45:1-18

LEGISLATIVE HISTORY CHECKLIST

Compiled by the NJ State Law Library

CHAPTER: LAWS OF: 2010 17 NJSA: 45:1-18 (Requires consumer complaints to licensing boards of regulated professions to be resolved within 120 days) S936 (Substituted for A2297) **BILL NO: SPONSOR(S)** Cardinale and Others **DATE INTRODUCED:** February 1, 2010 **COMMITTEE: ASSEMBLY:** Regulated Professions SENATE: Commerce **AMENDED DURING PASSAGE:** Yes DATE OF PASSAGE: ASSEMBLY: March 15, 2010 SENATE: March 22, 2010 **DATE OF APPROVAL:** May 6, 2010 FOLLOWING ARE ATTACHED IF AVAILABLE: FINAL TEXT OF BILL (Second reprint enacted) **S936 SPONSOR'S STATEMENT**: (Begins on page 3 of introduced bill) Yes **COMMITTEE STATEMENT:** ASSEMBLY: Yes SENATE: Yes (Audio archived recordings of the committee meetings, corresponding to the date of the committee statement, may possibly be found at www.njleg.state.nj.us) FLOOR AMENDMENT STATEMENT: No

A1893

SPONSOR'S STATEMENT: (Begins on page 4 of introduced bill)

Yes

LEGISLATIVE FISCAL NOTE:

COMMITTEE STATEMENT: ASSEMBLY: Yes

SENATE: No

No

FLOOR AMENDMENT STATEMENT: No

LEGISLATIVE FISCAL NOTE: No

(continued)

VETO MESSAGE:	No
GOVERNOR'S PRESS RELEASE ON SIGNING:	No
FOLLOWING WERE PRINTED: To check for circulating copies, contact New Jersey State Government Publications at the State Library (609) 278-2640 ext.103 or mailto:refdesk@njstatelib.org	
REPORTS:	No
HEARINGS:	No
NEWSPAPER ARTICLES:	No

LAW/KR

[Second Reprint]

SENATE, No. 936

STATE OF NEW JERSEY

214th LEGISLATURE

INTRODUCED FEBRUARY 1, 2010

Sponsored by:

Senator GERALD CARDINALE

District 39 (Bergen)

Senator PAUL A. SARLO

District 36 (Bergen, Essex and Passaic)

Assemblyman VINCENT PRIETO

District 32 (Bergen and Hudson)

Assemblyman PAUL D. MORIARTY

District 4 (Camden and Gloucester)

Assemblyman UPENDRA J. CHIVUKULA

District 17 (Middlesex and Somerset)

Co-Sponsored by:

Assemblyman DeAngelo

SYNOPSIS

Requires consumer complaints to licensing boards of regulated professions to be resolved within 120 days.

CURRENT VERSION OF TEXT

As reported by the Assembly Regulated Professions Committee on March 4, 2010, with amendments.

(Sponsorship Updated As Of: 3/16/2010)

AN ACT concerning consumer complaints of certain licensed professionals and amending P.L.1978, c.73.

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

- 1. Section 5 of P.L.1978, c.73 (C.45:1-18) is amended to read as follows:
- 5. Whenever it shall appear to any board, the director or the Attorney General that a person has engaged in, or is engaging in any act or practice declared unlawful by a statute or regulation administered by such board, or when the board, the director or the Attorney General shall deem it to be in the public interest to inquire whether any such violation may exist, the board or the director through the Attorney General, or the Attorney General acting independently, may exercise any of the following investigative powers:
 - a. Require any person to file on such form as may be prescribed, a statement or report in writing under oath, or otherwise, as to the facts and circumstances concerning the rendition of any service or conduct of any sale incidental to the discharge of any act or practice subject to an act or regulation administered by the board;
 - b. Examine under oath any person in connection with any act or practice subject to an act or regulation administered by the board;
 - c. Inspect any premises from which a practice or activity subject to an act or regulation administered by the board is conducted;
 - d. Examine any goods, ware or item used in the rendition of a practice or activity subject to an act or regulation administered by the board;
 - e. Examine any record, book, document, account or paper prepared or maintained by or for any professional or occupational licensee in the regular course of practicing such profession or engaging in such occupation or any individual engaging in practices subject to an act or regulation administered by the board. Nothing in this subsection shall require the notification or consent of the person to whom the record, book, account or paper pertains, unless otherwise required by law;
 - f. For the purpose of preserving evidence of an unlawful act or practice, pursuant to an order of the Superior Court, impound any record, book, document, account, paper, goods, ware, or item used, prepared or maintained by or for any board licensee in the regular course of practicing such profession or engaging in such occupation or any individual engaging in a practice or activity subject to an act

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

¹Senate SCM committee amendments adopted February 4, 2010.

 $^{^2}$ Assembly ARP committee amendments adopted March 4, 2010.

S936 [2R] CARDINALE, SARLO

or regulation administered by the board. In such cases as may be necessary, the Superior Court may, on application of the Attorney General, issue an order sealing items or material subject to this subsection; and

- g. Require any board licensee, permit holder or registered or certified person to submit to an assessment of skills to determine whether the board licensee, permit holder or registered or certified person can continue to practice with reasonable skill and safety.
- Whenever a board, the director through the Attorney General, or the Attorney General investigates a consumer complaint, the board, director or the Attorney General, as applicable, shall render a final disposition of the inquiry within 120 days of the filing of the complaint 1; except that the 120-day period shall be tolled, based upon the ²[written] documented ² approval of the Attorney General ²or the Attorney General's designee², whenever additional time is required: to obtain information, records or evidence sought pursuant to this section that is necessary for the investigation or disposition of the consumer complaint; for the board, director or the Attorney General, as the case may be, to consider additional information furnished more than 30 days after the filing of the complaint; to conduct an administrative hearing in a contested case; for expert consultation related to the subject matter under investigation; because a complaint is, or becomes, the subject of a criminal investigation or prosecution; or for other good cause shown due to extraordinary or unforeseen circumstances. ²The number of consumer complaints for which tolling of the 120-day period is approved shall be reported to the Attorney General on a monthly basis, and this information shall be provided to the <u>Legislature on a semi-annual basis.</u> Nothing in this subsection shall be construed as affecting the jurisdiction of a board, the director through the Attorney General or the Attorney General¹.

In order to accomplish the objectives of this act or any act or regulation administered by a board, the Attorney General may hold such investigative hearings as may be necessary and the board, director or Attorney General may issue subpoenas to compel the attendance of any person or the production of books, records or papers at any such hearing or inquiry.

(cf: P.L.2001, c.307, s.1)

2. The Director of the Division of Consumer Affairs in the Department of Law and Public Safety shall adopt rules and regulations pursuant to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.) to carry out the purposes of this act.

3. This act shall take effect on the 180th day after enactment, but the Director of the Division of Consumer Affairs in the

S936 [2R] CARDINALE, SARLO

1

- 1 Department of Law and Public Safety may take such anticipatory
- 2 administrative action in advance as shall be necessary for the
- 3 implementation of the act.

SENATE, No. 936

STATE OF NEW JERSEY

214th LEGISLATURE

INTRODUCED FEBRUARY 1, 2010

Sponsored by:
Senator GERALD CARDINALE
District 39 (Bergen)
Senator PAUL A. SARLO
District 36 (Bergen, Essex and Passaic)

SYNOPSIS

Requires consumer complaints to licensing boards of regulated professions to be resolved within 120 days.

CURRENT VERSION OF TEXT

As introduced.



AN ACT concerning consumer complaints of certain licensed 2 professionals and amending P.L.1978, c.73.

3 4

1

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

5 6 7

8

18

19

20

21

22

23

24

25

26

27

28

29

30

31

32

33

34

35

36

37

38

39

40

41

42

43

44

45

- 1. Section 5 of P.L.1978, c.73 (C.45:1-18) is amended to read as follows:
- 9 5. Whenever it shall appear to any board, the director or the 10 Attorney General that a person has engaged in, or is engaging in 11 any act or practice declared unlawful by a statute or regulation 12 administered by such board, or when the board, the director or the Attorney General shall deem it to be in the public interest to inquire 13 14 whether any such violation may exist, the board or the director 15 through the Attorney General, or the Attorney General acting 16 independently, may exercise any of the following investigative 17 powers:
 - Require any person to file on such form as may be prescribed, a statement or report in writing under oath, or otherwise, as to the facts and circumstances concerning the rendition of any service or conduct of any sale incidental to the discharge of any act or practice subject to an act or regulation administered by the board;
 - b. Examine under oath any person in connection with any act or practice subject to an act or regulation administered by the board;
 - Inspect any premises from which a practice or activity subject to an act or regulation administered by the board is conducted;
 - d. Examine any goods, ware or item used in the rendition of a practice or activity subject to an act or regulation administered by the board;
 - Examine any record, book, document, account or paper prepared or maintained by or for any professional or occupational licensee in the regular course of practicing such profession or engaging in such occupation or any individual engaging in practices subject to an act or regulation administered by the board. Nothing in this subsection shall require the notification or consent of the person to whom the record, book, account or paper pertains, unless otherwise required by law;
 - For the purpose of preserving evidence of an unlawful act or practice, pursuant to an order of the Superior Court, impound any record, book, document, account, paper, goods, ware, or item used, prepared or maintained by or for any board licensee in the regular course of practicing such profession or engaging in such occupation or any individual engaging in a practice or activity subject to an act or regulation administered by the board. In such cases as may be

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

S936 CARDINALE, SARLO

- necessary, the Superior Court may, on application of the Attorney General, issue an order sealing items or material subject to this subsection; and
 - g. Require any board licensee, permit holder or registered or certified person to submit to an assessment of skills to determine whether the board licensee, permit holder or registered or certified person can continue to practice with reasonable skill and safety.
 - h. Whenever a board, the director through the Attorney General, or the Attorney General investigates a consumer complaint, the board, director or the Attorney General, as applicable, shall render a final disposition of the inquiry within 120 days of the filing of the complaint.

In order to accomplish the objectives of this act or any act or regulation administered by a board, the Attorney General may hold such investigative hearings as may be necessary and the board, director or Attorney General may issue subpoenas to compel the attendance of any person or the production of books, records or papers at any such hearing or inquiry.

(cf: P.L.2001, c.307, s.1)

2. The Director of the Division of Consumer Affairs in the Department of Law and Public Safety shall adopt rules and regulations pursuant to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.) to carry out the purposes of this act.

3. This act shall take effect on the 180th day after enactment, but the Director of the Division of Consumer Affairs in the Department of Law and Public Safety may take such anticipatory administrative action in advance as shall be necessary for the implementation of the act.

STATEMENT

This bill requires that consumer complaints involving professions and occupations regulated by the Division of Consumer Affairs in the Department of Law and Public Safety be resolved within 120 days of the filing of the complaint.

Section 5 of P.L.1978, c.73 (C.45:1-18), authorizes State boards of regulated professions and occupations, the Director of the Division of Consumer Affairs, or the Attorney General, as applicable, to undertake investigations of suspected violations of statutes or regulations, but does not specify a time for rendering a final disposition of an investigation. This bill would require that investigations initiated by consumers be resolved within 120 days of the filing of such complaint.

SENATE COMMERCE COMMITTEE

STATEMENT TO

SENATE, No. 936

with committee amendments

STATE OF NEW JERSEY

DATED: FEBRUARY 4, 2010

The Senate Commerce Committee reports favorably and with committee amendments Senate Bill No. 936.

This bill requires that consumer complaints involving professions and occupations regulated by the Division of Consumer Affairs in the Department of Law and Public Safety be resolved within 120 days of the filing of the complaint. The bill contains provisions providing for the tolling of this 120-day period, based upon the written approval of the Attorney General, whenever additional time is required: to obtain information, records or evidence sought pursuant to this section that is necessary for the investigation or disposition of the consumer complaint; for the board, director or the Attorney General, as the case may be, to consider additional information furnished more than 30 days after the filing of the complaint; to conduct an administrative hearing in a contested case; for expert consultation related to the subject matter under investigation; because a complaint is, or becomes, the subject of a criminal investigation or prosecution; or for other good cause shown due to extraordinary or unforeseen circumstances.

Section 5 of P.L.1978, c.73 (C.45:1-18) authorizes State boards of regulated professions and occupations, the Director of the Division of Consumer Affairs, or the Attorney General, as applicable, to undertake investigations of suspected violations of statutes or regulations, but does not specify a time for rendering a final disposition of an investigation. This bill would require that investigations initiated by consumers be resolved within 120 days of the filing of such complaint, unless tolled for the reasons set forth above.

The committee amendments to the bill:

- establish provisions to provide for the 120-day period for resolving investigations initiated by consumer complaints to be tolled, based upon the written approval of the Attorney General, for the reasons set forth above.

ASSEMBLY REGULATED PROFESSIONS COMMITTEE

STATEMENT TO

[First Reprint] **SENATE, No. 936**

with committee amendments

STATE OF NEW JERSEY

DATED: MARCH 4, 2010

The Assembly Regulated Professions Committee reports favorably and with committee amendments Senate Bill No. 936 (1R).

As amended, this bill requires that consumer complaints involving professions and occupations regulated by the Division of Consumer Affairs in the Department of Law and Public Safety be resolved within 120 days of the filing of the complaint. The bill contains provisions providing for the tolling of this 120-day period, based upon the documented approval of the Attorney General, or the Attorney General's designee, whenever additional time is required: to obtain information, records or evidence necessary for the investigation or disposition of the consumer complaint; for the board, director or the Attorney General, as the case may be, to consider additional information furnished more than 30 days after the filing of the complaint; to conduct an administrative hearing in a contested case; for expert consultation related to the subject matter under investigation; because a complaint is, or becomes, the subject of a criminal investigation or prosecution; or for other good cause shown due to extraordinary or unforeseen circumstances. The number of consumer complaints for which tolling of the 120-day period is approved shall be reported to the Attorney General on a monthly basis, and this information shall be provided to the Legislature on a semiannual basis.

Section 5 of P.L.1978, c.73 (C.45:1-18) authorizes State boards of regulated professions and occupations, the Director of the Division of Consumer Affairs, or the Attorney General, as applicable, to undertake investigations of suspected violations of statutes or regulations, but does not specify a time for rendering a final disposition of an investigation. This bill would require that investigations initiated by consumers be resolved within 120 days of the filing of such complaint, unless tolled for the reasons set forth above.

COMMITTEE AMENDMENTS

The committee amended the bill to require documented approval, as opposed to written approval, of the Attorney General or the Attorney General's designee, to toll the 120-day period to render a final disposition of an inquiry. The bill, as heard by the committee, required the written approval of the Attorney General to toll the 120-day period.

The committee also amended the bill to require that the number of consumer complaints for which tolling of the 120-day period is approved shall be reported to the Attorney General on a monthly basis, and this information shall be provided to the Legislature on a semi-annual basis

This bill, as reported by the committee, is identical to Assembly Bill No. 2297, as amended and reported by the committee today.

ASSEMBLY, No. 2297

STATE OF NEW JERSEY

214th LEGISLATURE

INTRODUCED FEBRUARY 25, 2010

Sponsored by: Assemblyman VINCENT PRIETO District 32 (Bergen and Hudson)

Co-Sponsored by: Assemblyman DeAngelo

SYNOPSIS

Requires consumer complaints to licensing boards of regulated professions to be resolved within 120 days.

CURRENT VERSION OF TEXT

As introduced.



(Sponsorship Updated As Of: 3/5/2010)

AN ACT concerning consumer complaints of certain licensed professionals and amending P.L.1978, c.73.

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

- 1. Section 5 of P.L.1978, c.73 (C.45:1-18) is amended to read as follows:
- 5. Whenever it shall appear to any board, the director or the Attorney General that a person has engaged in, or is engaging in any act or practice declared unlawful by a statute or regulation administered by such board, or when the board, the director or the Attorney General shall deem it to be in the public interest to inquire whether any such violation may exist, the board or the director through the Attorney General, or the Attorney General acting independently, may exercise any of the following investigative powers:
 - a. Require any person to file on such form as may be prescribed, a statement or report in writing under oath, or otherwise, as to the facts and circumstances concerning the rendition of any service or conduct of any sale incidental to the discharge of any act or practice subject to an act or regulation administered by the board;
 - b. Examine under oath any person in connection with any act or practice subject to an act or regulation administered by the board;
 - c. Inspect any premises from which a practice or activity subject to an act or regulation administered by the board is conducted;
 - d. Examine any goods, ware or item used in the rendition of a practice or activity subject to an act or regulation administered by the board;
 - e. Examine any record, book, document, account or paper prepared or maintained by or for any professional or occupational licensee in the regular course of practicing such profession or engaging in such occupation or any individual engaging in practices subject to an act or regulation administered by the board. Nothing in this subsection shall require the notification or consent of the person to whom the record, book, account or paper pertains, unless otherwise required by law;
 - f. For the purpose of preserving evidence of an unlawful act or practice, pursuant to an order of the Superior Court, impound any record, book, document, account, paper, goods, ware, or item used, prepared or maintained by or for any board licensee in the regular course of practicing such profession or engaging in such occupation or any individual engaging in a practice or activity subject to an act

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

A2297 PRIETO

or regulation administered by the board. In such cases as may be necessary, the Superior Court may, on application of the Attorney General, issue an order sealing items or material subject to this subsection; and

- g. Require any board licensee, permit holder or registered or certified person to submit to an assessment of skills to determine whether the board licensee, permit holder or registered or certified person can continue to practice with reasonable skill and safety.
- Whenever a board, the director through the Attorney General, or the Attorney General investigates a consumer complaint, the board, director or the Attorney General, as applicable, shall render a final disposition of the inquiry within 120 days of the filing of the complaint; except that the 120-day period shall be tolled, based upon the written approval of the Attorney General, whenever additional time is required: to obtain information, records or evidence sought pursuant to this section that is necessary for the investigation or disposition of the consumer complaint; for the board, director or the Attorney General, as the case may be, to consider additional information furnished more than 30 days after the filing of the complaint; to conduct an administrative hearing in a contested case; for expert consultation related to the subject matter under investigation; because a complaint is, or becomes, the subject of a criminal investigation or prosecution; or for other good cause shown due to extraordinary or unforeseen circumstances. Nothing in this subsection shall be construed as affecting the jurisdiction of a board, the director through the Attorney General or the Attorney General.

In order to accomplish the objectives of this act or any act or regulation administered by a board, the Attorney General may hold such investigative hearings as may be necessary and the board, director or Attorney General may issue subpoenas to compel the attendance of any person or the production of books, records or papers at any such hearing or inquiry.

(cf: P.L.2001, c.307, s.1)

2. The Director of the Division of Consumer Affairs in the Department of Law and Public Safety shall adopt rules and regulations pursuant to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.) to carry out the purposes of this act.

3. This act shall take effect on the 180th day after enactment, but the Director of the Division of Consumer Affairs in the Department of Law and Public Safety may take such anticipatory administrative action in advance as shall be necessary for the implementation of the act.

A2297 PRIETO

4

STATEMENT

1 2 3

4 5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

This bill requires that consumer complaints involving professions and occupations regulated by the Division of Consumer Affairs in the Department of Law and Public Safety be resolved within 120 days of the filing of the complaint. The bill contains provisions providing for the tolling of this 120-day period, based upon the written approval of the Attorney General, whenever additional time is required: to obtain information, records or evidence sought pursuant to this section that is necessary for the investigation or disposition of the consumer complaint; for the board, director or the Attorney General, as the case may be, to consider additional information furnished more than 30 days after the filing of the complaint; to conduct an administrative hearing in a contested case; for expert consultation related to the subject matter under investigation; because a complaint is, or becomes, the subject of a criminal investigation or prosecution; or for other good cause shown due to extraordinary or unforeseen circumstances.

Section 5 of P.L.1978, c.73 (C.45:1-18) authorizes State boards of regulated professions and occupations, the Director of the Division of Consumer Affairs, or the Attorney General, as applicable, to undertake investigations of suspected violations of statutes or regulations, but does not specify a time for rendering a final disposition of an investigation. This bill would require that investigations initiated by consumers be resolved within 120 days of the filing of such complaint, unless tolled for the reasons set forth above.

ASSEMBLY REGULATED PROFESSIONS COMMITTEE

STATEMENT TO

ASSEMBLY, No. 2297

with committee amendments

STATE OF NEW JERSEY

DATED: MARCH 4, 2010

The Assembly Regulated Professions Committee reports favorably and with committee amendments Assembly Bill No. 2297.

As amended, this bill requires that consumer complaints involving professions and occupations regulated by the Division of Consumer Affairs in the Department of Law and Public Safety be resolved within 120 days of the filing of the complaint. The bill contains provisions providing for the tolling of this 120-day period, based upon the documented approval of the Attorney General, or the Attorney General's designee, whenever additional time is required: to obtain information, records or evidence necessary for the investigation or disposition of the consumer complaint; for the board, director or the Attorney General, as the case may be, to consider additional information furnished more than 30 days after the filing of the complaint; to conduct an administrative hearing in a contested case; for expert consultation related to the subject matter under investigation; because a complaint is, or becomes, the subject of a criminal investigation or prosecution; or for other good cause shown due to extraordinary or unforeseen circumstances. The number of consumer complaints for which tolling of the 120-day period is approved shall be reported to the Attorney General on a monthly basis, and this information shall be provided to the Legislature on a semiannual basis.

Section 5 of P.L.1978, c.73 (C.45:1-18) authorizes State boards of regulated professions and occupations, the Director of the Division of Consumer Affairs, or the Attorney General, as applicable, to undertake investigations of suspected violations of statutes or regulations, but does not specify a time for rendering a final disposition of an investigation. This bill would require that investigations initiated by consumers be resolved within 120 days of the filing of such complaint, unless tolled for the reasons set forth above.

COMMITTEE AMENDMENTS

The committee amended the bill to require documented approval, as opposed to written approval, of the Attorney General or the Attorney General's designee, to toll the 120-day period to render a final disposition of an inquiry. The bill, as heard by the committee, required the written approval of the Attorney General to toll the 120-day period.

The committee also amended the bill to require that the number of consumer complaints for which tolling of the 120-day period is approved shall be reported to the Attorney General on a monthly basis, and this information shall be provided to the Legislature on a semi-annual basis

This bill, as reported by the committee, is identical to Senate Bill No. 936 (1R), as amended and reported by the committee today.