## 30:1-12

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(Social Services-regulation & payment)

LAWS OF: 1990				CHAPTER: 66	
Bill No:	1990				
Sponsor(s):	\$2725				
Date Introduced: June 4, 1990					
Committee: Assembly:					
	Senate:	County & Appropriat		Government; Revenue, Finance &	
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Date of Pass	age: Asse	mbly:	June 19,	1990	
	Sena	te:	June 18,	1990	
Date of Approval: July 17, 1990					
Following statements are attached if available:					
Sponsor statement:			Yes		
Committee S	Statement:	Assembly:	No		
		Senate:	Yes	6-14-90 & 6-13/14-90	
Fiscal Note:			No		
Veto Message:			No		
Message on signing:			No		
Following were printed:					
Reports:		Yes			
Hearings:			No		

(over)

Report, mentioned in clippings:

974.90 F491 1988d	New Jersey. State and Local Expenditure and Revenue Policy Commission. Final report1988. July 8, 1988. Trenton.
974.90 F491	New Jersey. State and Local Expenditure and Revenue policy Summary final report. July, 1988.
974.90 F 491 1988a	New Jersey. State AND Local Expenditure and Revenue Policy Commission. Final report1988. (Draft. April 14, 1988)
974.90 S678 199 <b>9</b>	New Jersey, County and Municipal Government Study Commission. The delivery of human serviæes within New Jersey. 1990.

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KBG/SLJ

## [FIRST REPRINT] **SENATE, No. 2725**

## STATE OF NEW JERSEY

#### INTRODUCED JUNE 4, 1990

#### By Senators CONTILLO, ORECHIO, AMBROSIO. FELDMAN and DALTON

AN ACT concerning the regulation of and payment for certain social and welfare services and amending and supplementing parts of the statutory law.

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

1. R.S.30:1-12 is amended to read as follows:

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8 30:1-12. a. The Legislature finds that the Commissioner of 9 Human Services is obligated by State and federal law to assure 10 that programs that serve eligible, low-income, handicapped, elderly, abused, and disabled persons are provided in an 11 12 accessible, efficient, cost-effective and high quality manner. In 13 order to meet these ends, the commissioner must have sufficient 14 authority to require institutions and agencies that are under his direct or indirect supervision to meet State and federal 15 16 mandates. This authority is especially necessary given the 17 manner in which certain services are provided by county or local 18 agencies, but are funded in whole or part by the State. The Legislature finds that the commissioner must have the authority 19 20 to establish rules, regulations and directives, including incentives 21 and <sup>1</sup>[penalties] sanctions<sup>1</sup>, to assure that these institutions and 22 agencies are providing services in a manner consistent with these 23 mandates.

24 b. The commissioner shall have power to determine all matters 25 relating to the unified and continuous development of the 26 institutions and noninstitutional agencies within his jurisdiction. 27 He shall determine all matters of policy and shall have power to 28 regulate the administration of the institutions or noninstitutional 29 agencies within his jurisdiction, correct and adjust the same so 30 that each shall function as an integral part of a general system. The rules, regulations, orders and directions issued by the 31 32 commissioner pursuant thereto, for this purpose shall be accepted 33 and enforced by the executive having charge of any institution or 34 group of institutions or noninstitutional agencies or any phase of 35 the work within the jurisdiction of the department.

36 In order to implement the public policy of this State concerning 37 the provision of charitable, hospital, relief and training 38 institutions established for diagnosis, care, treatment, training,

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 <u>thus</u> is new matter. Matter enclosed in superscript numerals has been adopted as follows: Senate SCM committee amendments adopted June 14, 1990.

rehabilitation and welfare of persons in need thereof, 1 for 2 research and for training of personnel, and in order that the 3 personnel, buildings, land, and other facilities provided be most 4 effectively used to these ends and to advance the public interest, 5 the commissioner is hereby empowered to classify and designate from time to time the specific functions to be performed at and 6 7 by any of the aforesaid institutions under his jurisdiction and to 8 designate, by general classification of disease or disability, age or 9 sex, the classes of persons who may be admitted to, or served by, 10 these institutions or agencies.

In addition to and in conjunction with its general facilities and services for the mentally ill, mentally retarded and tuberculous, the department may at its discretion establish and maintain specialized facilities and services for the residential care, treatment and rehabilitation of persons who are suffering from chronic mental or neurological disorders, including, but not limited to alcoholism, drug addiction, epilepsy and cerebral palsy.

The commissioner shall have the power to regulate the 18 administration of agencies under his supervision including, but not 19 20 limited to, municipal and county welfare agencies. The commissioner may issue rules, regulations, orders and directions 21 to assure that programs administered by the agencies are 22 financially and programmatically efficient and effective, and to 23 establish incentives and impose <sup>1</sup>[penalites] sanctions<sup>1</sup> to assure 24 the appropriate operation of programs and compliance with State 25 and federal laws and regulations. 26

<sup>1</sup>In addition, the commissioner shall have the authority to:

28 (1) review and approve county and municipal welfare agency
29 budgets; and

(2) take over and operate county or municipal welfare 30 operations in situations in which the commissioner determines 31 that the welfare board is failing to substantially follow federal or 32 33 State law, thereby placing clients, who are dependent on public assistance benefits to survive in a humane and healthy manner, at 34 35 serious risk. In this situation, the commissioner shall have the authority to bill the county for the cost of such operations and 36 37 for necessary changes to assure that services are provided to 38 accomplish federal and State mandates in an effective and 39 efficient manner.

No rule, regulation, order or direction shall abridge the
 authority of a county or municipal welfare agency to establish
 wages and terms and conditions of employment for its employees
 through collective negotiation with an authorized employee
 organization pursuant to P.L.1984, c.14 (C.44:7-6.1 et seq.).<sup>1</sup>

45 (cf: P.L.1971, c.384, s.8)

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46 2. Section 86 of P.L.1965, c.59 (C.30:4-165.3) is amended to 47 read as follows:

48 86. Whenever any [mentally retarded] <u>developmentally</u> 49 <u>disabled</u> person is admitted to residential services the

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commissioner or his designated agent shall notify the county 1 adjuster of the county in which that person is resident who shall 2 3 proceed to determine legal settlement in accordance with R.S.30:4-49 and 30:4-73 [of this Title]. The State, [the county of 4 settlement, if any,] the [mentally retarded] person or his estate 5 and his legally responsible relatives shall be responsible for the 6 costs of his care in residential services, except that any order for 7 payment shall be issued independently of any order of 8 commitment to the care and custody of the commissioner or to 9 guardianship. 10

11 If arrangements are made which are satisfactory to the 12 institution for payment of the cost of care and treatment of the 13 [mentally retarded] person and if the chief executive officer or 14 his designated agent is satisfied that the [mentally retarded] 15 person requires residential services and should be admitted then 16 he shall be so admitted without reference of the matter to the 17 county adjuster for presentation to the court.

18 (cf: P.L.1966, c.82, s.2)

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 3. Section 27 of P.L.1951, c.138 (C.30:4C-27) is amended to

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 read as follows:

27. Pursuant to the providing of care, custody or guardianship 21 for any child, in accordance with the provisions of this act, the 22 23 [Bureau of Childrens Services] Division of Youth and Family Services may expend such sums as may be necessary for the 24 reasonable and proper cost of maintenance, including board, 25 26 lodging, clothing, medical, dental, and hospital care, or any other similar or specialized commodity or service as the needs of any 27 28 such child may require, except that the [bureau] division shall not 29 maintain a clothing warehouse for the distribution of clothing to 30 children under its jurisdiction. In lieu thereof, the [bureau] 31 division may pay foster parents caring for children under their 32 supervision a sufficient amount to enable them to purchase necessary clothing items required by the children from the local 33 34 merchants of the locality in which they reside. Such maintenance costs [shall be chargeable against State and county funds as made 35 available in accordance with article 4 of this act, except that] 36 and the total cost of hospital care for children as provided for 37 herein shall be borne by the State [and contributions required to 38 be paid by the counties toward the cost of maintenance of the 39 children involved shall include no part of the cost of such hospital 40 care]. However, no costs shall be chargeable if incurred earlier 41 than the date of the child's acceptance in care as provided in 42 43 section 12 hereof, or earlier than the date of an order of 44 commitment to guardianship as provided in section 20 hereof.

45 Whenever a medical or psychological examination shall be 46 required for any child as a condition to providing care or custody, 47 or whenever the [Bureau of Childrens Services] <u>division</u> avails 48 itself of the facilities and services of any privately sponsored 49 agency or institution, the cost of the examination or service shall be a proper charge against State [and county] funds, within the
limits of available appropriations, in the same manner and extent
as expenditures for maintenance.

4 In providing care, custody or guardianship for any child or in the course of determining the eligibility of any child for care, 5 6 custody or guardianship in accordance with the provisions of this act, the [Bureau of Childrens Services] division may avail itself of 7 8 the facilities and services of any privately sponsored agency or 9 institution, with due regard to the religious background of the 10 child, which complies with those rules and regulations as 11 established pursuant to this act, paying such fees for service as 12 may be mutually agreed upon by the [bureau] division and the 13 privately sponsored agency or institution providing service.

14 Whenever a child under care, custody or guardianship is in need 15 of operation, anaesthesia, diagnostic tests or treatment, the [Bureau of Childrens Services] division may give its consent 16 17 thereto. A consent to operation, anaesthesia, diagnostic tests or 18 treatment when given by the [Bureau of Childrens Services] 19 division on behalf of any child receiving care, custody or 20 guardianship shall be deemed legal and valid for all purposes with 21 respect to any person or hospital affording service to such child pursuant to and in reliance upon such consent. 22

Nothing contained herein shall modify the provisions of section
6 of the act of which this act is amendatory.

25 (cf: P.L.1962, c.197, s.28)

4. Section 30 of P.L.1951, c.138 (C.30:4C-30) is amended to
 read as follows:

30. [Except as provided in section 27 hereof relating to hospital care, the] <u>The</u> cost of maintenance provided under this act for or on behalf of any child shall be [shared 75%] <u>borne</u> by the State [and 25% by that county where such child may be or may have been at the time of the filing of an application seeking care or custody or at the time of the filing of a petition seeking guardianship].

The Governor shall fix and determine and state in his annual budget message a sum sufficient to pay the estimated amount required to carry into effect the provisions of this act, together with the deficiencies, if any, incurred in the previous year. The Legislature shall include the amount so determined and stated, in the annual appropriations bill.

[Payments from State funds appropriated for the provision of maintenance as authorized by this act shall be made monthly in advance by the State Treasurer, on the warrant of the Director of the Division of Budget and Accounting to the Division of Youth and Family Services, upon statements furnished by the division, approved by the Department of Human Services.]

The division may fix the rate of per capita payment for the maintenance of children in each State program and subprogram, including the allowance for clothing.

1 [The division shall annually fix and determine and report to the 2 board of chosen freeholders of each county a sum sufficient to 3 pay the estimated amount of the county's proportionate share of maintenance. Each board of chosen freeholders shall appropriate 4 and make available such amount to the order of the division. 5 Should the amount so appropriated, however, be expended or 6 exhausted during the year and for the purpose for which it was 7 appropriated, additional sums shall be appropriated by such board 8 of chosen freeholders as occasion demands to carry out the 9 10 provisions of this act, from funds in the county treasury available therefor. Where such county funds are not available or adequate, 11 12 or should there be no such county funds, such additional sums shall be raised by temporary loans or notes, certificates of 13 14 indebtedness or temporary loan bonds, to be issued as otherwise 15 provided and limited by law for counties of this State, and the 16 amounts necessary to pay such obligations shall be placed in the budget for the next ensuing fiscal year. 17

Payments from county funds appropriated for the provision of maintenance as authorized by this act shall be made monthly in advance by the treasurer of the county to the division on the basis of commitments for such county upon bills furnished by the division.]

23 (cf: P.L.1985, c.8, s.6)

5. Section 32 of P.L.1951, c.138 (30:4C-32) is amended to read
as follows:

26 32. Whenever a child receiving care, custody, or guardianship as provided by this act has died, and an investigation by the 27 28 Division of Youth and Family Services discloses that there are 29 insufficient funds from any other source to provide proper burial, 30 such division shall authorize the expenditure of an amount 31 reasonably necessary to provide proper burial for such child, and 32 such amount shall be a proper charge against State [and county] 33 funds, within the limits of available appropriations, in the same 34 manner and extent as expenditures for maintenance.

The amount reasonably necessary to provide proper burial shall be determined by the average cost for a proper burial and funeral charged by funeral directors in the locality in which the child is buried.

39 (cf: P.L.1985, c.282, s.1)

40 6. Section 23 of P.L.1947, c.156 (C.44:8-129) is amended to 41 read as follows:

23. In each year the commissioner shall determine the amount 42 43 of State aid which each municipality shall receive in such year, and the same shall be distributed by the commissioner among the 44 45 various municipalities making application therefor to the 46 commissioner before July 1 of such year, except those in which 47 public assistance shall be administered by the commissioner for 48 all or any part of such year, by the payment to each municipality of [75%] <sup>1</sup>[90%] 100%<sup>1</sup> of its "current year's public assistance 49

1 load."

<sup>1</sup>[This percentage shall be known as the "public assistance
 percentage."]<sup>1</sup>

4 (cf: P.L.1968, c.139, s.3)

5 7. Section 2 of P.L.1959, c.86 (C.44:10-2) is amended to read 6 as follows:

2. Eligible dependent children living in New Jersey and the 7 8 parent or parents or relative or relatives with whom they are 9 living shall be entitled to financial assistance, to be paid for by the <sup>1</sup>county,<sup>1</sup> State and federal governments in accordance with 10 the provisions of section 5 of P.L.1959, c.86 (C.44:10-5), and 11 other services from the county welfare agency of the county in 12 13 which they reside, which shall be administered in accordance with and governed by requirements, conditions, limitations and 14 15 procedures similar to those established by chapter 7 of Title 44 of the Revised Statutes excepting [sections] R.S.44:7-3, 44:7-5, 16 17 44:7-14 to 44:7-16, inclusive and R.S.44:7-25. Notwithstanding any provision to the contrary, no natural or adoptive parents with 18 a dependent child as defined in section 1(c)(1)(iii) shall be eligible 19 20 to receive assistance where the insufficiency of income or 21 resources is the direct result of (a) a voluntary cessation of 22 employment within 90 days prior to the date of application which 23 such voluntary cessation shall include unemployment due to 24 inappropriate work habits resulting in discharge from employment 25 or (b) a voluntary assignment or transfer of property within 1 year prior to the time of application for the purpose of qualifying 26 27 for public assistance.

Additionally, application for or receipt of aid to families with 28 29 dependent children shall operate as an assignment, pursuant to Titles IV-A and IV-D of the Social Security Act, to the county 30 31 welfare agency of any rights to support from any other person that the applicant or recipient may have on his own behalf or on 32 33 behalf of any other family member for whom the applicant or recipient is applying for or receiving assistance. The assignment 34 35 shall terminate with respect to current support rights upon a determination by the director of the county welfare agency that 36 37 the person is no longer eligible for aid to families with dependent 38 children except with respect to the amount of any unpaid support obligation that has accrued. 39

40 (cf: P.L.1980, c.172, s.1)

41 8. Section 5 of P.L.1959, c.86 (C.44:10-5) is amended to read 42 as follows:

5. The State shall pay to each county welfare agency the full amount of any funds received by the State from the Federal Government as Federal participation with respect to expenditures made by such county welfare agency for aid to families with dependent children <sup>1</sup>(AFDC)<sup>1</sup>, plus an additional amount <sup>1</sup>[equal to [75%] <u>90%</u> of the balance of such expenditures after deducting the amount of such Federal participation], to bring the total Federal and State share of expenditures for AFDC to 95%<sup>1</sup>, plus, for aid provided to families with dependent children as defined in section 1(c) 1(ii) and (iii) of this act (C.44:10-1), the entire amount of such expenditures that exceed the level of expenditures in 1976 for aid to families of the working poor pursuant to P.L.1971, c.209 (C.44:13-1 et seq.), after deduction for Federal participation.

8 The State shall also pay to each county welfare agency the full 9 amount of any funds received by the State from the Federal 10 Government as Federal participation with respect to the costs of 11 administration of the program of aid to families with dependent 12 children by such county welfare agency.

13 (cf: P.L.1977, c.127, s.5)

9. Section 3 of P.L.1951, c.139 (C.44:7-40) is amended to read
as follows:

3. The State shall pay to each county welfare board the full amount of any funds received by the State from the Federal Government as Federal participation with respect to expenditures made by such county welfare board for assistance for the permanently and totally disabled, plus [an additional amount equal to 75% of] the balance of such expenditures after deducting the amount of such Federal participation.

The State shall also pay to each county welfare board the full amount of any funds received by the State from the Federal Government as Federal participation with respect to the costs of administration of the program of assistance for the permanently and totally disabled by such county welfare board.

28 (cf: P.L.1968, c.139, s.5)

29 10. Section 44 of P.L.1962, c.197 (C.44:7-46) is amended to 30 read as follows:

44. The State shall pay to each county welfare board the full
amount of any funds received by the State from the Federal
Government as Federal participation with respect to expenditures
made by such county welfare board for assistance for the blind,
plus [an additional amount equal to 75% of] the balance of such
expenditures after deducting the amount of such Federal
participation.

The State shall also pay to each county welfare board the full amount of any funds received by the State from the Federal Government as Federal participation with respect to the costs of administration of the program of assistance for the blind by such county welfare board.

43 (cf: P.L.1968, c.139, s.6)

11. <sup>1</sup>[(New section) In determining the final appropriations
upon which a county shall calculate its permissible tax levy for
the 1991 local fiscal year pursuant to section 2 of P.L.1976, c.68
(C.40A:4-45.2), the county shall deduct from its final
appropriations:

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a. an amount equal to the additional amount to be received by

the county from the State from July 1 through December 31, 1991 pursuant to this act as certified by the State Treasurer; and

b. an amount equal to the amount appropriated by the county in the 1990 local fiscal year for those purposes which are borne entirely by the State from July 1 through December 31, 1991, pursuant to this act.] R.S.44:7-25 is amended to read as follows:

7 44:7-25. State's share; additional payment. The State shall 8 pay to each county welfare board the full amount of any funds 9 received by the State from the Federal Government as Federal 10 participation with respect to expenditures made by such county welfare board for old age assistance, including burial and funeral 11 12 expenses and terminal medical and nursing costs, plus [an 13 additional amount equal to 75% of] the balance of such 14 expenditures after deducting the amount of such Federal participation. The State shall also pay to each county welfare 15 16 board the full amount of any funds received by the State from the Federal Government as Federal participation with respect to the 17 18 costs of administration of the program of old age assistance by such county welfare board.<sup>1</sup> 19

(cf: P.L.1968, c.139, s.2)

12. <sup>1</sup>[(New section) In determining the final appropriations
upon which a county shall calculate its permissible tax levy for
the 1992 fiscal year, the county shall deduct from its final
appropriations for the 1991 local fiscal year:

a. an amount equal to the amount by which the amount to be received by the county from the State in the 1992 local fiscal year pursuant to this act exceeds the amount received by the county pursuant to this act in the 1991 local fiscal year as certified by the State Treasurer; and

b. an amount equal to the amount appropriated by the county in
the 1991 local fiscal year for those purposes which are borne
entirely by the State in the 1992 local fiscal year pursuant to this
act.] Section 3 of P.L.1973, c.256 (C.44:7-87) is amended to read
as follows:

3. The commissioner shall:

a. Enter into agreements with the government to secure the
administration of supplementary payments by the government for
such time and upon such conditions as the commissioner may in
his discretion deem appropriate.

b. Promulgate, alter and amend such rules, regulations and
directory orders as are necessary and proper:

42 (1) To implement the terms of the agreement with the
43 government for the administration by the government of
44 supplementary payments; and

45 (2) To secure social services for eligible persons, and for such
46 other aged, blind or disabled persons as the commissioner may
47 designate.

c. Transfer State or welfare board funds, or both, currently
appropriated for this State's participation in the federal

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categorical assistance programs of "Old Age Assistance," 1 R.S.44:7-3 to R.S.44:7-37; "Assistance for the Blind," P.L.1962, 2 3 c.197 (C.44:7-43 to 44:7-49) and "Permanent and Total Disability Assistance," P.L.1951, c.139 (C.44:7-38 to 44:7-42) and any funds 4 5 which may in the future be appropriated for the payment of 6 supplementary payments, to the government in such amounts and 7 at such times as the commissioner shall deem appropriate in order to provide for supplementary payments to eligible persons 8 9 in this State.

d. Pay to the government such funds as are necessary to 10 reimburse the government's expenses in collecting additional 11 information needed for the State to make eligibility 12 13 determinations for medical assistance under the "New Jersey Medical Assistance and Health Services Act," P.L.1968, c.413 14 (C.30:4D-1 to 30:4D-19).15

Require welfare boards to perform such eligibility 16 e. determinations as the commissioner may deem necessary for the continuation of the New Jersey Medical Assistance Program under the New Jersey Medical Assistance and Health Services 19 Act, P.L.1968, c.413. The commissioner shall pay to the counties 20 a reasonable amount to reimburse the welfare boards for their 21 expenses in making such eligibility determinations. 22

23 f. [Assess welfare boards at the beginning of each fiscal year 24 in the same proportion that the counties currently participate in 25 the federal categorical assistance programs, in order to obtain the amount of each county's share of supplementary payments 26 27 for eligible persons in this State, based upon the number of eligible persons in the county. The assessment shall be made as 28 29 of January 1, 1974 for fiscal year 1974. In the event that the assessment against welfare boards in any one year exceeds the 30 31 amount annually transferred to the government for the counties' portion of supplementary payments, the commissioner shall 32 33 return the excess to the welfare boards in the same proportion as that used by the commissioner in assessing the welfare boards for 34 35 the fiscal year involved.] (Deleted by amendment, P.L., c. .)

36 g. Take appropriate steps to secure maximum federal financial 37 participation in providing assistance to eligible persons residing in 38 residential health care facilities.

39 h. Ensure that any eligible person residing in a rooming or 40 boarding house or residential health care facility has reserved to 41 him a monthly amount, from payments received under the provisions of the act to which this act is a supplement or from 42 43 any other income, as a personal needs allowance. The personal 44 needs allowance may vary according to the type of facility in which an eligible person resides, but in no case shall be less than 45 46 \$25.00 per month.

Ensure that any eligible person who receives medical 47 i. 48 assistance under subparagraph 4(a) of subsection a. or under 49 paragraph (11), (13) or (14) of subsection b. of section 6 of

P.L.1968, c.413 (C.30:4D-6) receives \$10.00 per month, in 1 2 addition to benefits received pursuant to 42 U.S.C. § 1382(e)(1)(B). If the government cannot administer this \$10.00 3 4 monthly increase, the commissioner shall administer this increase 5 and shall ensure that this increase is not considered income for 6 Supplemental Security Income program purposes. However, if the 7 government increases the benefit level under 42 U.S.C. § 1382(e)(1)(B), the commissioner shall allow the government to 8 9 administer this increase and shall reduce its payment to an 10 eligible recipient by an equal amount.<sup>1</sup>

11 (cf: P.L.1985, c.286, s.2)

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12  $^{1}$ 13. Section 4 of P.L.1973, c.256 (C.44:7-88) is amended to 13 read as follows:

4. Welfare boards shall:

a. be relieved of those duties and responsibilities, under "Old 15 Age Assistance," R.S.44:7-3 to R.S.44:7-37, "Permanent and 16 Total Disability Assistance," P.L.1951, c.139 (C.44:7-38 to 17 44:7-42), and "Assistance for the Blind," P.L.1962, c.197 18 (C.44:7-43 to 44:7-49), that the government has assumed under 19 the Supplemental Security Income Program and under the 20 agreement between the government and this State. Welfare 21 shall retain, to the extent determined by 22 boards the commissioner, the responsibility for the performance of all the 23 functions under the above laws that the government will not 24 perform pursuant to the agreement between the State and the 25 26 government.

b. Provide social services to those persons designated to
receive such services pursuant to section 3b(2) of this act.

29 c. [Pay to the commissioner the amount assessed by the 30 commissioner under section 3f of this act.] (Deleted by 31 amendment, P.L., c. .)<sup>1</sup>

32 (cf: P.L.1973, c.256, s.4)

<sup>114</sup>. (New section) For each local fiscal year, or portion 33 thereof, in which a service or function associated with the 34 provisions of this act is assumed by the State, the county shall 35 deduct from its final appropriations upon which its permissible 36 37 county tax levy is calculated the amount which the county expended for that service or function during the last full budget 38 39 year, or portion thereof, for which the service or function so 40 transferred was funded from appropriations in the county budget.<sup>1</sup> <sup>1</sup>15. (New Section) If the commissioner determines that any 41 42 municipal Local Assistance Board or County Welfare Board has 43 failed to administer their respective programs in accordance with applicable State and federal laws and regulations, the 44 commissioner shall have the authority to take the following 45 46 action:

47 a. Take the necessary administrative and programmatic
48 changes necessary to ensure compliance with State and federal
49 law and regulation and bill the municipality and county for the

reasonable expenses incurred by the department in ensuring 1 2 compliance; 3 b. Hire any consultant or undertake any studies of the agency 4 operations deemed appropriate; 5 c. Direct expenditures of the county or municipal welfare 6 agency in a reasonable and prudent manner to effectuate the 7 purposes of their respective program, including reallocating funds 8 within the county or municipal welfare agency budget and 9 determine additional amounts of revenue needed to implement 10 the programs within the agency's budget: 11 d. Operate the county or municipal welfare agency; and e. Do all acts necessary or appropriate to ensure that the 1213 needs of eligible public assistance recipients are met pursuant to State and federal law.<sup>1</sup> 14 <sup>1</sup>16. Section 3 of P.L.1947, c.156 (C.44:8–109) is amended to 15 read as follows: 16 3. It is hereby declared to be the public policy of this State 17 that every needy person shall, while in this State, be entitled to 18 19 receive such public assistance as may be appropriate with reference to need of a category of persons and whether or not 20 21 such persons are employable, and that the [furnishing] funding of 22 such public assistance is the responsibility of the State and the administration is primarily the duty of the municipalities and of 23 civic and charitable organizations but that all needy persons not 24 25 otherwise provided for under the laws of this State shall 26 hereafter receive public assistance pursuant to law and the 27 provisions of this act. 28 It is also the public policy of this State that there are two 29 distinct categories of persons who may be eligible for financial 30 assistance in accordance with the provisions of this act, those 31 who are employable and those who are unemployable, as those 32 terms are defined in section 2 of this act (C.44:8-108). The 33 commissioner may set differing levels of assistance for these 34 categories.<sup>1</sup> 35 (cf: P.L.1977, c. 286, s.2) <sup>1</sup>17. Section 8 of P.L.1947, c.156 (C.44:8–114) is amended to 36 37 read as follows: 38 8. [Every municipality] The State shall provide, through each municipality, public assistance to the persons eligible therefor,

39 <u>municipality</u>, public assistance to the persons eligible therefor, 40 residing therein or otherwise when so provided by law, which 41 <u>assistance</u> shall be <u>fully funded by the State and</u> administered by 42 a local assistance board according to law and in accordance with 43 this act and with such rules and regulations as may be 44 promulgated by the commissioner.

As hereinafter provided, employable persons receiving public assistance shall be required, except when good cause exists, to perform such public work as shall be assigned to them by the Division of Employment Services in the Department of Labor or, in the manner described herein, by the director of welfare of the 1 municipality providing public assistance.

2 The division shall provide for the establishment of public work 3 programs for the assignment of employable persons in receipt of public assistance. Public work may include the performance of 4 5 work for the municipality providing public assistance, or the 6 performance of work in the operation of or in an activity of a 7 nonprofit agency or institution pursuant to a contract with the 8 municipality. Public work projects to which employable persons 9 are assigned by the division may include work for other levels of 10 government besides the municipality, and shall be approved by the Commissioner of the Department of Labor. If a recipient is 11 injured while performing work assigned by the division or a 12 municipal welfare director pursuant to this act, liability for such 13 injury shall be assumed by the State, pursuant to the Workers' 14 Compensation Act, R.S.34:15-1 et seq. 15 No State agency, municipality or any governmental or nonprofit agency or 16 institution which has contracted with the division or a 17 municipality pursuant to this act, or its employees, shall be liable 18 in a civil suit for damages for any injury sustained by a recipient 19 while performing work required by this act. 20

The director of welfare in the municipality shall notify the 21 division of persons in receipt of public assistance who, in his 22 judgment, and in accordance with the regulations established by 23 24 the Commissioner of Human Services, are able to perform work. 25 From the time that he has so notified the division until such time as the division shall assign such persons to a public work project, 26 27 the director of welfare shall assign such employable persons to 28 perform public work if such work is available, and shall notify the 29 division. The division may approve any such employment assigned 30 by the director of welfare without further need for assignment or 31 reassignment or may make another assignment. In assigning 32 public work, the director of welfare or the division, as the case 33 may be, shall be satisfied that such employable persons will not be used to replace any regular employees of any department or 34 35 unit of such municipality.

In assigning persons to public work in a nonprofit agency or institution, the division or the director of welfare, as the case may be, shall also be satisfied that such assignment will not result in the displacement of regular employees of the agency or institution.

The Commissioner of Labor shall establish regulations
concerning the appropriateness of work-site assignments.

Persons performing such work assigned by the division or the director of welfare shall work only the number of hours equal to the amount of their grant divided by an hourly wage rate commensurate with beginning regular employees similarly employed. Performance of such work shall result in payment to the person of his public assistance grant.

Any person who without good cause fails or refuses to report

for or to perform work to which he has been assigned by the director of welfare or the division shall thereupon become ineligible for public assistance for a period of 90 days, which shall commence at the end of the current benefit period and at the end of which the person shall again become eligible for public assistance; provided that he reports for and performs work to which he has been assigned or shows his willingness to do so.

8 Good cause for failure or refusal to report for or to perform 9 work shall include, but shall not be limited to: working conditions 10 which are a substantial risk to health and safety; physical inability to engage in a particular type of work; or lack of a 11 reasonable means of transportation. 12

13 Willingness to report for or to perform work shall be demonstrated by maintaining a current registration with the 14 division; by reporting to a division office upon request and 15 providing all required information; by reporting for employment 16 interviews as scheduled by the division; by accepting employment 17 or better employment when offered, whether or not the offer is 18 made through or referred by the division; by accepting training 19 20 for employment as offered when the person is unemployed; and by continuing in employment training, unless the person has good 21 22 cause to fail or refuse to report for or to perform the work to which the person has been assigned.<sup>1</sup> 23

24 (cf: P.L.1985, c.471, s.1)

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<sup>1</sup>[13.] 18.<sup>1</sup> This act shall take effect July 1, 1991 <sup>1</sup>, except for section 14, which shall take effect immediately<sup>1</sup>.

#### HUMAN SERVICES

Provides for regulation and payment of certain social services.

S2725

8

1 act. 2 13. This act shall take effect July 1, 1991. 3 4 5 STATEMENT 6 7 This bill provides financial relief to counties and municipalities through increased State support for social service programs. It 8 9 provides property tax relief to taxpayers by requiring the 10 counties to reduce their budgets commensurate with the increased State assistance. 11 The bill also provides the Commissioner of Human Services 12 with more specific authority to oversee the implementation of 13 social service programs at the local level in order to ensure that 14 services are delivered in the most efficient, appropriate and 15 16 cost-effective manner. The bill provides for the following: 17 The State will assume 100% of the cost of residential services 18 for developmentally disabled persons. 19 The State will assume 100% of the cost of maintenance for 20 children in the custody of the Division of Youth and Family 21 22 Services. The State's share of costs for assistance to the permanently 23 24 and totally disabled and the blind (SSI) will increase from 75% to 100%. 25 26 The State's share of municipal assistance costs will increase 27 from 75% to 90%. The State's share of AFDC will increase from 75% to 90% of 28 29 the county's cost. The Commissioner of Human Services is authorized to issue 30 31 regulations to ensure that programs of county and municipal welfare agencies are financially and programmatically efficient 32 and effective. 33 34 35 HUMAN SERVICES 36 37 38 Provides for regulation and payment of certain social services.

SENATE COUNTY AND MUNICIPAL GOVERNMENT COMMITTEE

STATEMENT TO

## **SENATE, No. 2725**

#### with Senate committee amendments

## STATE OF NEW JERSEY

#### DATED: JUNE 14, 1990

The Senate County and Municipal Government Committee reports favorably Senate Bill No. 2725 (corrected copy) with committee amendments.

Senate Bill No. 2725 (corrected copy), as amended by the committee, provides financial relief to counties and municipalities through increased State support for social service programs. It provides property tax relief to taxpayers by requiring the counties to reduce their budgets commensurate with the increased State assistance.

The bill also provides the Commissioner of Human Services with more specific authority to oversee the implementation of social service programs at the local level in order to ensure that services are delivered in the most efficient, appropriate and cost-effective manner.

The bill provides for the following:

The State will assume 100% of the cost of residential services for developmentally disabled persons.

The State will assume 100% of the cost of maintenance for children in the custody of the Division of Youth and Family Services.

The State's share of costs for assistance to the permanently and totally disabled and the blind (SSI) will increase from 75% to 100%.

The State's share of municipal assistance costs will increase from 75% to 100%.

The State's share of AFDC will increase from 75% to 95% of the county's cost.

The Commissioner of Human Services is authorized to issue regulations to ensure that programs of county and municipal welfare agencies are financially and programmatically efficient and effective.

The committee amended the bill by making various technical and clarifying language changes. The committee also replaced the word "penalities" with the word "sanctions" to soften the approach to be used by the commissioner to assure compliance with the law. The committee also provided the Commissioner of Human Services with additional authority to review and approve county and municipal welfare agency budgets and to take over and operate those operations under certain conditions when those clients face serious risk. Additionally, the committee amended the bill to clarify that the funding of public assistance is the responsibility of the State and its administration is primarily the duty of municipalities and of civic and charitable organizations. Further, the committee amended the bill to clarify that the State shall provide, through each municipality, public assistance to public assistance clients, which assistance shall be fully funded by the State and administered by a local assistance board.

Finally, the committee provided that no rule, regulation, order or direction shall abridge the authority of a county or municipal welfare agency to establish wages and terms and conditions of employment for its employees through collective negotiation with an authorized employee organization.

## SENATE REVENUE, FINANCE AND APPROPRIATIONS COMMITTEE

## STATEMENT TO

# [FIRST REPRINT] SENATE, No. 2725

## STATE OF NEW JERSEY

#### DATED: JUNE 13-14, 1990

The Senate Revenue, Finance and Appropriations Committee favorably reports Senate Bill No. 2725 [1R].

Senate Bill No. 2725 [1R] increases State support for social service programs. Accordingly, each county will be required to reduce its final appropriations by the amount the county is no longer paying for these services. In addition, the bill increases the authority of the Commissioner of the Department of Human Services to oversee the implementation of social service programs on the local level as well as approve budgets and operate programs in certain circumstances.

Specifically, the bill provides that the State will assume 100% of the following costs: residential services for developmentally disabled persons, maintenance for children in the custody of the Division of Youth and Family Services, municipal assistance, and assistance to the permanently and totally disabled and the blind (SSI). The bill also provides that the State share will increase from 75% to 95% for Aid to Families with Dependent Children (AFDC).

## FISCAL IMPACT

At this time, a fiscal note has not been prepared by the Office of Legislative Services. Prior to the amendments to the bill in the previous committee, the Department of Human Services had estimated that the reduction in costs to all counties would be approximately \$216 million.