to establish joint insurance funds for the purpose of insuring against liability, property damage, and workers' compensation, as provided in Articles 3 and 4 of chapter 10 of Title 40A of the New Jersey Statutes.

This bill was pre-filed for introduction in the 1990 session pending technical review. As reported, the bill includes the changes required by technical review which has been performed.