

30:9-87

2/9/88

LEGISLATIVE HISTORY CHECKLIST

NJSA: 30:9-87

(Hospitals-- supplies--allow joint purchases through non-profit association)

LAWS OF: 1987

CHAPTER: 224

Bill No: S2608

Sponsor(s): Hirkala

Date Introduced: October 2, 1986

Committee: Assembly: Health and Human Welfare

Senate: Institutions, Health and Welfare

Amended during passage: No

Date of Passage: Assembly: June 8, 1987

Senate: November 10, 1986

Date of Approval: July 30, 1987

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

DELETED COPY

SENATE, No. 2608
STATE OF NEW JERSEY

INTRODUCED OCTOBER 2, 1986

By Senator HIRKALA

Referred to Committee on Institutions, Health and Welfare

AN ACT concerning contracts by county and municipal hospitals
in certain cases and amending P. L. 1985, c. 287.

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

1 1. Section 1 of P. L. 1985, c. 287 (C. 30:9-87) is amended to read
2 as follows:

3 1. Notwithstanding the provisions of the "Local Public Contracts
4 Law," P. L. 1971, c. 198 (C. 40A:11-1 et seq.) to the contrary, a
5 hospital or institution for the aged and disabled operated under the
6 authority of chapter 9 of Title 30 of the Revised Statutes by a
7 county or municipality, or a county-operated facility licensed by
8 the State Department of Health as a long term care facility, may
9 enter into any contract and make any arrangement with any other
10 such hospital or with any other State, federal or privately owned
11 hospital, or any medical school, or other health related facility
12 having or using hospital services or facilities for the joint pur-
13 chase of any material, supply or service *through* [from] a private
14 nonprofit hospital association.

1 2. This act shall take effect immediately.

STATEMENT

This bill amends P. L. 1985, c. 287 (C. 30:9-87) to clarify that hospitals operating under the authority of chapter 9 of Title 30 of the Revised Statutes by a county or municipality may enter into a contract and make arrangement with any hospital, medical school or health related facility having or using hospital services or

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 printed in italics *thus* is new matter.

facilities for the joint purchase of any material, supply or service through, rather than from, a private non-profit hospital association.

This technical amendment fulfills the intent of the statute to enable government hospitals to avail themselves of the lower prices offered by participation in the New Jersey Hospital Association Group Purchasing Program.

HEALTH CARE FACILITIES AND PROVIDERS

Amends P. L. 1985, c. 287 to allow hospitals to enter contracts with other hospitals for the joint purchase of supplies through a non-profit hospital association.

SENATE, No. 2608

STATE OF NEW JERSEY

INTRODUCED OCTOBER 2, 1986

By Senator HIRKALA

Referred to Committee on Institutions, Health and Welfare

AN ACT concerning contracts by county and municipal hospitals
in certain cases and amending P. L. 1985, c. 287.

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

1 1. Section 1 of P. L. 1985, c. 287 (C. 30:9-87) is amended to read
2 as follows:

3 1. Notwithstanding the provisions of the "Local Public Contracts
4 Law," P. L. 1971, c. 198 (C. 40A:11-1 et seq.) to the contrary, a
5 hospital or institution for the aged and disabled operated under the
6 authority of chapter 9 of Title 30 of the Revised Statutes by a
7 county or municipality, or a county-operated facility licensed by
8 the State Department of Health as a long term care facility, may
9 enter into any contract and make any arrangement with any other
10 such hospital or with any other State, federal or privately owned
11 hospital, or any medical school, or other health related facility
12 having or using hospital services or facilities for the joint pur-
13 chase of any material, supply or service *through* **[from]** a private
14 nonprofit hospital association.

1 2. This act shall take effect immediately.

STATEMENT

This bill amends P. L. 1985, c. 287 (C. 30:9-87) to clarify that hospitals operating under the authority of chapter 9 of Title 30 of the Revised Statutes by a county or municipality may enter into a contract and make arrangement with any hospital, medical school or health related facility having or using hospital services or

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 printed in italics thus is new matter.

facilities for the joint purchase of any material, supply or service through, rather than from, a private non-profit hospital association.

This technical amendment fulfills the intent of the statute to enable government hospitals to avail themselves of the lower prices offered by participation in the New Jersey Hospital Association Group Purchasing Program.

HEALTH CARE FACILITIES AND PROVIDERS

Amends P. L. 1985, c. 287 to allow hospitals to enter contracts with other hospitals for the joint purchase of supplies through a non-profit hospital association.

ASSEMBLY HEALTH AND HUMAN RESOURCES
COMMITTEE

STATEMENT TO

SENATE, No. 2608

STATE OF NEW JERSEY

DATED: FEBRUARY 2, 1987

The Assembly Health and Human Resources Committee reports favorably Senate Bill No. 2608.

This bill amends P. L. 1985, c. 287 (C. 30:9-87) to clarify that county and municipal hospitals and nursing homes may contract or arrange with other hospitals or similar health care facilities for the joint purchase of materials, supplies or services "through" a private nonprofit hospital association, rather than "from" such an association as currently provided in the law.

This amendment fulfills the intent of P. L. 1985, c. 287 to allow county and municipal hospitals and long term care facilities to purchase items through the group purchasing program operated by the New Jersey Hospital Association, which has documented substantial savings to participating hospitals.

This bill is identical to Assembly Bill No. 3546 which the committee also reported on this date.

SENATE INSTITUTIONS, HEALTH AND WELFARE
COMMITTEE

STATEMENT TO

SENATE, No. 2608

STATE OF NEW JERSEY

DATED: OCTOBER 27, 1986

The Senate Institutions, Health and Welfare Committee favorably reports Senate Bill No. 2608.

This bill amends P. L. 1985, c. 287 (C. 30:9-87) concerning joint purchasing by county and municipal hospitals and long term care facilities, to clarify that these public facilities may enter into a contract and make arrangement with any other hospital or similar health care facility for the joint purchase of materials, supplies or services through, instead of from as the law currently provides, a private nonprofit hospital association.

P. L. 1985, c. 287 was enacted to permit county and municipal hospitals and long term care facilities to purchase drugs, medical supplies, food, heating oil and other items at lower prices through the New Jersey Hospital Association's Group Purchasing Program. This program has been in operation for about 15 years and has assisted the State's general hospitals which have participated in the program in achieving considerable savings in their purchasing.