## 18A:64M-1 to 18A:64M-43 et. al.

## LEGISLATIVE HISTORY CHECKLIST

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**LAWS OF**: 2012 **CHAPTER:** 45

NJSA: 18A:64M-1 to 18A:64M-43 et. al. ("New Jersey Medical and Health Sciences Education Restructuring Act")

BILL NO: A3102 (Substituted for S2063)

**SPONSOR(S)** Wisniewski and others

**DATE INTRODUCED:** June 14, 2012

COMMITTEE: ASSEMBLY: Budget

SENATE: ---

AMENDED DURING PASSAGE: Yes

**DATE OF PASSAGE:** ASSEMBLY: June 28, 2012

**SENATE:** June 28, 2012

**DATE OF APPROVAL:** August 22, 2012

**FOLLOWING ARE ATTACHED IF AVAILABLE:** 

FINAL TEXT OF BILL (Second reprint enacted)

A3102

SPONSOR'S STATEMENT: (Begins on page 96 of original bill)

Yes

COMMITTEE STATEMENT: ASSEMBLY: Yes

SENATE: No

(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: Yes

LEGISLATIVE FISCAL ESTIMATE: No

S2063

SPONSOR'S STATEMENT: (Begins on page 96 of original bill)

Yes

COMMITTEE STATEMENT: ASSEMBLY: No

**SENATE:** Yes Higher Education

Budget

FLOOR AMENDMENT STATEMENT: Yes 6-21-12

6-28-12

LEGISLATIVE FISCAL NOTE: Yes

(continued)

VETO MESSAGE:	No
GOVERNOR'S PRESS RELEASE ON SIGNING:	Yes

## **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:** Yes

LAW/KR

<sup>&</sup>quot;Christies signs legislation to revamp Rutgers." Asbury Park Press, 8-23-12

<sup>&</sup>quot;Governor savors a hard-fought win on college merger," The star-ledger, 8-23-12

<sup>&</sup>quot;Christie signs colleges' overhaul," The Philadelphia Inquirer, 8-23-12

<sup>&</sup>quot;Governor signs plan creating Rutgers 'powerhouse'," The Record, 8-23-12

<sup>&</sup>quot;Merger bill officially becomes law," Courier-Post, 8-23-12

<sup>&</sup>quot;Christie signs higher-education overhaul into law," Burlington County Times, 8-23-12

<sup>&</sup>quot;Gov. Chris Christie signs higher education bill to restructure Rowan, Rutgers universities," Gloucester County Times, 8-23-12

<sup>&</sup>quot;Christie Signs Changes to NJ Higher Education," New Jersey 101.5, 8-23-12

<sup>&</sup>quot;Rutgers Merger Signed into Law," The Wall Street Journal, 8-23-12 "Christie approves higher education overhaul, merger," The Press of Atlantic City, 8-23-12

<sup>&</sup>quot;Christie signs NJ university merger bill," The Trentonian, 8-23-12

Title 18A.

Subtitle 9.

Chapter 64M.

(New)

New Jersey

Medical and

**Health Sciences** 

Education

Restructuring Act;

Rowan

University.

§§1, 2, 35-62, 8-

13, 33, 34, 138-

140, 142, 143 –

C.18A:64M-1 to

18A:64M-43

§§33, 34 - Note to

C.18A:65-14.6

Chapter 65.

Article 19. (New)

New Jersey

Medical and

Health Sciences

Education

Restructuring Act.

§§3-7, 24, 141,

144, 148 -

C.18A:65-94 to

18A:65-102

§§14-19, 149-

151 -

C.18A:64G-6.1a

to 18A:64G-6.1i

§§20-23, 25-32,

146, 147, 145 -

C.18A:65-14.1 to

18A:65-14.15

§152 - Repealer

§153 - Note

P.L.2012, CHAPTER 45, approved August 22, 2012 Assembly, No. 3102 (Second Reprint)

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: <sup>1</sup>Assembly ABU committee amendments adopted June 25, 2012.

<sup>&</sup>lt;sup>2</sup>Assembly floor amendments adopted June 28, 2012.

1 AN ACT concerning the public system of higher education, revising 2 various parts of the statutory law, and supplementing Title 18A 3 of the New Jersey Statutes.

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

1. (New section) This act shall be known and may be cited as the "New Jersey Medical and Health Sciences Education Restructuring Act."

- <sup>1</sup>2. (New section) The Legislature finds and declares that:
- a. Rutgers, The State University ("Rutgers"), is a body corporate and politic that operates schools and colleges in the State of New Jersey and offers degrees in undergraduate studies, graduate studies, and professional studies such as medical, legal and business, operating pursuant to the authority granted to it by the Rutgers, the state university law, P.L.1956, c.61;
- b. Rutgers was designated as the State university in 1945, but it was not until 1956 under the Rutgers Compact that the State assumed managerial control and financial responsibility over the school. Upon reorganization in 1956, Rutgers' formerly private governing board the Board of Trustees transferred all management, control, administration and policy-making functions to the publicly controlled Board of Governors. The Board of Trustees retained the power to manage and invest certain pre-1956 private assets or private gifts and maintained an advisory role at the school in support of the University:
- c. Rutgers was established as the "instrumentality of the state for the purpose of operating the state university" and whose primary purpose is as a public trust for the provision of higher education pursuant to N.J.S.18A:65-2. To this end, the law provided for its liberal construction "necessary for the welfare of the state and the people of New Jersey to provide for the development of public higher education in the state and thereby to increase the efficiency of the public school system of the state..." Rutgers is the only comprehensive public research university in New Jersey and currently consists of three campuses in New Brunswick, Newark, and Camden;
- d. The University of Medicine and Dentistry of New Jersey
  ("UMDNJ") is a body corporate and politic that operates programs
  of medical, dental, nursing, public health and health-related
  professions and health sciences education in the State of New
  Jersey, currently operating pursuant to the authority granted to it by

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<sup>&</sup>lt;sup>2</sup>Assembly floor amendments adopted June 28, 2012.

- the "Medical and Dental Education Act of 1970," P.L.1970, c.102,
- 2 and "The University of Medicine and Dentistry of New Jersey
- 3 Flexibility Act of 1992," P.L.1992, c.84. One of its founding
- 4 <u>institutions was the former Rutgers Medical School. UMDNJ was</u>
- 5 established to serve the interests of the State by establishing
- 6 programs of medical, dental, nursing, public health, health sciences
- 7 and health-related professions. It was charged with providing a
- 8 greater number of trained medical personnel to assist in staffing
- 9 hospitals and public institutions and agencies and to prepare a
- 10 greater number of students for the general practice of health-related
- 11 professions in New Jersey. To that end UMDNJ was provided
- 12 <u>authority to form relationships with health care organizations,</u>
- research institutions and private individuals, firms and corporations.

  Such public-private relationships would supplement the resources
- available from the State, thereby providing an economic and
- efficient means for developing and offering a full range of health
- 17 <u>care services;</u>
- e. It is the intent of this legislation to recognize and maintain
- 19 the spirit and intent of the "Agreements Reached Between
- 20 <u>Community and Government Negotiators Regarding New Jersey</u>
- 21 College of Medicine and Dentistry and Related Matters of April 30,
- 22 1968";
- 23 <u>f. Currently, UMDNJ operates two allopathic medical schools</u>
- 24 in the State of New Jersey: one located in Newark (New Jersey
- 25 <u>Medical School) and the other located in New</u>
- 26 <u>Brunswick/Piscataway (Robert Wood Johnson Medical School). In</u>
- 27 <u>addition, UMDNJ operates an osteopathic medical school at</u>
   28 <u>Stratford, New Jersey. There are no other osteopathic medical</u>
- 20 sahaala laastad in the States
- 29 <u>schools located in the State;</u>
- g. The University of Medicine and Dentistry of New Jersey-
- 31 <u>School of Osteopathic Medicine ("UMDNJ-SOM") is a major</u>
- 32 source of primary care physicians for the State and South Jersey.
- 33 The school offers several post-graduate residency and fellowship
- 34 positions for approximately 600 students through affiliate hospitals
- 35 <u>including endocrinology, cardiology, critical care, gastroenterology,</u>
- 36 nephrology, infectious disease, and many others. UMDNJ-SOM is
- 37 <u>at the forefront of addressing the need for more physicians and has</u>
- 38 expanded its class size by 50% over the past two years. Of the more
- than 1,700 graduates of UMDNJ-SOM, 55% practice in the State,
- 40 about half of whom deliver primary care;
- 41 <u>h. Rowan University ("Rowan") is a State university located in</u>
- 42 Glassboro, New Jersey, with a campus in Camden, New Jersey,
- 43 <u>currently operating pursuant to the authority granted to State</u>
- 44 <u>colleges by N.J.S.18A:64-1 et seq., and P.L.1994, c.48 (C.18A:3B-1</u>
- et seq.). Rowan is presently considered a major regional higher
   education institution. Currently it is comprised of seven academic
- 47 colleges: Business, Communication, Education, Engineering, Fine
- 48 & Performing Arts, Liberal Arts & Sciences, and the College of

- 1 Professional and Continuing Education, and a Graduate School.
- 2 Rowan's nearly 11,000 students may pursue degrees in 36
- 3 <u>undergraduate majors, seven teacher certification programs, 26</u>
- 4 <u>master's degree programs and a doctorate in educational leadership.</u>
- 5 Rowan University's main campus is located just 20 miles from
- 6 Cooper University Hospital with a satellite campus in Camden.
- Rowan University has a reputation as a top regional university and
- 8 <u>is home to a newly-constructed, state-of-the-art science building for</u>
- 9 programs focusing on science and technology;
- i. 20 years ago, Hank and Betty Rowan gave the former
   Glassboro State College a gift of \$100 million, then the largest
- 10 Chassooto State Conege a girt of \$100 inition, then the largest
- 12 private gift to a public university in the United States. Thereafter, in
- addition to increasing capacity and quality throughout all the programs of the university. Rowan University created an
- programs of the university, Rowan University created an engineering school which has quickly become one of the top-rated
- undergraduate engineering schools in the country with rankings of
- and eigenfuncting schools in the country with rankings of
- 3rd in the country for chemical engineering and 16th overall for
- public engineering schools. In addition, the engineering school has led the way in developing relationships in southern New Jersey with
- the private business community, providing a qualified workforce as
- 21 an attraction for companies to locate in the area. The gift
- 22 transformed the college into a comprehensive regional university
- 23 which is poised to take the next step as a research institution;
- j. In June 2009, Rowan University and The Cooper Health
- 25 System partnered to establish Cooper Medical School of Rowan
- 26 <u>University (CMSRU)</u>, the first new medical school in New Jersey in
- 27 <u>30 years. The establishment of CMSRU, a four-year medical school</u>
- 28 <u>located in Camden, will help address the current local and national</u>
- 29 shortage of physicians and improve healthcare throughout the
- 30 region. Its inaugural class will begin in August 2012;
- 31 <u>k. The goals of this legislation are to create and enhance the</u>
- 32 <u>essential higher education opportunities for the residents of the</u>
- 33 State and to create vibrant educational institutions and communities
- 34 that attract business to the State and which will allow the State to
- 35 retain its residents in terms of college placement and workforce.
- 36 The future economic development of the country will be a
- 37 knowledge-based economy which will put a premium on an
- 38 <u>educated workforce and advanced degrees. This legislation</u>
- 39 <u>restructures the higher education system in the State to provide for</u>
- 40 <u>more vigorous educational communities that will provide</u>
- 41 opportunities for students and the workforce necessary to attract
- 42 <u>crucial private sector jobs as this century unfolds;</u>
- 1. The Legislature has the ultimate responsibility for balancing
- 44 <u>the functions of public higher education institutions in New Jersey.</u>
- 45 The State has a responsibility for improving and expanding higher
- 46 <u>education opportunities for its residents and in that regard it has</u>
- 47 <u>established a multi-level higher education system for which it has</u>
- 48 the responsibility to assess from time-to-time and to restructure as

1 needed to improve higher education opportunities. This legislation 2 reflects a thorough and intense review of the higher education 3 system in the State and makes rational changes the Legislature believes are necessary to provide residents with access to a high-4 5 quality in-State education. Higher education is vital for a thriving 6 economy because our State's sophisticated economy -- home to 7 many pharmaceutical, biological science and other complex 8 industries -- demands a well-trained workforce;

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m. This legislation also renews the State's commitment to sustaining and growing its universities and to help them achieve greater success on the national and international stage. New Jersey must stem the persistent historical fact of seeing its brightest high school students leave the State to attend college, and then not return after college. As a State, we lead the nation in net <sup>2</sup>[out-migration] outmigration<sup>2</sup> of college-bound students. This <sup>2</sup>[out-migration] outmigration<sup>2</sup> of students leads to the <sup>2</sup>[out-migration] outmigration<sup>2</sup> of a well-trained workforce and prevents the State from attracting crucial private sector jobs. This legislation will allow for the development of a system to cultivate better collaboration between its businesses and its institutions of higher education. New Jersey's economy will benefit from increased and integrated coordination between public and private research;

n. For the State's students to receive the quality higher education necessary for future growth and for the State to achieve its economic goals, Rutgers, as the State's preeminent institution of higher education, for all that it has achieved in its history, must become a great university and enter the top tier of public research universities. To this end, the relationship between Rutgers and the State has evolved to meet changing times, from 1770 when it was chartered as Queen's College, through several amendments to the charter in the late 1700's, to amending the charter in 1825 to change the name of the school to Rutgers University, to the 1945 legislation declaring Rutgers as the state university of New Jersey, to the 1956 Compact whereby the Board of Trustees of Rutgers ceded management and operational control of the school to the State in the form of the Board of Governors in return for substantial financial assistance, and to the subsequent amendments to the Rutgers Compact in 1967, 1970, 1988 and 1994. The Legislature has an obligation to the State and its students to ensure the relationship is still working and thriving. As evidenced by the storied past between the State and Rutgers, the Legislature has periodically examined the role of Rutgers in the State's higher education system and made necessary legislative changes to that relationship to reflect and address the evolving educational needs of the State;

o. As the relationship with Rutgers has evolved, the State has become more involved both financially and in creating a growing higher education system for its residents. The State has provided in excess of \$10 billion in support to Rutgers since fiscal year 1990 for

its operations as The State University of New Jersey and the State
 has a responsibility to ensure its funding is leading to greater higher
 education opportunities and jobs;

p. There has been widespread recognition for some time that 4 5 Rutgers needs to take steps with the State's assistance to transform 6 it from a middle- to a first-ranked public institution. In the last 7 decade, an intense discussion about how to elevate Rutgers into a 8 top-tier school has taken place in the State, starting with the 9 Vagelos Report in 2002 and 2004, the Kean Report in 2010 and the 10 Barer Report in 2012. These reports reflect that Rutgers' role in the 11 State's system of higher education has been the subject of intense 12 scrutiny and debate. This legislation is the product and culmination 13 of this decade-long assessment of Rutgers' educational mission;

14 g. This legislation continues Rutgers as The State University of 15 New Jersey and the pre-eminent governance role of its Board of 16 Governor's as a public body. The legislation mandates that the 17 Board of Governors shall continue to have authority over the 18 granting of tenure and promotions, establishing standards for 19 academic programs and for the awarding of tenure to faculty at its 20 Newark and Camden campuses. The Board of Governors shall be represented on the Rutgers-Camden Board of <sup>2</sup>[Trustees] 21 Directors<sup>2</sup> and additionally, the Rutgers-Camden Board of 22 <sup>2</sup>[Trustees] Directors<sup>2</sup> is represented on the Rowan University-23 Rutgers Camden Board of Governors. The Legislature consulted 24 25 with and sought and obtained active participation of Rutgers in 26 establishing the elements of this educational restructuring that will 27 permit Rutgers to enhance its position. The Legislature has 28 determined that the slight governance changes to Rutgers in this act 29 are necessary to promote essential opportunities for higher 30 education in the State and to improve the standing of Rutgers 31 University as a whole;

32 r. The legislation fulfills the longstanding goal of Rutgers 33 University to acquire a medical school and become a 34 comprehensive public research university. Rutgers has long sought 35 to regain a medical school as part of its curriculum; by Rutgers own 36 public statements, acquiring a medical school will propel Rutgers 37 into a top-tier research university, and place it at or near the top 20 38 public universities in the nation. Very few great research 39 universities lack a medical school. This legislation will provide for 40 the transfer of the Newark-based UMDNJ schools (New Jersey 41 Medical School, the New Jersey Dental School, School of Health 42 Related Professions, the School of Nursing, and the Public Health 43 Research Institute) to Rutgers and will transfer UMDNJ's Robert 44 Wood Johnson Medical School located in New Brunswick to 45 Rutgers as well. These institutions are valued at an excess of \$895.5 46 million dollars;

s. Rutgers currently falls behind other public research

universities in some key measures. Most importantly, the school

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1 ranked 64<sup>th</sup> in 2009 in federally-financed research and development

expenditures. This low ranking is primarily influenced by the lack

3 of a medical school as part of the degree offerings at Rutgers.

4 Having medical schools will attract top-flight researchers and thus

research grants, to Rutgers. The addition of medical schools to

Rutgers will also increase interdisciplinary opportunities among the

7 <u>academic departments of the school;</u>

t. The need to reform medical education in the State has been a subject discussed for years but up until now has been left unresolved. The reports done in the past ten years have consistently come to the same conclusion regarding UMDNJ. The Barer Report noted that the present organization of UMDNJ's substantial assets is not the best structure to maximize the effectiveness of the State's investment in medical, dental, nursing and health sciences education, associated research and health care. The State is the home base for many of the world's largest pharmaceutical and biotechnical companies. As such, the State and its institutions of higher education should, but do not, lead the country in attracting federal research funding and associated clinical training. This legislation will address these issues and establish a first-class comprehensive public research university-based health science center in New Jersey through the transfer of the New Jersey Medical School and Robert Wood Johnson Medical School <sup>2</sup>[into] to<sup>2</sup> Rutgers;

u. Historically, the State has suffered a shortage of higher education capacity resulting in the substantial outmigration from the State of college-bound students. This outmigration has disproportionately affected the residents of the fastest growing region in the State, South Jersey. It is in the public interest that senior public education institutions in South Jersey work together to meet the demand for higher education capacity in the region. These transfers are essential to ensuring that all of the State's capable high school graduates are provided with the opportunity to obtain higher education in a New Jersey college classroom. The guarantee of a quality in-State education requires that these transfers be made in a comprehensive fashion to better enable the State to meet its growing workforce development needs;

v. This essential and practical expansion of the State's higher education system will help to address the educational demands of the fastest growing region in the State. The coordination of Rutgers-Camden and Rowan will spur the redevelopment of Camden by creating a long overdue residential campus, and expanding a health sciences campus anchored by the new Cooper Medical School of Rowan University, emphasizing the biosciences, biomedical engineering, nursing and allied health. Therefore, it is in the public interest that Rutgers-Camden be granted autonomy from Rutgers, that Rowan be declared a public research university, and that both schools work together with the newly formed Rowan University-

1 Rutgers Camden Board of Governors, as an efficient and cost

effective means to address an historical disparity in educational

3 capacity and opportunity between the northern and southern regions

4 <u>of New Jersey;</u>

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- w. Integrating these existing higher education institutions will increase research capacity and spur the continued vitality of a region that is no longer supported by historical strengths in manufacturing and agriculture. Furthermore, this legislation will help to stop the annual escape to other states of thousands of students and patients, and millions in clinical research investment dollars from key institutions in South Jersey;
- x. The transfer of UMDNJ-SOM to Rowan University will 12 13 allow better coordination of medical education in South Jersey. 14 <u>UMDNJ-SOM</u> is ranked in the top three osteopathic schools in the 15 country, and is a leader in providing primary care physicians for the 16 southern region of the State. After the transfer, Rowan University 17 would have the important distinction of being only the second full-18 purpose university in the country to have both an osteopathic and 19 allopathic medical school. One stated goal of the Rowan University-20 Rutgers University-Camden Board of Governors is to create a joint 21 health sciences college. The addition of UMDNJ-SOM into Rowan 22 University will benefit its faculty through providing opportunities 23 for diverse training to students through interdisciplinary teaching 24 and collaboration with the newly created health sciences faculty 25 from the other universities. Integrating UMDNJ-SOM with Rowan 26 University would add a successful, recognized enterprise to the 27 newly designated public research university;
- y. Adding UMDNJ-SOM to Rowan, along with the new
  Cooper Medical School of Rowan University, will revitalize the
  regional economy through a renewed commitment to higher
  education. This legislation will allow Rowan University to build the
  capacity to compete for and receive federal and private sector
  research grants that will drive the university, the region, and its new
  medical school, to new distinction;
- 35 z. Currently, Newark is home to many institutions of higher 36 education including Rutgers, the University of Medicine and 37 Dentistry of New Jersey, Seton Hall University School of Law, 38 New Jersey Institute of Technology, Essex County College and 39 Berkeley College. The existing educational infrastructure needs to 40 be able to do even more to help the city and the northern region of 41 the State with its economic development needs and to provide 42 innovative and problem-solving leadership. This legislation will 43 allow Rutgers University-Newark to focus on the specific higher 44 education needs of the region and the assets of the region to attract 45 talented students and accomplished faculty to the school. This legislation will provide for an independent University Hospital that 46 47 will maintain its status as the principal teaching hospital of the New 48 Jersey Medical School, New Jersey Dental School and any other

<sup>2</sup> [Newark-based]<sup>2</sup> 1 medical education programs <sup>2</sup>located in 2 Newark<sup>2</sup>;

3 aa. The stated goal of this legislation is to create vibrant 4 educational institutions and communities that will not only attract 5 students but attract private sector jobs. The increased attention to 6 the Rutgers University-Newark campus and University Hospital 7 will allow the city to derive not only significant financial, medical 8 and educational benefits, but cultural and social benefits as well. 9 The improved focus on the Newark campus will be a conduit for 10 expanding commercial opportunities in the city and for providing 11 greater opportunities for students in the northern region to benefit 12 fully from the substantial public investments already made and to 13 be made in higher education in Newark;

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bb. The goal of this legislation is to enhance the critical higher education opportunities for the residents of the State and to create vibrant educational institutions and communities that will attract business to the State and will allow the State to retain its residents in terms of college placement and workforce. This legislation recognizes the State's public institutions of higher education must work together as an integrated whole and thus provides for the necessary restructuring of the higher education system in the State which will provide more vigorous educational communities that will spur opportunities for students and the workforce necessary to attract crucial private sector jobs;

cc. The higher education reform and restructuring reflected in this legislation renews the State's commitment to sustaining and growing its universities and in helping them to achieve greater success. More particularly, the legislation reaffirms the State's economic commitment to Rutgers - over \$10 billion to the University since 1990 - by the transfer of medical and related schools to Rutgers valued <sup>2</sup>[in excess of] at <sup>2</sup> nearly \$1 billion dollars. Additionally, this legislation reaffirms Rutgers' preeminent role in the State's higher education system serving as an instrumentality of the State in trust for its betterment;

dd. This comprehensive review and restructuring of the higher education institutions and the systems that serve them as evidenced by this act, dictate that all of the schools, institutions and centers, transferred pursuant to this act, be transferred together and that no transfer of a school, institution or center may be done apart from the whole. The transfers reflected in this legislation are inextricably linked and work together to promote reform and the effective

restructuring of the State's higher education system <sup>2</sup>[; 42

ee. The State has determined that the establishment of a comprehensive regional educational and research system in southern New Jersey combining the resources of Rutgers-Camden and Rowan University in the City of Camden (the "Regional University System") will promote the best interests of the residents of the State of New Jersey and will serve to further the mission of

1 <u>education and research for the State of New Jersey;</u>

ff. The State has determined that the separation of RutgersCamden from the larger university system of Rutgers University
("Rutgers University" or the "University") and the incorporation
thereof into the Regional University System shall serve to further
the goals of promoting the core educational and research goals of
the State of New Jersey and, in particular, the mission of both the
University and the Regional University System;

gg. The State has further determined that the utilization by the Regional University System of the assets of the University constituting the Rutgers-Camden campus is a valid, prudent and appropriate use of such assets of the University under the circumstances;

hh. As a result of the redefining of the mission the University through the realignment of the Rutgers Camden campus into the new Regional University System, the educational mission of the University has correspondingly been redefined such that the assets of the Rutgers Camden campus will no longer be independently necessary or useful to the needs of the University, will no longer be necessary or useful for the successful fiscal or educational operation of the University as a whole and the use of assets by the Regional University System will not in any way impair the standards by which the University is governed or operated;

ii. The Legislature finds that the leasing of the Rutgers-Camden campus by the Rutgers University Board of Governors to the Rutgers University-Camden Board of Trustees is appropriate. The Legislature further finds that the Rutgers-Camden campus is no longer needed in connection with needs of Rutgers University, as the Rutgers University-Camden Board of Trustees will be responsible for the principal administration of the Camden campus and under the terms of the lease agreement will make lease payments to the Rutgers University Board of Governors in an amount equal to any debt service directly related to the facilities and property on the Camden campus, which lease payments may be utilized by the Rutgers University Board of Governors for any of its legally authorized purposes. Nonetheless, the Board of Governors of Rutgers University does maintain significant administrative oversight of the academic standards of the Rutgers Camden campus. The Legislature finds that this act does not in any way default, hinder or impair any contract as they currently exist ]2; and

<sup>2</sup>[jj.] ee. <sup>2</sup> Nothing is intended to revise or nullify the rights of Rutgers, The State University under N.J.S.18A:65-1 et seq. <sup>1</sup>

<sup>1</sup>[2.] 3. <sup>1</sup> (New section) a. In order to carry out the purposes of this act and to provide the program of medical and dental education required for the benefit of the State and the people of New Jersey, all rights to all of the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey, other than the

School of Osteopathic Medicine<sup>1</sup>, the entire Stratford campus, the remaining facilities in Camden, and University Hospital<sup>1</sup>, are hereby transferred to Rutgers, The State University.

4 <sup>1</sup>[Rutgers, The State University is hereby authorized to acquire 5 the The facilities of the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey, other than the 6 facilities of the School of Osteopathic Medicine<sup>1</sup>, the entire 7 8 Stratford campus, the remaining facilities in Camden, and 9 University Hospital, are hereby transferred to Rutgers, The State 10 <u>University</u><sup>1</sup>, and <sup>1</sup>the university shall devote the same to the purposes of public higher education in the State in accordance with 11 the terms of any gift, grant, trust, contract or other agreement with 12 13 the State or any of its political subdivisions or with the United 14 States or with any public body, department or any agency of the 15 State or the United States or with any individual, firm or 16 corporation.

<sup>1</sup>Upon the transfer of the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey to Rutgers, The State University, the Cancer Institute of New Jersey shall become an independent institute at Rutgers, The State University and shall be distinct and separate from any individual school. <sup>1</sup>

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- <sup>1</sup>Rutgers, The State University shall maintain the public 22 mission and commitment of the University of Medicine and 23 Dentistry of New Jersey, including <sup>2</sup>an affiliation with <sup>2</sup> University 24 Hospital, to provide a comprehensive healthcare program and 25 26 services to the greater Newark community, including outreach and 27 mobile health services and services provided collaboratively between University Hospital and the University of Medicine and 28 29 Dentistry of New Jersey, or any of its components.
- 30 c. Any school, institute, or center transferred to Rutgers, The 31 State University pursuant to subsection a. of this section based in 32 the City of Newark shall remain in the City of Newark, including 33 the New Jersey Medical School, the New Jersey Dental School, School of Health Related Professions, the School of Nursing, and 34 35 the Public Health Research Institute. <sup>2</sup>[Rutgers, The State University shall assume and maintain existing contracts through 36 37 expiration with the Department of Corrections and the Department 38 of Children and Families to provide services under University 39 Behavioral Healthcare and the School of Nursing. The services 40 provided under the contracts shall continue to be provided by public employees following expiration of those contracts. ]<sup>2</sup> 41
- 42 <u>d.<sup>1</sup> <sup>2</sup> Any school, institute, or center of Rutgers, The State</u>
  43 <u>University based in Middlesex County shall remain in Middlesex</u>
  44 <u>County including, but not limited to, the Robert Wood Johnson</u>
  45 <u>Medical School, the School of Public Health, the Ernest Mario</u>
  46 <u>School of Pharmacy, the Institute of Health, Health Policy, and</u>
  47 <u>Aging Research, and University Behavioral Healthcare.</u>

- e. Rutgers, The State University shall assume and maintain existing contracts through expiration with the Department of Corrections and the Department of Children and Families to provide services under University Behavioral Healthcare and the School of Nursing. The services provided under the contracts shall continue to be provided by public employees following expiration of those contracts.
- 6. 12 Whenever, in any law, rule, regulation, order, contract, document, judicial or administrative proceeding or otherwise, reference is made to the University of Medicine and Dentistry of New Jersey, 20ther than the School of Osteopathic Medicine, the entire Stratford campus, the remaining facilities in Camden, and University Hospital, 2 the same shall mean and refer to Rutgers, The State University.
  - <sup>2</sup>g. The transfer of the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey, other than the School of Osteopathic Medicine, the entire Stratford campus, the remaining facilities in Camden, and University Hospital, to Rutgers, The State University shall require the accreditation approval of the appropriate accrediting bodies prior to transfer.<sup>2</sup>

- <sup>1</sup>[3.] <u>4.</u><sup>1</sup> (New section) Upon the transfer of the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey <sup>1</sup>other than the School of Osteopathic Medicine, the entire Stratford campus, the remaining facilities in Camden, and University Hospital, <sup>1</sup> to Rutgers, The State University pursuant to section <sup>1</sup>[2] <u>3</u><sup>1</sup> of this act:
- a. all appropriations, grants, and other moneys available and to become available to the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey are hereby transferred to Rutgers, The State University, and shall be available for the objects and purposes for which appropriated subject to any terms, restrictions, limitations or other requirements imposed by the State budget or by State and federal law.
- b. all employees of the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey are hereby transferred to Rutgers, The State University. Nothing in this act shall be considered to deprive any person of any tenure rights or of any right or protection provided him under any pension law or retirement system or any other law of this State.
- c. all files, books, papers, records, equipment, and other property of the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey, are hereby transferred to Rutgers, The State University.
- d. all orders, rules or regulations heretofore made or promulgated by the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey, or by the University of

Medicine and Dentistry of New Jersey on their behalf, shall be continued with full force and effect as the orders, rules and regulations of Rutgers, The State University until amended or repealed pursuant to law.

<sup>1</sup>[4.] <u>5.</u> (New section) This act shall not affect actions or proceedings, civil or criminal, brought by or against the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey <sup>1</sup>being transferred to Rutgers, The State University pursuant to this act<sup>1</sup>, but such actions, or proceedings may be prosecuted or defended in the same manner and to the same effect by Rutgers, The State University, as if the foregoing provisions had not taken effect; nor shall any of the foregoing provisions affect any order or regulation made by, or other matters or proceedings before, the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey being transferred to Rutgers, The State University pursuant to this act<sup>1</sup>, and all such matters or proceedings pending before the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey <sup>1</sup>being transferred to Rutgers, The State University pursuant to this act<sup>1</sup>, on the effective date of this act shall be continued by Rutgers, The State University, as if the foregoing provisions had not taken effect.

<sup>1</sup>[5.] <u>6.</u><sup>1</sup> (New section) All debts of the University of Medicine and Dentistry of New Jersey associated with the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey <sup>1</sup>other than the School of Osteopathic Medicine, the entire Stratford campus, the remaining facilities in Camden, and University Hospital, <sup>1</sup> are transferred to Rutgers, The State University, and all creditors of the University of Medicine and Dentistry of New Jersey may enforce those debts against Rutgers, The State University in the same manner as they might have had against the University of Medicine and Dentistry of New Jersey, and the rights and remedies of those creditors shall not be limited or restricted in any manner by this act.

<sup>1</sup>[6.] 7. (New section) a. Nothing in this act shall be construed to deprive any officers or employees of the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey being transferred to Rutgers, The State University. of their rights, privileges, obligations or status with respect to any pension, retirement, or health benefits system. The employees shall, upon transfer to Rutgers, The State University, retain all of their rights and benefits under existing collective negotiations agreements or contracts until such time as new or revised agreements or contracts are agreed to. <sup>1</sup>[All existing employee majority representatives

- 1 shall be retained to act on behalf of those employees until such time
- 2 as the employees shall, pursuant to law, elect to change those
- 3 majority representatives The employees shall continue to be
- 4 represented by the majority representative that represented them as
- 5 employees of the University of Medicine and Dentistry of New
- 6 Jersey, unless the employees choose to change their majority
- 7 representative pursuant to law. Rutgers, The State University shall
- 8 assume all obligations under existing or expired collective
- 9 negotiations agreements that covered employees of the University
- 10 of Medicine and Dentistry of New Jersey on the effective date of
- 11 this act.
- 12 Employees in an existing University of Medicine and Dentistry
- 13 of New Jersey negotiations unit, who are transferred to or become
- 14 employees of Rutgers, The State University shall be deemed to
- 15 constitute an appropriate collective negotiations unit under the
- 16 "New Jersey Employer-Employee Relations Act," P.L.1941, c.100
- $(C.34:13A-1 \text{ et seq.})^{1}$ . 17
- 18 Nothing in this act shall affect the civil service status, if any, of 19
- those officers or employees. Nothing in this act shall affect the
- 20 tenure, rank, or academic track of any of those employees holding a
- 21 faculty position.
- <sup>1</sup>[b.] The employees shall, upon transfer to Rutgers, The State 22
- 23 University, not be considered new employees for any purpose and
- 24 shall retain any accrued seniority, rank, and tenure, which shall be
- 25 applied when determining eligibility for all benefits, including all
- 26 paid leave time, longevity increases, and promotions.
- 27 <sup>1</sup>b. (1) Within 60 days following the effective date of this act, a
- Labor Management Committee (LMC) shall be established which 28
- shall be comprised of one representative from each of the majority 30 representatives representing employees employed by Rutgers, The
- 31 State University and by the University of Medicine and Dentistry of
- 32 New Jersey as of the effective date of this act, along with
- 33 representatives of the administration of Rutgers, The State
- 34 University.

- 35 The LMC shall review all proposed restructuring and
- 36 reorganization plans and shall make recommendations to the board
- 37 of governors of Rutgers, The State University regarding personnel
- 38 and labor relations related to the proposed plans, including
- 39 recommendations to improve service delivery and avoid duplication
- 40 of services and to promote equitable and consistent policies for
- 41 compensation, benefits, and other terms and conditions of
- 42 employment throughout the university for employees performing
- 43 substantially similar duties.
- 44 Following the restructuring and reorganization, the LMC shall
- 45 continue to meet quarterly to address ongoing personnel and labor
- 46 relations issues that arise with respect to the restructuring or
- 47 reorganization.

1 (2) Nothing in this act shall be construed to prohibit Rutgers, 2 The State University and majority representatives from voluntarily 3 entering into collective negotiations agreements that cover more 4 than one negotiations unit where the members of two or more 5 negotiations units perform substantially similar duties. If Rutgers, 6 The State University and majority representatives are unable to 7 agree on whether a collective negotiations agreement should cover 8 one or more negotiations units represented by different majority 9 representatives, the Public Employment Relations Commission shall 10 assist the parties in the voluntary resolution of such a dispute through the appointment of a super conciliator in accordance with 11 12 sections 4 and 5 of P.L.2003, c.126 (C.34:13A-34 and C.34:13A-13

(3) Notwithstanding the provisions of paragraphs (1) and (2) of this subsection, Rutgers, The State University, in accordance with its obligations under the "New Jersey Employer-Employee Relations Act," P.L.1941, c.100 (C.34:13A-1 et seq.), shall honor existing collective negotiations agreements and negotiate over any changes in terms and conditions of employment with the majority representative of affected employees.<sup>1</sup>

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<sup>1</sup>[7.] <u>8.</u> (New section) <sup>1</sup>a. All <sup>1</sup>functions, powers, duties, and <sup>1</sup> rights of the University of Medicine and Dentistry of New Jersey <sup>1</sup>[in], related directly or indirectly to the establishment, maintenance, and operation as to 1 the School of Osteopathic Medicine<sup>1</sup>, are hereby transferred <sup>1</sup>and assigned<sup>1</sup> to Rowan University. <sup>1</sup>[Rowan University is hereby authorized to acquire the facilities of All of the University of Medicine and Dentistry of New Jersey's rights, title, and interest in the School of Osteopathic Medicine '[and devote the same], its auxiliary and supporting institutions and the campus located in Stratford including, but not limited to, all associated fixed tangible assets, real property, building and all furniture, fixtures, equipment, and personal property contained therein, are hereby transferred to Rowan <u>University and shall be devoted</u><sup>1</sup> to the purposes of public higher education in the State in accordance with the terms of any gift, grant, trust, contract or other agreement with the State or any of its political subdivisions or with the United States or with any public body, department or any agency of the State or the United States or with any individual, firm or corporation.

<sup>1</sup>[Rowan University shall maintain any affiliation agreement with the existing integrated healthcare delivery system of the School of Osteopathic Medicine.] Rowan University shall be obligated to take any such action as may be required to ensure that the School of Osteopathic Medicine maintains proper accreditation.

The facilities, equipment, and fixtures shared on the effective date of this act by the School of Osteopathic Medicine and other

- schools of the University of Medicine and Dentistry of New Jersey
- 2 <u>located on the Stratford campus shall continue to be shared until</u>
- 3 such time as the board of governors of Rutgers, The State
- 4 <u>University and the board of trustees of Rowan University reach an</u>
- 5 <u>agreement on the shared use of facilities, equipment, and fixtures on</u>
- 6 <u>the Stratford campus.</u>
- b. It is hereby stated and acknowledged that osteopathic
- 8 <u>medical education is critical to the health and welfare of the</u>
- 9 <u>residents of the State. In order to preserve a strong osteopathic</u>
- 10 <u>academic resource for the State, the School of Osteopathic</u>
- Medicine shall maintain its own academic programs at the undergraduate and graduate medical education levels, separate and
- distinct from any other medical school, including without
- 14 <u>limitation, another medical school affiliated with the same</u>
- 15 <u>university.</u>
- 16 <u>c. The School of Osteopathic Medicine shall maintain a</u>
- 17 principal clinical affiliation with at least one osteopathic hospital,
- clinical affiliations with other hospitals deemed necessary by the
- school to fulfill its mission, and shall maintain the current faculty
- 20 <u>practice plan.</u><sup>1</sup>

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- 22 [8.] 9.1 (New section) Upon the transfer of the School of
- Osteopathic Medicine of the University of Medicine and Dentistry
- of New Jersey to Rowan University pursuant to section  ${}^{1}[7] \underline{8}{}^{1}$  of
- 25 this act:
- a. all appropriations, grants, <sup>1</sup>debt service, research funds, <sup>1</sup> and
- 27 other moneys available and to become available to the School of
- 28 Osteopathic Medicine are hereby transferred to Rowan University,
- 30 appropriated subject to any terms, restrictions, limitations or other

and shall be available for the objects and purposes for which

- requirements imposed by the State budget or by State and federal
- 32 law. <sup>1</sup>Included in this provision are moneys currently received by
- 33 the University of Medicine and Dentistry of New Jersey for the
- 34 services and systems that provide the infrastructure for the
- 35 educational, research, and clinical missions of the School of
- 36 Osteopathic Medicine and for the maintenance and operation of the
- 37 Stratford campus, such as specialized research equipment,
- 38 information technology services that support research and clinical
- 39 activities, and specialized legal services related to research and
- 40 <u>intellectual property development.</u><sup>1</sup>
- b. all employees of the School of Osteopathic Medicine are
- hereby transferred to Rowan University. Nothing in this act shall
- be considered to deprive any person of any tenure rights or of any
- 44 right or protection provided him under any pension law or
- 45 retirement system or any other law of this State.

- c. all files, books, papers, records, equipment, and other property of the School of Osteopathic Medicine are hereby transferred to Rowan University.
  - d. all orders, rules or regulations heretofore made or promulgated by the School of Osteopathic Medicine, or by the University of Medicine and Dentistry of New Jersey on its behalf, shall be continued with full force and effect as the orders, rules and regulations of Rowan University until amended or repealed pursuant to law.
  - ¹e. Rowan University shall be allocated the appropriations previously provided and received for institutional support, centralized services, State-funded personnel and budgeted positions, and grants-in-aid made available to the University of Medicine and Dentistry of New Jersey for the operations of the School of Osteopathic Medicine and the Stratford campus. In order to provide for a smooth transfer, Rutgers, The State University and Rowan University may enter into shared services agreements relating to centralized services at the schools.
    - f. all grants, appropriations, budgeted amounts, gifts, bequests, tuition, endowments, and any other funding of any type whatsoever from any source whatsoever which has been designated for use, or is used by the University of Medicine and Dentistry of New Jersey at the School of Osteopathic Medicine or which has been designated for use in connection with the establishment, construction, operation, and expansion of the School of Osteopathic Medicine shall be allocated to Rowan University. 1

<sup>1</sup>[9.] <u>10.</u> (New section) <sup>1</sup>[This act shall not affect actions or proceedings, civil or criminal, brought by or against the School of Osteopathic Medicine, but such actions, or proceedings may be prosecuted or defended in the same manner and to the same effect by Rowan University, as if the foregoing provisions had not taken effect; nor shall any of the foregoing provisions affect any order or regulation made by, or other matters or proceedings before, the School of Osteopathic Medicine, and all such matters or proceedings pending before the School of Osteopathic Medicine, on the effective date of this act shall be continued by Rowan University, as if the foregoing provisions had not taken effect. **]** For medical malpractice claims incurred at the School of Osteopathic Medicine before or after the effective date of this act, Rowan University shall elect within 75 days of the signing of this act whether it, and its employees, shall be represented in all such matters by the Attorney General. If Rowan University elects to be represented by the Attorney General, then the Department of the Treasury shall enter into a memorandum of agreement with Rowan University modeled on the June, 2003 memorandum of agreement between the Department of the Treasury and the University of Medicine and Dentistry concerning the Self-Insurance Reserve

1 Fund and moneys in the fund known as the Self-Insurance Reserve 2 Fund shall be available to Rowan University solely to indemnify 3 and defend medical malpractice claims against employees, officers, 4 and servants of the School of Osteopathic Medicine. If Rowan 5 University elects not to be represented by the Attorney General, 6 then it shall be required to provide employees of the School of 7 Osteopathic Medicine with defense and indemnification consistent 8 with the terms and conditions of the "New Jersey Tort Claims Act," 9 N.J.S.59:1-1 et seq., in lieu of the defense and indemnification that 10 such employees would otherwise seek and be entitled to from the 11 Attorney General pursuant to N.J.S.59:10-1 et seq. and P.L.1972, c.48 (C.59:10A-1 et seq.). 12

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"[10.] 11." (New section) All debts of the University of Medicine and Dentistry of New Jersey [associated with] incurred in the operation and administration of the School of Osteopathic Medicine and debt specifically and directly related to the real and personal property being transferred in Stratford are hereby transferred to Rowan University, and all creditors of the University of Medicine and Dentistry of New Jersey may enforce those debts against Rowan University in the same manner as they might have had against the University of Medicine and Dentistry of New Jersey, and the rights and remedies of those creditors shall not be limited or restricted in any manner by this act.

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<sup>1</sup>[11.] <u>12.</u> (New section) a. Nothing in this act shall be construed to deprive any officers or employees of the School of Osteopathic Medicine <sup>1</sup>of the University of Medicine and Dentistry of New Jersey<sup>1</sup> of their rights, privileges, obligations or status with respect to any pension, retirement, or health benefits system. The employees shall, upon transfer to Rowan University, retain all of their rights and benefits under existing collective negotiations agreements or contracts until such time as new or revised agreements or contracts are agreed to. <sup>1</sup>[All existing employee majority representatives shall be retained to act on behalf of those employees until such time as the employees shall, pursuant to law, elect to change those majority representatives Notwithstanding the limitations on the number of Statewide negotiations units set forth in section 1 of P.L.2005, c.142 (C.34:13A-5.10), employees shall continue to be represented by the majority representative that represented them as employees of the School of Osteopathic Medicine of the University of Medicine and Dentistry of New Jersey, unless the employees choose to change their majority representative pursuant to law. Rowan University shall assume all obligations under existing or expired collective negotiations agreements that covered employees of the School of Osteopathic Medicine of the University of Medicine and Dentistry of New
 Jersey on the effective date of this act.

Employees in an existing University of Medicine and Dentistry of New Jersey negotiations unit employed at the School of Osteopathic Medicine on the effective date of this act, who are transferred to or become employees of Rowan University shall be deemed to constitute an appropriate collective negotiations unit under the "New Jersey Employer-Employee Relations Act," P.L.1941, c.100 (C.34:13A-1 et seq.)<sup>1</sup>.

Nothing in this act shall affect the civil service status, if any, of those officers or employees. Nothing in this act shall affect the tenure, rank, or academic track of any of those employees holding a faculty position.

b. The employees shall, upon transfer to Rowan University, not be considered new employees for any purpose and shall retain any accrued seniority, rank, and tenure, which shall be applied when determining eligibility for all benefits, including all paid leave time, longevity increases, and promotions.

<sup>1</sup>13. New section) Notwithstanding the provisions of Reorganization Plan No. 002-2009 to the contrary, the properties referenced in paragraph 2b.ii of the plan are hereby transferred from the University of Medicine and Dentistry of New Jersey to Rowan University without monetary or other consideration on or before September 1, 2013. <sup>1</sup>

1[12.] 14.¹ (New section) a. University Hospital shall be the principal teaching hospital of New Jersey Medical School ¹and New Jersey Dental School, and any other Newark-based medical education program¹. University Hospital ¹is hereby established as a body corporate and politic and¹ shall be treated and accounted for as a separate ¹non-profit¹ legal entity from ¹[the university] Rutgers, The State University¹, and its assets, liabilities, and funds shall not be consolidated or commingled with those of ¹[the university] Rutgers, The State University. The exercise by University Hospital of the powers conferred by this act shall be deemed to be public and essential government functions necessary for the welfare and health of the State and the people of New Jersey¹ ²and University Hospital shall be an instrumentality of the State².

b. All monies allocated to the University of Medicine and Dentistry of New Jersey for the use of University Hospital, regardless of their source, and which remain unexpended on the effective date of P.L., c. (C.) (pending before the Legislature as this bill), shall be transferred to University Hospital.

c. All appropriations that are intended for the use of University Hospital, on or after the effective date of P.L. , c. (C. )

- 1 (pending before the Legislature as this bill), shall be made directly to University Hospital.
- <sup>1</sup>d. The amount of State funding provided to University Hospital

  shall be sufficient to maintain the level of community services

  provided on the effective date of P.L., c. (C.) (pending

  before the Legislature as this bill) and to maintain University

  Hospital as an acute care facility and trauma center.
  - e. To the maximum extent possible, consistent with applicable law, the State shall assist University Hospital in the refinancing of that portion of the debt of the University of Medicine and Dentistry of New Jersey attributable to University Hospital.<sup>1</sup>

- '[13.] 15.' (New section) a. '[The responsibility for ensuring community access to services provided at University Hospital shall be vested in] There is established an ine-member advisory board to be designated as the University Hospital Community Oversight Board. The purpose of the board shall be to ensure that the mission of the hospital and the intent of the "Agreements Reached Between Community and Government Negotiators Regarding New Jersey College of Medicine and Dentistry and Related Matters of April 30, 1968" to provide a comprehensive health program to the community in the City of Newark, including, but not limited to, ensuring access to all essential health care services provided by the hospital, are upheld.
- b. The membership of the University Hospital Community Oversight Board shall be comprised of:
  - (1) four members who shall serve ex officio, including: the President of Rutgers University; and the Chief Executive Officer, Chief Financial Officer, and Chief Medical Officer of University Hospital; and
    - (2) five public members to be appointed as follows:
- (a) two representatives of organized labor, one appointed by the head of the largest union that is affiliated with the AFL-CIO and represents persons employed at University Hospital and one appointed by the head of the largest union that is not affiliated with the AFL-CIO and represents persons employed at University Hospital;
- 38 (b) one person 'who is a resident of the City of Newark' appointed by the Governor, with the advice and consent of the Senate;
- 41 (c) one person 'who is a resident of the City of Newark'
  42 appointed by the President of the Senate; and
- 43 (d) one person appointed by the Speaker of the General 44 Assembly.
- c. The public members of the board shall serve for a five-year term; except that of the members first appointed, three shall serve for a term of five years, one for a term of three years, and one for a

- term of two years. A member of the board shall serve until the member's successor is appointed. A vacancy in the membership, occurring other than by expiration of term, shall be filled in the same manner as the original appointment but for the unexpired term only.
  - d. The members of the board shall select a chairperson and vice chairperson from among themselves. The board shall organize as soon as practicable following the appointment of its members. The chairperson shall appoint a secretary who need not be a member of the board.
  - e. The board shall meet at such times and places as it shall designate.
  - f. University Hospital shall provide such staff support to the board as it deems necessary to carry out its duties.

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- <sup>1</sup>[14.] <u>16.</u> (New section) a. Nothing in this act shall be construed to deprive any officers or employees of <sup>1</sup>the University of Medicine and Dentistry of New Jersey who become employees of 1 University Hospital of their rights, privileges, obligations, or status with respect to any pension, retirement, or health benefits system. <sup>1</sup>[If any employees of University Hospital are transferred to, or otherwise become employees of, a new entity as a result of a restructuring or reorganization pursuant or subsequent to this act, those The employees shall retain all of their rights and benefits under existing collective negotiations agreements or contracts until such time as new or revised agreements or contracts are agreed to [. All existing employee representatives shall be retained to act on behalf of those employees until such time as the employees shall, pursuant to law, elect to change those representatives and such employees shall continue to be represented by the majority representative that represented them as employees of the University of Medicine and Dentistry of New Jersey unless the employees choose to change their majority representative pursuant to law. University Hospital shall assume all obligations under existing or expired collective negotiations agreements that covered employees of the University of Medicine and Dentistry of New Jersey on the effective date of this act and who become employees of University Hospital.
  - Employees in an existing University of Medicine and Dentistry of New Jersey negotiations unit who are transferred to or become employees of University Hospital shall be deemed to constitute an appropriate collective negotiations unit under the "New Jersey Employer-Employee Relations Act," P.L.1941, c.100 (C.34:13A-1 et seq.)<sup>1</sup>.
- Nothing in this act shall affect the civil service status, if any, of those officers or employees. Nothing in this act shall affect the

tenure, rank, or academic track of any person holding a faculty position that is associated with University Hospital.

b. The employees of 'the University of Medicine and Dentistry of New Jersey who become employees of 'University Hospital '[, upon transfer to a new entity,] pursuant to the provisions of this act 'shall not be considered new employees for any purpose and shall retain any accrued seniority, rank, and tenure, which shall be applied when determining eligibility for all benefits, including all paid leave time, longevity increases, and promotions.

<sup>1</sup>c. If employees of the University of Medicine and Dentistry of New Jersey, who become employees of University Hospital, are transferred to, or otherwise become employees of, a new entity as a result of a restructuring or reorganization pursuant or subsequent to this act, those employees shall remain "employees" within the meaning of the "New Jersey Employer-Employee Relations Act," P.L.1941, c.100 (C.34:13A-1 et seq.) and any applicable State pension and health benefits laws, and shall retain all of their rights and benefits under existing or expired collective negotiations agreements or contracts until such time as new or revised agreements or contracts are agreed to. The new entity shall be an "employer" within the meaning of the "New Jersey Employer-Employee Relations Act," P.L.1941, c.100 (C.34:13A-1 et seq.) and any applicable State pension and health benefits laws, and shall assume all obligations under existing or expired collective negotiations agreements that covered employees while employed at University Hospital or the University of Medicine and Dentistry of New Jersey immediately prior to their transfer to the new entity. Employees in a University Hospital negotiations unit, who are transferred to a new entity, shall be deemed to constitute an appropriate collective negotiations unit under the "New Jersey Employer-Employee Relations Act," P.L.1941, c.100 (C.34:13A-1 et seq.).

d. Employees of University Hospital, who become employees of a new entity pursuant to the provisions of this act, shall not be considered new employees for any purpose and shall retain any accrued seniority, rank, and tenure, which shall be applied when determining eligibility for all benefits, including all paid leave time, longevity increases, and promotions.

<sup>1</sup>[15.] <u>17.</u><sup>1</sup> (New section) a. University Hospital shall be required to obtain approval from the Superior Court of New Jersey prior to entering into a transaction that results in the acquisition of the hospital, and shall satisfy the requirements of the "Community Health Care Assets Protection Act," P.L.2000, c.143 (C.26:2H-7.10 et seq.) <sup>1</sup>[, to the maximum extent to which those provisions are determined applicable by the Attorney General, in consultation with the Commissioner of Health and Senior Services]. Any acquisition

- 1 of University Hospital by a new entity after the effective date of
- 2 this act shall be structured so as to retain the status of University
- 3 Hospital employees as public employees within the meaning of the
- 4 "New Jersey Employer-Employee Relations Act," P.L.1941, c.100
- $5 \quad (C.34:13A-1 \text{ et seq.})^{1}.$
- 6 b. The Attorney General, in consultation with the
- 7 Commissioner of Health and Senior Services, shall adopt
- 8 regulations pursuant to the "Administrative Procedure Act,"
- 9 P.L.1968, c.410, (C.52:14B-1 et seq.), to carry out the purposes of
- 10 subsection a. of this section.
- 11 'c. In determining whether the proposed acquisition is in the
- 12 public interest, meaning that appropriate steps have been taken to
- 13 safeguard the value of the hospital's public assets and to ensure that
- 14 any proceeds from the proposed acquisition are irrevocably
- 15 <u>dedicated for appropriate charitable health care purposes, the same</u>
- 16 <u>criteria and process shall apply as set forth in the "Community</u>
- 17 Health Care Assets Protection Act," P.L.2000, c.143 (C.26:2H-7.10
- 18 <u>et seq.</u>) and the Attorney General shall consider:
- 19 (1) whether the public entity that owns and operates the public
- 20 <u>hospital exercised due diligence in deciding to effectuate the</u>
- 21 acquisition, selecting the other party to the acquisition and
- 22 <u>negotiating the terms and conditions of the acquisition;</u>
- 23 (2) the procedures used by the public entity in making its
- 24 <u>decision</u>, including whether the appropriate expert assistance was
- 25 used;
- 26 (3) whether conflicts of interest were disclosed, including
- 27 conflicts relating to board members of the public hospital,
- 28 executives of, and experts retained by, the public hospital,
- 29 <u>purchaser or other parties to the acquisition;</u>
- 30 (4) whether any management contract under the acquisition is
- 31 <u>for reasonable value;</u>
- 32 (5) whether the public entity will receive full and fair market
- 33 <u>value for its assets;</u>
- 34 (6) whether the public entity established appropriate criteria in
- 35 deciding to pursue the acquisition in relation to carrying out the
- 36 mission and purpose of the public entity and the hospital;
- 37 (7) whether the acquisition is structured so as to retain the status
- 38 of University Hospital employees as public employees within the
- 39 meaning of subsection d. of section 3 of the "New Jersey Employer-
- 40 Employee Relations Act," P.L.1941, c.100 (C.34:13A-3) and any
- 41 <u>applicable State pension and health benefits laws; and</u>
- 42 (8) any other criteria set forth in the "Community Health Care
- 43 Assets Protection Act" or established pursuant to that act by the
- 44 Attorney General.
- d. University Hospital shall be required to obtain approval
- 46 <u>from the Department of Health and Senior Services prior to entering</u>
- 47 into a transaction that results in the acquisition of the hospital and
- 48 <u>shall satisfy the certificate of needs requirements.</u>

- 1 e. The Commissioner of Health and Senior Services shall 2 determine whether the proposed acquisition will result in the 3 deterioration of the quality, availability, or accessibility of health 4 care services in the affected communities.
- 5 f. For a period of five years, any substantive changes to 6 essential health care services provided by University Hospital shall 7 be subject to review by the University Hospital Community 8 Oversight Board and approval by the Department of Health and 9 Senior Services through a licensing review process.
  - g. University Hospital shall provide quarterly financial statements to the Department of Health and Senior Services which shall be posted on the hospital's public Internet website.<sup>1</sup>

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- 14 <sup>1</sup>18. (New section) a. Prior to entering into a contract with a 15 nonprofit corporation operating one or more hospitals in New 16 Jersey to operate and manage or assist in the operation and 17 management of University Hospital, the Department of Health and 18 Senior Services shall review and approve all management contracts. 19 Any management contract entered into by University Hospital shall 20 be evaluated by the Department of Health and Senior Services 21 based upon the following criteria:
- 22 (1) whether the hospital will continue its public mission and 23 commitment to provide a comprehensive healthcare program and 24 services to the greater Newark community, including acute care, 25 and emergency and other essential services provided by the 26 hospital;
- (2) whether the cost of the management contract is fair and 28 reasonable;
  - (3) whether the management contract provides for the full disclosure of all management and other fees;
- 31 (4) whether the management contract requires the hospital's 32 annual audited financial statements be filed with the Department of 33 Health and Senior Services and posted on the hospital website;
- (5) whether the management contract retains status of 34 35 University Hospital employees as public employees within the 36 meaning of subsection d. of section 3 of the "New Jersey Employer-37 Employee Relations Act," P.L.1941, c.100 (C.34:13A-3); and
- 38 (6) whether the University Hospital Community Oversight 39 Board has reviewed the terms of the agreement.
- 40 b. Due to the unique nature of an acute care management 41 contract, <sup>2</sup>[the proposals submitted by those nonprofit corporations 42 satisfying the eligibility requirements set forth in subsection a. of this section, shall not be subject the competitive bidding 43 requirements of the "Local Public Contracts Law," P.L.1971, c.198 44 45 (C.40A:11-1 et seq.). Notwithstanding this exemption from the "Local Public Contracts Law," prior a competitive contracting 46
- 47 method shall be used for a contract to operate and manage or assist

- 1 in the operation and management of University Hospital. Prior<sup>2</sup> to
- 2 <u>entering into a contract with a nonprofit corporation to operate and</u>
- 3 manage or assist in the operation or management of University
- 4 <u>Hospital, University Hospital shall prepare a Request for Proposals</u>
- 5 <u>describing with reasonable specificity the management services to</u>
- 6 be provided by a nonprofit corporation, and shall publish the
- Request for Proposals on its public Internet website no less than 30
- 8 <u>days prior to the date established by University Hospital for the</u>
- 9 <u>submission of proposals for any contract for management services</u>
- 10 <sup>2</sup>[, and shall comply with the public advertising requirements of
- 11 <u>section 4 of the "Local Public Contracts Law," P.L.1971, c.198</u>
- 12 (C.40A:11-4). In preparing a Request for Proposals, University
- 13 Hospital may seek input and assistance from prospective candidates
- 14 for the management contract, provided University Hospital
- 15 communicates on its public Internet website that this is occurring
- before the Request for Proposals is published ]2.
- 17 c. No less than 60 days prior to the award of any contract for
- 18 management services, a notice of the intent to award a contract to
- manage and operate or assist in the management and operation of
- 20 <u>University Hospital shall be published on the hospital's public</u>
- 21 <u>Internet website.</u>
- d. Any management contract entered into by University
- 23 <u>Hospital after the</u> <sup>2</sup>[effective] enactment date of this act shall
- 24 retain the status of University Hospital bargaining unit employees
- 25 <u>as public employees within the meaning of subsection d. of section</u>
- 26 <u>3 of the "New Jersey Employer-Employee Relations Act,"</u>
- 27 P.L.1941, c.100 (C.34:13A-3). Employees of the nonprofit
- 28 corporation awarded the contract to manage and operate University
- 29 Hospital shall not be required to be public employees within the
- meaning of subsection d. of section 3 of the "New Jersey Employer-Employee Relations Act," P.L.1941, c.100 (C.34:13A-3).
- 32 Employees of the nonprofit corporation awarded the management
- 33 contract shall not perform the duties of public employees
- 20 Contract shall not perform the daties of public employees
- 34 represented by majority representatives employed by University
- 35 Hospital prior to the effective date of the management contract,
- 36 except to the extent that such duties are incidental to their
- 37 <u>management duties.</u>
- e. Any contract with a nonprofit corporation operating one or
- 39 more hospitals in New Jersey to manage and operate or assist in the
- 40 management or operation of University Hospital entered into after
- 41 the enactment date of this act shall satisfy all conditions set forth in
- 42 this section.<sup>1</sup>

- 44 19. (New section) University Hospital shall maintain an Internet
- 45 website for the board of directors. The purpose of the website shall
- 46 be to provide increased public access to board operations and

- activities. The following information shall be posted on the board's
   website:
- a. the board's rules, regulations, resolutions, and official policy
   statements;
- b. notice, posted at least five business days prior to a meeting
   of the board or any of its committees, setting forth the time, date,
   location, and agenda of the meeting;
  - c. the minutes of each meeting of the board and its committees; and
- d. information on any contract entered into by the board for the
   operation or management of the hospital.
- 12 The website shall be updated on a regular basis.<sup>1</sup>

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- 14 <sup>1</sup>[16.] 20. (New section) <sup>1</sup>[a. As used in this section, "northern counties" means Bergen, Essex, Hudson, Morris, Passaic, Union, Sussex, and Warren Counties.
- 17 b.] <sup>1</sup> <sup>2</sup>a. As used in this section, "northern counties" means 18 Bergen, Essex, Hudson, Morris, Passaic, Union, Sussex, and 19 Warren Counties.
- b. Effective July 1, 2013, a campus 'advisory' board '[of 20 governors] shall be appointed for Rutgers University-Newark. 21 The campus 'advisory' board '[of governors]' shall '[be 22 23 composed of eight members as follows: the chancellor of Rutgers 24 University-Newark who shall serve as an ex-officio, nonvoting 25 member; two members appointed by the board of governors of 26 Rutgers University established pursuant to N.J.S.18A:65-14 from 27 among its members; one member appointed by the board of trustees 28 of Rutgers University established pursuant to N.J.S.18A:65-15 from 29 among its members; and four members, who are residents of the 30 northern counties, appointed by the Governor, and upon the 31 expiration of the terms of the original members, with the advice and 32 consent of the Senate.
  - The term of office of a member appointed by the board of governors or the board of trustees of Rutgers University shall be coterminous with his term on that board. The members appointed by the Governor shall serve for terms of six years beginning on July 1 and ending on June 30; except that of the members first appointed by the Governor, one shall serve for a term of six years, one shall serve for a term of three years, and one shall serve for a term of two years. Each member shall serve until his successor is appointed and qualified, and vacancies shall be filled in the same manner as the original appointments for the remainder of the unexpired term. A member appointed by the Governor may succeed himself for not more than one additional term after having served one full six-year term.
  - A member shall be subject to removal, after a hearing by a majority of the campus board of trustees, for malfeasance or

conduct injurious to the interest of Rutgers University-Newark, subject to review and confirmation by the Governor in the case of his appointees or by the board of governors or the board of trustees, as applicable, in the case of that board's appointees.

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- c. The board shall meet and organize annually at a regular meeting held during the second week of September. The Governor shall appoint the chair of the board. The chair shall serve until the following September meeting and until his successor is appointed and qualified. Vacancies in the offices shall be filled in the same manner for the unexpired term only.
- d. Members of the board shall serve without compensation but shall be entitled to be reimbursed for all reasonable and necessary expenses work with the chancellor of Rutgers University-Newark in implementing the teaching, research, and service mission of Rutgers University-Newark, the engagement of the campus with its local community, its region, and the State, and its commitment to academic excellence, access, and diversity.
- 18 The campus advisory board shall be composed of <sup>2</sup>[11] 13<sup>2</sup> 19 members as follows: the chancellor of Rutgers University-Newark who shall serve ex-officio; the member of the board of governors of 20 21 Rutgers, The State University who is appointed by the board of 22 trustees and who is, pursuant to N.J.S.18A:65-14, required to be a 23 resident of Essex County; two Rutgers University-Newark faculty members one of whom is appointed by the faculty union and one of 24 25 whom is elected by the Rutgers Newark Faculty Council; one 26 member of the Rutgers University-Newark administration appointed 27 by the Rutgers University-Newark chancellor; one Rutgers University-Newark staff member selected from among the staff 28 29 unions; two student representatives appointed by the Rutgers <u>University-Newark student governing association</u>; <sup>2</sup>[and]<sup>2</sup> three 30 31 members of the local community, two of whom shall be selected by 32 the Office of Community Affairs from community organizations 33 with one of these members being an alumnus of Rutgers 34 University-Newark, and one of whom shall be selected by the Mayor of the City of Newark <sup>2</sup>; and two public members who are 35 appointed by the chancellor and who are residents of a northern 36 37 county<sup>2</sup>.
  - All members shall serve a term of two years, renewable by reappointment or re-election in the same manner as the initial selection. A president of the advisory board shall be selected for a one-year term by a vote of the members of the campus advisory board, and may be so elected for successive terms without limit.
- A member shall be subject to removal, after a hearing by a
  majority of the campus advisory board, for malfeasance or conduct
  injurious to the interest of Rutgers University-Newark.
- The board shall meet and organize annually at a regular meeting held during the second week in September. The president shall

- 1 serve until the following September and until his successor is 2 appointed and qualified. Vacancies in the offices shall be filled in 3 the same manner for the unexpired term only. Members of the board shall serve without compensation but shall 4 5 be reimbursed for all reasonable and necessary expenses. 6 The campus advisory board shall hold at least one public meeting 7 each semester.1 8 <sup>1</sup>[17.] 21. (New section) Notwithstanding the provisions of
- 9 '[17.] 21.' (New section) Notwithstanding the provisions of N.J.S.18A:65-25 or any other section of law to the contrary, the campus 'advisory' board '[of governors] of Rutgers University-Newark' shall;
- a. <sup>1</sup>[maintain a separate debt service account for Rutgers
  University-Newark] advise the president and the board of
  governors of Rutgers, The State University on the selection of the
  Rutgers University-Newark chancellor<sup>1</sup>;
- b. propose capital projects and bonding for Rutgers University-Newark to the board of governors of Rutgers University; <sup>1</sup>and <sup>1</sup>
- c. propose an annual budget for Rutgers University-Newark to the board of governors of Rutgers University<sup>1</sup>[;
- d. recommend new academic programs and degree requirements for Rutgers University-Newark to the board of governors of Rutgers University; and
- e. recommend candidates for promotion and tenure at Rutgers
  University-Newark to the board of governors of Rutgers
  University.
- <sup>1</sup>Nothing in this section shall be construed to alter, amend, modify, or diminish the authority of the board of governors of Rutgers, The State University to grant tenure and promotions to faculty at Rutgers University-Newark, establish standards for academic programs and for the awarding of degrees for Rutgers University-Newark, and make final decisions on capital projects, bonding, and the annual budget for Rutgers University-Newark.<sup>1</sup>

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40 41 <sup>1</sup>22. (New section) State support for the continuing operations of programs operated by Rutgers University-Newark prior to the effective date of P.L., c. (C.) (pending before the Legislature as this bill), including support for fringe benefit costs, shall be appropriated by the Legislature directly to Rutgers University-Newark.<sup>1</sup>

123. (New section) a. The provisions of all collective
negotiations agreements applicable to employees of Rutgers
University-Newark in effect on the effective date of
P.L., c. (C.) (pending before the Legislature as this bill) shall
remain in full force and effect until such time as new or revised

1 agreements or contracts may be established. All persons employed 2 at Rutgers University-Newark shall continue to be represented by 3 the majority representative that represented them on the effective 4 date of P.L., c. (C.) (pending before the Legislature as this 5 bill), shall continue to be represented in the Rutgers University-6 wide collective negotiations units they were in on the effective date 7 of P.L., c. (C.) (pending before the Legislature as this bill), 8 and shall continue to be covered by the collective negotiations 9 agreements that were in effect on the effective date of P.L., 10 c. (C. ) (pending before the Legislature as this bill). Employees 11 of Rutgers University-Newark shall continue to be employees of 12 Rutgers, The State University and Rutgers, The State University shall continue to be the public employer of such employees as that 13 14 term is defined by the "New Jersey Employer-Employee Relations

Act," P.L.1941, c.100 (C.34:13A-1 et seq.).

b. Nothing in this act shall be construed to deprive any person employed at Rutgers University-Newark of any tenure or contract rights or to in any manner affect the tenure, contract, rank, or academic track of any employees holding a faculty position. Such tenure, contract, rank, and academic track shall continue to be through Rutgers, The State University and shall be held and granted pursuant to the authority of the board of governors of Rutgers, The State University for all current and future employees employed at Rutgers University-Newark.

c. Nothing in this act shall be construed to deprive any officers or employees employed at Rutgers University-Newark of their rights, privileges, obligations or status under any pension, retirement, health benefits system, civil service law or any other law of the State. 1

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31 <sup>1</sup>24. (New section) For medical malpractice claims incurred at any of the University of Medicine and Dentistry of New Jersey 32 33 schools transferred to Rutgers, The State University, occurring 34 before or after the effective date of this act, Rutgers, The State 35 University, shall elect within 75 days of the signing of this act whether it, and its employees, shall be represented in all such 36 37 matters by the Attorney General. If Rutgers, The State University 38 elects to be represented by the Attorney General, then the 39 Department of the Treasury shall enter into a memorandum of 40 agreement with Rutgers, The State University modeled on the June, 41 2003 memorandum of agreement between the Department of the 42 Treasury and the University of Medicine and Dentistry concerning 43 the Self-Insurance Reserve Fund and moneys in the fund known as 44 the Self-Insurance Reserve Fund shall be available to Rutgers, The 45 State University solely to indemnify and defend medical malpractice claims against employees, officers, and servants at the 46 47 schools transferred from the University of Medicine and Dentistry of New Jersey to Rutgers, The State University. If Rutgers, The 48

- 1 State University, elects not to be represented by the Attorney
- 2 General, then it shall be required to provide employees of the
- 3 <u>schools transferred from the University of Medicine and Dentistry</u>
- 4 of New Jersey to Rutgers, The State University with defense and
- 5 indemnification consistent with the terms and conditions of the
- 6 "New Jersey Tort Claims Act," N.J.S.59:1-1 et seq., in lieu of the
- 7 defense and indemnification that such employees would otherwise
- 8 seek and be entitled to from the Attorney General pursuant to
- 9 N.J.S.59:10-1 et seq. and P.L.1972, c.48 (C.59:10A-1 et seq.).<sup>1</sup>

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- <sup>1</sup>25. (New section) a. The board of governors of Rutgers, The State University shall establish an annual certified public reporting process of the finances of Rutgers, The State University in order to measure the flow of resources across the campuses of the university.
- b. The State Auditor shall develop auditing mechanisms to measure the allocation and transfer of resources across campuses including methods to account for inter-campus joint ventures, and shall annually report on the results of those mechanisms after receiving the report of Rutgers, The State University. 1

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- <sup>1</sup>[18.] <u>26.</u> (New section) a. As used in this section, "southern counties" means Atlantic, Burlington, Camden, Cape May, Cumberland, Gloucester, Ocean, and Salem Counties.
  - Cumberland, Gloucester, Ocean, and Salem Counties.

    b. Effective July 1, 2013, a campus board of <sup>2</sup>[trustees] directors<sup>2</sup> shall be appointed for Rutgers University–Camden. The
- 27 campus board of <sup>2</sup>[trustees] directors<sup>2</sup> shall be composed of
- 28  $^{2}$ [eight]  $\underline{10}^{2}$  members as follows: the chancellor of Rutgers
- 29 University-Camden who shall serve as an ex-officio, nonvoting
- 30 member; <sup>2</sup>[two] three<sup>2</sup> members appointed by the board of
- 31 governors of Rutgers University <sup>2</sup>[established pursuant to
- N.J.S.18A:65-14 from among its members ]<sup>2</sup>; <sup>2</sup>[one member] two
- members<sup>2</sup> appointed by the board of trustees of Rutgers <sup>2</sup>, The
- 34 <u>State</u><sup>2</sup> University <sup>2</sup> [established pursuant to N.J.S.18A:65-15]<sup>2</sup> from among its <sup>2</sup>non-public<sup>2</sup> members; and four members, who are
- among its <sup>2</sup>non-public<sup>2</sup> members; and four members, who are residents of the southern counties, appointed by the Governor with
- 37 the advice and consent of the Senate.
- The terms of office of a member appointed by the board of governors or the board of trustees of Rutgers University shall be coterminous with his term on that board. The members appointed
- by the Governor shall serve for terms of six years beginning on July
- 42 1 and ending on June 30; except that of the members first appointed
- by the Governor, one shall serve for a term of six years, one shall
- serve for a term of four years, one shall serve for a term of three
- 45 years, and one shall serve for a term of two years. Each member
- shall serve until his successor is appointed and qualified, and vacancies shall be filled in the same manner as the original

appointments for the remainder of the unexpired term. A <sup>2</sup>[trustee] director<sup>2</sup> appointed by the Governor may succeed himself for not more than one additional term after having served one full six-year term.

A <sup>2</sup>[trustee] <u>director</u><sup>2</sup> shall be subject to removal, after a hearing by a majority of the campus board of <sup>2</sup>[trustees] <u>directors</u><sup>2</sup>, for malfeasance or conduct injurious to the interest of Rutgers University-Camden, subject to review and confirmation by the Governor in the case of his appointees or by the board of governors or the board of trustees, as applicable, in the case of that board's appointees.

- c. The board shall meet and organize annually at a regular meeting held during the second week of September, by the election of a chair, vice-chair, and such other officers as the board shall determine. The officers shall serve until the following September meeting and until their successors are elected and qualified. Vacancies in the offices shall be filled in the same manner for the unexpired term only.
- d. Members of the board shall serve without compensation but shall be entitled to be reimbursed for all reasonable and necessary expenses.

<sup>1</sup>[19.] 27. (New section) Notwithstanding the provisions of N.J.S.18A:65-25 or any other section of law to the contrary, the campus board of <sup>2</sup>[trustees] directors<sup>2</sup> shall have general supervision over and shall be vested with the conduct of Rutgers University-Camden. It shall have the following powers, subject to the approval of the <sup>1</sup>[Joint] Rowan University-Rutgers Camden Board of Governors <sup>2</sup>which shall be subject to the limitations set forth in section 34 of P.L. , c. (C. ) (pending before the

- 31 <u>Legislature as this bill)</u><sup>2</sup>:
  32 a. <sup>2</sup>subject to the policies of Ru
- 32 a. <sup>2</sup>subject to the policies of Rutgers, The State University<sup>2</sup>
  33 determine policies for the organization, administration, and
  34 development of Rutgers University-Camden;
  - b. study the educational and financial needs of Rutgers University-Camden; <sup>2</sup>and <sup>2</sup> annually acquaint the Governor and Legislature with the condition of Rutgers University-Camden <sup>2</sup>[; and prepare and present an annual budget to the Governor, the Division of Budget and Accounting in the Department of the Treasury, and the Legislature in accordance with the law;
- c. set tuition and fees;
- d.] c.² disburse all moneys appropriated to Rutgers UniversityCamden by the Legislature, including appropriations for fringe
  benefit costs, and all moneys ²[received] allocated to Rutgers
  University-Camden² from tuition, fees, auxiliary services, and other
  sources;

²[e.] <u>d.</u>² direct and control expenditures and transfers of funds appropriated <sup>2</sup>and allocated <sup>2</sup> to Rutgers University-Camden, in accordance with the State budget and appropriation acts of the Legislature, <sup>2</sup>[reporting changes and additions thereto and transfers thereof to the Director of the Division of Budget and Accounting in the Department of the Treasury]<sup>2</sup> and as to funds received <sup>2</sup>and allocated<sup>2</sup> from other sources, direct and control expenditures and transfers in accordance with the terms and conditions of any applicable trusts, gifts, bequests, or other special provisions. All accounts of Rutgers University-Camden shall be subject to audit by the State at any time; 

<sup>2</sup>[f. borrow money for the needs of Rutgers University-Camden, <sup>1</sup>and projects of the Rowan University-Rutgers Camden Board of Governors, <sup>1</sup> as deemed requisite by the board, in such amounts and for such time and upon such terms as may be determined by the board; provided that no such borrowing shall be deemed or construed to create or constitute a debt, liability, or a loan or pledge of the credit, or be payable out of property or funds, other than moneys appropriated for that purpose, of the State;

- g. purchase all lands, buildings, equipment, materials, and supplies;
- h.] e. subject to the signatory delegation, procurement, and other applicable policies of Rutgers, The State University, employ architects to plan buildings, secure bids for the construction of buildings and for the equipment thereof, make contracts for the construction of buildings and for equipment, and supervise the construction of buildings;
- <sup>2</sup>[i.] <u>f.</u><sup>2</sup> manage and maintain and provide for the payment of all charges on and expenses in respect of, all properties utilized by Rutgers University-Camden;
- <sup>2</sup>[j.] g.<sup>2</sup> in accordance with the provisions of the State budget and appropriations acts of the Legislature, <sup>2</sup>[appoint and]<sup>2</sup> fix the compensation of the chancellor of Rutgers University-Camden <sup>2</sup>[, who shall be the executive] in accordance with the compensation guidelines and policies of Rutgers, The State University. The chancellor, who shall be appointed by the president of Rutgers, The State University, shall be the chief academic and administrative<sup>2</sup> officer of Rutgers University-Camden and an ex-officio member of the Rutgers University-Camden board of <sup>2</sup>[trustees] directors<sup>2</sup>, without vote <sup>2</sup>[, and shall serve at the pleasure of that board]<sup>2</sup>;
- <sup>2</sup>[k.] <u>h.</u><sup>2</sup> in accordance with the provisions of the State budget, have the power to elect, appoint, remove, promote, or transfer all corporate, official, educational, and civil administrative personnel, and fix and determine their salaries <sup>1</sup>consistent with the terms of any <sup>2</sup>applicable <sup>2</sup> collective negotiations agreements entered into

between Rutgers, The State University and a majority
 representative<sup>1</sup>;

<sup>2</sup>[1.] <u>i.</u><sup>2</sup>in accordance with the State budget, appoint, remove, promote, and transfer all other officers, agents, or employees, assign their duties, determine their salaries, and prescribe qualifications for all positions, and in accordance with <sup>2</sup>[the salary schedules of the Civil Service Commission whenever possible] policies of Rutgers, The State University <sup>1</sup> and consistent with the terms of any <sup>2</sup>applicable <sup>2</sup> collective negotiations agreements entered into between Rutgers, The State University and a majority representative <sup>1</sup>; and

<sup>2</sup>[m.] j. subject to the signatory delegation, procurement, and other applicable policies of Rutgers, The State University, enter into contracts and agreements with the State or any of its political subdivisions or with the United States, or with any public body, department, or other agency of the State or the United States, or with any individual.

<sup>1</sup>Nothing in this section shall be construed to alter, amend, modify or diminish the authority of the board of governors of Rutgers, The State University to grant tenure and promotions to faculty at Rutgers University-Camden <sup>2</sup>[and], <sup>2</sup> establish standards for academic programs and for the awarding of degrees for Rutgers University-Camden <sup>2</sup>, and make final decisions on capital projects, bonding, and the annual budget of Rutgers University-Camden <sup>2</sup>. <sup>1</sup>

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- <sup>1</sup>[20.] <u>28.</u><sup>1</sup> (New section) Rutgers University-Camden shall maintain an Internet website for the board of <sup>2</sup>[trustees] <u>directors</u><sup>2</sup>. The purpose of the website shall be to provide increased public access to board operations and activities. The following information shall be posted on the board's website:
- a. the board's rules, regulations, resolutions, and official policy
   statements;
- b. notice, posted at least five business days prior to a meeting of the board or any of its committees, setting forth the time, date, location, and agenda of the meeting;
- 36 c. the minutes of each meeting of the board and its committees;37 and
- d. information on any contract entered into by the board that was not competitively bid and the statutory authority for the contracting process.

The website shall be updated on a regular basis.

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1 1 21. 2 29. (New section) a. The board of governors of Rutgers University shall enter into a 1 [99-year] lease 1, use and occupancy, or other agreement with the board of trustees of Rutgers University-Camden 1, subject to the approval of the Joint

- 1 Rowan University-Rutgers Camden Board of Governors, I for a
- 2 term of 99 years<sup>1</sup> pursuant to which <sup>1</sup>[all property and assets of]<sup>1</sup>
- Rutgers University-Camden shall be permitted to use and occupy 3
- 4 all property and assets real or personal constituting the Rutgers
- 5 University-Camden campus; provided, however, that all such
- property and assets subject to the utilization agreement shall<sup>1</sup> 6
- 7 remain the property and assets of Rutgers University; except that
- Rutgers University shall have no responsibility or control over the 8
- 9 property and assets or over the maintenance, insurance, and
- development of the property and assets <sup>1</sup>during such use and 10
- occupancy by Rutgers University-Camden<sup>1</sup>. 11
- agreement] utilization agreement shall provide, among other 12
- things, for an annual payment of \$1 per year by Rutgers 13 14
- University-Camden to the board of governors of Rutgers University 15
- and shall also include the payment by Rutgers University-Camden
- of '[any] the allocable portion of debt service '[associated with] 16 17 on bonds, notes, or other obligations issued by Rutgers University
- 18 <u>directly related to</u> <sup>1</sup> the facilities and property of Rutgers University-
- Camden <sup>1</sup>subject to the utilization agreement <sup>1</sup>. At the end of the 19
- 20 [lease agreement] term of the utilization agreement, Rutgers
- University-Camden shall have the option to purchase the property at 21
- 22 fair market value, exclusive of any improvements, buildings, or
- 23 fixed assets thereon.
  - b. The board of governors of Rutgers University and the board of trustees of Rutgers University-Camden shall enter into an agreement for the participation of Rutgers University-Camden in the central administrative services and systems provided by Rutgers University including, but not limited to:
- 29 (1) the library system;
  - (2) information technology systems; and
- (3) university administration and public safety including 31 32 construction code services, emergency services, environmental and 33 health services, and the police department.
- The agreement shall include a '[negotiated rate] proportional 34 amount of reimbursement to be paid by Rutgers University-35 Camden to Rutgers University for '[the] its use of central 36 administrative services and systems provided pursuant to the 37
- agreement <sup>1</sup>that are directly related to Rutgers University-38
- Camden<sup>1</sup>. ]<sup>2</sup> 39

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- 41 <sup>2</sup>29. (New section) State support for the operation of Rutgers
- University-Camden, including support for fringe benefits costs, 42
- 43 shall be appropriated by the Legislature directly to Rutgers
- <u>University-Camden.</u><sup>2</sup> 44

1 <sup>1</sup>[22.] 30. (New section) <sup>2</sup>[1a. The board of governors of 2 Rutgers University shall establish:

 ${}^{2}[1[a.]] (1)^{1} \underline{a}.^{2}$  standards for the establishment and evaluation of academic programs of Rutgers University-Camden;

 ${}^{2}[^{1}[b.]] (2)^{1}] \underline{b.}^{2}$  standards for the award of degrees to students enrolled in the academic degree programs of Rutgers University-Camden; and

 ${}^{2}[^{1}[c.]] (3)^{1}] c.^{2}$  standards for the promotion and award of tenure to faculty employed at Rutgers University-Camden.

<sup>2</sup>[1b. In the event that the board of trustees of Rutgers University-Camden takes any action that would violate the provisions of subsection a. of this section, then that university shall no longer use the designation "Rutgers." 1]2

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> <sup>1</sup>[23.]  $\underline{31.}^{1}$  (New section)  $\underline{^{1}a.}^{1}$  The provisions of all collective negotiations agreements applicable to employees of Rutgers University-Camden in effect on the effective date of P.L. ) (pending before the Legislature as this bill) shall remain in full force and effect until such time as new or revised agreements or contracts may be established. <sup>1</sup>All persons employed at Rutgers University-Camden shall continue to be represented by the majority representative that represented them on the effective date of this act. shall continue to be represented in the Rutgers University-wide collective negotiations units they were in on the effective date of this act, and shall continue to be covered by the collective negotiations agreements that were in effect on the effective date of this act. Persons employed at Rutgers University-Camden shall continue to be employees of Rutgers, The State University and Rutgers, The State University shall continue to be the public employer of such employees as that term is defined by the "New Jersey Employer-Employee Relations Act," P.L.1941, c.100 (C.34:13A-1 et seq.).

b. Nothing in this act shall be construed to deprive any person employed at Rutgers University-Camden of any tenure or contract rights or to in any manner affect the tenure, contract, rank, or academic track of any employees holding a faculty position. Such tenure, contract, rank, and academic track shall continue to be through Rutgers, The State University and shall be held and granted pursuant to the authority of the board of governors of Rutgers, The State University for all current and future employees employed at Rutgers University-Camden.

c. Nothing in this act shall be construed to deprive any officers or employees employed at Rutgers University-Camden of their rights, privileges, obligations, or status under any pension, retirement, health benefits system, civil service law or any other law of this State.1

<sup>1</sup>[24.] <u>32.</u> (New section) <sup>2</sup>[a.] All monies <sup>1</sup>and funding including, but not limited to, grants, gifts, bequests, tuition, endowments, appropriations, capital improvement expenditures, debt service, research funds, State-funded personnel and budgeted positions, institutional support, centralized services, and grants-inaid, previously allocated or otherwise provided to Rutgers University for the use of Rutgers University-Camden, regardless of source, which remain unexpended on the effective date of P.L. ) (pending before the Legislature as this bill), shall be transferred to Rutgers University-Camden.

<sup>2</sup>[b. State support for the operation of Rutgers University—Camden, including support for fringe benefit costs, shall be appropriated by the Legislature directly to Rutgers University—Camden.]<sup>2</sup>

- <sup>1</sup>[25.] 33.<sup>1</sup> (New section) There is established the <sup>1</sup>[Joint]<sup>1</sup> Rowan University-Rutgers Camden Board of Governors.

  <sup>2</sup>[Notwithstanding any other provision of law to the contrary, the board shall have full authority over all matters concerning the supervision and operations of Rowan University and Rutgers University-Camden.]<sup>2</sup>
- a. The board shall be composed of seven members as follows: two members appointed by the board of trustees of Rowan University from among its members; two members appointed by the board of <sup>2</sup>[trustees] directors<sup>2</sup> of Rutgers University-Camden from among its members; and three members appointed by the Governor with the advice and consent of the Senate. The board shall elect a chairperson from among its membership.
- b. The term of office of a member of the '[joint]' board appointed by the board of trustees of Rowan University or the board of '[trustees] directors' of Rutgers University-Camden shall be coterminous with his term on that board '[of trustees]'. The term of office of the Governor's appointees shall be six years. An appointed member may be removed for cause by the board of trustees 'or the board of directors' that appointed the member, or by the Governor in the case of his appointees.
- c. Each member shall serve until his successor is appointed and qualified, and vacancies shall be filled in the same manner as the original appointments for the remainder of the unexpired term.
- d. Members of the board shall serve without compensation but shall be entitled to be reimbursed for all reasonable and necessary expenses.
- e. The '[joint]' board shall be staffed by employees of Rowan University and Rutgers University-Camden.

- 1 <sup>1</sup>[26.] <u>34.</u> (New section) The <sup>1</sup>[Joint] Rowan University-
- Rutgers Camden Board of Governors shall have the authority and 2
- 3 responsibility to:
- a. approve or disapprove of <sup>2</sup>[any decision of] the 4
- establishment or expansion of any schools, programs, or 5
- departments after the effective date of this act in the area of the 6
- health sciences proposed by either<sup>2</sup> the board of trustees of Rowan 7
- University or the board of <sup>2</sup>[trustees] directors<sup>2</sup> of Rutgers 8
- 9 University-Camden;
- 10 b. determine policies for the organization, administration, and
- 11 development of curriculum and programs of Rowan University and
- Rutgers University-Camden <sup>2</sup>in the area of the health sciences<sup>2</sup>, 12
- including dual degree programs and partnerships between the 13
- 14 institutions;
- make <sup>2</sup>recommendations to Rowan University and to 15
- Rutgers, The State University for<sup>2</sup> joint faculty appointments to 16
- Rowan University and Rutgers University-Camden; 17
- d. <sup>2</sup>[determine policies for the shared utilization of each 18
- institution's resources including housing, student affairs, and 19
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- e. ]<sup>2</sup> provide curricular oversight of joint programs <sup>2</sup> in the area of 21
- the health sciences<sup>2</sup> of Rowan University and Rutgers University-22
- Camden; and 23
- <sup>2</sup>[f.] <u>e.</u><sup>2</sup> develop plans <sup>2</sup>[and policies]<sup>2</sup> for the operation and 24
- governance of health science facilities, including <sup>2</sup>[policies] plans<sup>2</sup> 25
- concerning the development and financing of capital improvements 26
- or expansions of health science facilities. 27
- 28 <sup>2</sup> "Health sciences" for purposes of this section shall include, but
- not be limited to, nursing, medicine, dentistry, pharmacy, 29
- 30 pharmacology, biochemistry, biomedicine, genetics,
- bioengineering, public health, and physician-related studies.<sup>2</sup> 31
- 32 <sup>1</sup>The board shall not take any action to use, transfer, commit, or
- control the endowment funds <sup>2</sup>or any other funds <sup>2</sup> provided to or 33
- accumulated by and under the control of either institution without 34
- the respective approval of the Rowan University Board of Trustees 35
- or the Rutgers <sup>2</sup>[Camden] <sup>2</sup> Board of <sup>2</sup>[Trustees] Governors <sup>2</sup>. The 36
- board shall have no authority over the tenure or contract rights of 37
- 38 faculty at either Rutgers, The State University or Rowan University.
- The board shall <sup>2</sup>[be authorized to]<sup>2</sup> not take any action that would violate any of the bond covenants of Rutgers, The State 40
- University or Rowan University.<sup>1</sup> 41
- <sup>2</sup>Rowan University and Rutgers University-Camden shall each 42
- 43 appropriate \$2,500,000 per year to the Rowan University-Rutgers
- 44 Camden Board of Governors for administration and other necessary
- 45 expenses.2

<sup>1</sup>[27.] 35.<sup>1</sup> (New section) a. As used in sections <sup>1</sup>[28 through 56] 36 through 62<sup>1</sup> of P.L., c. (C.) (pending before the Legislature as this bill) "Rowan University" shall, unless the context clearly indicates to the contrary, include and mean the public research university herein designated "Rowan University" as presently and hereafter constituted, including all departments, colleges, schools, centers, branches, educational and other units and extensions thereof, extension and cooperative education programs, continuing education programs, and all other departments of higher education maintained by the educational entity of the university.

b. As used in sections <sup>1</sup>[28 through 56] <u>36 though 62</u> <sup>1</sup> of P.L., c. (C. ) (pending before the Legislature as this bill), "university" shall mean "Rowan University."

<sup>1</sup>[28.] <u>36.</u> <sup>1</sup> (New section) There is hereby established a body corporate and politic to be known as Rowan University. The exercise by the university of the powers conferred by this act, including the presentation and operation of a four-year allopathic medical school, shall be deemed to be public and essential governmental functions necessary for the welfare of the State and the people of New Jersey.

<sup>1</sup>[29.] 37. (New section) It is declared to be the public policy of the State that the university shall be given a high degree of self-government and that the governance and conduct of the university shall be free of partisanship.

<sup>1</sup>[30.] 38. (New section) The board of trustees of the university is continued and shall have and exercise the powers, authority, rights and privileges and shall be subject to the duties, obligations, and responsibilities set forth in this act.

<sup>1</sup>[31.] 39.<sup>1</sup> (New section) a. The composition and size of the board of trustees shall be determined by the board; however, the board shall have not less than seven nor more than 15 members. The members shall be appointed by the Governor with the advice and consent of the Senate. The board of trustees shall recommend potential new members to the Governor. The terms of office of appointed members shall be for six years beginning on July 1 and ending on June 30. Each member shall serve until his successor shall have been appointed and qualified and vacancies shall be filled in the same manner as the original appointments for the remainders of the unexpired terms. Any member of a board of trustees may be removed by the Governor for cause upon notice and opportunity to be heard.

- b. Members of the board as of the effective date of this act shall continue in office until the expiration of their respective terms and the qualification in office of their successors.
- c. All voting members of the board of trustees, before undertaking the duties of their office, shall take and subscribe an oath or affirmation to support the Constitution of the State of New Jersey and of the United States, to bear allegiance to the government of the State, and to perform the duties of their office faithfully, impartially and justly, to the best of their ability.
- d. Members of the board of trustees shall not receive compensation for their services. Each trustee shall be reimbursed for actual expenses reasonably incurred in the performance of his duties or in rendering service as a member of or on behalf of the board or any committee of the board.
- e. The board of trustees shall elect its chairperson from among its voting members annually in July. The board shall select such other officers from among its members as shall be deemed necessary.
- f. A voting member of the board of trustees shall not be a salaried official of the State of New Jersey, or receive remuneration for services from the university. No trustee shall be appointed who is an employee or paid official of any hospital affiliated with the university. If any member of the board shall become ineligible by reason of the foregoing, a vacancy in his office as trustee shall thereby occur.
- g. The board of trustees shall have the power to appoint and regulate the duties, functions, powers and procedures of committees, standing or special, from its members and such advisory committees or bodies as it may deem necessary or conducive to the efficient management and operation of the university, consistent with this act and other applicable statutes.

<sup>1</sup>**[**22 **]** 40 <sup>1</sup> (New sec

- <sup>1</sup>[32.] <u>40.</u> <sup>1</sup> (New section) The board of trustees of the university shall provide for the election of two student representatives, who shall be full-time, regularly matriculated students in good academic standing, and who shall be 18 years of age or older and citizens of the United States. The student representatives shall be elected by the members of the student government association to serve on the board of trustees for terms of two years commencing at the next organization of the board.
- a. A student shall be elected for a two-year term, but shall serve during the first year as an alternate member, and as a voting member during the second year.
- Any vacancies which occur shall be filled by the student governing body for the unexpired term only.
- b. The standards for eligibility for student representatives on the board of trustees shall be the same as those required for other student government officers.

c. The student members shall be entitled to full participation in all activities of the board except that they shall not participate in:

- (1) Any matter involving the employment, appointment, termination of employment, terms and conditions of employment, evaluation of the performance of, promotion or disciplining of any specific prospective officer or employee or current officer or employee employed or appointed by the board, unless all the individual employees or appointees whose rights could be adversely affected request in writing that the matter or matters be discussed at a public meeting;
- (2) Any matter involving the purchase, lease, acquisition or sale of real property with public funds, the setting of banking rates or investment of public funds, where it could adversely affect the public interest if discussion of these matters were disclosed; and
- (3) Any pending or anticipated litigation in which the board is, or may become, a party, where it could adversely affect the public interest if discussion of these matters were disclosed, or any matters falling within the attorney-client privilege, to the extent that confidentiality is required in order for the attorney to exercise his ethical duties as a lawyer.
- d. Upon assuming office, the students shall agree to adhere to such standards of responsibility and confidentiality as are established by the board of trustees.

<sup>1</sup>[33.] 41. (New section) The board of trustees of Rowan University shall have the general supervision over and be vested with the conduct of the university. It shall have the power and duty, subject to the approval of the <sup>1</sup>[Joint] Rowan University-Rutgers Camden Board of Governors <sup>2</sup>which shall be subject to the limitations set forth in section 34 of P.L., c. (C.) (pending before the Legislature as this bill)<sup>2</sup>, to:

- a. Adopt and use a corporate seal;
- b. Determine the educational curriculum and program of the university;
- c. Determine policies for the organization, administration, and development of the university;
- d. Study the educational and financial needs of the university, annually acquaint the Governor and Legislature with the condition of the university, and prepare and submit an annual request for appropriation to the Division of Budget and Accounting in the Department of the Treasury in accordance with law;
- e. Disburse all moneys appropriated to the university by the Legislature and all moneys received from tuition, fees, auxiliary services and other sources;
- f. Direct and control expenditures and transfers of funds appropriated to the university in accordance with the provisions of the State budget and appropriation acts of the Legislature, and, as to funds received from other sources, direct and control expenditures

and transfers in accordance with the terms of any applicable trusts, gifts, bequests, or other special provisions, reporting changes and additions thereto and transfers thereof to the Director of the Division of Budget and Accounting in the Department of the Treasury. All accounts of the university shall be subject to audit by the State at any time;

- g. In accordance with the provisions of the State budget and appropriation acts of the Legislature, appoint and fix the compensation and term of office of a president of the university who shall be the executive officer of the university and an ex officio member of the board of trustees, without vote, and shall serve at the pleasure of the board of trustees;
- h. In accordance with the provisions of the State budget and appropriation acts of the Legislature, appoint, upon nomination of the president, such deans and other members of the academic, administrative, and teaching staffs as shall be required and fix their compensation and terms of employment;
- i. Consistent with the provisions of its budget, this act and any and all controlling collective bargaining agreements, have the power, upon nomination or recommendation of the president, to appoint, remove, promote and transfer all other officers, agents, or employees which may be required to carry out the provisions of this act and prescribe qualifications for those positions, and assign requisite duties and determine and fix respective compensation for those positions in accordance with duly adopted salary program parameters;
  - j. Grant diplomas, certificates or degrees;
- k. Enter into contracts and agreements with the State or any of its political subdivisions or with the United States, or with any public body, department or other agency of the State or the United States or with any individual, firm or corporation which are deemed necessary or advisable by the board for carrying out the provisions of this act. A contract or agreement pursuant to this subsection may require a municipality to undertake obligations and duties to be performed subsequent to the expiration of the term of office of the elected governing body of such municipality which initially entered into or approved said contract or agreement, and the obligations and duties so incurred by such municipality shall be binding and of full force and effect, notwithstanding that the term of office of the elected governing body of such municipality which initially entered into or approved said contract or agreement, shall have expired;
- 1. Exercise the right of eminent domain, pursuant to the provisions of the "Eminent Domain Act of 1971," P.L.1971, c.361 (C.20:3-1 et seq.), to acquire any property or interest therein;
- m. Adopt, after consultation with the president and faculty, bylaws and make and promulgate such rules, regulations, and orders, not inconsistent with the provisions of this act as are

- necessary and proper for the administration and operation of the university and the carrying out of its purposes;
- n. Establish fees for room and board sufficient for the operation, maintenance, and rental of student housing and food services facilities;

- o. Fix and determine tuition rates and other fees to be paid by students;
- p. Accept from any government or governmental department, agency or other public or private body or from any other source grants or contributions of money or property which the board may use for or in aid of any of its purposes;
- q. Acquire, by gift, purchase, condemnation or otherwise, own, lease, dispose of, use and operate property, whether real, personal or mixed, or any interest therein, which is necessary or desirable for university purposes;
- r. Employ architects to plan buildings; secure bids for the construction of buildings and for the equipment thereof; make contracts for the construction of buildings and for equipment; and supervise the construction of buildings;
- s. Manage and maintain, and provide for the payment of all charges on and expenses in respect of, all properties utilized by the university;
- t. Borrow money and to secure the same by a mortgage on its property or any part thereof, and to enter into any credit agreement for the needs of the university <sup>1</sup> and projects of the Rowan University-Rutgers Camden Board of Governors <sup>1</sup>, as deemed requisite by the board, in such amounts and for such time and upon such terms as may be determined by the board, provided that no such borrowing shall be deemed or construed to create or constitute a debt, liability, or a loan or pledge of the credit or be payable out of property or funds, other than moneys appropriated for that purpose, of the State;
- u. Authorize any new program, educational department or school consistent with the programmatic mission of the institution or approved by the Secretary of Higher Education;
- v. Adopt standing operating rules and procedures for the purchase of all equipment, materials, supplies and services; however, no contract on behalf of the university shall be entered into for the purchase of services, materials, equipment and supplies, for the performance of any work, or for the hiring of equipment or vehicles, where the sum to be expended exceeds \$30,700 or the amount determined by the Governor as provided herein, unless the university shall first publicly advertise for bids and shall award the contract to that responsible bidder whose bid, conforming to the invitation for bids, will be most advantageous to the university, price and other factors considered. Such advertising shall not be required in those exceptions created by the board of trustees of the university, which shall be in substance those exceptions contained

in sections 4 and 5 of P.L.1954, c.48 (C.52:34-9 and 10) or for the supplying of any product or the rendering of any service by a public utility subject to the jurisdiction of the Board of Public Utilities of this State and tariffs and schedules of the charges made, charged, or exacted by the public utility for any such products to be supplied or services to be rendered are filed with the said board. Commencing July 1, 2013 and every two years thereafter, the Governor, in consultation with the Department of the Treasury, shall adjust the threshold amount set forth in this paragraph in direct proportion to the rise or fall of the consumer price index for all urban consumers in the New York City and the Philadelphia areas as reported by the United States Department of Labor. The Governor shall notify the university of the adjustment. The adjustment shall become effective on July 1 of the year in which it is reported.

This subsection shall not prevent the university from having any work performed by its own employees, nor shall it apply to repairs, or to the furnishing of materials, supplies or labor, or the hiring of equipment or vehicles, when the safety or protection of its or other public property or the public convenience requires or the exigency of the university's service will not admit of such advertisement. In such case, the university shall, by resolution passed by the affirmative vote of its board of trustees, declare the exigency or emergency to exist, and set forth in the resolution the nature and approximate amount to be expended; shall maintain appropriate records as to the reason for such awards; and shall report regularly to its board of trustees on all such purchases, the amounts and the reasons therefor;

w. Invest certain moneys in such obligations, securities and other investments as the board shall deem prudent, consistent with the purposes and provisions of this act and in accordance with State and federal law, as follows:

Investment in not-for-profit corporations or for-profit corporations organized and operated pursuant to the provisions of subsection x. of this section may utilize income realized from the sale or licensing of intellectual property as well as the reinvestment of earnings on intellectual property. Investment in not-for-profit corporations may also utilize income from the operation of faculty practice plans of the university and income from overhead grant fund recovery as permitted by federal law as well as other university funds except those specified in paragraph 5 of subsection x. of this section;

x. (1) Participate as the general partner or as a limited partner, either directly or through a subsidiary corporation created by the university, in limited partnerships, general partnerships, or joint ventures engaged in the development, manufacture, or marketing of products, technology, scientific information or health care services and create or form for-profit or not-for-profit corporations to engage in such activities; provided that any such participation shall

be consistent with the mission of the university and the board shall
have determined that such participation is prudent;

- (2) The decision to participate in any activity described in paragraph (1) of this subsection, including the creation or formation of for-profit or not-for-profit corporations, shall be articulated in the minutes of the board of trustees meeting in which the action was approved;
- (3) The provisions of P.L.1971, c.182 (C.52:13D-12 et seq.) shall continue to apply to the university, its employees, and officers;
- (4) Nothing herein shall be deemed or construed to create or constitute a debt, liability, or a loan or pledge of the credit or be payable out of property or funds of the State;
- (5) Funds directly appropriated to the university from the State or derived from the university's academic programs or derived from payment for coverage provided by the self insurance fund for claims accruing prior to the effective date of this act shall not be utilized by the for-profit or not-for-profit corporations organized and operated pursuant to this subsection in the development, manufacture, or marketing of products, technology or scientific information;
- (6) Employees of any joint venture, subsidiary corporation, partnership, or other jural entity entered into or owned wholly or in part by the university shall not be deemed public employees;
- (7) A joint venture, subsidiary corporation, partnership, or other jural entity entered into or owned wholly or in part by the university shall not be deemed an instrumentality of the State of New Jersey;
- (8) Income realized by the university as a result of participation in the development, manufacture, or marketing of products, technology, or scientific information may be invested or reinvested pursuant to subsection w. of this section or any other provision of this act or State or federal law or retained by the board for use in furtherance of any of the purposes of this act or of other applicable statutes;
- (9) The board shall annually report to the State Treasurer on the operation of all joint ventures, subsidiary corporations, partnerships, or such other jural entities entered into or owned wholly or in part by the university;
  - y. Sue and be sued in its own name;
- z. Retain independent counsel including representation by the Attorney General in accordance with subsection h. of section 6 of P.L.1994, c.48 (C.18A:3B-6);
- aa. (1) Procure and enter into contracts for any type of insurance and indemnify against loss or damage to property from any cause, including loss of use and occupancy, against death or injury of any person, against employees' liability, against any act of any member, officer, employee or servant of the university, whether part-time, full-time, compensated or non-compensated in the performance of

the duties of his office or employment or any other insurable risk.

In addition, the university shall carry its own liability insurance or maintain an actuarially sound program of self insurance. Any joint venture, subsidiary corporation, or partnership or such other jural entity entered into or owned wholly or in part by the university shall carry insurance or maintain reserves in such amounts as are determined by an actuary to be sufficient to meet its actual or

(2) Moneys in the fund known as the Self-Insurance Trust Fund administered by the State Treasurer shall continue to be available to the university solely to indemnify and defend claims against the university and its employees, officers and servants but only to the extent that the university has elected on behalf of itself and its employees to obtain representation from the Attorney General pursuant to subsection h. of section 6 of P.L.1994, c.48 (C.18A:3B-6) and such entity or individuals would have been entitled to defense and indemnification pursuant to the "New Jersey Tort Claims Act," N.J.S.59:1-1 et seq., as a State entity or State employee but for the provision of subsection z. of this section. Any expenditure of such funds shall be made only in accordance with the provisions of the "New Jersey Tort Claims Act," N.J.S.59:1-1 et seq., including but not limited to the provisions of chapters 10, 10A and 11 of Title 59 of the New Jersey Statutes. Nothing herein shall be construed to authorize the use of the Self-Insurance Trust Fund to indemnify or insure in any way, directly or indirectly the activities of any joint venture, partnership or corporation entered into or created by the university pursuant to subsection x. of this section;

bb. Create auxiliary organizations subject to the provisions of P.L.1982, c.16 (C.18A:64-26 et seq.);

cc. Adopt a code of ethics that complies with the requirements of all statutes applicable to the institution, including, but not limited, to the "Higher Education Restructuring Act of 1994," P.L.1994, c.48 (C.18A:3B-1 et al.), the "New Jersey Conflicts of Interest Law," P.L.1971, c.182 (C.52:13D-12 et seq.), regulations of the State Ethics Commission, and any applicable executive orders; and

dd. Establish a procedure for the confidential, anonymous submission of employee concerns regarding alleged wrongdoing at the university.

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accrued claims;

<sup>1</sup>[34.] <u>42.</u><sup>1</sup> (New section) All functions, powers and duties relating to the investment or reinvestment of funds other than those funds specified in subsection w. of section <sup>1</sup>[33] <u>41</u><sup>1</sup> of P.L., c. (C. ) (pending before the Legislature as this bill) within the jurisdiction of the board of trustees including the purchase, sale, or exchange of any investments or securities may be exercised and performed by the Director of the Division of Investment in the

1 Department of the Treasury in accordance with the provisions of 2 P.L.1950, c.270 (C.52:18A-79 et seq.) if so authorized by the board. <sup>1</sup>[Sections 35 and 36 of P.L. , c. (C. 3 ) (pending before the Legislature as this bill) shall only be applicable in the event of such 4 5 an election. 1 Before any such investment, reinvestment, purchase, 6 sale, or exchange shall be made by the director for or on behalf of 7 the board of trustees, the Director of the Division of Investment 8 shall submit the details thereof to the board, which shall, itself or by 9 its finance committee, within 48 hours, exclusive of Sundays and 10 public holidays, after such submission to it, file with the director its 11 written acceptance or rejection of such proposed investment, 12 reinvestment, purchase, sale, or exchange; and the director shall 13 have authority to make such investment, reinvestment, purchase, 14 sale, or exchange for or on behalf of the board, unless there shall 15 have been filed with him a written rejection thereof by the board or 16 its finance committee as herein provided. The board of trustees 17 shall determine from time to time the cash requirements of the 18 various funds and accounts established by it and the amount 19 available for investment, all of which shall be certified to the State 20 Treasurer and the Director of the Division of Investment.

The finance committee of the board of trustees shall consist of three members of the board who shall be appointed in the same manner and for the same term as other committees of the board are appointed.

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'[35. (New section) The Director of the Division of Investment in the Department of the Treasury, in addition to other investments, presently or from time to time hereafter authorized by law, shall have authority, subject to any acceptance required, to invest and reinvest such funds in, and to acquire for or on behalf of the board such bonds or other evidence of indebtedness or capital stock or other securities issued by any company incorporated within the United States or within the Dominion of Canada, which shall be authorized or approved for investment by regulation of the State Investment Council and in which life insurance companies organized under the laws of this State may legally invest.]

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<sup>1</sup>[36. (New section) The State Treasurer shall be the custodian of the board's investment funds, shall select all depositories and custodians and shall negotiate and execute custody agreements in connection with the assets or investments of any said funds.]<sup>1</sup>

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<sup>1</sup>[37.] <u>43.</u> <sup>1</sup> (New section) The university shall maintain an Internet website for the board of trustees. The purpose of the website shall be to provide increased public access to board operations and activities. The following information shall be posted on the board's website:

- 1 the board's rules, regulations, resolutions, and official policy 2 statements;
- b. notice, posted at least five business days prior to a meeting of the board or any of its committees, setting forth the time, date, 4 location, and agenda of the meeting;
  - the minutes of each meeting of the board and its committees; and
  - d. information on any contract entered into by the board that was not competitively bid and the statutory authority for the contracting process.

The website shall be updated on a regular basis.

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<sup>1</sup>[38.] <u>44.</u> (New section) The board of trustees, in addition to the other powers and duties provided herein, shall be vested with the right of perpetual succession and shall have and exercise all the powers, rights, and privileges that are incident to the proper governance, conduct, and management of the university and the control of its properties and funds and such powers granted to the university or the board or reasonably implied, may be exercised without recourse or reference to any department or agency of the State, except as otherwise provided by this act.

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<sup>1</sup>[39.] <u>45.</u> (New section) The board shall appoint and fix the compensation of a president of the university. The president shall be responsible to the board of trustees and shall have such powers as shall be requisite for the executive management and conduct of the university in all departments, branches and divisions, and for the execution and enforcement of bylaws, ordinances, regulations, statutes, and orders governing the management, conduct and administration of the university.

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<sup>1</sup>[40.] <u>46.</u> (New section) No trustee or officer of the university shall be personally liable for any debt, obligation, or other liability of the university or incurred by or on behalf of the university or any constituent unit thereof.

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<sup>1</sup>[41.] <u>47.</u> (New section) The board of trustees shall advise the Governor and Legislature, in consultation with the Secretary of Higher Education and the President's Council and successor bodies, on the manner in which the facilities and services of the university may be utilized so as to increase the efficiency of the public education system and provide, maintain, and improve upon the quality of higher education for the people of the State. The board of trustees shall make recommendations to the Governor and the Legislature respecting the needs for the facilities and services of the university as an educational instrumentality of the State for that purpose.

1 <sup>1</sup>[42.] 48.<sup>1</sup> (New section) Subject to the provisions of P.L.1969, 2 c.242 (C.18A:66-167 et seq.) and except as otherwise provided by 3 law, the university shall be deemed to be an employer for the 4 purposes of the "Public Employees' Retirement System Act," 5 P.L.1954, c.84 (C.43:15A-1 et seq.), and shall also be deemed to be a "public agency or organization" within the meaning of section 71 6 7 of that act (C.43:15A-71). Further, the university's commissioned 8 police officers shall be eligible for participation in and subject to 9 the provisions of the "Police and Firemen's Retirement Systems Act," P.L.1944, c.255 (C.43:16A-1 et seq.), and the university shall 10 be deemed an employer within the meaning of that act. 11

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<sup>1</sup>[43.] <u>49.</u> (New section) Nothing herein contained shall be construed to impair, annul or affect any vested rights, grants, privileges, exemptions, immunities, powers. prerogatives, franchises, or advantages heretofore obtained or enjoyed by the university or any constituent unit thereof, under any authority or any act of this State or under any grant, deed, conveyance, transfer, lease, estate, remainder, expectancy, trust, gift, donation, legacy, devise, endowment or fund, all of which are hereby ratified and confirmed except insofar as the same may have expired, be or have been repealed or altered, or may be inconsistent with this act or with existing provisions of law; subject however, thereto and to all of the rights, obligations, relations, conditions, terms, trust, duties, and liabilities to which the same are subject.

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<sup>1</sup>[44.] 50.<sup>1</sup> (New section) The enactment and adoption of this act shall not, of itself, affect the official, operational, or organizational status of any officer of the university or any and all outstanding authorizations of any officer, agent, or employee to take specified action, or any and all outstanding commitments or undertakings of or by the university, except and only to the extent that any of the same may be inconsistent with this act.

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<sup>1</sup>[45.] <u>51.</u><sup>1</sup> (New section) Upon the establishment of the body corporate and politic known as Rowan University:

a. All appropriations<sup>1</sup>, grants, debt service, research funds, and other monies<sup>1</sup> available to Rowan University prior to the effective date of this act and to become available shall be transferred to the university by the Director of the Division of Budget and Accounting in the Department of the Treasury and shall be available for the objects and purposes for which appropriated, subject to any terms, restrictions, limitations or other requirements imposed by the State budget;

b. All other grants, gifts, other moneys and property available to Rowan University prior to the effective date of this act and to become available to or for Rowan University shall be transferred to

the university and shall be available for the objects and purposes of the university, subject to any terms, restrictions, limitations or other requirements imposed by State and federal law or otherwise;

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- 4 c. All employees of Rowan University prior to the effective 5 date of this act shall become employees of the university. Nothing 6 in this act shall be construed so as to deprive any person of any 7 right of tenure or under any retirement system or to any pension, 8 disability, social security or similar benefit, to which the person is 9 entitled by law or contractually<sup>1</sup>. All persons employed at Rowan University shall continue to be represented by the majority 10 11 representative that represented them on the effective date of this act, 12 shall continue to be represented by the executive branch Statewide 13 collective negotiations units they were in on the effective date of 14 this act, and shall continue to be covered by the collective 15 negotiations agreements that were in effect on the effective date of 16 this act. Pursuant to section 12 of P.L.1986, c.42 (C.18A:64-21.1), 17 the Governor shall continue to function as the public employer 18 under the "New Jersey Employer-Employee Relations Act," 19 P.L.1941, c.100 (C.34:13A-1 et seq.), for persons employed at 20 Rowan University. The executive branch Statewide collective 21 negotiations units referenced in this section are the units specified 22 in subsection b. section 1 of P.L.2005, c.142 (C.34:13A-5.10). The 23 employees of Rowan University employed on the effective date of 24 this act shall not be considered new employees for any purpose and 25 shall retain any accrued seniority, rank, and tenure, which shall be 26 applied when determining eligibility for all benefits, including all 27 paid leave time, longevity increases, promotions and health 28 benefits. Nothing in this act shall be construed to deprive any 29 person employed at Rowan University of any tenure rights or to in 30 any manner affect the tenure, rank, or academic track of any 31 employees holding a faculty position. Such tenure, rank and 32 academic track shall continue to be through Rowan University and 33 shall be held or granted pursuant to the authority of the board of 34 trustees of Rowan University for all current and future employees 35 employed at Rowan University. Nothing in this act shall be 36 construed to deprive any officers or employees employed at Rowan 37 University of their rights, privileges, obligations or status under any 38 pension, retirement, health benefits system, civil service law or any 39 other law of this State<sup>1</sup>;
- d. All files, papers, records, equipment and other personal property of Rowan University shall be transferred to the university; and
- e. All orders, rules or regulations theretofore made or promulgated by Rowan University shall continue in full force and effect as the orders, rules and regulations of the university until amended or repealed by the university.

<sup>1</sup>[46.] 52.<sup>1</sup> (New section) This act shall not affect actions or proceedings, civil or criminal, brought by or against Rowan University, but such actions or proceedings may be prosecuted or defended in the same manner and to the same effect by the university as if the foregoing provisions had not taken effect; nor shall any of the foregoing provisions affect any order or regulation made by, or other matters or proceedings before, Rowan University, and all such matters or proceedings pending before Rowan University on the effective date of this act shall be continued by the university, as if the foregoing provisions had not taken effect.

<sup>1</sup>[47.] 53.<sup>1</sup> (New section) Whenever in any law, rule, regulation, contract, document, judicial or administrative proceeding or otherwise, reference is made to Rowan University, the same shall mean and refer to Rowan University, herein referred to as "university," established as a public research university pursuant to the provisions of this act.

<sup>1</sup>[48.] <u>54.</u><sup>1</sup> (New section) The general powers of supervision and control of the Secretary of Higher Education at the request of the Governor over Rowan University include the power to visit the university to examine into its manner of conducting its affairs and to enforce an observance of its laws and regulations and the laws of the State.

<sup>1</sup>[49.] 55. (New section) Notwithstanding any of the provisions of the "New Jersey Contractual Liability Act" (N.J.S.59:13-1 et seq.) to the contrary, contract claims and suits against the university shall be governed by that act.

[50.] 56.¹ (New section) Every contract or agreement negotiated, awarded or made pursuant to this act shall contain a suitable warranty by the contractor that no person or selling agency has been employed or retained to solicit or secure such contract upon an agreement or understanding for a commission, percentage, brokerage or contingent fee, except bona fide employees or bona fide established commercial or selling agencies maintained by the contractor for the purpose of securing business, for the breach or violation of which warranty the university shall have the right to annul such contract without liability or in its discretion to deduct from the contract price or consideration the full amount of such commission, percentage, brokerage or contingent fee.

<sup>1</sup>[51.] 57. (New section) Any person willfully authorizing, consenting to, making or procuring to be made payment of university funds for or on account of any purchase, contract or agreement known to him to have been made or entered into in

violation of any of the provisions of this act shall be guilty of a misdemeanor.

<sup>1</sup>[52.] 58.<sup>1</sup> (New section) The payment of any fee, commission or compensation of any kind or the granting of any gift or gratuity of any kind, either directly or indirectly, whether or not in connection with any purchase, sale or contract, to any person employed by Rowan University, having any duties or responsibilities in connection with the purchase or acquisition of any property or services by the university, by or on behalf of any seller or supplier who has made, negotiated, solicited or offered to make and contract to sell or furnish real or personal property or services to the university is hereby prohibited. Any person offering, paying, giving, soliciting or receiving any fee, commission, compensation, gift or gratuity in violation of this section shall be guilty of a misdemeanor.

<sup>1</sup>[53.] 59.<sup>1</sup> (New section) The provisions of this act shall not alter the term of any member of the board, not specifically abolished herein, lawfully in office as of the effective date of this act, or require the reappointment thereof.

<sup>1</sup>[54.] <u>60.</u> (New section) No provision of this act shall be deemed or construed to create or constitute a debt, liability, or a loan or pledge of the credit, of the State of New Jersey.

<sup>1</sup>[55.] 61.<sup>1</sup> (New section) This act, being deemed and declared necessary for the welfare of the State and the people of New Jersey to provide for the development of public higher education in the State and thereby to improve the quality and increase the efficiency of the public system of educational services of the State, shall be liberally construed to effectuate the purposes and intent thereof.

<sup>1</sup>[56.] 62.<sup>1</sup> (New section) In accordance with the provisions of section 27 of P.L.1994, c.48 (C.18A:3B-27), the university is allocated to the Department of State for the purposes of complying with the provisions of Article V, Section IV, Paragraph 1 of the New Jersey Constitution. Notwithstanding this allocation, the university shall be independent of any supervision or control of the Department of State or any board, commission, or officer thereof and the allocation shall not in any way affect the principles of institutional autonomy established by that act and as otherwise enumerated herein.

<sup>1</sup>[57.] <u>63.</u> Section 2 of P.L.1991, c.387 (C.2A:14-1.2) is amended to read as follows:

- 2. a. Except where a limitations provision expressly and specifically applies to actions commenced by the State or where a longer limitations period would otherwise apply, and subject to any statutory provisions or common law rules extending limitations periods, any civil action commenced by the State shall be commenced within ten years next after the cause of action shall have accrued.
  - b. For purposes of determining whether an action subject to the limitations period specified in subsection a. of this section has been commenced within time, no such action shall be deemed to have accrued prior to January 1, 1992.
  - c. As used in this act, the term "State" means the State, its political subdivisions, any office, department, division, bureau, board, commission or agency of the State or one of its political subdivisions, and any public authority or public agency, including, but not limited to, the New Jersey Transit Corporation and the University of Medicine and Dentistry of New Jersey.

The provisions of this section shall not apply to any civil action commenced by the State concerning the remediation of a contaminated site or the closure of a sanitary landfill facility, or the payment of compensation for damage to, or loss of, natural resources due to the discharge of a hazardous substance, and subject to the limitations period specified in section 5 of P.L.2001, c.154 (C.58:10B-17.1).

(cf: P.L.2001, c.154, s.7)

## <sup>1</sup>[58.] <u>64.</u> N.J.S.11A:6-6 is amended to read as follows:

11A:6-6. State administrative leave. Administrative leave for personal reasons including religious observances for full-time State employees or those employees of Rutgers, The State University, New Jersey Institute of Technology and [the University of Medicine and Dentistry of New Jersey] Rowan University who perform services similar to those performed by employees of the New Jersey State colleges who are in the career service shall be three working days per calendar year. Administrative leave shall not be cumulative and any administrative leave unused by an employee at the end of any year shall be cancelled. (cf: N.J.S.11A:6-6)

## <sup>1</sup>[59.] <u>65.</u> N.J.S.11A:6-17 is amended to read as follows:

11A:6-17. Supplemental compensation; employees of Rutgers, The State University, New Jersey Institute of Technology, and [the University of Medicine and Dentistry of New Jersey] Rowan University. The supplemental compensation provided under this chapter shall also be paid to each employee of Rutgers, The State University, New Jersey Institute of Technology, [and the University of Medicine and Dentistry of New Jersey], and Rowan University

1 who performs services similar to those performed by employees of

- 2 the New Jersey State colleges who are in the career service or who
- 3 have been granted sick leave under terms and conditions similar to
- 4 career service employees, including those employees of [the
- 5 University of Medicine and Dentistry of New Jersey Rutgers, The
- 6 State University who are members of the Newark Employees'
- 7 Retirement System.
- 8 (cf: N.J.S.11A:6-17)

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<sup>1</sup>[60.] <u>66.</u> Section 4 of P.L.2003, c.193 (C.17B:27D-4) is amended to read as follows:

4. The commission shall consist of 17 voting members as follows: the Commissioners of Health and Senior Services, Human Services and Banking and Insurance or their designees, who shall serve ex officio; three public members appointed by the President of the Senate, who shall include a representative of a commercial health insurance company, a physician licensed in this State who is a member of the Medical Society of New Jersey, and a representative of the New Jersey Business and Industry Association, no more than two of whom shall be from the same political party; three public members appointed by the Speaker of the General Assembly, who shall include a representative of a health service corporation, a physician licensed in this State, and a representative of organized labor, no more than two of whom shall be from the same political party; and eight public members appointed by the Governor, who shall include a medical educator from [the University of Medicine and Dentistry of New Jersey Rutgers, The State University whose major field of expertise is the study and evaluation of the cost of health care and health insurance, a representative of the New Jersey Association of Health Plans, a representative of the New Jersey Hospital Association, a representative of the New Jersey State Nurses Association, a representative of the New Jersey Dental Association, a representative of a consumer advocacy organization and two representatives of the general public who are knowledgeable about health benefits plans.

The President of the Senate may appoint two members of the Senate, no more than one of whom shall be from the same political party, to serve as nonvoting members of the commission. The Speaker of the General Assembly may appoint two members of the General Assembly, no more than one of whom shall be from the same political party, to serve as nonvoting members of the commission. The legislative members shall serve during their legislative term of office.

Of the voting members first appointed, four shall serve for a term of two years, four for a term of three years and three for a term of four years.

Voting members appointed thereafter shall serve four-year terms, and any vacancy shall be filled by appointment for the unexpired term only. A member is eligible for reappointment. Vacancies in the membership of the commission shall be filled in the same manner as the original appointments were made.

6 (cf: P.L.2003, c.193, s.4)

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- 8 '[61.] 67.1 Section 3 of P.L.1994, c.48 (C.18A:3B-3) is amended to read as follows:
- 3. For the purposes of this act, unless the context clearly requires a different meaning:
- "Authority" means the Higher Education Student Assistance Authority established pursuant to N.J.S.18A:71A-3;
- "Commission" means the New Jersey Commission on HigherEducation established by this act;
  - "Council" means the New Jersey Presidents' Council established by this act;
  - "Programmatic Mission" means all program offerings consistent within those levels of academic degrees or certificates that the institution has been authorized to grant by the State Board of Higher Education prior to the effective date of this act or approved thereafter by the commission;
- "Public Research University" means Rutgers, The State
  University of New Jersey, [the University of Medicine and
  Dentistry of New Jersey] Rowan University, and the New Jersey
  Institute of Technology;
  - "State college" means any of the State colleges or universities established pursuant to chapter 64 of Title 18A of the New Jersey Statutes including any State college designated as a teaching university.
- 31 (cf: P.L.1999, c.46, s.27)

- 33 <sup>1</sup>[62.] <u>68.</u> Section 12 of P.L.1994, c.48 (C.18A:3B-12) is 34 amended to read as follows:
- 12. a. There shall be established an executive board which performs such duties as determined by the council. The executive board shall be composed of 15 members as follows:
- The president of Rutgers, The State University;
- The president of the University of Medicine and Dentistry of New Jersey];
- The president of New Jersey Institute of Technology;
- 42 The president of Rowan University;
- Three presidents of State Colleges who shall be selected by the presidents of this sector;
- Five presidents of county colleges who shall be selected by the presidents of this sector;

Three presidents of independent institutions who shall be selected by the presidents of this sector;

One president of the proprietary schools which have been authorized to offer licensed degree programs who shall be selected by the presidents of these proprietary schools.

- b. The chair of the executive board shall be rotated among the 6 7 following: one of the presidents of Rutgers, The State University of 8 New Jersey, the president of [the University of Medicine and 9 Dentistry of New Jersey Rowan University, and the president of 10 New Jersey Institute of Technology; a president selected by the 11 presidents of the State Colleges; a president selected by the presidents of the county colleges; and a president selected by the 12 13 presidents of the independent institutions. The chair of the 14 executive board shall serve for a two-year period. Biennially, the 15 executive board shall select the chair in the manner provided above, 16 but not necessarily in the order provided above.
  - c. The chair of the executive board shall also serve as the chair of the council.

19 (cf: P.L.2009, c.246, s.2)

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- <sup>1</sup>[63.] <u>69.</u> Section 1 of P.L.2009, c.308 (C.18A:3B-46) is amended to read as follows:
  - 1. As used in this act:

"Commission" means the New Jersey Commission on Higher Education established pursuant to section 13 of P.L.1994, c.48 (C.18A:3B-13);

"Public research university" means Rutgers, The State University of New Jersey, [the University of Medicine and Dentistry of New Jersey] Rowan University, and the New Jersey Institute of Technology;

31 "State college" means the State colleges or universities 32 established pursuant to chapter 64 of Title 18A of the New Jersey 33 Statutes.

34 (cf: P.L.2009, c.308, s.1)

- <sup>1</sup>[64.] <u>70.</u> Section 2 of P.L.2007, c.171 (C.18A:26-2.9) is amended to read as follows:
- 38 2. a. The Commissioner of Education shall develop recommendations for autism and other developmental disabilities 39 40 awareness instruction and methods of teaching students with autism and other developmental disabilities for teacher preparation 41 programs in accordance with section 1 of this act and shall submit 42 43 the recommendations to the State Board of Education. In 44 developing the recommendations, the commissioner shall consult with the Commissioner of Health and Senior Services, 45 representatives from entities that promote awareness about autism 46 47 and other developmental disabilities and provide programs and

- 1 services to people with autism and other developmental disabilities,
- 2 including, but not limited to Autism Speaks, The Autism Center of
- 3 New Jersey Medical School at Ithe University of Medicine and
- Dentistry of New Jersey Rutgers, The State University, and The 4
- 5 New Jersey Center for Outreach and Services for the Autism
- 6 Community, and representatives of the education community,
- 7 including, but not limited to the New Jersey Education Association,
- 8 the New Jersey School Boards Association, the New Jersey
- 9 Principals and Supervisors Association, and the New Jersey
- 10 Professional Teaching Standards Board.
- 11 The Commissioner of Education shall develop
- 12 recommendations to incorporate autism and other developmental
- 13 disabilities awareness instruction and methods of teaching students
- 14 with autism and other developmental disabilities for teacher and
- 15 paraprofessional in-service and other training programs, where
- 16 appropriate, and shall submit the recommendations to the State
- 17 board. In developing the recommendations, the commissioner shall
- consult with the Commissioner of Health and Senior Services, 18
- 19 representatives from entities that promote awareness about autism
- 20 and other developmental disabilities and provide programs and
- 21 services to people with autism and other developmental disabilities,
- 22 including, but not limited to Autism Speaks, The Autism Center of
- New Jersey Medical School at the University of Medicine and 24 Dentistry of New Jersey Rutgers, The State University, and The
- 25 New Jersey Center for Outreach and Services for the Autism 26
- Community, and representatives of the education community, 27 including, but not limited to the New Jersey Education Association,
- the New Jersey School Boards Association, the New Jersey 28
- 29 Principals and Supervisors Association, and the New Jersey
- 30 Professional Teaching Standards Board.
- 31 The recommendations developed by the commissioner
- pursuant to subsections a. and b. of this section shall address the 32
- 33 following:
- 34 (1) characteristics of students with autism and other
- 35 developmental disabilities;
- 36 instructional (2) curriculum planning, curricular and
- 37 modifications, adaptations, and specialized strategies
- 38 techniques;
- 39 (3) assistive technology; and
- 40 (4) inclusive educational practices, including collaborative 41 partnerships.
- 42 (cf: P.L.2007, c.171, s.2)

- <sup>1</sup>[65.] <u>71.</u><sup>1</sup> 44 Section 1 of P.L.1985, c.161 (C.18A:64-45) is
- 45 amended to read as follows:
- 46 1. There is established a body corporate and politic, with
- 47 corporate succession, to be known as the New Jersey Association of

- 1 State Colleges and Universities. New Jersey City University, Kean
- 2 University, Montclair State University, Ramapo College of New
- Jersey, Richard Stockton College of New Jersey, [Rowan 3
- 4 University, Thomas Edison State College, The College of New
- 5 Jersey and The William Paterson University of New Jersey shall
- 6 constitute the membership of the association.
- 7 (cf: P.L.1999, c.46, s.35)

- 9 <sup>1</sup>[66.] <u>72.</u> Section 2 of P.L.1985, c.161 (C.18A:64-46) is 10 amended to read as follows:
- 11 The association shall consist of [nine] eight voting members 12 to be appointed as follows: one member from each member 13 institution's boards of trustees, appointed by the members thereof. 14 In addition the presidents of the member institutions shall serve as 15 ex officio, nonvoting members.
- 16 Members shall serve without compensation but shall be entitled 17 to be reimbursed for all reasonable and necessary expenses.
- 18 (cf: P.L.1999, c.46, s.36)

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- 20 <sup>1</sup>[67.] 73. Section 3 of P.L.2006, c.95 (C.18A:64G-6.1) is 21 amended to read as follows:
- 22 3. a. The management, supervision, and administration of
- University Hospital shall be vested in <sup>1</sup>[a [nine-member] <u>12-</u> 23
- member 1 an 11-member 1 board of directors of University Hospital. 24
- 25 The board shall be comprised of [four members of the board of
- 26 trustees of the University of Medicine and Dentistry of New Jersey
- 27 who shall serve ex officio and be appointed by the chairman of the
- 28 board and five :
- (1) [three] four members who shall serve ex-officio [, without 29
- vote, ] 1 including: the Dean of New Jersey Medical School, the 30
- 31 Dean of New Jersey Dental School, <sup>1</sup>[and the Commissioner of
- Health and Senior Services I the President of Rutgers, The State 32
- 33 University or a designee, and the Chancellor of the School of
- Biomedical and Health Sciences of Rutgers University<sup>1</sup>; and 34
- (2) '[nine] seven' public members, '[who] three of whom' 35
- 36 shall be appointed by the Governor, with the advice and consent of

the Senate, for a five-year term[; except that in the case of the

- initial gubernatorial appointments to the board of directors, two 38
- 39 shall serve for a term of two years, one for a term of three years,
- one for a term of four years, and one for a term of five years 2 with 40
- one of these members being a resident of the City of Newark; and 41
- 42 four of whom shall be appointed by the Governor without the
- 43 advice and consent of the Senate, for a five-year term, except that
- 44 upon the expiration of the term of these initial four members
- 45 appointed pursuant to P.L., c. (C.) (pending before the

- Legislature as this bill), all seven public members appointed by the
   Governor shall require the advice and consent of the Senate<sup>2</sup>.
- <sup>2</sup>[¹The first additional appointments made by the Governor pursuant to P.L., c. (C.) (pending before the Legislature as this bill), shall not require the advice and consent of the Senate, but thereafter such advice and consent shall be required.¹
  - A person who is a member of the board of directors on the effective date of P.L., c. (C. )(pending before the Legislature as this bill) shall be permitted to serve for the balance of the term for which that person was appointed.]<sup>2</sup>
- A member of the board of directors shall serve until [his] the 11 12 member's successor is appointed and has qualified. Any vacancies 13 in the membership occurring other than by expiration of term shall 14 be filled in the same manner as the original appointment but for the 15 unexpired term only. Each member of the board of directors before 16 entering upon [his] the member's duties shall take and subscribe an oath to perform the duties of [his] the office faithfully, impartially, 17 18 and justly to the best of [his] the member's ability. A record of the 19 oath shall be filed in the office of the Secretary of State. Each 20 member of the board may be removed from office by the Governor, 21 for cause, after a public hearing.
  - b. The members of the board of directors shall meet at the call of the Governor for purposes of organizing. The board shall thereafter meet at such times and places as it shall designate.
  - c. The Governor shall designate one of the members as chairman of the board of directors. The board shall select the other officers from among its members as shall be deemed necessary.
- d. The board of directors shall have the power to appoint and regulate the duties and procedures of committees, standing or special, from its members and such advisory committees or bodies, as it may deem necessary or conducive to the efficient management and operation of the hospital.
  - e. The board shall have the power and duty to <sup>1</sup>exercise general oversight over the affairs of University Hospital to ensure the fulfillment of its mission and to <sup>1</sup>:
- 36 (1) direct and control expenditures of University Hospital funds;
  - (2) borrow money;

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- (3) enter into contracts with the State or federal government, or
   any individual, firm, or corporation;
- 40 (4) solicit and accept grant moneys;
- 41 (5) acquire, own, lease, dispose of, use, and operate property;
- 42 (6) sue and be sued;
- 43 (7) enter into a contract or other agreement with a <sup>1</sup>[for-profit]
- 44 or 1 nonprofit corporation operating one or more hospitals in New
- 45 Jersey to operate and manage or assist in the operation and
- 46 management of University Hospital<sup>1</sup>[, without engaging in a
- 47 <u>competitive bidding process</u> ]<sup>1</sup>; and

1 (8) hire, fire, and fix salaries for all employees of University
2 Hospital.
3 (cf: P.L.2006, c.95, s.3)
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5 <sup>1</sup>[68.] 74. Section 1 of P.L. 1999, c.353 (C.18A:64G-35) is
6 amended to read as follows:

1. There is established a "Physician-Dentist Fellowship and Education Program to Provide Health Care to Persons with Developmental Disabilities" within [the University of Medicine and Dentistry of New Jersey] Rutgers, The State University. The purpose of the program is to provide physicians and dentists with graduate and fellowship training through academic institutions in the State and continuing medical and dental education on a Statewide basis, in the provision of medical and dental services to persons with developmental disabilities to ensure that these services are accessible and adequately available to persons with developmental disabilities in the State.

18 (cf: P.L.1999,c.353,s.1)

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<sup>1</sup>[69.] <u>75.</u><sup>1</sup> Section 2 of P.L.1999, c.353 (C.18A:64G-36) is amended to read as follows:

- 2. There is established a 17-member Consortium on Physician and Dentist Training in Health Care for Persons with Developmental Disabilities to advise the director of the program on the implementation of this act.
- a. The members of the consortium shall include: one representative each from the pediatric medicine, family medicine, internal medicine, neurology and psychiatry programs at [the University of Medicine and Dentistry of New Jersey Rutgers, The State University, one representative from the New Jersey Dental School, and one representative of the University Affiliated Program, to be appointed by the President of [the University of Medicine and Dentistry of New Jersey Rutgers, The State University; the director of the Mainstreaming Medical Care program of The Arc of New Jersey, who shall serve ex officio; the Director of the Division of Developmental Disabilities in the Department of Human Services, who shall serve ex officio; the Director of the Division of Medical Assistance and Health Services in the Department of Human Services, who shall serve ex officio; the Commissioner of Health and Senior Services or the commissioner's designee, who shall serve ex officio; three health
- Human Services, one each upon the recommendation of the Medical Society of New Jersey, the New Jersey Association of Osteopathic

care provider public members appointed by the Commissioner of

- Society of New Jersey, the New Jersey Association of Osteopathic

  15. Physicians and Surgeons and the New Jersey Dental Association:
- 45 Physicians and Surgeons and the New Jersey Dental Association;
- 46 and three public members appointed by the Commissioner of
- 47 Human Services, two of whom shall represent community

organizations that advocate for persons with developmental disabilities and one of whom shall be a family member of a person with a developmental disability or a person with a developmental disability who is a self advocate.

The President of <sup>2</sup>[the University of Medicine and Dentistry of New Jersey] Rutgers, The State University<sup>2</sup> and the Commissioner of Human Services shall make the appointments to the consortium within 60 days of the effective date of this act.

Members of the consortium shall serve for a term of three years and are eligible for reappointment, but of the members first appointed, five shall serve for a term of one year, four for a term of two years and four for a term of three years. Vacancies shall be filled in the same manner as the original appointments were made.

- b. Members shall serve without compensation, but the public members shall be entitled to reimbursement for necessary expenses incurred in the performance of their duties and within the limits of funds appropriated to the program.
- c. The consortium shall organize as soon as may be practicable after the appointment of its members. The Director of the Division of Developmental Disabilities shall serve as the chairman of the consortium. The members of the consortium shall elect a vice-chairman from among the members. All members, including ex officio members, shall be eligible to vote on all matters before the consortium. The director of the program, appointed pursuant to section 5 of this act, shall serve as secretary to the consortium.
- d. The consortium shall assist the director of the program in establishing policies and procedures for the nomination and selection of physicians and dentists as program fellows. The consortium shall otherwise advise the director on the operation of the program as the director deems necessary, and as specified in this act
- 32 (cf: P.L.1999, c.353, s.2)

- <sup>1</sup>[70.] <u>76.</u> Section 5 of P.L.1999, c.353 (C.18A:64G-39) is amended to read as follows:
- 5. The President of the University of Medicine and Dentistry of New Jersey Rutgers, The State University shall, in consultation with the consortium, appoint a director for the program who shall be a State licensed physician. The director of the program need not be solely responsible for the program and may continue to have other duties. The director may, in consultation with the consortium, appoint regional chairmen or chairmen of medical or dental practice specialties, as the director deems necessary for the operation of the program. (cf: P.L.1999,c.353,s.5)

<sup>1</sup>[71.] <u>77.</u> Section 4 of P.L.1977, c.390 (C.18A:64H-4) is amended to read as follows:

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3 4. The council shall consist of 15 members, 12 voting members 4 and three nonvoting members; four members of the council shall be 5 appointed by the Governor and 11 shall be ex officio members. The 6 appointments shall consist of three representatives of the public and one student currently enrolled in a graduate medical training 7 8 program; the appointed members shall be voting members of the 9 The president of [the University of Medicine and Dentistry of New Jersey Rutgers, The State University, who shall 10 serve as chairperson; a dean from one of the medical schools of 11 12 [the University of Medicine and Dentistry of New Jersey] Rutgers, 13 The State University, to be selected by the president of [the 14 University of Medicine and Dentistry of New Jersey Rutgers, The 15 State University; the dean of the School of Graduate Medical 16 Education of Seton Hall University; the president of the New Jersey 17 Hospital Association; the president of the Association of Hospital 18 Directors of Medical Education of New Jersey; the president of the 19 New Jersey Association of Osteopathic Physicians and Surgeons; 20 the president of the Medical Society of New Jersey; and the 21 president of the New Jersey Council of Teaching Hospitals or their 22 designated representatives shall be ex officio, voting members of 23 the council. The Commissioner of Health and Senior Services; the 24 president of the State Board of Medical Examiners and the 25 Commissioner of Human Services or their designated 26 representatives shall be ex officio, nonvoting members. appointed members shall serve for a three-year term or until a 27 28 successor is appointed. For those first appointed, two shall be 29 appointed for a one-year term; one shall be appointed for a two-year 30 term; and one shall be appointed for a three-year term. 31 vacancies in the voting membership other than by expiration of term 32 shall be filled in the same manner as the original appointment but 33 for the unexpired term only. To assist the council in carrying out 34 the intent of this act:

- a. The council may appoint advisory committees representative of the medical and health care professions, educators, and students, representatives of medical and health care facilities and consumers. The advisory committees shall provide advice and assistance to the council for the council's performance of its designated functions.
- b. The council may employ an executive director and additional staff to provide expertise in the gathering and analysis of data and administration. The executive director shall have the right to speak on all matters at meetings of the council but shall have no vote. The council and the advisory committees shall serve without compensation, but shall be reimbursed for necessary expenses incurred in the performance of their duties.
- 47 (cf: P.L.2008, c.5, s.1)

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1 [72.] 78. Section 1 of P.L.2003, c.133 (C.18A:64H-9) is amended to read as follows:

1.1a. There is created, within the [Commission on Higher Education] Office of the Secretary of Higher Education, the "Advisory Committee on Alternatively Accredited Medical School Clinical Clerkships."

7 The advisory committee shall consist of 11 members as follows: 8 the Commissioner of Health and Senior Services or his designee, 9 who shall serve ex officio; four members appointed by the 10 Governor who include one representative of the Medical Society of 11 New Jersey, one representative of the New Jersey Association of 12 Osteopathic Physicians and Surgeons, one representative of the 13 New Jersey Hospital Association and one representative of an 14 alternatively accredited medical school; two members appointed by 15 the President of the Senate who include one representative of the New Jersey Council of Teaching Hospitals and one representative 16 17 of a teaching hospital in New Jersey that has students from an 18 alternatively accredited medical school participating in a clinical 19 clerkship program; two members appointed by the Speaker of the 20 General Assembly who include one representative of an 21 alternatively accredited medical school and one representative of a 22 teaching hospital in New Jersey that has students from a medical school of [the University of Medicine and Dentistry of New Jersey] 23 24 Rutgers, The State University in a clinical clerkship program; one 25 member appointed by the State Board of Medical Examiners; and 26 one member appointed by the President of [the University of 27 Medicine and Dentistry of New Jersey Rutgers, The State 28 University. No two members of the advisory committee shall be 29 representatives of the same medical school or hospital.

b. Members shall serve for a term of three years from the date of their appointment and until their successors are appointed and qualified, except that of the members first appointed, four members shall serve for a term of one year, three members shall serve for a term of two years and three members shall serve for a term of three years. Vacancies shall be filled for the balance of the unexpired term in the same manner as the original appointments were made. A member of the advisory committee shall be eligible for reappointment.

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- c. The members of the advisory committee shall serve without compensation, but shall be reimbursed for necessary and reasonable expenses actually incurred in the performance of their duties, within the limits of funds appropriated or otherwise made available to the advisory committee for this purpose.
- d. The advisory committee shall select a chairman from among its members, who shall serve a one-year term but may serve successive terms. The advisory committee shall meet upon the call of the chairman or of a majority of its members. A majority of the

members of the advisory committee shall constitute a quorum, and no action of the advisory committee shall be taken except upon the affirmative vote of a majority of the members of the entire advisory committee.

- e. As used in this act, "alternatively accredited medical school" means a medical school located outside the United States: (1) in a country that applies accreditation standards that have been determined by the National Committee on Foreign Medical Education and Accreditation within the United States Department of Education to be comparable to the accreditation standards applied to medical schools located within the United States; (2) that continues to meet the accreditation standards of that country; and (3) has medical school students participating in a clinical clerkship program in New Jersey prior to the effective date of this act, or is approved by the Advisory Graduate Medical Education Council of New Jersey pursuant to section 4 of this act to operate a clinical clerkship program in this State.
- 18 (cf: P.L.2003, c.133, s.1)

- <sup>1</sup>[73.] <u>79.</u> Section 2 of P.L.1985, c.103 (C.18A:64J-2) is amended to read as follows:
  - 2. For the purposes of this act:
- a. "Advanced technology center" means one or more outstanding programs or departments at New Jersey's public and private institutions of higher education, which are provided substantial and concentrated financial support to promote their development into national-level bases for innovative technology research.
- b. "Business incubation facilities" means low-cost, short-term occupancy, rental spaces wherein assistance is granted to a targeted network of new companies employing selected technologies congruent with the strengths of the State's public and private institutions of higher education.
- c. "Commission" means the Governor's Commission on Science and Technology as created by Executive Order No. 12 of 1982 or its successor which is established by the Legislature.
  - d. "Consortium" means a cooperative arrangement between two or more institutions of higher education to pursue a program for strengthening academic programs, improving administration or providing for other special needs.
- e. "Innovation partnership grants" means matching grants to academic researchers performing applied research in emerging technologies at any of the State's public and private institutions of higher education, which are of strategic importance to the New Jersey economy, under regulations adopted by the commission pursuant to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.).

- 1 "Private institutions of higher education" means independent 2 colleges, universities or institutes incorporated and located in New 3 Jersey, which by virtue of law or character or license are nonprofit 4 educational institutions authorized to grant academic degrees and 5 which provide a level of education which is equivalent to the education provided by the State's public institutions of higher 6 7 education as attested by the receipt of and continuation of regional 8 accreditation by the Middle States Association of Colleges and 9 Schools, and which are eligible to receive State aid under the 10 provisions of the Constitution of the United States and the 11 Constitution of the State of New Jersey, but does not include any 12 educational institution dedicated primarily to the education or training of ministers, priests, rabbis or other professional persons in 13 14 the field of religion.
  - g. "Public institutions of higher education" means Rutgers, The State University, the State colleges, the New Jersey Institute of Technology, [the University of Medicine and Dentistry of New Jersey] Rowan University, the county colleges and any other public university or college now or hereafter established or authorized by law.
  - h. "Technology extension services" means programs that not only accelerate the application and transfer of technological innovations by the State's public and private institutions of higher education to existing industry, but also adapt these innovations to the requirements of individual business operations.

(cf: P.L.1985, c.103, s.2)

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- <sup>1</sup>[74.] <u>80.</u> Section 3 of P.L.1985, c.103 (C.18A:64J-3) is amended to read as follows:
- 30 3. There is established the Advanced Technology Center in Hazardous and Toxic Substance Management, hereinafter referred to as the center, at the New Jersey Institute of Technology in the City of Newark, County of Essex with the cooperation of a research and public policy consortium led by the New Jersey Institute of Technology and including Stevens Institute of Technology, [the University of Medicine and Dentistry of New Jersey] and Rutgers
- 36 University of Medicine and Dentistry of New Jersey] and Rutgers,
- 37 The State University. Various other public and private institutions
- 38 of higher education and their faculties may be considered for
- 39 participation in the work of the center in the future by the
- 40 commission.
- 41 (cf: P.L.1985, c.103, s.3)

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- 43 <sup>1</sup>[75.] <u>81.</u> Section 2 of P.L.1985, c.104 (C.18A:64J-9) is 44 amended to read as follows:
  - 2. For the purposes of this act:
- 46 a. "Advanced technology center" means one or more 47 outstanding programs or departments at New Jersey's public and

private institutions of higher education, which are provided substantial and concentrated financial support to promote their development into national-level bases for innovative technology research.

- b. "Business incubation facilities" means low-cost, short-term occupancy, rental spaces wherein assistance is granted to a targeted network of new companies employing selected technologies congruent with the strengths of the State's public and private institutions of higher education.
- c. "Commission" means the Governor's Commission on Science and Technology as created by Executive Order No. 12 of 1982 or its successor which is established by the Legislature.
- d. "Innovation partnership grants" means matching grants to academic researchers performing applied research in emerging technologies at any of the State's public and private institutions of higher education, which are of strategic importance to the New Jersey economy, under regulations adopted by the commission pursuant to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.).
- e. "Private institutions of higher education" means independent colleges or universities incorporated and located in New Jersey, which by virtue of law or character or license are nonprofit educational institutions authorized to grant academic degrees and which provide a level of education which is equivalent to the education provided by the State's public institutions of higher education as attested by the receipt of and continuation of regional accreditation by the Middle States Association of Colleges and Schools, and which are eligible to receive State aid under the provisions of the Constitution of the United States and the Constitution of the State of New Jersey, but does not include any educational institution dedicated primarily to the education or training of ministers, priests, rabbis or other professional persons in the field of religion.
- f. "Public institutions of higher education" means Rutgers, The State University, the State colleges, the New Jersey Institute of Technology, [the University of Medicine and Dentistry of New Jersey] Rowan University, the county colleges and any other public university or college now or hereafter established or authorized by law.
- g. "Technology extension services" means programs that not only accelerate the application and transfer of technological innovations by the State's public and private universities to existing industry, but also adapt these innovations to the requirements of individual business operations.
- 45 (cf: P.L.1985, c.104, s.2)

**1**[76.] <u>82.</u> Section 2 of P.L.1985, c.105 (C.18A:64J-16) is 48 amended to read as follows:

2. For the purposes of this act:

- a. "Advanced technology center" means one or more outstanding programs or departments at New Jersey's public and private institutions of higher education, which are provided substantial and concentrated financial support to promote their development into national-level bases for innovative technology research.
- b. "Business incubation facilities" means low-cost, short-term occupancy, rental spaces wherein assistance is granted to a targeted network of new companies employing selected technologies congruent with the strengths of the State's public and private institutions of higher education.
- c "Commission" means the Governor's Commission on Science and Technology as created by Executive Order No. 12 of 1982 or its successor which is established by the Legislature.
- d. "Innovation partnership grants" means matching grants to academic researchers performing applied research in emerging technologies at any of the State's public and private institutions of higher education, which are of strategic importance to the New Jersey economy, under regulations adopted by the commission pursuant to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.).
- e. "Private institutions of higher education" means independent colleges or universities incorporated and located in New Jersey, which by virtue of law or character or license are nonprofit educational institutions authorized to grant academic degrees and which provide a level of education which is equivalent to the education provided by the State's public institutions of higher education as attested by the receipt of and continuation of regional accreditation by the Middle States Association of Colleges and Schools, and which are eligible to receive State aid under the provisions of the Constitution of the United States and the Constitution of the State of New Jersey, but does not include any educational institution dedicated primarily to the education or training of ministers, priests, rabbis or other professional persons in the field of religion.
- f. "Public institutions of higher education" means Rutgers, The State University, the State colleges, the New Jersey Institute of Technology, [the University of Medicine and Dentistry of New Jersey] Rowan University, the county colleges and any other public university or college now or hereafter established or authorized by law.
- g. "Technology extension services" means programs that not only accelerate the application and transfer of technological innovations by the State's public and private institutions of higher education to existing industry, but also adapt these innovations to the requirements of individual business operations.
- 48 (cf: P.L.1985, c.105, s.2)

- **1** [77.] 83. Section 3 of P.L.1985, c.105 (C.18A:64J-17) is amended to read as follows:
- 3. There is established the Advanced Technology Center in Biotechnology (hereinafter referred to as the center) under the [joint] governance of Rutgers, The State University [and the University of Medicine and Dentistry of New Jersey and with the participation of other public and private institutions of higher education and faculties who may be considered for participation in the work of the center in the future by the commission. The center shall be composed of various units at locations designated by the participating institutions, with the approval of the commission.

12 (cf: P.L.1985, c.105, s.3)

- <sup>1</sup>[78.] <u>84.</u> Section 2 of P.L.1985, c.106 (C.18A:64J-23) is amended to read as follows:
  - 2. For the purposes of this act:
- a. "Advanced technology center" means one or more outstanding programs or departments at New Jersey's public and private institutions of higher education, which are provided substantial and concentrated financial support to promote their development into national-level bases for innovative technology research.
- b. "Business incubation facility" means low-cost, short-term occupancy, rental spaces wherein assistance is granted to a targeted network of new companies employing selected technologies congruent with the strengths of the State's public and private institutions of higher education.
- c. "Commission" means the Governor's Commission on Science and Technology as created by Executive Order No. 12 of 1982 or its successor which is established by the Legislature.
- d. "Innovation partnership grants" means matching grants to academic researchers performing applied research in emerging technologies at any of the State's public and private institutions of higher education, which are of strategic importance to the New Jersey economy, under regulations adopted by the commission pursuant to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.).
- e. "Private institutions of higher education" means independent colleges or universities incorporated and located in New Jersey, which by virtue of law or character or license are nonprofit educational institutions authorized to grant academic degrees and which provide a level of education which is equivalent to the education provided by the State's public institutions of higher education as attested by the receipt of and continuation of regional accreditation by the Middle States Association of Colleges and Schools, and which are eligible to receive State aid under the provisions of the Constitution of the United States and the Constitution of the State of New Jersey, but does not include any

educational institution dedicated primarily to the education or training of ministers, priests, rabbis or other professional persons in the field of religion.

- f. "Public institutions of higher education" means Rutgers, The State University, the State colleges, the New Jersey Institute of Technology, [the University of Medicine and Dentistry of New Jersey] Rowan University, the county colleges and any other public university or college now or hereafter established or authorized by law.
- g. "Technology extension services" means programs that not only accelerate the application and transfer of technological innovations by the State's public and private institutions of higher education to existing industry, but also adapt these innovations to the requirements of individual business operations.

15 (cf: P.L.1985, c.106, s.2)

- <sup>1</sup>[79.] <u>85.</u> Section 2 of P.L.1985, c.366 (C.18A:64J-30) is amended to read as follows:
  - 2. For the purposes of this act:
- a. "Advanced technology center" means one or more outstanding programs or departments at New Jersey's public and private institutions of higher education which are provided substantial and concentrated financial support to promote their development into national level bases for innovative technology research;
- b. "Business incubation facilities" means low cost, short-term occupancy rental spaces wherein assistance is granted to a targeted network of new companies employing selected technologies congruent with the strengths of the State's public and private institutions of higher education;
- c. "Commission" means the New Jersey Commission on Science and Technology as created by P.L.1985, c.102 (C.52:9X-1 et seq.);
- d. "Innovation partnership grants" means matching grants to academic researchers performing applied research in emerging technologies at any of the State's public and private institutions of higher education which are of strategic importance to the New Jersey economy under regulations adopted by the commission pursuant to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.);
- e. "Private institutions of higher education" means independent colleges or universities incorporated and located in New Jersey, which by virtue of law or character or license, are nonprofit educational institutions authorized to grant academic degrees and provide a level of education which is equivalent to the education provided by the State's public institutions of higher education as attested by the receipt of and continuation of regional accreditation by the Middle States Association of Colleges and Schools, and

- which are eligible to receive State aid under the provisions of the Constitution of the United States and the Constitution of the State of New Jersey, but does not include any educational institution dedicated primarily to the education or training of ministers, priests, rabbis or other professional persons in the field of religion;
  - f. "Public institutions of higher education" means Rutgers, The State University, the State colleges, the New Jersey Institute of Technology, [the University of Medicine and Dentistry of New Jersey] Rowan University, the county colleges and any other public university or college now or hereafter established or authorized by law;
  - g. "Technology extension services" means programs that not only accelerate the application and transfer of technological innovations by the State's public and private institutions of higher education to existing industry, but also adapt these innovations to the requirements of individual business operations.

(cf: P.L.1985, c.366, s.2)

- <sup>1</sup>[80.] <u>86.</u> Section 2 of P.L.1985, c.397 (C.18A:64J-39) is amended to read as follows:
  - 2. For the purposes of this act:
- a. "Advanced technology center" means one or more outstanding programs or departments at New Jersey's public and private institutions of higher education, which are provided substantial and concentrated financial support to promote their development into national-level bases for innovative technology research;
- b. "Business incubation facilities" means low-cost, short-term occupancy rental spaces wherein assistance is granted to a targeted network of new companies employing selected technologies congruent with the strengths of the State's public and private institutions of higher education;
- c. "Commission" means the New Jersey Commission on Science and Technology as created by P.L.1985, c.102 (C.52:9X-1 et seq.);
- d. "Innovation partnership grants" means matching grants to academic researchers performing applied research in emerging technologies at any of the State's public and private institutions of higher education, which are of strategic importance to the New Jersey economy, under regulations adopted by the commission pursuant to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.);
- e. "Private institutions of higher education" means independent colleges or universities incorporated and located in New Jersey, which by virtue of law or character or license are nonprofit educational institutions authorized to grant academic degrees and provide a level of education which is equivalent to the education provided by the State's public institutions of higher education as

- 1 attested by the receipt of and continuation of regional accreditation
- 2 by the Middle States Association of Colleges and Schools, and
- 3 which are eligible to receive State aid under the provisions of the
- 4 Constitution of the United States and the Constitution of the State
- 5 of New Jersey, but does not include any educational institution
- 6 dedicated primarily to the education or training of ministers, priests,
- 7 rabbis or other professional persons in the field of religion;
- 8 f. "Public institutions of higher education" means Rutgers, The
- 9 State University, the State colleges, the New Jersey Institute of
- 10 Technology, [the University of Medicine and Dentistry of New
- 11 Jersey] Rowan University, the county colleges and any other public
- 12 university or college now or hereafter established or authorized by
- law;
- g. "Technology extension services" means programs that not
- 15 only accelerate the application and transfer of technological
- 16 innovations by the State's public and private institutions of higher
- 17 education to existing industry, but also adapt these innovations to
- 18 the requirements of individual business operations.
- 19 (cf: P.L.1985, c.397, s.2)

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- <sup>1</sup>[81.] <u>87.</u> N.J.S.18A:65-14 is amended to read as follows:
- 22 18A:65-14. The membership of the board of governors shall be classified as follows and consist of:
  - a. the president of the corporation, serving as an ex officio non-voting member; and
    - b. [11] <u>15</u> voting members,
- i. [six] '[nine] seven' of whom shall be appointed by the
- 28 Governor of the State, with the advice and consent of the Senate,
- 29 <sup>2</sup>with one of these members being a resident of Camden County, <sup>2</sup>
- 30 [and] <sup>1</sup>[two of whom shall be from a northern county in the State,]
- 31 and one of whom shall be appointed by the Governor upon the
- 32 recommendation of President of the Senate and the Speaker of the
- 33 General Assembly and who shall be a resident of Essex County,
- $34 \quad and^1$
- 35 ii. <sup>1</sup>[five] seven of whom shall be appointed by the board of
- 36 trustees, from among their members<sup>1</sup>, one of whom shall be a
- 37 resident of Essex County and one of whom shall be a resident of
- 38 Middlesex County, 1 elected and serving under the provisions of
- 39 subsection I.c. or I.d. of 18A:65-15 <sup>1</sup>[, and
- 40 <u>iii. the chairperson of the Rutgers-Newark board of</u>
- 41 governors 1.
- 42 The first additional appointments made by the Governor
- pursuant to P.L., c. (C. ) (pending before the Legislature as
- 44 this bill), shall not require the advice and consent of the Senate, but
- 45 thereafter such advice and consent shall be required.<sup>1</sup>

1 All members shall serve for terms of six years, except that the 2 terms of those initially appointed by the Governor which began on 3 September 1, 1956, shall expire respectively (as designated by him) 4 one, two, three, four, five and six years after June 30, 1956, and 5 terms of those initially appointed by the board of trustees which 6 began on September 1, 1956, shall expire respectively (as 7 designated by the board) two, three, four, five and six years after 8 June 30, 1956; all of whose respective successors shall be appointed 9 to serve six-year terms. Governors may succeed themselves for not 10 more than one additional term after having served one full six-year 11 term (including an initial term beginning on September 1, 1956, and 12 expiring on June 30, 1962).

(cf: P.L.1994, c.48, s.177)

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# <sup>1</sup>[82.] <u>88.</u><sup>1</sup> Section 4 of P.L.2009, c.4 (C.18A:65A-1) is amended to read as follows:

4. a. The board of trustees of a public institution of higher education may implement an energy savings improvement program in the manner provided by this section whenever it determines that the savings generated from reduced energy use from the program will be sufficient to cover the cost of the program's energy conservation measures as set forth in an energy savings plan. Under such a program, a board of trustees may enter into an energy savings services contract with an energy services company to implement the program or the board may authorize separate contracts to implement the program. The provisions of: N.J.S.18A:64-1 et seq., in the case of any State college; P.L.1995, c.400 (C.18A:64E-12 et seq.), in the case of the New Jersey Institute of Technology; N.J.S.18A:65-1 et seq., in the case of Rutgers, the State University; [P.L.1970, c.102 (C.18A:64G-1 et al.), in the case of the University of Medicine and Dentistry of New Jersey]; P.L., c. (C. ) (pending before the Legislature as this bill), in the case of Rowan University; and N.J.S.18A:64A-1 et seq., in the case of the county colleges; shall apply to any contracts awarded pursuant to this section to the extent that the provisions of such law are not inconsistent with any provision of this section.

In the case of Rutgers, the State University, references in this section to the board of trustees shall mean the Rutgers board of governors.

- b. (1) To be eligible to enter into an energy savings services contract, an energy services company shall be a commercial entity that is qualified to provide energy savings services in accordance with the provisions of this section. A public institution of higher education may enter into an energy savings services contract through public advertising for bids and the receipt of bids therefor.
- (2) (a) Public works activities performed under an energy savings improvement program shall be subject to all requirements regarding public bidding, bid security, performance guarantees,

insurance and other public contracting requirements that are applicable to public works contracts, to the extent not inconsistent with this section. A general contractor, energy services company serving as general contractor, or any subcontractor hired for the furnishing of plumbing and gas fitting and all kindred work, and of steam and hot water heating and ventilating apparatus, steam power plants and kindred work, and electrical work, structural steel and ornamental iron work, shall be classified by the Division of Property Management and Construction in the Department of the Treasury in order to perform public works activities under an energy savings improvement program.

- (b) Individuals or organizations performing energy audits, acting as commissioning agents, or conducting verification of energy savings plans, implementation of energy conservation measures, or verifying guarantees shall be prequalified by the Division of Property Management and Construction in the Department of the Treasury to perform their work under an energy savings improvement program.
- (c) Where there is a need for compatibility of a direct digital control system with previously installed control systems and equipment, the bid specifications may include a requirement for proprietary goods, and if so included, the bid specification shall set forth an allowance price for its supply which shall be used by all bidders in the public bidding process.
- (3) An energy services company may be designated as the general contractor for improvements to be made pursuant to an energy savings plan, provided that the hiring of subcontractors that are required to be classified pursuant to subparagraph (a) of paragraph (2) of this subsection shall be performed pursuant to the public bidding requirements of the board of trustees. A contract with an energy savings company shall include, but not be limited to: preparation of an energy savings plan, the responsibilities of the parties for project schedules, installations, performance and quality, payment of subcontractors, project completion, commissioning, savings implementation; a requirement that the savings to be achieved by energy conservation measures be verified upon commissioning of the improvements; allocation of State and federal rebates and tax credits; and any other provisions deemed necessary by the parties.
- (4) Except as provided in paragraph (5) of this subsection, a subsidiary or wholly-owned or partially-owned affiliate of the energy services company shall not be an eligible contractor or subcontractor under an energy savings services contract.
- (5) When the energy services company is the manufacturer of direct digital control systems and contracts with the board of trustees to provide a guaranteed energy savings option pursuant to subsection f. of this section, the specification of such direct digital control systems may be treated as proprietary goods and if so

treated, the bid specification shall set forth an allowance price for its supply by the energy services company which shall be used by all bidders in the public bidding process. Direct digital controls shall be open protocol format and shall meet the interoperability guidelines established by the American Society of Heating, Refrigerating and Air-Conditioning Engineers.

- c. An energy savings improvement program may be financed through a lease-purchase agreement or through the issuance of energy savings obligations pursuant to this subsection.
- (1) An energy savings improvement program may be financed through a lease-purchase agreement between a board of trustees and an energy services company or other public or private entity. Under a lease-purchase agreement, ownership of the energy savings equipment or improved facilities shall pass to the board of trustees when all lease payments have been made. Notwithstanding the provisions of any other law to the contrary, the duration of such a lease-purchase agreement shall not exceed 15 years, except that the duration of a lease purchase agreement for a combined heat and power or cogeneration project shall not exceed 20 years.
- (2) Any lease-purchase or other agreement entered into in connection with an energy savings improvement program may be a general obligation of the public institution of higher education pursuant to this subsection, and may contain: a clause making it subject to the availability and appropriation annually of sufficient funds as may be required to meet the extended obligation; and a non-substitution clause maintaining that if the agreement is terminated for non-appropriation, the board of trustees may not replace the leased equipment or facilities with equipment or facilities that perform the same or similar functions.
- (3) A board of trustees may arrange for incurring energy savings obligations to finance an energy savings improvement program and may enter into any agreement with the New Jersey Educational Facilities Authority or other persons in connection with the issuance by the authority of its obligations on behalf of the public institution of higher education in order to finance the institution's energy savings improvement program. Energy savings obligations may be funded through appropriations for utility services in the annual budget of the board, or incurred as a general obligation of the public institution of higher education in connection with the issuance by the New Jersey Educational Facilities Authority of bonds or notes pursuant to N.J.S.18A:72A-2 et seq., or, in the case of a county college, by a sponsoring county as a refunding bond pursuant to N.J.S.40A:2-52 et seq., including the issuance of bond anticipation notes as may be necessary, provided that all such bonds and notes mature within the periods authorized for such energy savings obligations.
- (4) Lease-purchase agreements and energy savings obligations shall not be used to finance maintenance, guarantees, or verification

- of guarantees of energy conservation measures. Lease-purchase agreements and energy savings obligations may be used to finance the cost of an energy audit or the cost of verification of energy savings as part of adopting an energy savings plan. Maturity schedules of lease-purchase agreements or energy savings obligations must exceed the estimated useful life of the individual energy conservation measures.
  - d. (1) The energy audit component of an energy savings improvement program shall be conducted either by the board of trustees or by a qualified third party retained by the board for that purpose. It shall not be conducted by an energy services company subsequently hired to develop an energy savings improvement program. The energy audit shall identify the current energy use of any or all facilities and energy conservation measures that can be implemented in which the energy savings and energy efficiency could be realized and maximized.
  - (2) To implement an energy savings improvement program, a board of trustees shall develop an energy savings plan that consists of one or more energy conservation measures. The plan shall:
    - (a) contain the results of an energy audit;

- (b) describe the energy conservation measures that will comprise the program;
- (c) estimate greenhouse gas reductions resulting from those energy savings;
- (d) identify all design and compliance issues that require the professional services of an architect or engineer and identify who will provide these services;
- (e) include an assessment of risks involved in the successful implementation of the plan;
- (f) identify the eligibility for, and costs and revenues associated with the PJM Independent System Operator for demand response and curtailable service activities;
- (g) include schedules showing calculations of all costs of implementing the proposed energy conservation measures and the projected energy savings;
- (h) identify maintenance requirements necessary to ensure continued energy savings, and describe how they will be fulfilled; and
- (i) if developed by an energy services company, a description of, and cost estimates of an energy savings guarantee.
  - All professionals providing engineering services under the plan shall have errors and omissions insurance.
  - (3) Prior to the adoption of the plan, the board of trustees shall contract with a qualified third party to verify the projected energy savings to be realized from the proposed program have been calculated as required by subsection e. of this section.
- (4) Upon adoption, the plan shall be submitted to the Board of Public Utilities, which shall post it on the Internet on a public

webpage maintained for such purpose. If the board of trustees maintains its own website, it shall also post the plan on that site. The Board of Public Utilities may require periodic reporting concerning the implementation of the plan.

- (5) Verification by a qualified third party shall be required when energy conservation measures are placed in service or commissioned, to ensure the savings projected in the energy savings plan shall be achieved.
- (6) Energy-related capital improvements that do not reduce energy usage may be included in an energy savings improvement program but the cost of such improvements shall not be financed as a lease-purchase or through energy savings obligations authorized by subsection c. of this section. Nothing herein is intended to prevent the financing of such capital improvements through otherwise authorized means.
- (7) A qualified third party when required by this subsection may include an employee of the public institution of higher education who is properly trained and qualified to perform such work.
- e. (1) The calculation of energy savings for the purposes of determining that the energy savings resulting from the program will be sufficient to cover the cost of the program's energy conservation measures, as provided in subsection a. of this section, shall involve determination of the dollar amount saved through implementation of an energy savings improvement program using the guidelines of the International Performance Measurement and Verification Protocol or other protocols approved by the Board of Public Utilities and standards adopted by the Board of Public Utilities pursuant to this section. The calculation shall include all applicable State and federal rebates and tax credits, but shall not include the cost of an energy audit and the cost of verifying energy savings. The calculation shall state which party has made application for rebates and credits and how these applications translate into energy savings.
- (2) For the purposes of this section, the Board of Public Utilities shall adopt standards and uniform values for interest rates and escalation of labor, electricity, oil, and gas, as well as standards for presenting these costs in a life cycle and net present value format, standards for the presentation of obligations for carbon reductions, and other standards that the board may determine necessary.
- f. (1) When an energy services company is awarded an energy savings services contract, it shall offer the board of trustees the option to purchase, for an additional amount, an energy savings guarantee. The guarantee, if accepted by a separate vote of the board of trustees, shall insure that the energy savings resulting from the energy savings improvement program, determined periodically over the duration of the guarantee, will be sufficient to defray all payments required to be made pursuant to the lease-purchase agreement or energy savings obligation, and if the savings are not

sufficient, the energy services company will reimburse the board of trustees for any additional amounts. Annual costs of a guarantee shall not be financed or included as costs in an energy savings plan but shall be fully disclosed in an energy savings plan.

- (2) When a guaranteed energy savings option is purchased, the contract shall require a qualified third party to verify the energy savings at intervals established by the parties.
  - g. As used in this section:

"direct digital control systems" means the devices and computerized control equipment that contain software and computer interfaces that perform the logic that control a building's heating, ventilating, and air conditioning system. Direct digital controls shall be open protocol format and shall meet the interoperability guidelines established by the American Society of Heating, Refrigerating and Air-Conditioning Engineers;

"educational facility" means a structure suitable for use as a dormitory, dining hall, student union, administrative building, academic building, library, laboratory, research facility, classroom, athletic facility, health care facility, teaching hospital, and parking, maintenance, storage or utility facility or energy conservation measures and other structures or facilities related thereto or required or useful for the instruction of students or the conducting of research or the operation of an institution for higher education, and public libraries, and the necessary and usual attendant and related facilities and equipment, but shall not include any facility used or to be used for sectarian instruction or as a place for religious worship;

"energy conservation measure" means an improvement that results in reduced energy use, including, but not limited to, installation of energy efficient equipment; demand response equipment; combined heat and power systems; facilities for the production of renewable energy; water conservation measures, fixtures or facilities; building envelope improvements that are part of an energy savings improvement program; and related control systems for each of the foregoing;

"energy related capital improvement" means a capital improvement that uses energy but does not result in a reduction of energy use;

"energy saving obligation" means a bond, note or other agreement evidencing the obligation to repay borrowed funds incurred in order to finance energy saving improvements;

"energy savings" means a measured reduction in fuel, energy, operating or maintenance costs resulting from the implementation of one or more energy conservation measures services when compared with an established baseline of previous fuel, energy, operating or maintenance costs, including, but not limited to, future capital replacement expenditures avoided as a result of equipment installed or services performed as part of an energy savings plan;

"energy savings improvement program" means an initiative of a public institution of higher education to implement energy conservation measures in existing facilities, provided that the value of the energy savings resulting from the program will be sufficient to cover the cost of the program's energy conservation measures;

"energy savings plan" means the document that describes the actions to be taken to implement the energy savings improvement program;

"energy savings services contract" means a contract with an energy savings company to develop an energy savings plan, prepare bid specifications, manage the performance, provision, construction, and installation of energy conservation measures by subcontractors, to offer a guarantee of energy savings derived from the implementation of an energy savings plan, and may include a provision to manage the bidding process;

"energy services company" means a commercial entity that is qualified to develop and implement an energy savings plan in accordance with the provisions of this section;

"public works activities" means any work subject to the provisions of P.L.1963, c.150 (C.34:11-56.25 et seq.); and

"water conservation measure" means an alteration to a facility or equipment that reduces water consumption, maximizes the efficiency of water use, or reduces water loss.

- h. (1) The State Treasurer and the Board of Public Utilities may take such action as is deemed necessary and consistent with the intent of this section to implement its provisions.
- (2) The State Treasurer and the Board of Public Utilities may adopt implementation guidelines or directives, and adopt such administrative rules, pursuant to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.), as are necessary for the implementation of those agencies' respective responsibilities under this section, except that notwithstanding any provision of P.L.1968, c.410 (C.52:14B-1 et seq.) to the contrary, the State Treasurer and the Board of Public Utilities may adopt, immediately upon filing with the Office of Administrative Law, such rules and regulations as deemed necessary to implement the provisions of this act which shall be effective for a period not to exceed 12 months and shall thereafter be amended, adopted or re-adopted in accordance with the provisions of P.L.1968, c.410 (C.52:14B-1 et seq.).

40 (cf: P.L.2009, c.4, s.4) 

- 42 <sup>1</sup>[83.] <u>89.</u> <sup>1</sup> Section 2 of P.L.1969, c.242 (C.18A:66-168) is 43 amended to read as follows:
  - 2. Repeal of the act and parts of acts, and all amendments and supplements thereto, pursuant to section 1 of this act, is subject to the following provisos:
- a. The alternate benefit programs established by [the Board of Trustees of the University of Medicine and Dentistry,] the Board of

- Governors of Rutgers, The State University of New Jersey, the Board of Trustees of the New Jersey Institute of Technology and the Board of Higher Education for certain employees of State and county colleges, are continued except as the benefit and contribution schedules are revised by this act.
  - b. The timely filing of applications for transfer from the Public Employees' Retirement System, the Teachers' Pension and Annuity Fund and the Group Annuity Plan as specified in such acts shall be deemed to have not been revised by this act.
  - c. The transfer of employee and employer contributions from the Public Employees' Retirement System, the Teachers' Pension and Annuity Fund and the Group Annuity Plan to the insurers or mutual fund companies of the alternate benefit programs shall be considered as having met the requirements of said acts and shall be continued as provided by this act.
  - d. Any contributions made by a member of the alternate benefit program for any additional death benefit coverage established under said acts shall not be returnable to the member or his beneficiary in any manner, or for any reason whatsoever, nor shall any contributions made for the additional death benefit coverage be included in any annuity payable to any such member or to his beneficiary.

23 (cf: P.L.1993, c.385, s.1)

- <sup>1</sup>[84.] <u>90.</u> <sup>1</sup> Section 3 of P.L.1969, c.242 (C.18A:66-169) is amended to read as follows:
  - 3. As used in this act:
- a. "Accumulated deductions" means those contributions as defined in N.J.S.18A:66-2 or in section 6 of P.L.1954, c.84 (C.43:15A-6).
- b. "Base salary" means a participant's regular base or contractual salary. It shall exclude bonus, overtime or other forms of extra compensation such as (1) longevity lump sum payments, (2) lump sum terminal sick leave or vacation pay, (3) the value of maintenance, (4) individual pay adjustments made within or at the conclusion of the participant's final year of service, (5) retroactive salary adjustments or other pay adjustments made in the participant's final year of service unless such adjustment was made as a result of a general pay adjustment for all personnel of the department or institution, (6) any unscheduled individual adjustment made in the final year to place the member at the maximum salary level within his salary range and (7) any pay for services rendered during the summer vacation period by a participant who is required to work only 10 months of the year.
- c. "Base annual salary" means the base salary upon which contributions by the member and his employer to the alternate benefit program were based during the last year of creditable service.

1 d. (Deleted by amendment, P.L.1994, c.48).

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employees.

- ["University of Medicine and Dentistry" means the 2
- 3 University of Medicine and Dentistry of New Jersey established
- 4 pursuant to the terms of section 3 of P.L.1970, c.102 (C.18A:64G-
- 5 3). Deleted by amendment, P.L., c. (pending before the 6 <u>Legislature as this bill</u>)
- 7 f. "County colleges" means the colleges so defined in 8 N.J.S.18A:64A-1.
- 9 "Division of Pensions" means the division established in the 10 Department of the Treasury pursuant to section 1 of P.L.1955, c.70 11 (C.52:18A-95) and is the agency responsible for the administration 12 of the alternate benefit program of the State and county colleges 13 and for the administration of the group life and disability insurances 14 of all alternate benefit programs established in the State for public
- 16 "Full-time officers" and "full-time members of the faculty" shall include the president, vice president, secretary and treasurer of 17 the respective school. "Full-time" shall also include eligible full-18 19 time officers and full-time members of the faculty who are granted 20 sabbaticals or leaves of absence with pay where the compensation 21 paid is 50% or more of the base salary at the time the leave 22 commences and the period of eligibility terminates with the end of 23 the school year following the year in which the sabbatical began. 24 "Part-time" shall be defined as an appointment where the employee 25 receives a salary or wages for a period of less than 50% of the 26 normal work week. These definitions shall apply to teaching or 27 administrative staff members or to employees serving in a dual capacity where the appointment includes teaching as well as 28 29 administrative duties.
  - "Group Annuity Plan" refers to the Group Annuity Contract R-134 between the Board of Trustees of the New Jersey Institute of Technology and the Prudential Insurance Company of America.
  - "Member" or "participant" means a full-time officer or a full-time member of the faculty participating in the alternate benefit program, and after the effective date of P.L.2008, c.89, means an adjunct faculty member or a part-time instructor whose employment agreement begins after that effective date.
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- 38 k. "New Jersey Institute of Technology" means the Newark 39 College of Engineering.
- 40 "Pension reserve" means those moneys as defined in 41 N.J.S.18A:66-2 or in section 6 of P.L.1954, c.84 (C.43:15A-6).
- m. "Rutgers, The State University" means the institution of 42 43 higher education described in chapter 65 of Title 18A of the New 44 Jersey Statutes.
- 45 "State Colleges" means the colleges so described in chapter
- 46 64 of Title 18A of the New Jersey Statutes and any former State
- 47 college designated as a public research university pursuant to
- 48 P.L., c. (C. ) (pending before the Legislature as this bill).

o. "Mutual fund company" means an investment company or trust regulated by the federal "Investment Company Act of 1940," 15 U.S.C.s. 80a-1 et seq. (cf: P.L.2008, c.89, s.12)

<sup>1</sup>[85.] <u>91.</u> Section 4 of P.L.1969, c.242 (C.18A:66-170) is amended to read as follows:

All full-time officers and all full-time members of the faculty of Ithe University of Medicine and Dentistry of New Jersey, Rutgers, The State University, the Newark College of Engineering, Rowan University, the State and county colleges and all regularly appointed teaching and administrative staff members in applicable positions, as determined by the Director of the Division of Pensions in the Department of the Treasury, shall be eligible and shall participate in the alternate benefit program, except those persons appointed in a part-time or temporary capacity, physicians and dentists holding employment in positions titled intern, resident or fellow on or after the effective date of this amendatory act, persons compensated on a fee basis, persons temporarily in the United States under an F or J visa and members of the Teachers' Pension and Annuity Fund, the Public Employees' Retirement System, the Police and Firemen's Retirement System or the Group Annuity Plan, who did not elect to transfer to the alternate benefit program in accordance with the provisions of chapter 64C or 65 of Title 18A of the New Jersey Statutes, P.L.1967, c.278 (C.18A:66-130 et seq.), or c.281 (C.18A:66-142 et seq.), or P.L.1968, c.181 (C.18A:66-154 et seq.). An eligible person who has been enrolled in the alternate benefit program for at least one year pursuant to this section may continue to be enrolled in the program, notwithstanding promotion or transfer to a position within the institution not otherwise eligible for the program.

Any person participating in the alternate benefit program shall be ineligible for membership in the Teachers' Pension and Annuity Fund, the Public Employees' Retirement System, the Police and Firemen's Retirement System or the Group Annuity Plan and any person electing to participate in the alternate benefit program shall thereby waive all rights and benefits provided by the Teachers' Pension and Annuity Fund, the Public Employees' Retirement System, the Police and Firemen's Retirement System or the Group Annuity Plan as a member of said fund, system or plan, except as herein and otherwise provided by law or under terms of the Group Annuity Plan.

Any person required to participate in the alternate benefit program by reason of employment, who at the time of such employment is a member of the Teachers' Pension and Annuity Fund, shall be permitted to transfer his membership in said fund to the Public Employees' Retirement System, by waiving all rights and benefits which would otherwise be provided by the alternate benefit

program. Any such new employee who is a member of the Public Employees' Retirement System will be permitted to continue his membership in that system, by waiving all rights and benefits which would otherwise be provided by the alternate benefit program. Such waivers shall be accomplished by filing forms satisfactory to the Division of Pensions within 30 days of the beginning date of employment.

Any person receiving a benefit by reason of his retirement from any retirement or pension system of the State of New Jersey or any political subdivision thereof shall be ineligible to participate in the alternate benefit program.

No person eligible for participation in the alternate benefit program shall be eligible for, or receive, benefits under chapters 4 and 8B of Title 43 of the Revised Statutes.

The alternate benefit programs established pursuant to this act are deemed to be pension funds or retirement systems for purposes of P.L.1968, c.23 (C.43:3C-1 et seq.).

(cf: P.L.1994, c.48, s.188)

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- <sup>1</sup>[86.] <u>92.</u> Section 7 of P.L.1969, c.242 (C.18A:66-173) is amended to read as follows:
- 7. (a) When a member of the Teachers' Pension and Annuity Fund or the Public Employees' Retirement System or the Police and Firemen's Retirement System elects to transfer to an alternate benefit program by filing the proper application form declaring his election to participate in such alternate benefit program, the respective retirement system shall transfer the amount of his accumulated deductions as of the date of transfer to his individual account in the program.
- (b) There shall also be transferred from the contingent reserve fund or the pension fund of the Teachers' Pension and Annuity Fund or the Public Employees' Retirement System or the Police and Firemen's Retirement System or from the Group Annuity Plan to the individual's account in the alternate benefit program, the pension reserve required as of the date of his transfer to provide a pension for each year of service credited to the account of the member as set forth in N.J.S.18A:66-36 or N.J.S.18A:66-44 or as set forth in section 38 or section 48 of P.L.1954, c. 84 as such sections have been amended and supplemented as of July 1, 1969 (C.43:15A-38, C.43:15A-48) or as set forth in section 17 of P.L.1964, c.241 (C.43:16A-11.2) or section 5 of P.L.1944, c.255 (C.43:16A-5) or for each year of service credited under the Group Annuity Plan. Such transfer from the contingent reserve fund or the pension fund of the Teachers' Pension and Annuity Fund or the Public Employees' Retirement System or the Police and Firemen's Retirement System or the Group Annuity Plan shall be made at the time of the member's transfer to the alternate benefit program in the case of any such member who has then met the eligibility

requirements for a pension under the aforementioned N.J.S.18A:66-36, or N.J.S.18A:66-44, or section 38 or section 48 of P.L.1954, c.84 (C.43:15A-38, C.43:15A-48) or section 17 of P.L.1964, c.241 (C.43:16A-11.2) or section 5 of P.L.1944, c.255 (C.43:16A-5) or the Group Annuity Plan. In the case of any member who elects to participate in the alternate benefit program who has not then met the eligibility requirements for a pension under N.J.S.18A:66-36 or N.J.S.18A:66-44, or under section 38 or section 48 of P.L.1954, c.84 (C.43:15A-38, C.43:15A-48) or section 17 of P.L.1964, c.241 (C.43:16A-11.2) or section 5 of P.L.1944, c.255 (C.43:16A-5) or under the Group Annuity Plan, the transfer from the contingent reserve fund or the pension fund of the Teachers' Pension and Annuity Fund or the Public Employees' Retirement System or the Police and Firemen's Retirement System or the Group Annuity Plan shall be effected at the time such requirements have been met, taking into account for the purpose of such eligibility requirement his years of membership service at the time of his election and his subsequent years of service as a full-time member of the faculty of [the University of Medicine and Dentistry,] Rutgers, The State University, the New Jersey Institute of Technology, Rowan University, or the State or county colleges or as an eligible employee of the Department of Higher Education, or at the time he shall have 10 years of credit for New Jersey service and becomes physically incapacitated for the performance of duty if he had been a member of the Teachers' Pension and Annuity Fund or the Public Employees' Retirement System or the Police and Firemen's Retirement System as of the date of transfer. The annuity to be used in determining the amount of pension is

the actuarial equivalent of the member's accumulated deductions transferred from the Teachers' Pension and Annuity Fund or the Public Employees' Retirement System or the Police and Firemen's Retirement System to the date the member attains 60 years of age, if subsequent to the date of election. The amount of pension is that established by formula within N.J.S.18A:66-44 or section 48 of P.L.1954, c.84 as such sections have been amended and supplemented as of July 1, 1969 (C.43:15A-48) or section 5 of P.L.1944, c.255 (C.43:16A-5) or under the Group Annuity Plan, and changes to N.J.S.18A:66-44 or section 48 of P.L.1954, c.84 (C.43:15A-48) or section 5 of P.L.1944, c.255 (C.43:16A-5) enacted subsequent to this act or the Group Annuity Plan shall have no application to the provisions of this act.

In the event that the eligibility requirement under N.J.S.18A:66-36 or under section 38 of P.L.1954, c.84 (C.43:15A-38) or section 17 of P.L.1964, c.241 (C.43:16A-11.2) or under the Group Annuity Plan is changed at some future date to permit members to become eligible for such benefit prior to the completion of 15 years of service, the transfer of the reserve from the contingent reserve fund or the pension fund of the Teachers' Pension and Annuity Fund or

the Public Employees' Retirement System or the Police and Firemen's Retirement System or from the Group Annuity Plan shall be effective as of the date the member who had elected the alternate benefit program meets the amended eligibility requirement or the effective date of the amendment, whichever is later.

In the event an option is available with respect to the distribution of employee and employer contributions between fixed and variable annuities under the alternate benefit program, the employee shall have the right to determine the percentage distribution of these funds subject to any limitations imposed by the designated insurer or insurers.

(c) No transfer of pension reserves shall be made pursuant to this section where more than two consecutive years elapse in which no employer contributions to an alternate benefit program are required.

(cf: P.L.1993, c.385, s.5)

<sup>1</sup>[87.] <u>93.</u> Section 8 of P.L.1969, c.242 (C.18A:66-174) is amended to read as follows:

8. (a) [The University of Medicine and Dentistry of New Jersey,] Rutgers, The State University and the New Jersey Institute of Technology shall reduce the compensation of each participant in the alternate benefit program and pay over to the insurers or mutual fund companies for the benefit of the participant an employee contribution for the retirement annuity contract or contracts equal to 5% of the participant's base salary. The intervals for deductions or reductions and payments shall be determined by the respective school governing bodies.

The Division of Pensions and Benefits shall provide for reductions from the compensation of each participant in the alternate benefit program employed by the State and county colleges of an employee contribution equal to 5% of the participant's base salary and pay this amount to the insurers or mutual fund companies for the individual's retirement annuity contract or contracts. The intervals for deductions or reductions and payments shall be determined by the Division of Pensions and Benefits.

The Division of Pensions and Benefits may require that all participant contributions be made in accordance with section 414(h) of the federal Internal Revenue Code (26 U.S.C. s.414(h)).

(b) Based on a certification to the Division of Pensions and Benefits by [the University of Medicine and Dentistry of New Jersey,] Rutgers, The State University [and], the New Jersey Institute of Technology, and Rowan University of the number and base salary of participants, the division shall authorize the State to make payment of the employer contributions to the alternate benefit program at a rate equal to 8% of the employee's base salary, except

the amount of the contribution shall not exceed 8% of the maximum salary for department officers established pursuant to section 1 of P.L.1974, c.55 (C.52:14-15.107), which moneys shall be paid to the designated insurers or mutual fund companies for the benefit of each participant.

Based on a certification by the Division of Pensions and Benefits of the number and base salary of participants employed by the State and county colleges, the State shall make payment of the employer contributions to the alternate benefit program at a rate equal to 8% of the employee's base salary, except the amount of the contribution shall not exceed 8% of the maximum salary for department officers established pursuant to section 1 of P.L.1974, c.55 (C.52:14-15.107), which moneys shall be paid to the designated insurers or mutual fund companies for the benefit of each participant.

- employed by the county colleges, who is defined in the regulations of the Division of Pensions and Benefits as a full-time faculty member and who is permitted to transfer his membership and does so, the State shall pay the employer contribution to the alternate benefit program at a rate equal to 8% of the member's base salary, except the amount of the contribution shall not exceed 8% of the maximum salary for department officers established pursuant to section 1 of P.L.1974, c.55 (C.52:14-15.107). If the member continues membership in the Public Employees' Retirement System, the State shall pay the employer contribution to the retirement system on his behalf and such employer contribution shall be at a rate equal to the normal contribution made by the State on behalf of nonveteran members of the Public Employees' Retirement System.
- (d) For any nonacademic employee of a county college, as defined in section 4 of P.L.1969, c.242 (C.18A:66-170), who is eligible for the program according to the regulations of the Director of the Division of Pensions and Benefits, the county college shall pay the employer contribution to the retirement system on the employee's behalf in the same manner as the State, pursuant to this section.

(cf: P.L.2010, c.31, s.1)

<sup>1</sup>[88.] <u>94.</u> Section 24 of P.L.1969, c.242 (C.18A:66-190) is amended to read as follows:

24. The [Board of Trustees of the University of Medicine and Dentistry of New Jersey, the] Board of Governors of Rutgers, The State University, the Board of Trustees of the New Jersey Institute of Technology, the Board of Trustees of Rowan University, and the boards of trustees of State and county colleges, are hereby authorized to enter into agreement with each employee participating in the alternate benefit program whereby the employee agrees to take a reduction in salary with respect to amounts earned after the effective date of such agreement in return for the agreement of the

1 respective institution to use a corresponding amount to purchase an 2 annuity for such employee so as to obtain the benefits afforded 3 under section 403(b) of the federal Internal Revenue Code, as 4 amended. Any such agreement shall specify the amount of such 5 reduction, the effective date thereof, and shall be legally binding 6 and irrevocable with respect to amounts earned while the agreement is in effect; provided, however, that such agreement may be 7 8 terminated after it has been in effect for a period of not less than 9 one year upon notice in writing by either party, and provided further 10 that not more than one such agreement shall be entered into during 11 any taxable year of the employee. For the purposes of this section, 12 any annuity or other contract which meets the requirements of 13 section 403(b) of the federal Internal Revenue Code, as amended, 14 may be utilized. The amount of the reduction in salary under any 15 agreement entered into between the institutions and any employee 16 pursuant to this section shall not exceed the limitations set forth in 17 P.L.93-406 (Employment Retirement Income Security Act of 1974) 18 and Section 415(c) of the Internal Revenue Code of 1954 as 19 amended for such year. 20

Amounts payable pursuant to this section by an institution on behalf of an employee for a pay period shall be transmitted and credited not later than the fifth business day after the date on which the employee is paid for that pay period.

(cf: P.L.1999, c.247, s.2)

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<sup>1</sup>[89.] <u>95.</u> Section 25 of P.L.1969, c.242 (C.18A:66-191) is amended to read as follows:

25 No retirement, death or other benefit shall be payable by the State, **[**the University of Medicine and Dentistry, **]** Rutgers, The State University, the New Jersey Institute of Technology, Rowan University or the Division of Pensions under the alternate benefit program. Benefits shall be payable to participating employees and their beneficiaries only by the designated insurers or mutual fund companies under the terms of the contracts.

(cf: P.L.1994, c.48, s.192)

- <sup>1</sup>[90.] <u>96.</u> Section 3 of P.L.1969, c.142 (C.18A:71-30) is amended to read as follows:
  - 3. As used in this act, unless the context clearly indicates otherwise, the following terms shall have the following meanings:
  - (a) The term "board" shall mean the Board of Directors of the New Jersey Educational Opportunity Fund created by section 4 of P.L.1968, c.142 (C.18A:71-31).
    - (b) (Deleted by amendment, P.L.1994, c.48).
  - (c) The term "department" shall mean the Department of State.
- 46 (d) The term "fund" shall mean the New Jersey Educational 47 Opportunity Fund created by section 4 of P.L.1968, c.142 48 (C.18A:71-31).

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- (e) The term "higher education" shall mean that education which is provided by any or all of the public institutions of higher education as herein defined or any or all equivalent private institutions.
- (f) The term "public institutions of higher education" shall mean and include Rutgers, The State University, the New Jersey Institute of Technology, [the University of Medicine and Dentistry of New Jersey] Rowan University, the [nine] eight State colleges, the county colleges, and any other public universities, colleges or county colleges now or hereafter established or authorized by law. (cf: P.L.1994, c.48, s.212)

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<sup>1</sup>[91.] <u>97.</u> N.J.S.18A:71A-4 is amended to read as follows:

18A:71A-4. a. The Board of the Higher Education Student Assistance Authority shall consist of 18 members as follows: the State Treasurer, ex-officio, or a designee; the [chairperson of the Commission on Higher Education Secretary of Higher Education, ex-officio, or a designee from among the public members of the commission; the chairperson of the Board of Directors of the Educational Opportunity Fund, ex-officio, or a designee from among the public members of the board; five representatives from eligible institutions in this State, including one from Rutgers, the State University, one from either the New Jersey Institute of Technology or [the University of Medicine and Dentistry of New Jersey Rowan University, one from the county colleges, one from the State colleges, and one from the independent institutions of higher education in the State; two students from different collegiate institutional sectors; seven public members who shall be residents of this State, including one who shall represent a lender party to a participation agreement with the authority; and the executive director of the authority, or designee, who shall be an ex-officio, non-voting member of the board.

b. The seven public members, including the lender member, shall be appointed by the Governor with the advice and consent of the Senate. No more than four of the public members shall be The institutional members of the same political party. representatives shall be nominated by the respective institution in the case of Rutgers, the State University, New Jersey Institute of Technology, [and University of Medicine and Dentistry of New Jersey and Rowan University. The remaining institutional representatives shall be nominated by the respective sector association. Institutional representatives shall be appointed by the Governor with the advice and consent of the Senate. The student members shall be the individuals that the Student Advisory Committee elects as its chairperson and vice-chairperson. Student Advisory Committee shall be created by the board to include students from all collegiate institutional sectors.

necessary appointments shall be made within 45 days of the enactment of P.L.1999, c.46 (N.J.S.18A:71A-1 et al.).

- 3 Public and institutional members of the board shall serve a term of four years and until a successor is appointed and qualified, 4 5 except in the case of the first members so appointed, four of whom 6 shall be appointed for a term of four years, four of whom shall be 7 appointed for a term of three years, two of whom shall be appointed 8 for a term of two years, and two of whom shall be appointed for a 9 term of one year. Student members shall serve a term of office not 10 to exceed two years. Any vacancy in the membership of the board, 11 occurring otherwise than by expiration of term, shall be filled in the 12 same manner as the original appointment or election was made, but for the unexpired term only. 13
- 14 (cf: N.J.S.18A:71A-4)

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- <sup>1</sup>[92.] <u>98.</u> Section 3 of P.L.2000, c.163 (C.18A:71B-55) is amended to read as follows:
- 18 3. As used in this act, the following terms shall have the following meanings:
  - "Board" means the Board of Trustees of the Tony Pompelio Commemorative Scholarship Fund for the children of crime victims created pursuant to this act.
  - "Chairman" means the Chairman of the Violent Crimes Compensation Board.
  - "Executive director" means the chief executive and administrative officer of the authority.
  - "Authority" means the Higher Education Student Assistance Authority established pursuant to N.J.S.18A:71A-1 et seq., the "Higher Education Student Assistance Authority Law," or any body, entity, commission, or department succeeding to the principal functions thereof or to whom the powers conferred upon the authority by N.J.S.18A:71A-1 et seq. shall be given by law.
  - "Public Institutions of Higher Education" means the State colleges and universities created pursuant to chapter 64 of Title 18A of the New Jersey Statutes; the county colleges; [the University of Medicine and Dentistry of New Jersey]; the New Jersey Institute of Technology; Rutgers, the State University: Rowan University; and any other public universities, colleges, county colleges and junior colleges now or hereafter established or authorized by law.
- 40 (cf: P.L.2000, c.163, s.3)

- 42 <sup>1</sup>[93.] <u>99.</u> N.J.S.18A:71C-32 is amended to read as follows:
- 18A:71C-32. "Approved site" means a site located within a State designated underserved area or a health professional shortage area, or a clinic which is part of the extramural network of dental clinics established by the New Jersey Dental School of [the University of Medicine and Dentistry of New Jersey] Rutgers, The State

- 1 <u>University</u>, or a site that has been determined by the Higher
- 2 Education Student Assistance Authority, in consultation with the
- 3 Department of Health and Senior Services, to serve medically
- 4 underserved populations according to criteria determined by the
- 5 authority, including, but not limited to, the percentage of medically
- 6 underserved patients served.

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"Authority" means the Higher Education Student Assistance Authority.

"Eligible qualifying loan expenses" means the cumulative outstanding balance of student loans covering the cost of attendance at an undergraduate institution of medical, dental, or other primary care professional education at the time an applicant is selected for the program. Interest paid or due on qualifying loans that an applicant has taken out for use in paying the costs of undergraduate medical, dental, or other primary care professional education shall be considered eligible for reimbursement under the program. The authority may establish a limit on the total amount of qualifying loans which may be redeemed for participants under the program, provided that the total redemption of qualifying loans does not exceed \$120,000, or the maximum amount authorized by the federal government, whichever is greater, either in State funds or the sum of federal, State, and other non-federal matching funds, pursuant to section 338I of the Public Health Service Act (42 U.S.C.s.254q-1), whichever is applicable.

"Executive director" means the executive director of the Higher Education Student Assistance Authority.

"Health professional shortage area" (HPSA) means an urban or rural area, a population group or a public or non-profit private medical or dental facility or other public facility which the Secretary of Health and Human Services determines has a health professional shortage pursuant to section 332 of the Public Health Service Act (42 U.S.C. s.254e).

"Primary care" means the practice of family medicine, general internal medicine, general pediatrics, general obstetrics, gynecology, pediatric dentistry, general dentistry, public health dentistry, and any other areas of medicine or dentistry which the Commissioner of Health and Senior Services may define as primary care. Primary care also includes the practice of a nurse-practitioner, certified nurse-midwife, and physician assistant.

"Primary care practitioner" means a State-licensed or certified health care professional who has obtained a degree in allopathic or osteopathic medicine, dentistry, or another primary care profession at an undergraduate institution of medical, dental, or other primary care professional education, as applicable.

"Program" means the Primary Care Practitioner Loan Redemption Program established pursuant to N.J.S.18A:71C-33.

"Program participant" means a primary care practitioner who contracts with the authority to engage in the clinical practice of

primary care at an approved site in exchange for the redemption of eligible qualifying loan expenses provided under the program.

"Qualifying loan" means a government or commercial loan for the actual costs paid for tuition and reasonable education and living expenses relating to the obtaining of a degree in allopathic or osteopathic medicine, dentistry, or another primary care profession.

"State designated underserved area" means a geographic area in this State which has been ranked by the Commissioner of Health and Senior Services on the basis of health status and economic indicators as reflecting a medical or dental health professional shortage.

"Total and permanent disability" means a physical or mental disability that is expected to continue indefinitely or result in death and renders a participant in the program unable to perform that person's service obligation, as determined by the executive director or his designee.

"Undergraduate medical, dental, or other primary care professional education" means the period of time between entry into medical school, dental school, or other primary care professional training program and the award of a degree in allopathic or osteopathic medicine, dentistry, or another primary care profession, respectively.

(cf: P.L.2009, c.145, s.1)

## <sup>1</sup>[94.] <u>100.</u> N.J.S.18A:71C-35 is amended to read as follows:

18A:71C-35. The Commissioner of Health and Senior Services, after consultation with the Commissioner of Corrections and the Commissioner of Human Services, shall designate and establish a ranking of State designated underserved areas. The criteria used by the Commissioner of Health and Senior Services in designating areas shall include, but not be limited to:

- a. the financial resources of the population under consideration, including the percentage of the population that is eligible for medical assistance pursuant to P.L.1968, c.413 (C.30:4D-1 et seq.) and P.L.2005, c.156 (C.30:4J-8 et seq.), and the percentage of the population that does not have health insurance coverage;
  - b. the population's access to primary care services;
- c. appropriate physician, dentist, or other primary care staffing in State, county, municipal and private nonprofit health care facilities and in clinics which are part of the extramural network of dental clinics established by the New Jersey Dental School of [the University of Medicine and Dentistry of New Jersey] Rutgers, The State University; and
- d. the extent to which racial and ethnic disparities in health care in a geographic area, including, but not limited to, disparities in the incidence of cancer, cardiovascular disease, stroke, chemical dependency, diabetes, asthma, homicide, suicide, accidental injury,

infant mortality, child immunization rates, HIV/AIDS, dental caries, and periodontal disease, indicate the need to increase access to primary care services among racial and ethnic minority populations in that area.

The Commissioner of Health and Senior Services shall transmit the list of State designated underserved areas and the number of positions needed in each area to the executive director or designee. (cf: P.L.2009, c.145, s.4)

<sup>1</sup>[95.] <u>101.</u> Section 10 of P.L.2009, c.145 (C.18A:71C-36.1) is amended to read as follows:

10. a. A program participant, as a condition of participation, shall be required to adhere to performance standards established by the executive director or his designee and if the approved site is a clinic which is part of the extramural network of dental clinics established by the New Jersey Dental School of [the University of Medicine and Dentistry of New Jersey] Rutgers, The State University the program participant shall also meet performance standards set by the New Jersey Dental School.

- b. The standards shall include, but not be limited to, requirements that a participant:
  - (1) maintain residency in the State;
- (2) maintain a license or certification to practice a primary care profession in the State;
  - (3) remain current with payments on student loans;
- (4) enter into a mutually acceptable contract with an approved site;
- (5) maintain satisfactory performance of services rendered at an approved site; and
- (6) report to the authority or its designee, on a form and in a manner prescribed by the authority or its designee, on the program participant's performance of services rendered at an approved site prior to repayment of the annual amount eligible for redemption. (cf. P.L.2009, c.145, s.10)

 <sup>1</sup>[96.] <u>102.</u> N.J.S.18A:71C-38 is amended to read as follows:

18A:71C-38. Each program participant shall serve a six-month probationary period upon initial placement at an approved site. During that period, the primary care staff of the approved site, or in the case of a clinic which is part of the extramural network of dental clinics established by the New Jersey Dental School of [the University of Medicine and Dentistry of New Jersey] Rutgers, The State University, the director of the clinics and the vice-dean of the dental school, together with the program participant and the executive director or his designee, shall evaluate the suitability of the placement for the program participant. At the end of the probationary period, the primary care staff shall recommend the

1 continuation of the program participant's present placement, a 2 change in placement, or its determination that the program 3 participant is an unsuitable candidate for the program. 4 primary care staff of the approved site recommends a change in 5 placement, the executive director or a designee shall approve an alternate placement at an approved site. If the primary care staff 6 7 determines that the program participant is not a suitable candidate 8 for the program, the executive director or his designee shall take 9 this recommendation into consideration in regard to the program 10 participant's final acceptance into the program. No loan redemption 11 payment shall be made during the six-month probationary period; 12 however, a program participant shall receive credit for the six-13 month period in calculating the first year of required service under 14 the loan redemption contract. 15

(cf: P.L.2009, c.145, s.7)

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## <sup>1</sup>[97.] <u>103.</u> N.J.S.18A:72A-3 is amended to read as follows:

18A:72A-3. As used in this act, the following words and terms shall have the following meanings, unless the context indicates or requires another or different meaning or intent:

"Authority" means the New Jersey Educational Facilities Authority created by this chapter or any board, body, commission, department or officer succeeding to the principal functions thereof or to whom the powers conferred upon the authority by this chapter shall be given by law;

"Bond" means bonds or notes of the authority issued pursuant to this chapter;

"County college capital project" means any capital project of a county college certified pursuant to section 2 of P.L.1971, c.12 (C.18A:64A-22.2) and approved by the State Treasurer for funding pursuant to the "County College Capital Projects Fund Act," P.L.1997, c.360 (C.18A:72A-12.2 et seq.);

"Dormitory" means a housing unit with necessary and usual attendant and related facilities and equipment, and shall include a dormitory of a public or private school, or of a public or private institution of higher education;

"Educational facility" means a structure suitable for use as a dormitory, dining hall, student union, administration building, academic building, library, laboratory, research facility, classroom, athletic facility, health care facility, teaching hospital, and parking maintenance storage or utility facility and other structures or facilities related thereto or required or useful for the instruction of students or the conducting of research or the operation of an institution for higher education, and public libraries, and the necessary and usual attendant and related facilities and equipment, but shall not include any facility used or to be used for sectarian instruction or as a place for religious worship;

"Emerging needs program" means a program at one or more public or private institutions of higher education directed to meeting new and advanced technology needs or to supporting new academic programs in science and technology;

"Higher education equipment" means any property consisting of, or relating to, scientific, engineering, technical, computer, communications or instructional equipment;

"Participating college" means a public institution of higher education or private college which, pursuant to the provisions of this chapter, participates with the authority in undertaking the financing and construction or acquisition of a project;

"Project" means a dormitory or an educational facility or any combination thereof, or a county college capital project;

"Private college" means an institution for higher education other than a public college, situated within the State and which, by virtue of law or charter, is a nonprofit educational institution empowered to provide a program of education beyond the high school level;

"Private institution of higher education" means independent colleges or universities incorporated and located in New Jersey, which by virtue of law or character or license, are nonprofit educational institutions authorized to grant academic degrees and which provide a level of education which is equivalent to the education provided by the State's public institutions of higher education as attested by the receipt of and continuation of regional accreditation by the Middle States Association of Colleges and Schools, and which are eligible to receive State aid;

"Public institution of higher education" means Rutgers, The State University, the State colleges, the New Jersey Institute of Technology, [the University of Medicine and Dentistry of New Jersey] Rowan University, the county colleges and any other public university or college now or hereafter established or authorized by law:

"School" means a secondary school, military school, or boarding school;

"University" means Rutgers, The State University. (cf: P.L.2000, c.56, s.10)

<sup>1</sup>[98.] <u>104.</u> N.J.S.18A:72A-26 is amended to read as follows:

18A:72A-26. In order to provide new dormitories and to enable the construction and financing thereof, to refinance indebtedness hereafter created by the authority for the purpose of providing a dormitory or dormitories or additions or improvements thereto, or for any one or more of said purposes, but for no other purpose unless authorized by law, each of the following bodies shall have the powers hereafter enumerated to be exercised upon such terms and conditions, including the fixing of any consideration or rental to be paid or received, as it shall determine by resolution as to such property and each shall be subject to the performance of the duties

- 1 hereafter enumerated, that is to say, the treasurer as to such as are
- 2 located on land owned by the State or by the authority, the board of
- 3 governors of the university, the board of trustees of the New Jersey
- 4 Institute of Technology [or the University of Medicine and
- 5 Dentistry of New Jersey] or Rowan University, the board of
  - trustees of a State college or the board of trustees of a county
- 7 college as to such as are located on land owned by the university or
- 8 by the particular college respectively, namely:
  - a. The power to sell and to convey to the authority title in fee simple in any such land and any existing dormitories thereon owned by the State or owned by the board of trustees of a county college or the power to sell and to convey to the authority such title as the university or the college respectively may have in any such land and any existing dormitories thereon.
  - b. The power to lease to the authority any land and any existing dormitories thereon so owned for a term or terms not exceeding 50 years each.
  - c. The power to lease or sublease from the authority, and to make available, any such land and existing dormitories conveyed or leased to the authority under subsections a. and b. of this section, and any new dormitories erected upon such land or upon any other land owned by the authority, any rentals to be payable, as to the university or as to any such college from available funds other than moneys appropriated to it by the State.
  - d. The power and duty, upon receipt of notice of any assignment by the authority of any lease or sublease made under subsection c. of this section, or of any of its rights under any such lease or sublease, to recognize and give effect to such assignment, and to pay to the assignee thereof rentals or other payments then due or which may become due under any such lease or sublease which has been so assigned by the authority.

32 (cf: P.L.1994, c.48, s.238)

1[99.] 105.1 N.J.S.18A:72A-27.1 is amended to read as follows: 18A:72A-27.1. In addition to the powers and duties with respect to dormitories given under N.J.S.18A:72A-26 and 18A:72A-27 the treasurer, the board of governors of the university, the board of trustees of the New Jersey Institute of Technology, the board of trustees of a State college, the board of trustees of Rowan University, and the board of trustees of a county college [and the board of trustees of the University of Medicine and Dentistry of New Jersey] shall also have the same power and be subject to the same duties in relation to any conveyance, lease or sublease made under subsection a., b., or c. of section 18A:72A-26, with respect to revenue producing facilities; that is to say, structures or facilities which produce revenues sufficient to pay the rentals due and to become due under any lease or sublease made under subsection c.

of section 18A:72A-26 including, without limitation, student unions and parking facilities.

3 (cf: P.L.1994, c.48, s.239)

<sup>1</sup>[100.] <u>106.</u><sup>1</sup> Section 48 of P.L.2009, c.90 (C.18A:72A-82) is amended to read as follows:

48. As used in sections 48 and 49 of P.L.2009, c.90 (C.18A:72A-82 and C.18A:72A-83):

"Board" means the Local Finance Board established in the Division of Local Government Services in the Department of Community Affairs.

"Bonds" mean bonds, notes or other obligations issued to finance or refinance higher education projects by a municipality, or on behalf of a municipality by a county improvement authority created pursuant to the "county improvement authorities law," P.L.1960, c.183 (C.40:37A-44 et seq.).

"Higher education partnership agreement" means an agreement between a municipality and an institution of higher education providing for the issuance of bonds by the municipality, a county improvement authority or a redevelopment entity, and the pledge of payments by the institution of higher education to secure those bonds to finance a higher education project, or part thereof.

"Higher education project" means the establishment and construction of higher education buildings and the expansion and construction of additional facilities at, and the acquisition of additional and upgraded equipment for existing higher education buildings, including but not limited to the planning, erecting, purchasing, improving, developing, constructing, reconstructing, extending, rehabilitating, renovating, upgrading, demolishing and equipping of facilities at institutions of higher education.

"Institution of higher education" means: Rutgers, The State University; a State college or university established pursuant to chapter 64 of Title 18A of the New Jersey Statutes; the New Jersey Institute of Technology; [the University of Medicine and Dentistry of New Jersey Rowan University; a county college and any other public university or college now or hereafter established or authorized by State law; and any college or university incorporated and located in New Jersey, which by virtue of law or character or license is a nonprofit educational institution authorized to grant academic degrees and which provides a level of education which is equivalent to the education provided by the State's public institutions of higher education, as attested by the receipt of and continuation of regional accreditation by the Middle States Association of Colleges and Schools, and which is eligible to receive State aid under the provisions of the Constitution of the United States and the Constitution of the State of New Jersey, but does not include any educational institution dedicated primarily to

the education or training of ministers, priests, rabbis or other professional persons in the field of religion.

"Municipality" means the municipal governing body or an entity acting on behalf of the municipality if permitted by the federal Internal Revenue Code of 1986, or, if a redevelopment agency or redevelopment entity is established in the municipality pursuant to P.L.1992, c.79 (C.40A:12A-1 et seq.) and the municipality so provides, the redevelopment agency or entity so established.

(cf: P.L.2009, c.90, s.48)

- <sup>1</sup>[101.] <u>107.</u> Section 3 of P.L.1985, c.493 (C.18A:72H-3) is amended to read as follows:
  - 3. As used in this act:
- a. "Auditorily impaired" means a hearing impairment of such severity that the individual depends primarily upon visual communication.
- b. "Competent authority" means any doctor of medicine or any doctor of osteopathy licensed to practice medicine and surgery in this State.
  - c. (Deleted by amendment, P.L.1994, c.48).
- d. "Eligible student" means any student "admitted to a public or independent institution of higher education who is" suffering from a visual impairment, auditory impairment or a specific learning disability within guidelines established by the Commission on Higher Education pursuant to regulations promulgated under this act.
- "Independent institution of higher education" means a e. college or university incorporated and located in New Jersey, which by virtue of law or character or license is a nonprofit educational institution authorized to grant academic degrees and which provides a level of education which is equivalent to the education provided by the State's public institutions of higher education, as attested by the receipt of and continuation of regional accreditation by the Middle States Association of Colleges and Schools, and which is eligible to receive State aid under the provisions of the Constitution of the United States and the Constitution of the State of New Jersey, but does not include any educational institution dedicated primarily to the education or training of ministers, priests, rabbis or other professional persons in the field of religion.
  - f. "Learning disability" means a significant barrier to learning caused by a disorder in one or more of the basic psychological processes involved in understanding or in using language, spoken or written, which disorder may manifest itself in imperfect ability to listen, think, speak, read, write, spell, or do mathematical calculations. The disorder includes conditions such as perceptual handicap, brain injury, minimal brain dysfunction, dyslexia, and developmental aphasia. This term shall not include learning problems which are primarily the result of visual, hearing, or motor

- 1 handicaps, mental retardation, emotional disturbances, or 2 environmental, cultural, or economic disadvantage.
- g. "Program" means the Higher Education Services for
   Visually Impaired, Auditorily Impaired and Learning Disabled
   Students Program established pursuant to this act.
- h. "Public institution of higher education" means Rutgers, The State University, the New Jersey Institute of Technology, [the University of Medicine and Dentistry of New Jersey] Rowan University, the State colleges and the county colleges.
  - i. "Support services" or "supportive services" means services that assist eligible students in obtaining a college education and include, but are not limited to, interpreters, note takers, and tutors.
- j. "Visually impaired" means a vision impairment where the better eye with correction does not exceed 20/200 or where there is a field defect in the better eye in which the diameter of the field is no greater than 20 degrees.
- 17 (cf: P.L.1994, c.48, s.282)

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- <sup>1</sup>[102.] <u>108.</u> Section 2 of P.L.1987, c.183 (C.18A:72J-2) is amended to read as follows:
- 2. There are created the Martin Luther King Physician-Dentist Scholarships which shall be maintained by the State and awarded and administered pursuant to this act to students from disadvantaged or minority backgrounds enrolled in the [University of Medicine and Dentistry of New Jersey and the Fairleigh Dickinson] Rutgers University School of Dentistry.
- 27 (cf: P.L.1987, c.183, s.2)

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- <sup>1</sup>[103.] <u>109.</u> Section 2 of P.L.2007, c.172 (C.26:1A-36.7a) is amended to read as follows:
- 2. The Early Intervention Program in the Department of Health and Senior Services established pursuant to section 2 of P.L.1993, c.309 (C.26:1A-36.7) shall conduct activities to address the specific needs of children with autism spectrum disorders and their families.
- These activities shall include, but not be limited to, the following:

  a. developing, in consultation with autism experts and
- advocates, including, but not limited to, the Governor's Council for
- 38 Medical Research and Treatment of Autism, Autism Speaks, The
- 39 New Jersey Center for Outreach and Services for the Autism
- 40 Community, The Autism Center of New Jersey Medical School at
- 41 [the University of Medicine and Dentistry of New Jersey] Rutgers.
- 42 The State University, the Statewide Parent Advocacy Network, Inc.,
- and the New Jersey chapter of the American Academy of Pediatrics,
- 44 guidelines for health care professionals to use in evaluating infants
- 45 and toddlers living in the State for autism and to ensure the timely
- 46 referral by health care professionals of infants and toddlers who are
- 47 identified as having autism or suspected of being on the autism

spectrum to the Early Intervention Program in order to provide appropriate services to those infants and toddlers as early as possible;

- b. referring affected children who are identified as having autism or suspected of being on the autism spectrum and their families to schools and agencies, including community, consumer, and parent-based agencies, and organizations and other programs mandated by Part C of the "Individuals with Disabilities Education Act" (20 U.S.C. s.1431 et seq.), which offer programs specifically designed to meet the unique needs of children with autism;
- c. collecting data on Statewide autism screening, diagnosis, and intervention programs and systems that can be used for applied research, program evaluation, and policy development; and
- d. disseminating information on the medical care of individuals with autism to health care professionals and the general public.

16 (cf: P.L.2007, c.172, s.2)

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<sup>1</sup>[104.] <u>110.</u> Section 23 of P.L.1972, c.29 (C.26:2I-23) is amended to read as follows:

23. In order to provide new health care organizations and to enable the construction and financing thereof, to refinance indebtedness hereafter created by the authority for the purpose of providing one or more health care organizations or additions or improvements thereto or modernization thereof or for any one or more of said purposes but for no other purpose unless authorized by law, each of the following bodies shall have the powers hereafter enumerated to be exercised upon such terms and conditions, including the fixing of fair consideration or rental to be paid or received, as it shall determine by resolution as to such property and each shall be subject to the performance of the duties hereafter enumerated, that is to say, the Department of Health and Senior Services as to such as are located on land owned by, or owned by the State and held for, any State institution or on lands of the institutions under the jurisdiction of the Department of Health and Senior Services or of the Department of Human Services, or by the authority, the Commissioner of Human Services as to State institutions operated by that department, the board of trustees or governing body of any public health care organization, the board of Itrustees of the University of Medicine and Dentistry of New Jersey governors of Rutgers, The State University, as to such as are located on land owned by the university, or by the State for the university, the State or by the particular public health care organization, respectively, namely:

a. The power to sell and to convey to the authority title in fee simple in any such land and any existing health care facility thereon owned by the State and held for any department thereof or of any of the institutions under the jurisdiction of the Department of Health and Senior Services or the power to sell and to convey to the authority such title as the State or the public health care organization, respectively, may have in any such land and any existing health care facility thereon.

- b. The power to lease to the authority any land and any existing health care facility thereon so owned for a term or terms not exceeding 50 years each.
- c. The power to lease or sublease from the authority, and to make available, any such land and existing health care facility conveyed or leased to the authority under subsections a. and b. of this section, and any new health care facility erected upon such land or upon any other land owned by the authority.
- d. The power and duty, upon receipt of notice of any assignment by the authority of any lease or sublease made under subsection c. of this section, or of any of its rights under any such lease or sublease, to recognize and give effect to such assignment, and to pay to the assignee thereof rentals or other payments then due or which may become due under any such lease or sublease which has been so assigned by the authority.

19 (cf: P.L.1997, c.435, s.9)

- <sup>1</sup>[105.] <u>111.</u> Section 25 of P.L.1972, c.29 (C.26:2I-25) is amended to read as follows:
- 25. In addition to the powers and duties with respect to health care organizations given under sections 23 and 24 of P.L.1972, c.29 (C.26:2I-23 and C.26:2I-24, respectively), the board of trustees or governing body of any State institution or public health care organization and the board of [trustees of the University of Medicine and Dentistry of New Jersey] governors of Rutgers, The State University shall also have the same powers and be subject to the same duties in relation to any conveyance, lease or sublease made under subsection a., b., or c. of section 24 of P.L.1972, c.29 (C.26:2I-24), with respect to revenue producing facilities; that is to say, structures or facilities which produce revenues sufficient to pay the rentals due and to become due under any lease or sublease made under subsection c. of section 24 of P.L.1972, c.29 (C.26:2I-24), including, without limitation, extended care and parking facilities. (cf: P.L.1997, c.435, s.11)

- <sup>1</sup>[106.] <u>112.</u> Section 27 of P.L.1972, c.29 (C.26:2I-27) is amended to read as follows:
- 27. To the extent not otherwise expressly provided under existing law, all powers and duties conferred upon any State institution or [the University of Medicine and Dentistry of New Jersey] Rutgers, The State University or any county, city or municipal health care organization pursuant to this act shall be exercised and performed by resolution of its governing body and all powers and duties conferred upon any of these health care

organizations pursuant to this act shall be exercised and performed by resolution of its board of trustees or governing body.

3 (cf: P.L.1997, c.435, s.12)

- <sup>1</sup>[107.] <u>113.</u> Section 1 of P.L.1986, c.106 (C.26:2K-35) is amended to read as follows:
  - 1. As used in this act:
- a. "Commissioner" means the Commissioner of the Department of Health and Senior Services.
- b. "Dispatch" means the coordinated request for and dispatch of the emergency medical service helicopter response unit by a central communications center located in the service area, following protocols developed by the mobile intensive care hospital, the regional trauma or critical care center, the commissioner and the superintendent.
- c. "Emergency medical service helicopter response unit" means a specially equipped hospital-based emergency medical service helicopter staffed by advanced life support personnel and operated for the provision of advanced life support services under the medical direction of a mobile intensive care program and the regional trauma or critical care center authorized by the commissioner.
- d. "Emergency medical transportation" means the prehospital or interhospital transportation of an acutely ill or injured patient by a dedicated emergency medical service helicopter response unit operated, maintained and piloted by the Division of State Police of the Department of Law and Public Safety, pursuant to regulations adopted by the commissioner under chapter 40 of Title 8 of the New Jersey Administrative Code.
- e. "Medical direction" means the medical control and medical orders transmitted from the physician of the mobile intensive care hospital or from the physician at the regional trauma or critical care center to the staff of the helicopter. The mobile intensive care unit coordinating center and regional trauma or critical care center shall have the ability to cross patch and consult with each other as approved by the commissioner.
- f. "Mobile intensive care hospital" means a hospital authorized by the commissioner to develop and maintain a mobile intensive care unit to provide advanced life support services in accordance with P.L.1984, c.146 (C.26:2K-7 et al.).
- g. "Regional trauma center" means a State designated level one hospital-based trauma center equipped and staffed to provide emergency medical services to an accident or trauma victim, including, but not limited to, the level one trauma centers at [the University of Medicine and Dentistry of New Jersey-] University Hospital in Newark, known as the "Eric Munoz Trauma Center," and at the Cooper Hospital/University Medical Center in Camden.

- h. "Critical care center" means a hospital authorized by the commissioner to provide regional critical care services, such as trauma, burn, spinal cord, cardiac, poison or neonatal care.
  - i. "Superintendent" means the Superintendent of the Division of State Police of the Department of Law and Public Safety.

6 (cf: P.L.2010, c.80, s.1)

- <sup>1</sup>[108.] <u>114.</u> Section 2 of P.L.1986, c.134 (C.26:2N-2) is amended to read as follows:
- 2. The commissioner shall prepare and make available to all health care providers in the State and parents and guardians, upon request, a pamphlet which explains the benefits and possible adverse reactions to immunizations for pertussis. This pamphlet may contain any information which the commissioner deems necessary and may be revised by the department whenever new information concerning these immunizations becomes available. The pamphlet shall include the following information:
- a. A list of the immunizations required for admission to a public or private school in the State;
- b. Specific information regarding the pertussis vaccine which includes:
- (1) The circumstances under which pertussis vaccine should not be administered or should be delayed, including the categories of persons who are significantly more vulnerable to major adverse reactions than are members of the general population;
- (2) Possible adverse reactions to pertussis vaccine and the early warning signs or symptoms that may be precursors to a major adverse reaction which, upon occurrence, should be brought to the immediate attention of the health care provider who administered the vaccine;
- (3) A form that the parent or guardian may use to monitor symptoms of a possible adverse reaction and which includes places where the parent or guardian can record information about the symptoms that will assist the health care provider; and
- (4) Measures that a parent or guardian should take to reduce the risk of, or to respond to, a major adverse reaction including identification of who should be notified of the reaction and when the notification should be made.
- The commissioner shall prepare the pamphlet in consultation with the Medical Society of New Jersey [and the University of Medicine and Dentistry of New Jersey] and shall adopt by regulation the information contained in the pamphlet, pursuant to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.)

45 (cf: P.L.1986, c.134, s.2)

**[**109.**]** 115. Section 2 of P.L.1999, c.66 (C.26:2U-2) is amended to read as follows:

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- 2. The Department of Health and Senior Services, in consultation with the New Jersey Chronic Fatigue Syndrome Association, Inc., and the Academy of Medicine of New Jersey [and the University of Medicine and Dentistry of New Jersey], shall prepare and make available to all health care providers in the State, upon request, a manual which provides information about the clinical significance, diagnosis and treatment of chronic fatigue syndrome. The manual may contain any other information which the Commissioner of Health and Senior Services deems necessary and may be revised by the department whenever new information about chronic fatigue syndrome becomes available. The department shall publicize and make available the manual to the maximum extent possible.
- 14 (cf: P.L.1999, c.66, s.2)

- <sup>1</sup>[110.] <u>116.</u> Section 4 of P.L.1984, c.126 (C.26:5C-4) is amended to read as follows:
- 4. [The University of Medicine and Dentistry of New Jersey] Rutgers, The State University shall, in coordination with the State Department of Health and Senior Services, serve as a resource center and may offer diagnostic procedures, medical treatment, counseling, as well as any other services that may be necessary to assist AIDS victims and their families.
- 24 (cf: P.L.1984, c.126, s.4)

- <sup>1</sup>[111.] <u>117.</u> Section 115 of P.L.2008, c.29 (C.26:2NN-1) is amended to read as follows:
- 115. a. The Department of Health and Senior Services shall maintain a toll-free information "Law Enforcement Officer Crisis Intervention Services" telephone hotline on a 24-hour basis.

The hotline shall receive and respond to calls from law enforcement officers and sheriff's officers who have been involved in any event or incident which has produced personal or job-related depression, anxiety, stress, or other psychological or emotional tension, trauma, or disorder for the officer and officers who have been wounded in the line of duty. The operators of the hotline shall seek to identify those officers who should be referred to further debriefing and counseling services, and to provide such referrals. In the case of wounded officers, those services may include peer counseling, diffusing, debriefing, group therapy and individual therapy as part of a coordinated assistance program, to be known as the "Blue Heart Law Enforcement Assistance Program," designed and implemented by the [University of Medicine and Dentistry of New Jersey's] University Behavioral Healthcare Unit of Rutgers,

- The State University.

  b. The operators of the
- 46 b. The operators of the hotline shall be trained by the 47 Department of Health and Senior Services and, to the greatest

extent possible, shall be persons, who by experience or education, are: (1) familiar with post trauma disorders and the emotional and psychological tensions, depressions, and anxieties unique to law enforcement officers and sheriff's officers; or (2) trained to provide counseling services involving marriage and family life, substance abuse, personal stress management and other emotional or psychological disorders or conditions which may be likely to adversely affect the personal and professional well-being of a law enforcement officer and a sheriff's officer.

c. To ensure the integrity of the telephone hotline and to encourage officers to utilize it, the commissioner shall provide for the confidentiality of the names of the officers calling, the information discussed by that officer and the operator, and any referrals for further debriefing or counseling; provided, however, the commissioner may, by rule and regulation, (1) establish guidelines providing for the tracking of any officer who exhibits a severe emotional or psychological disorder or condition which the operator handling the call reasonably believes might result in harm to the officer or others and (2) establish a confidential registry of wounded New Jersey law enforcement officers.

(cf: P.L.2008, c.29, s.115)

<sup>1</sup>[112.] <u>118.</u> Section 10 of P.L.2011, c.210 (C.26:5B-6) is amended to read as follows:

10. a. The Department of Health and Senior Services, in consultation with the Medical Society of New Jersey and [the [University of Medicine and Dentistry of New Jersey] Rutgers, The State University, shall prepare, and make available on its Internet website, information in English and Spanish, which is designed to be easily understandable by the general public, about the genetic risk factors associated with, and the symptoms and treatment of, sickle cell anemia, in addition to any other information that the Commissioner of Health and Senior Services deems necessary for the purposes of this act. The department shall revise this information whenever new information about sickle cell anemia becomes available.

b. The department shall prepare an informational booklet in English and Spanish that contains the information posted on its website pursuant to subsection a. of this section, as funds become available for that purpose. The department shall make a supply of booklets available to all licensed health care facilities engaged in the diagnosis or treatment of sickle cell anemia, as well as to health care professionals, community health centers, members of the public, and social services agencies upon their request.

(cf: P.L.2011, c.210, s.10)

<sup>1</sup>[113.] <u>119.</u> Section 2 of P.L.2005, c.379 (C.34:11-56.59) is amended to read as follows:

2. As used in this act:

"Commissioner" means the Commissioner of Labor and Workforce Development or the commissioner's duly authorized representatives.

"Building services" means any cleaning or building maintenance work, including but not limited to sweeping, vacuuming, floor cleaning, cleaning of rest rooms, collecting refuse or trash, window cleaning, engineering, securing, patrolling, or other work in connection with the care, securing, or maintenance of an existing building, except that "building services" shall not include any maintenance work or other public work for which a contractor is required to pay the "prevailing wage" as defined in section 2 of P.L.1963, c.150 (C.34:11-56.26).

"Leased by the State" means that not less than 55% of the property or premises is leased by the State, provided that the portion of the property or premises that is leased by the State measures more than 20,000 square feet.

"Prevailing wage for building services "means the wage and benefit rates designated by the commissioner based on the determinations made by the General Services Administration pursuant to the federal "Service Contract Act of 1965" (41 U.S.C. s.351 et seq.), for the appropriate localities and classifications of building service employees.

"The State" means the State of New Jersey and all of its departments, bureaus, boards, commissions, agencies and instrumentalities, including any State institutions of higher education, but does not include political subdivisions.

"State institutions of higher education," means Rutgers, The State University of New Jersey [, the University of Medicine and Dentistry of New Jersey] Rowan University, and the New Jersey Institute of Technology, and any of the State colleges or universities established pursuant to chapter 64 of Title 18A of the New Jersey Statutes, but does not include any county college established pursuant to chapter 64A of Title 18A of the New Jersey Statutes. (cf: P.L.2005, c.379, s.2)

<sup>1</sup>[114.] <u>120.</u> Section 1 of P.L.2011, c.116 (C.38A:13-10) is amended to read as follows:

1. a. The Legislature finds and declares that the Department of Military and Veterans' Affairs, in conjunction with [the University of Medicine and Dentistry] Rutgers, The State University of New Jersey, has established a veteran to veteran peer support program telephone helpline. The helpline receives and responds to calls from veterans, servicemembers, and their families. It provides them with access to a comprehensive mental health provider network of mental health professionals specializing in post traumatic stress

1 disorder and other veterans issues. All services are free and confidential.

- b. Since its inception, the helpline has fielded over 6,000 calls from veterans and their families and based on prior statistics, a 10% increase in calls has been projected.
  - c. The helpline is funded through an allocation from a State appropriation for post traumatic stress disorder. It is appropriate that the helpline have a separate annual appropriation.

(cf: P.L.2011, c.116, s.1)

- <sup>1</sup>[115.] <u>121.</u> Section 2 of P.L.2011, c.116 (C.38A:13-11) is amended to read as follows:
- 2. a. The Department of Military and Veterans' Affairs shall establish, in coordination with University Behavioral HealthCare of [the University of Medicine and Dentistry] Rutgers, The State University of New Jersey, a toll free veteran to veteran peer support helpline.
- b. The helpline shall be accessible 24 hours a day seven days per week and shall respond to calls from veterans, servicemembers and their families. The operators of the helpline shall seek to identify the veterans, servicemembers and their families who should be referred to further peer support and counseling services, and provide referrals.
- c. The operators of the helpline shall be trained by University Behavioral Healthcare of [the University of Medicine and Dentistry] Rutgers, The State University of New Jersey and, to the greatest extent possible, shall be trained veterans or mental health professionals with military service expertise and (1) familiar with post traumatic stress disorder, traumatic brain injury and the emotional and psychological tensions, depressions, and anxieties unique to veterans, servicemembers, and their families or (2) trained to provide counseling services involving marriage and family life, substance abuse, personal stress management and other emotional or psychological disorders or conditions which may be likely to adversely affect the personal and service related well-being of veterans, servicemembers, and their families.
- The Department of Military and Veterans' Affairs and [the University of Medicine and Dentistry Rutgers, The State <u>University</u> of New Jersey shall provide for the confidentiality of the names of the persons calling, the information discussed, and any referrals for further peer support or counseling; provided, however, the Department of Military and Veterans' Affairs and [the University of Medicine and Dentistry Rutgers, The State University of New Jersey may establish guidelines providing for the tracking of any person who exhibits a severe emotional or psychological disorder or condition which the operator handling the

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call reasonably believes might result in harm to the veteran or servicemember or any other person.

3 (cf: P.L.2011, c.116, s.2)

- 5 [116.] 122. Section 3 of P.L.2011, c.116 (C.38A:13-12) is amended to read as follows:
- 3. University Behavioral Healthcare of the University of Medicine and Dentistry Rutgers, The State University of New Jersey shall maintain a list of credentialed military-oriented behavioral healthcare providers throughout the State of New Jersey. Case management services shall also be provided to ensure that veterans, service members, and their families receive ongoing counseling throughout all pre and post deployment events in New Jersey. The continuum of services shall utilize the National Yellow Ribbon guidelines while providing ongoing peer support customized for each branch of military service.
- 17 (cf: P.L.2011, c.116, s.3)

- <sup>1</sup>[117.] <u>123.</u> Section 4 of P.L.2011, c.116 (C.38A:13-13) is amended to read as follows:
- 4. In establishing the helpline authorized under the provisions of section 2 of this act, P.L.2011, c.116 (C.38A:13-11) the Adjutant General of the Department of Military and Veterans' Affairs and University Behavioral Healthcare of [the University of Medicine and Dentistry] Rutgers, The State University of New Jersey shall consult on a quarterly basis with the New Jersey Division of Mental Health Services within the Department of Human Services, the United States Department of Veterans' Affairs, the New Jersey Veterans Healthcare Network, at least two New Jersey Veteran Centers, and at least two State recognized veteran groups. (cf. P.L.2011, c.116, s.4)

- 33 '[118.] <u>124.</u>¹ Section 25 of P.L1954, c.84 (C.43:15A-25) is 34 amended to read as follows:
  - 25. a. The annuity savings fund shall be the fund in which shall be credited accumulated deductions and contributions by members or on their behalf to provide for their allowances. A single account shall be established in this fund for each person who is or shall become a member and all contributions deducted from each such member's compensation shall be credited to this single account.
  - b. (1) Members enrolled in the retirement system on or after July 1, 1994 shall contribute 5% of compensation to the system. Members enrolled in the system prior to July 1, 1994 shall contribute 5% of compensation to the system effective with the payroll period for which the beginning date is closest to July 1, 1995, provided, however, that any member enrolled before July 1, 1994, whose full contribution rate under the system prior to the

revisions by this act was less than 6%, shall pay 4% of compensation to the system effective with the payroll period for which the beginning date is closest to July 1, 1995, and 5% of compensation to the system effective with the payroll period for which the beginning date is closest to July 1, 1996.

(2) Members enrolled in the retirement system on or after July 1, 2007 who are:

employees of the State, other than employees of the Judicial Branch;

employees of an independent State authority, board, commission, corporation, agency or organization;

employees of a local school district, regional school district, county vocational school district, county special services school district, jointure commission, educational services commission, State-operated school district, charter school, county college, any officer, board, or commission under the authority of the Commissioner of Education or of the State Board of Education, and any other public entity which is established pursuant to authority provided by Title 18A of the New Jersey Statutes; or

employees of a State public institution of higher education [, other than employees of the University of Medicine and Dentistry of New Jersey] shall contribute 5.5% of compensation to the system, and all such members described above enrolled in the system prior to July 1, 2007 shall contribute 5.5% of compensation to the system effective with the payroll period for which the beginning date is closest to July 1, 2007.

Members enrolled in the retirement system on or after July 1, 2008, other than those described in the paragraph above, shall contribute 5.5% of compensation to the system. Members enrolled in the system prior to July 1, 2008, other than those described in the paragraph above, shall contribute 5.5% of compensation to the system effective with the payroll period that begins immediately after July 1, 2008.

- (3) Members of the retirement system shall contribute 6.5% of compensation to the system on and after the effective date of P.L.2011, c.78, with an additional contribution of 1% to be phased in in equal increments over a period of seven years commencing with the first year following that effective date.
- c. The retirement system shall certify to each State department or subdivision thereof, and to each branch of the State service not included in a State department, and to every other employer, the proportion of each member's compensation to be deducted and to facilitate the making of deductions the retirement system may modify the deduction required by a member by such an amount as shall not exceed 1/10 of 1% of the compensation upon the basis of which the deduction is to be made.
- If payment in full, representing the monthly or biweekly transmittal and report of salary deductions, is not made within 15

days of the due date established by the retirement system, interest at the rate of 6% per annum shall commence to run against the total transmittal of salary deductions for the period on the first day after such fifteenth day.

d. Every employee to whom this act applies shall be deemed to consent and agree to any deduction from his compensation required by this act and to all other provisions of this act. Notwithstanding any other law, rule or regulation affecting the salary, pay, compensation, other perquisites, or tenure of a person to whom this act applies, or shall apply, and notwithstanding that the minimum salary, pay, or compensation or other perquisites provided by law for him shall be reduced thereby, payment, less such deductions, shall be a full and complete discharge and acquittance of all claims and demands for service rendered by him during the period covered by such payment.

(cf: P.L.2011, c.78, s.10)

<sup>1</sup>[119.] <u>125.</u> Section 3 of P.L.1948, c.110 (C.43:21-27) is amended to read as follows:

- 3. As used in this act, unless the context clearly requires otherwise:
- (a) (1) "Covered employer" means, with respect to whether an employer is required to provide benefits during an employee's own disability pursuant to P.L.1948, c.110 (C.43:21-25 et al.), any individual or type of organization, including any partnership, association, trust, estate, joint-stock company, insurance company or corporation, whether domestic or foreign, or the receiver, trustee in bankruptcy, trustee or successor thereof, or the legal representative of a deceased person, who is an employer subject to the "unemployment compensation law" (R.S.43:21-1 et seq.), except the State, its political subdivisions, and any instrumentality of the State unless such governmental entity elects to become a covered employer pursuant to paragraph (2) of this subsection (a); provided, however, that commencing with the effective date of this act, the State of New Jersey, including Rutgers, The State University [, the University of Medicine and Dentistry of New Jersey and the New Jersey Institute of Technology, shall be deemed a covered employer, as defined herein.

"Covered employer" means, after June 30, 2009, with respect to whether the employer is an employer whose employees are eligible for benefits during periods of family temporary disability leave pursuant to P.L.1948, c.110 (C.43:21-25 et al.), and, after December 31, 2008, whether employees of the employer are required to make contributions pursuant to R.S.43:21-7(d)(1)(G)(ii), any individual or type of organization, including any partnership, association, trust, estate, joint-stock company, insurance company or domestic or foreign corporation, or the receiver, trustee in bankruptcy, trustee or successor thereof, or the legal representative of a deceased

person, who is an employer subject to the "unemployment compensation law" (R.S.43:21-1 et seq.), including any governmental entity or instrumentality which is an employer under R.S.43:21-19(h)(5), notwithstanding that the governmental entity or instrumentality has not elected to be a covered employer pursuant to paragraph (2) of this subsection (a).

- (2) Any governmental entity or instrumentality which is an employer under R.S.43:21-19(h)(5) may, with respect to the provision of benefits during an employee's own disability pursuant to P.L.1948, c.110 (C.43:21-25 et al.), elect to become a "covered employer" under this subsection beginning with the date on which its coverage under R.S.43:21-19(h)(5) begins or as of January 1 of any year thereafter by filing written notice of such election with the division within at least 30 days of the effective date. Such election shall remain in effect for at least two full calendar years and may be terminated as of January 1 of any year thereafter by filing with the division a written notice of termination at least 30 days prior to the termination date.
- (b) (1) "Covered individual" means, with respect to whether an individual is eligible for benefits during an individual's own disability pursuant to P.L.1948, c.110 (C.43:21-25 et al.), any person who is in employment, as defined in the "unemployment compensation law" (R.S.43:21-1 et seq.), for which the individual is entitled to remuneration from a covered employer, or who has been out of such employment for less than two weeks, except that a "covered individual" who is employed by the State of New Jersey, including Rutgers, The State University [, the University of Medicine and Dentistry of New Jersey and ] or the New Jersey Institute of Technology, or by any governmental entity or instrumentality which elects to become a "covered employer" pursuant to this amendatory act, shall not be eligible to receive any benefits under the "Temporary Disability Benefits Law" until such individual has exhausted all sick leave accumulated as an employee in the classified service of the State or accumulated under terms and conditions similar to classified employees or accumulated under the terms and conditions pursuant to the laws of this State or as the result of a negotiated contract with any governmental entity or instrumentality which elects to become a "covered employer."

"Covered individual" shall not mean, with respect to whether an individual is eligible for benefits during an individual's own disability pursuant to P.L.1948, c.110 (C.43:21-25 et al.), any member of the Division of State Police in the Department of Law and Public Safety.

(2) "Covered individual" means, with respect to whether an individual is eligible for benefits during the individual's period of family temporary disability leave pursuant to P.L.1948, c.110 (C.43:21-25 et al.), any individual who is in employment, as defined in the "unemployment compensation law" (R.S.43:21-1 et

- seq.), for which the individual is entitled to remuneration from a covered employer, or who has been out of that employment for less than two weeks.
- 4 (c) "Division" or "commission" means the Division of
  5 Temporary Disability Insurance of the Department of Labor and
  6 Workforce Development, and any transaction or exercise of
  7 authority by the director of the division shall be deemed to be
  8 performed by the division.
- 9 (d) "Day" shall mean a full calendar day beginning and ending 10 at midnight.

- (e) "Disability" shall mean such disability as is compensable under section 5 of P.L.1948, c.110 (C.43:21-29).
- (f) "Disability benefits" shall mean any cash payments which are payable to a covered individual for all or part of a period of disability pursuant to P.L.1948, c.110 (C.43:21-25 et al.).
- (g) "Period of disability" with respect to any covered individual shall mean:
- (1) The entire period of time during which the covered individual is continuously and totally unable to perform the duties of the covered individual's employment because of the covered individual's own disability, except that two periods of disability due to the same or related cause or condition and separated by a period of not more than 14 days shall be considered as one continuous period of disability; provided the individual has earned wages during such 14-day period with the employer who was the individual's last employer immediately preceding the first period of disability; and
- (2) On or after July 1, 2009, the entire period of family temporary disability leave taken from employment by the covered individual.
- (h) "Wages" shall mean all compensation payable by covered employers to covered individuals for personal services, including commissions and bonuses and the cash value of all compensation payable in any medium other than cash.
  - (i) (1) (Deleted by amendment, P.L.2001, c.17).
- (2) (Deleted by amendment, P.L.2001, c.17).
- (3) "Base week" with respect to periods of disability commencing on or after October 1, 1985 and before January 1, 2001, means any calendar week during which a covered individual earned in employment from a covered employer remuneration equal to not less than 20% of the Statewide average weekly wage determined under subsection (c) of R.S.43:21-3, which shall be adjusted to the next higher multiple of \$1.00 if not already a multiple thereof.
- 45 (4) "Base week" with respect to periods of disability 46 commencing on or after January 1, 2001, means any calendar week 47 of a covered individual's base year during which the covered 48 individual earned in employment from a covered employer

- remuneration not less than an amount 20 times the minimum wage in effect pursuant to section 5 of P.L.1966, c.113 (C.34:11-56a4) on October 1 of the calendar year preceding the calendar year in which the benefit year commences, which amount shall be adjusted to the next higher multiple of \$1.00 if not already a multiple thereof, except that if in any calendar week an individual subject to this paragraph is in employment with more than one employer, the covered individual may in that calendar week establish a base week with respect to each of the employers from whom the covered individual earns remuneration equal to not less than the amount defined in this paragraph during that week.
  - (j) (1) "Average weekly wage" means the amount derived by dividing a covered individual's total wages earned from the individual's most recent covered employer during the base weeks in the eight calendar weeks immediately preceding the calendar week in which a period of disability commenced, by the number of such base weeks.

- (2) If the computation in paragraph (1) of this subsection (j) yields a result which is less than the individual's average weekly earnings in employment with all covered employers during the base weeks in such eight calendar weeks, then the average weekly wage shall be computed on the basis of earnings from all covered employers during the base weeks in the eight calendar weeks immediately preceding the week in which the period of disability commenced.
- (3) For periods of disability commencing on or after July 1, 2009, if the computations in paragraphs (1) and (2) of this subsection (j) both yield a result which is less than the individual's average weekly earnings in employment with all covered employers during the base weeks in the 26 calendar weeks immediately preceding the week in which the period of disability commenced, then the average weekly wage shall, upon a written request to the department by the individual on a form provided by the department, be computed by the department on the basis of earnings from all covered employers of the individual during the base weeks in those 26 calendar weeks, and, in the case of a claim for benefits from a private plan, that computation of the average weekly wage shall be provided by the department to the individual and the individual's employer.

When determining the "average weekly wage" with respect to a period of family temporary disability leave for an individual who has a period of family temporary disability immediately after the individual has a period of disability for the individual's own disability, the period of disability is deemed to have commenced at the beginning of the period of disability for the individual's own disability, not the period of family temporary disability.

(k) "Child" means a biological, adopted, or foster child, stepchild or legal ward of a covered individual, child of a domestic

partner of the covered individual, or child of a civil union partner of the covered individual, who is less than 19 years of age or is 19 years of age or older but incapable of self-care because of mental or physical impairment.

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- (l) "Domestic partner" means a domestic partner as defined in section 3 of P.L.2003, c.246 (C.26:8A-3).
- (m) "Civil union" means a civil union as defined in section 2 of P.L.2006, c.103 (C.37:1-29).
- (n) "Family member" means a child, spouse, domestic partner, civil union partner or parent of a covered individual.
- 11 (o) "Family temporary disability leave" means leave taken by a 12 covered individual from work with an employer to (1) participate in 13 the providing of care, as defined in the "Family Leave Act," 14 P.L.1989, c.261 (C.34:11B-1 et seq.) and regulations adopted 15 pursuant to that act, for a family member of the individual made 16 necessary by a serious health condition of the family member; or (2) 17 be with a child during the first 12 months after the child's birth, if 18 the individual, or the domestic partner or civil union partner of the 19 individual, is a biological parent of the child, or the first 12 months 20 after the placement of the child for adoption with the individual. 21 "Family temporary disability leave" does not include any period of 22 time in which a covered individual is paid benefits pursuant to 23 P.L.1948, c.110 (C.43:21-25 et al.) because the individual is unable 24 to perform the duties of the individual's employment due to the 25 individual's own disability.
  - (p) "Health care provider" means a health care provider as defined in the "Family Leave Act," P.L.1989, c.261 (C.34:11B-1 et seq.), and any regulations adopted pursuant to that act.
  - (q) "Parent of a covered individual" means a biological parent, foster parent, adoptive parent, or stepparent of the covered individual or a person who was a legal guardian of the covered individual when the covered individual was a child.
  - (r) "Placement for adoption" means the time when a covered individual adopts a child or becomes responsible for a child pending adoption by the covered individual.
  - (s) "Serious health condition" means an illness, injury, impairment or physical or mental condition which requires: inpatient care in a hospital, hospice, or residential medical care facility; or continuing medical treatment or continuing supervision by a health care provider.
  - (t) "12-month period" means, with respect to an individual who establishes a valid claim for disability benefits during a period of family temporary disability leave, the 365 consecutive days that begin with the first day that the individual first establishes the claim.
- 46 (cf: P.L.2008, c.17, s.2)

<sup>1</sup>[120.] <u>126.</u> Section 22 of P.L.1948, c.110 (C.43:21-46) is amended to read as follows:

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3 22. State disability benefits fund. (a) The State disability benefits fund, hereinafter referred to as the fund, is hereby 4 5 established. The fund shall remain in the custody of the State Treasurer, and to the extent of its cash requirements shall be 6 7 deposited in authorized public depositories in the State of New 8 Jersey. There shall be deposited in and credited to the fund the 9 amount of worker and employer contributions provided under 10 subparagraph (G) of paragraph (1) of subsection (d) of R.S.43:21-7 and subsection (e) of R.S.43:21-7, less refunds authorized by the 11 12 chapter (R.S.43:21-1 et seq.) to which this act is a supplement, and 13 the entire amount of interest and earnings from investments of the 14 fund, and all assessments, fines and penalties collected under this 15 act. The fund shall be held in trust for the payment of disability 16 benefits pursuant to this act, for the payment of benefits pursuant to 17 subsection (f) of R.S.43:21-4, and for the payment of any 18 authorized refunds of contributions. All warrants for the payment 19 of benefits shall be issued by and bear only the signature of the 20 Director of the Division of Unemployment and Temporary 21 Disability Insurance or his duly authorized agent for that purpose. 22 All other moneys withdrawn from the fund shall be upon warrant 23 signed by the State Treasurer and countersigned by the Director of 24 the Division of Unemployment and Temporary Disability Insurance 25 of the Department of Labor of the State of New Jersey. 26 Treasurer shall maintain books, records and accounts for the fund, 27 appoint personnel and fix their compensation within the limits of available appropriations. The expenses of the Treasurer in 28 29 administering the fund and its accounts shall be charged against the administration account, as hereinafter established. 30 31 account, to be known as the administration account, shall be 32 maintained in the fund, and there shall be credited to such account 33 an amount determined to be sufficient for proper administration, not 34 to exceed, however, 1/10 of 1% of the wages with respect to which current contributions are payable into the fund, and the entire 35 36 amount of any assessments against covered employers, as 37 hereinafter provided, for costs of administration prorated among 38 approved private plans. The costs of administration of this act, 39 including R.S.43:21-4(f), shall be charged to the administration 40

(b) A further separate account, to be known as the unemployment disability account, shall be maintained in the fund. Such account shall be charged with all benefit payments under R.S.43:21-4(f).

Prior to July 1 of each calendar year, the Division of Unemployment and Temporary Disability Insurance of the Department of Labor of the State of New Jersey shall determine the average rate of interest and other earnings on all investments of the State disability benefits fund for the preceding calendar year. An

amount equal to the sum of the amounts withdrawn from the unemployment trust fund pursuant to section 23 hereof multiplied by such average rate shall be determined by the division and credited to the unemployment disability account as of the end of the preceding calendar year.

If the unemployment disability account shall show an accumulated deficit in excess of \$200,000.00 at the end of any calendar year after interest and other earnings have been credited as provided hereinabove, the division shall determine the ratio of such deficit to the total of all taxable wages paid during the preceding calendar year, and shall make an assessment against all employers in an amount equal to the taxable wages paid by them during such preceding calendar year to employees, multiplied by such ratio, but in no event shall any such assessment exceed 1/10 or 1% of such wages; provided, however, that the assessment made against the State (including Rutgers, The State University [, the University of Medicine and Dentistry of New Jersey and the New Jersey Institute of Technology) shall not exceed the sum of all benefits paid under the provisions of R.S.43:21-4(f) as the result of employment with the State. Such amounts shall be collectible by the division in the same manner as provided for the collection of employee contributions under this chapter (R.S.43:21-1 et seq.). In making this assessment, the division shall furnish to each affected employer a brief summary of the determination thereof. amount of such assessments collected by the division shall be credited to the unemployment disability account.

As used in this section, "taxable wages" shall mean wages with respect to which employer contributions have been paid or are payable pursuant to subsections (a), (b) and (c) of R.S.43:21-7.

- (c) A board of trustees, consisting of the State Treasurer, the Secretary of State, the Commissioner of Labor and Industry, the director of the division, and the State Comptroller, is hereby created. The board shall invest and reinvest all moneys in the fund in excess of its cash requirements, and such investments shall be made in obligations legal for savings banks; provided, however, that the provisions of this subsection shall in all respects be subject to the provisions of P.L.1950, c.270 (C.52:18A-79 et seq.).
- (d) There is hereby appropriated, to be paid out of the fund, such amounts as may from time to time be required for the payment of disability benefits, and such amounts as may be required each year, as contained in the annual appropriation act, for the administration of this act, including R.S.43:21-4(f).
- 43 (cf: P.L.1994, c.112, s.3)

**[**121.**]** <u>127.</u> Section 2 of P.L.1999, c.201 (C.52:9E-2) is 46 amended to read as follows:

2. As used in this act:

- a. "Approved research project" means a peer reviewed scientific research project, which is approved by the commission and which focuses on the treatment and cure of spinal cord injuries and diseases that damage the spinal cord.
- b. "Commission" means the New Jersey Commission on Spinal Cord Research established pursuant to this act.
- c. "Institutional support services" means all services, facilities, equipment, personnel and expenditures associated with the creation and maintenance of approved research projects.
- d. "Qualifying research institution" means [the University of Medicine and Dentistry of New Jersey;] 'Rowan University;' Rutgers, The State University; Princeton University; the Kessler Medical Rehabilitation Research and Education Corporation; the Coriell Institute for Medical Research; and any other research institution in the State approved by the commission.

16 (cf: P.L.1999, c.201, s.2)

- <sup>1</sup>[122.] <u>128.</u> Section 3 of P.L.1999, c.201 (C.52:9E-3) is amended to read as follows:
- 3. a. There is established in the Executive Branch of the State government, the New Jersey Commission on Spinal Cord Research. For the purposes of complying with the provisions of Article V, Section IV, paragraph 1 of the New Jersey Constitution, the commission is allocated within the Department of Health and Senior Services, but notwithstanding that allocation, the commission shall be independent of any supervision or control by the department or by any board or officer thereof.
- b. The commission shall consist of [11] 1[10] 11 members, including the Commissioner of Health and Senior Services, or his designee, who shall serve ex officio; [one representative of the University of Medicine and Dentistry of New Jersey;] 1 one representative of Rowan University; 1 one representative of Rutgers, The State University; one representative of the federally designated Spinal Cord Injury Model System; one representative from the American Paralysis Association; and six public members who are residents of the State knowledgeable about spinal cord injuries and who include at least one physician licensed in this State and at least one person with a spinal cord injury. The members shall be appointed by the Governor with the advice and consent of the Senate.
  - c. The term of office of each appointed member shall be three years, but of the members first appointed, three shall be appointed for a term of one year, four for terms of two years, and three for terms of three years. All vacancies shall be filled for the balances of the unexpired terms in the same manner as the original appointments. Appointed members are eligible for reappointment

upon the expiration of their terms. A member shall continue to serve upon the expiration of his term until a successor is appointed.

The members of the commission shall not receive compensation for their services, but shall be reimbursed for the actual and necessary expenses incurred in the performance of their duties as members of the commission.

(cf: P.L.1999, c.201, s.3)

- 9 <sup>1</sup>[123.] <u>129.</u> Section 2 of P.L.2003, c.200 (C.52:9EE-2) is amended to read as follows:
  - 2. As used in this act:

(cf: P.L.2003, c.200, s.2)

"Approved research project" means a scientific research project, which is approved by the commission and which focuses on the treatment and cure of brain injuries.

"Commission" means the New Jersey State Commission on Brain Injury Research established pursuant to this act.

"Institutional support services" means all services, facilities, equipment, personnel and expenditures associated with the creation and maintenance of approved research projects.

"Qualifying research institution" means [the University of Medicine and Dentistry of New Jersey and] Rutgers, The State University of New Jersey<sup>1</sup>, Rowan University, and any other institution approved by the commission, which is conducting an approved research project.

- <sup>1</sup>[124.] <u>130.</u> Section 3 of P.L.2003, c.200 (C.52:9EE-3) is amended to read as follows:
- 3. a. There is established in the Executive Branch of the State government, the New Jersey State Commission on Brain Injury Research. For the purposes of complying with the provisions of Article V, Section IV, paragraph 1 of the New Jersey Constitution, the commission is allocated within the Department of Health and Senior Services, but notwithstanding that allocation, the commission shall be independent of any supervision or control by the department or by any board or officer thereof.
- b. The commission shall consist of [11] '[10] 11' members, including the Commissioner of Health and Senior Services, or his designee, who shall serve ex officio; [one representative of the University of Medicine and Dentistry of New Jersey;] one representative of Rutgers, The State University of New Jersey; 'one representative of Rowan University;' six public members, appointed by the Governor with the advice and consent of the Senate, one of whom shall be a licensed physician in this State and one of whom shall be appointed by the President of the Senate and one of whom shall be appointed by the Speaker of the

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- General Assembly. All public members shall be residents of the State or otherwise associated with the State, and shall be known for their knowledge, competence, experience or interest in brain injury medical research.
  - c. The term of office of each public member shall be three years, but of the members first appointed, three shall be appointed for terms of one year, three for terms of two years, and two for terms of three years. All vacancies shall be filled for the balances of the unexpired terms in the same manner as the original appointments. Appointed members are eligible for reappointment upon the expiration of their terms. A member shall continue to serve upon the expiration of his term until a successor is appointed.

The members of the commission shall not receive compensation for their services, but shall be reimbursed for the actual and necessary expenses incurred in the performance of their duties as members of the commission.

(cf: P.L.2003, c.200, s.3)

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- <sup>1</sup>[125.] <u>131.</u> Section 3 of P.L.1983, c.6 (C.52:9U-3) is amended to read as follows:
  - 3. As used in this act:
- a. "Approved research project" means a scientific research project, which is approved by the commission and which focuses on the genetic, biochemical, viral, microbiological and environmental causes of cancer, and may include, but is not limited to, behavioral, socio-economic, demographic and psychosocial research or research into methods of clinical treatment; or which focuses on pain management and palliative care for persons diagnosed with cancer.
- b. "Commission" means the New Jersey State Commission on Cancer Research established pursuant to this act.
- c. "Institutional support services" means all services, facilities, equipment, personnel and expenditures associated with the creation and maintenance of approved research projects.
- d. "Qualifying research institution" means the 'Coriell'
  Institute for Medical Research in Camden, New Jersey, [the
  University of Medicine and Dentistry of New Jersey,] Rutgers--The
  State University, 'Rowan University,' Princeton University and any
  other institution approved by the commission, which is conducting
  an approved research project.

40 (cf: P.L.2000, c.63, s.1)

- 42 <sup>1</sup>[126.] <u>132.</u> Section 2 of P.L.2008, c.85 (C.52:16A-100) is 43 amended to read as follows:
- 2. a. The Ellis Island Advisory Commission is hereby created and established in the Executive Branch of the State Government. For the purposes of complying with the provisions of Article V,

Section IV, paragraph 1, of the New Jersey Constitution, the commission is allocated within the Department of State.

The commission shall consist of [20] 19 voting members, as follows:

(1) a representative of the Governor's office, the Secretary of State or a designee, the State Treasurer or a designee, the Attorney General or a designee, the Commissioner of Environmental Protection or a designee, the Commissioner of Education or a designee, the Executive Director of the New Jersey Commerce Commission or a designee, the Commissioner of Health and Senior Services or a designee, the Commissioner of Transportation or a designee, the New Jersey State representative of the National Trust for Historic Preservation or a designee, and the President of Save Ellis Island, Inc. or a designee, each serving ex officio;

- (2) four members of the Legislature, of whom one shall be appointed by the Senate President, one by the Senate Minority Leader, one by the Speaker of the General Assembly and one by the Minority Leader of the General Assembly. Legislators appointed to the commission shall serve as members thereof for terms coextensive with their respective terms as members of the Houses of the Legislature from which they were appointed; and
- (3) [five] four members shall be appointed by the Governor, with the advice and consent of the Senate, of whom one shall be a representative of Rutgers, the State University of New Jersey, chosen with expertise in immigration issues, [and one shall be a representative of the University of Medicine and Dentistry of New Jersey, chosen with expertise in public health issues,] and three shall be members of the public, chosen with due regard for their knowledge of the role of Ellis Island in American history, including one member with expertise in the hospitality industry and one member with expertise in the development industry. No public members shall hold elective office.
- b. Each public member of the commission shall serve for a term of three years, except that of the initial members so appointed: one member shall serve for one year, two members shall serve for two years, and two members shall serve for three years. Public members shall be eligible for reappointment. They shall serve until their successors are appointed and qualified, and the term of any successor of any incumbent shall be calculated from the expiration of the term of that incumbent. A vacancy occurring other than by expiration of the term shall be filled in the same manner as the original appointment but for the unexpired term only. Public members may be removed by the Governor for cause.
- c. The members of the commission shall serve without compensation but shall be reimbursed for necessary expenses incurred in the performance of their duties subject to the availability of funds.

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- d. The Secretary of State, or a designee, shall serve as chair, and the members of the commission shall elect annually one of the public members to serve as vice-chair. The chair may appoint a secretary, who need not be a member of the commission. The presence of a majority of the full membership of the commission shall be required for the conduct of official business.
  - e. The commission shall meet at the call of the chair. The commission shall hold at least two meetings annually which shall be held at the State capitol and at such other times and places as the commission may deem expedient, including on Ellis Island.

11 (cf: P.L.2008, c.85, s.2)

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- 13 **1** [127.] 133. Section 12 of P.L.1978, c.39 (C.52:18A-174) is amended to read as follows:
- 12. Subject to the independent approval of the State Treasurer, the board may authorize the transfer of funds necessary to permit individuals employed at [the University of Medicine and Dentistry of New Jersey,] the New Jersey Institute of Technology, Rutgers, The State University, Rowan University, and any other agency, authority, commission, or instrumentality of State government which has an independent corporate existence, to participate in the plan.
- 23 (cf: P.L.1985, c.449, s.1)

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- <sup>1</sup>[128.] <u>134.</u> Section 1 of P.L.1959, c.40 (C.52:27B-56.1) is amended to read as follows:
- 26 27 1. The Director of the Division of Purchase and Property may, by joint action, purchase any articles used or needed by the State 28 29 and the Palisades Interstate Park Commission, the New Jersey 30 Highway Authority, the New Jersey Turnpike Authority, the 31 Delaware River Joint Toll Bridge Commission, the Port Authority of New York and New Jersey, the South Jersey Port Corporation, 32 33 the Passaic Valley Sewerage Commission, the Delaware River Port 34 Authority, Rutgers, The State University, Ithe University of 35 Medicine and Dentistry of New Jersey Rowan University, the 36 New Jersey Sports and Exposition Authority, the New Jersey 37 Housing Finance Agency, the New Jersey Mortgage Finance 38 Authority, the New Jersey Health Care Facilities Financing 39 Authority, the New Jersey Education Facilities Authority, the New 40 Jersey Economic Development Authority, the South Jersey 41 Transportation Authority, the Hackensack Meadowlands 42 Development Commission, the New Jersey Water Supply 43 Authority, the Higher Education Student Assistance Authority or 44 any other agency, commission, board, authority or other such

governmental entity which is established and is allocated to a State

- 1 department or any bi-state governmental entity of which the State of
- 2 New Jersey is a member.
- 3 (cf: P.L.1999, c.440, s.89)

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- 5 <sup>1</sup>[129.] <u>135.</u> Section 2 of P.L.2005, c.373 (C.52:27C-97) is amended to read as follows: 6
  - 2. The Foundation for Technology Advancement shall be governed by a [23-member] 22-member board of trustees who are appointed as follows:
- 10 a. The Executive Director of the New Jersey Commerce 11 Commission; the Executive Director of the New Jersey Economic
- Development Authority; the Executive Director of the New Jersey 12
- 13 Commission on Science and Technology; and the Chief Technology
- 14 Officer in the Office of Information Technology; or their designees,
- 15 all of whom shall serve ex officio;
- 16 b. A faculty member appointed by the president of each of the 17 following academic institutions: The New Jersey Institute of Technology; Rutgers, the State University; [The University of 18
- 19 Medicine and Dentistry of New Jersey; and Princeton University,
- 20 all of whom shall serve ex officio; and
- 21 c. Fifteen public members appointed by the Governor as 22
- follows: a representative of each of the following organizations: the 23
- New Jersey Technology Council, the Biotechnology Council of 24 New Jersey, the Forum for Academicians, Scientists and
- 25 Technologists of New Jersey, the Strengthening the Mid-Atlantic
- 26 Region for Tomorrow States Organization, the New Jersey Business
- 27 and Industry Association, the Commerce and Industry Association
- of New Jersey, the New Jersey State Chamber of Commerce, the 28
- 29 New Jersey Tooling and Manufacturing Association, the Research
- 30 and Development Council of New Jersey, the American Electronics
- 31 Association New Jersey/Pennsylvania Council,
- 32 representative employed by a corporation from each of the
- 33 following industry sectors: pharmaceuticals, financial services,
- 34 advanced technology, information technology, and nanotechnology.
- 35 Of the public members first appointed, four shall serve for a term 36 of two years, four for a term of three years, four for a term of four 37 years, and three for a term of five years.
- 38 Members appointed thereafter shall serve five-year terms, and 39 any vacancy shall be filled by appointment for the unexpired term
- 40 only. A member is eligible for reappointment. Vacancies in the
- 41 membership of the foundation shall be filled in the same manner as
- 42 the original appointments were made.
- 43 The members shall elect a chair and vice chair from the 44 membership of the board of trustees.
- 45 (cf: P.L.2007, c.253, s.38)

<sup>1</sup>[130.] <u>136.</u> Section 5 of P.L.2001, c.154 (C.58:10B-17.1) is amended to read as follows:

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- 5. a. (1) Except where a limitations provision expressly and specifically applies to actions commenced by the State or where a longer limitations period would otherwise apply, and subject to any statutory provisions or common law rules extending limitations periods, any civil action concerning the remediation of a contaminated site or the closure of a sanitary landfill facility commenced by the State pursuant to the State's environmental laws shall be commenced within three years next after the cause of action shall have accrued.
- (2) For purposes of determining whether a civil action subject to the limitations periods specified in paragraph (1) of this subsection has been commenced within time, no cause of action shall be deemed to have accrued prior to January 1, 2002 or until the contaminated site is remediated or the sanitary landfill has been properly closed, whichever is later.
- b. (1) Except where a limitations provision expressly and specifically applies to actions commenced by the State or where a longer limitations period would otherwise apply, and subject to any statutory provisions or common law rules extending limitations periods, any civil action concerning the payment of compensation for damage to, or loss of, natural resources due to the discharge of a hazardous substance, commenced by the State pursuant to the State's environmental laws, shall be commenced within five years and six months next after the cause of action shall have accrued.
- (2) For purposes of determining whether a civil action subject to the limitations periods specified in paragraph (1) of this subsection has been commenced within time, no cause of action shall be deemed to have accrued prior to January 1, 2002 or until the completion of the remedial action for the entire contaminated site or the entire sanitary landfill facility, whichever is later.
  - As used in this section:
- 33 34 "State's environmental laws" means the "Spill Compensation and Control Act," P.L.1976, c.141 (C.58:10-23.11 et seq.), the "Water 35 Pollution Control Act," P.L.1977, c.74 (C.58:10A-1 et seq.), 36 37 P.L.1986, c.102 (C.58:10A-21 et seq.), the "Brownfield and 38 Contaminated Site Remediation Act," P.L.1997, c.278 (C.58:10B-1.1 et al.), the "Industrial Site Recovery Act," P.L.1983, c.330 39 40 (C.13:1K-6 et al.), the "Solid Waste Management Act," P.L.1970, 41 c.39 (C.13:1E-1 et seq.), the "Comprehensive Regulated Medical 42 Waste Management Act," P.L.1989, c.34 (C.13:1E-48.1 et seq.), the 43 "Major Hazardous Waste Facilities Siting Act," P.L.1981, c.279 44 (C.13:1E-49 et seq.), the "Sanitary Landfill Facility Closure and 45 Contingency Fund Act," P.L.1981, c.306 (C.13:1E-100 et seq.), the 46 "Regional Low-Level Radioactive Waste Disposal Facility Siting

Act," P.L.1987, c.333 (C.13:1E-177 et seq.), or any other law or

regulation by which the State may compel a person to perform remediation activities on contaminated property; and

"State" means the State, its political subdivisions, any office, department, division, bureau, board, commission or agency of the State or one of its political subdivisions, and any public authority or public agency, including, but not limited to, the New Jersey Transit Corporation [and the University of Medicine and Dentistry of New Jersey].

d. Nothing in the amendatory provisions to this section adopted pursuant to P.L.2009, c.60 (C.58:10C-1 et al.) shall extend a limitations period that has expired prior to the date of enactment of P.L.2009, c.60 (C.58:10C-1 et al.).

13 (cf: P.L.2009, c.60, s.50)

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<sup>1</sup>[131.] <u>137.</u> Section 8 of P.L.2001, c.246 (App.A:9-71) is amended to read as follows:

8. a. There is established in the Department of Law and Public Safety the Domestic Security Preparedness Planning Group, which shall assist the task force in performing its duties under this act. In cooperation with the task force, the planning group shall develop and provide to the task force, for consideration, a coordinated plan to be included in the State Emergency Operations Plan to prepare for, respond to, mitigate and recover from incidents of terrorism.

23 24 The members of the planning group shall include the 25 Director of the New Jersey Office of Emergency Management, the 26 Adjutant General of Military and Veterans' Affairs or his designee, 27 the Commissioner of Agriculture or his designee, the Commissioner 28 of Community Affairs or his designee, the Commissioner of 29 Corrections or his designee, the Commissioner of Environmental 30 Protection or his designee, the Commissioner of Health and Senior 31 Services or his designee, the Commissioner of Human Services, or 32 his designee, the Commissioner of Transportation or his designee, 33 the Executive Director of the New Jersey Transit Corporation or his 34 designee, the State Treasurer or his designee, the New Jersey State 35 Medical Examiner or his designee, [a representative of the 36 University of Medicine and Dentistry of New Jersey, I the President 37 of the Board of Public Utilities or his designee, a representative of 38 the New Jersey County Emergency Management Coordinators 39 Association, a representative of the New Jersey State Fire Chiefs 40 Association, and a representative of the New Jersey State Police 41 Chiefs Association. The planning group may include, to the extent 42 such individuals may be made available for such purpose, a 43 representative of the Federal Emergency Management Agency, a 44 representative of the Federal Bureau of Investigation, a 45 representative of the American Red Cross, and a representative of 46 such other charitable groups as may be appropriate.

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1 chairperson of the task force shall appoint the chair and vice chair 2 of the planning group. 3 (cf: P.L.2001, c.246, s.8) 4 5 <sup>1</sup>138. (New section) On and between the enactment date of this 6 act and July 1, 2014, there shall be no layoff of any employee 7 represented by a majority representative, who was employed as of 8 the enactment date of this act, at the University of Medicine and Dentistry of New Jersey, <sup>2</sup>University Hospital, <sup>2</sup> Rutgers, the State 9 University or Rowan University as a result of any reorganization, 10 11 restructuring, transfer or acquisition of any school, facility, hospital, 12 entity, function or operation of the University of Medicine and 13 Dentistry of New Jersey, Rutgers, the State University or Rowan 14 University that occurs pursuant to or as a result of the 15 implementation of this act. 1 16 17 <sup>1</sup>139. (New section) Nothing in P.L., c. (C. ) (pending 18 before the Legislature as this bill) shall be construed to modify or 19 contravene the rights and obligations of employers or employees 20 under the "New Jersey Employer-Employee Relations Act," P.L.1941, c.100 (C.34:13A-1 et seq.).<sup>1</sup> 21 22 23 <sup>1</sup>140. (New section) The State of New Jersey does hereby 24 pledge to and covenant and agree with the holders of any bonds 25 heretofore issued and outstanding pursuant to a bond resolution of 26 Rutgers, The State University or Rowan University that the entities established pursuant to this act shall abide by and otherwise fulfill 27 the terms of any agreement, covenant, or indenture made by 28 29 Rutgers, The State University to its bond holders and Rowan 30 University to its bond holders, and will not in any way impair the rights or remedies of such holders. 31 32 33 <sup>1</sup>141. (New section) In transferring the assets of the University of Medicine and Dentistry of New Jersey to Rutgers, The State 34 35 University, it is the intention of the Legislature to protect Rutgers, 36 The State University, and to hold it harmless, subject to future 37 appropriation, for unexpected costs or losses associated with 38 undisclosed liabilities of the University of Medicine and Dentistry 39 of New Jersey that were not reasonably foreseeable or contemplated 40 at the time of the transfers required by this act. Therefore, if 41 Rutgers, The State University experiences, during fiscal years 2014 42 and 2015, costs or losses associated with liabilities of the University 43 of Medicine and Dentistry of New Jersey that were not identified in 44 the certified financial statements of the University of Medicine and 45 Dentistry of New Jersey for the time periods preceding the 46 incurrence of the cost or loss, the State shall reimburse Rutgers, The

1 State University for such cost or loss, subject to appropriation by 2 the Legislature.<sup>1</sup> 3 4 <sup>1</sup>142. (New section) The State Treasurer shall establish a 5 Transition Committee in such composition and with such 6 subcommittees as he deems appropriate to advise him regarding all 7 matters pursuant to this act, related to the division, allocation and 8 assignment of State appropriations, debt issues, allocation of 9 budgets, allocation of State personnel, and allocation of costs and 10 resource, monetary and otherwise, of centralized services, involving 11 Rowan University, Rutgers University-Camden, Rutgers, The State 12 University, the University of Medicine and Dentistry of New 13 Jersey, and University Hospital. Upon the advice of the committee 14 or of its subcommittees, the State Treasurer shall be empowered to 15 take all necessary administrative acts to implement the provisions of this act. 1 16 17 18 <sup>1</sup>143. (New section) The provisions of each of the transfers of 19 the schools, functions, institutes, campuses and centers, and rights, assets and privileges thereof, shall be considered to be 20 interdependent and essential to the intent and purpose of this act 21 22 and shall be non-severable, and if any of these transfers shall be 23 deemed unenforceable or invalid, the remaining transfers shall be unenforceable and invalid.1 24 25 <sup>1</sup>144. (New section) a. The schools, institutes, and centers of 26 27 the University of Medicine and Dentistry of New Jersey, other than 28 the School of Osteopathic Medicine, the entire Stratford campus, 29 the remaining facilities in Camden, and University Hospital, that are transferred to Rutgers, The State University pursuant to section 30 3 of this act shall comprise a university-wide "School of 31 Biomedical and Health Sciences" within Rutgers, The State 32 33 University. The School of Biomedical and Health Sciences shall 34 also include the Rutgers University School of Nursing, the Ernest 35 Mario School of Pharmacy, the Institute of Health, Health Policy, and Aging Research, and <sup>2</sup>[the]<sup>2</sup> University Behavioral Healthcare. 36 <sup>2</sup>Any other schools, institutes, or centers may also be included in 37 the School of Biomedical and Health Sciences as deemed 38 appropriate by the president of Rutgers, The State University<sup>2</sup>. As 39 provided pursuant to section 14 of this act, University Hospital shall 40 <sup>2</sup>continue to <sup>2</sup> serve as the principal teaching hospital for all of the 41 Newark-based schools. 42 b. The <sup>2</sup>[board of governors] president <sup>2</sup> of Rutgers, The State 43 University <sup>2</sup>, with the consent of the board of governors, <sup>2</sup> shall 44 45 appoint a chancellor, who shall be a physician, to lead the School of

Biomedical and Health Sciences. The chancellor shall be based at

1 Rutgers University-Newark and shall report directly to the president 2 of Rutgers, The State University. 3 <sup>2</sup>[The chancellor shall appoint] There shall be<sup>2</sup> a provost for Rutgers University-Newark <sup>2</sup>responsible for biomedical and health 4 sciences programs located in Newark<sup>2</sup> and a provost <sup>2</sup>, appointed by 5 the president of Rutgers, The State University, for Rutgers 6 University-New Brunswick <sup>2</sup>responsible for biomedical and health 7 sciences programs located in Middlesex County<sup>2</sup> to <sup>2</sup>[assist] report 8 to<sup>2</sup> the chancellor <sup>2</sup>[with his duties and responsibilities in the 9 10 administration of the School of Biomedical and Health Sciences 1<sup>2</sup>. c. The School of Biomedical and Health Sciences shall be 11 12 supported through a separate line item in the annual appropriations act.1 13 14 15 <sup>1</sup>145. (New section) The president of Rutgers, The State 16 University, in consultation with the New Brunswick campus advisory board, shall appoint a chancellor for Rutgers University-17 New Brunswick, who shall not be the president of the university. 18 19 The president of Rutgers, The State University, in consultation with the Newark campus advisory board, shall appoint a chancellor for 20 Rutgers University-Newark. The chancellor of Rutgers University-21 22 Newark shall have direct responsibility for the management of Rutgers University-Newark, and the chancellor of Rutgers 23 24 University-New Brunswick shall have direct responsibility for the 25 management of Rutgers University-New Brunswick. Each chancellor shall report directly to the president of the university. 26 27 28 <sup>1</sup>146. (New section) Effective July 1, 2013, a campus advisory 29 board shall be appointed for Rutgers University-New Brunswick. 30 The campus advisory board shall work with the chancellor of 31 Rutgers University-New Brunswick in implementing the teaching, 32 research, and service mission of Rutgers University-New Brunswick, the engagement of the campus with its local 33 34 community, its region, and the State, and its commitment to 35 academic excellence, access, and diversity. 36 The campus advisory board shall be composed of 11 members as follows: the chancellor of Rutgers University-New Brunswick who 37 38 shall serve ex-officio; the member of the board of governors of 39 Rutgers, The State University who is appointed by the board of 40 trustees and who is, pursuant to N.J.S.18A:65-14, required to be a resident of Middlesex County; two Rutgers University-New 41 Brunswick faculty members one of whom is appointed by the 42 43 faculty union and one of whom is elected by the Rutgers New 44 Brunswick Faculty Council; one member of the Rutgers University-45 New Brunswick administration appointed by the Rutgers

<u>University-New Brunswick chancellor; one Rutgers University-New Brunswick staff member selected from among the staff unions;</u>

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- 1 two student representatives appointed by the Rutgers University-
- 2 New Brunswick student governing association; and three members
- 3 of the local community, two of whom shall be selected by the
- 4 Office of Community Affairs from community organizations with
- 5 one of these members being an alumnus of Rutgers University-New
- 6 Brunswick, and one of whom shall be selected by the Mayor of the
- 7 <u>City of New Brunswick.</u>
- All members shall serve a term of two years, renewable by
  reappointment or re-election in the same manner as the initial
- 10 <u>selection</u>. A president of the advisory board shall be selected for a
- one-year term by a vote of the members of the campus advisory board, and may be so elected for successive terms without limit.
  - A member shall be subject to removal, after a hearing by a majority of the campus advisory board, for malfeasance or conduct injurious to the interest of Rutgers University-New Brunswick.
- The board shall meet and organize annually at a regular meeting
  held during the second week in September. The president shall
  serve until the following September and until his successor is
  appointed and qualified. Vacancies in the offices shall be filled in
  the same manner for the unexpired term only.
  - Members of the board shall serve without compensation but shall be reimbursed for all reasonable and necessary expenses.
    - The campus advisory board shall hold at least one public meeting each semester. 1

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- 147. (New section) Notwithstanding the provisions of N.J.S.18A:65-25 or any other section of law to the contrary, the campus advisory board of Rutgers University-New Brunswick shall:
- 29 a. advise the president and the board of governors of Rutgers,
- 30 The State University on the selection of the Rutgers University-
- 31 New Brunswick chancellor;
- b. propose capital projects and bonding for Rutgers University-
- 33 New Brunswick to the board of governors of Rutgers University;
- 34 <u>and</u>
- 35 <u>c. propose an annual budget for Rutgers University-New</u>
- 36 Brunswick to the board of governors of Rutgers University. 1
- 37 <sup>2</sup>Nothing in this section shall be construed to alter, amend,
- 38 modify, or diminish the authority of the board of governors of
- 39 Rutgers, The State University to grant tenure and promotions to
- 40 <u>faculty at Rutgers University-New Brunswick, establish standards</u>
- 41 <u>for academic programs and for the awarding of degrees for Rutgers</u>
- 42 <u>University-New Brunswick, and make final decisions on capital</u>
- 43 projects, bonding, and the annual budget for Rutgers University-
- 44 New Brunswick.<sup>2</sup>

- 46 <sup>1</sup>148. (New section) All monies including, but not limited to,
- 47 grants, appropriations, capital improvement expenditures, research

1 funds, State-funded personnel, institutional support, and grants-in-2 aid, previously allocated or otherwise provided to the University of 3 Medicine and Dentistry of New Jersey for the use of Robert Wood 4 Johnson Medical School, regardless of source, which remain 5 unexpended on the effective date of P.L. , c. (C. ) (pending 6 before the Legislature as this bill) shall be transferred to Rutgers, The State University. 1 7 8 9 <sup>1</sup>149. (New section) For a period of five years after the 10 effective date of P.L., c. (C. ) (pending before the Legislature 11 as this bill), any substantive changes that result in the diminution, 12 deterioration or reduction to essential health care services currently 13 provided by University Hospital, including but not limited to, 14 emergency, pediatric, surgical, family health, outpatient ambulatory 15 diagnostic, treatment and clinical services, cancer treatment 16 services and all services essential to maintaining level one trauma status, shall be subject to review by the University Hospital 17 18 Community Oversight Board and approval by the Department of 19 Health and Senior Services through a licensing review process. In 20 determining whether to approve a substantive change in an essential 21 service provided by University Hospital, among the factors the 22 Department of Health and Senior Services shall consider is whether 23 that service will continue to be provided to the greater Newark 24 community through collaborative or other arrangements with area 25 hospitals. 26 University Hospital shall provide quarterly financial statements 27 to the Department of Health and Senior Services which shall be posted on the hospital's public Internet website.1 28 29 30 <sup>2</sup>150. (New section) For medical malpractice claims incurred at 31 University Hospital, occurring before or after the effective date of 32 this act, University Hospital and its employees shall be represented 33 by the Attorney General in all such matters. The Department of the 34 Treasury shall enter into a memorandum of agreement with University Hospital modeled on the June, 2003 memorandum of 35 36 agreement between the Department of the Treasury and the 37 <u>University of Medicine and Dentistry concerning the Self-Insurance</u> 38 Reserve Fund, and moneys in the fund known as the Self-Insurance 39 Reserve Fund shall be available to University Hospital solely to 40 indemnify and defend medical malpractice claims against 41 employees, officers, and servants at University Hospital.<sup>2</sup> 42 43 <sup>2</sup>151. (New section) a. The provisions of P.L., c. (C.) 44 (pending before the Legislature as this bill) and the authorization pursuant to section 3 of P.L.2006, c.95 (C.18A:64G-6.1) for the 45 board of directors of University Hospital to enter into a contract or 46

other agreement with a nonprofit corporation for the operation and

- 1 management of University Hospital is to be liberally construed to 2 promote the purposes of P.L., c. (C.) (pending before the 3 Legislature as this bill) and to permit the contracted manager to operate University Hospital and exercise the powers described 4 5 herein notwithstanding that its actions might be deemed anti-6 competitive or a restraint of trade under any state or federal antitrust 7 laws. 8 b. In the event that the board of directors of University 9 Hospital enters into a contract or other agreement with a nonprofit 10 corporation for the operation and management of University 11 Hospital, the contracted manager may, in addition to any other
- 13 (1) make and execute contracts, and any other instruments including agreements in furtherance of the purposes of P.L. 14 15 c. (C. ) (pending before the Legislature as this bill) with any 16 health systems and providers of health care services, private payors, 17 or other parties; and
- 18 (2) form and operate networks of hospitals, physicians, and other 19 health care providers, arrange for the provision of health care 20 services through such networks, and enter into such agreements, joint ventures, and affiliations directly related to the management of 22 University Hospital.
- 23 c. Notwithstanding the provisions of subsections a. and b. of 24 this section, University Hospital shall continue to be the principal 25 teaching hospital of the New Jersey Medical School, the New 26 Jersey Dental School, and any other Newark-based medical 27 education program. University Hospital clinicians shall continue to 28 have faculty appointments in a Newark-based school. Bargaining 29 unit employees employed at University Hospital shall retain their 30 status as public employees within the meaning of the "New Jersey 31 Employer-Employee Relations Act," P.L.1941, c.100 (C.34:13A-1 32 et seq.), and such employees shall continue to provide the services 33 they were providing prior to University Hospital entering into a 34 management contract. There shall be no substantive changes that 35 result in the diminution, deterioration, or reduction to essential 36 health care services currently provided by University Hospital for a 37 period of five years after the effective date of P.L., c. (C.) 38 (pending before the Legislature as this bill) without review by the 39 University Hospital Community Oversight Board and approval by 40 the Department of Health and Senior Services, and any management 41 contract shall conform to all other requirements of P.L. , c. (C. )

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authorized duties:

 $^{1}$ [132.]  $^{2}$ [150. $^{1}$ ] 152. $^{2}$  The following sections are repealed: 44 P.L.1970, c.102 (C.18A:64G-1 et seq.); 45

(pending before the Legislature as this bill).<sup>2</sup>

- Sections 3, 6, 19, 20, 21, and 22 of P.L.1981, c.325 (C.18A:64G-46
- 47 3.1, 18A:64G-4.1, 18A:64G-3.3, 18A:64G-3.4, 18A:64G-3.5,
- 48 18A:64G-3.6);

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1	Sections 1, 7, and 8 of P.L.1992, c.84 (C.18A:64G-3.8,
2	18A:64G-3.9, and 18A:64G-3.);
3	Section 4 of P.L.2006, c.95 (C.18A:64G-6.2); and
4	Section 1 of P.L.1979, c.1 (C.18A:64G-20.1).
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6	<sup>1</sup> [133. This] <sup>2</sup> [151. Sections] 153. Section 138 shall take effect
7	immediately, sections <sup>2</sup> 15, 20, 26, 33, <sup>2</sup> 34, <sup>2</sup> 38, <sup>2</sup> [138] <sup>2</sup> and 146 of
8	this act shall take effect and become operational on the 90 <sup>th</sup> day
9	after the date of enactment and the remainder of this 1 act shall take
10	effect on <sup>1</sup> [the 180th day after the date of enactment] July 1, 2013
11	and shall first apply to the 2013-2014 academic year <sup>1</sup> , but
12	anticipatory administrative action may be taken in advance of the
13	operative date as shall be necessary for the implementation of this
14	act.
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19	"New Jersey Medical and Health Sciences Education
20	Restructuring Act."

## ASSEMBLY, No. 3102

## **STATE OF NEW JERSEY**

### 215th LEGISLATURE

INTRODUCED JUNE 14, 2012

Sponsored by:

Assemblyman JOHN S. WISNIEWSKI
District 19 (Middlesex)
Assemblyman VINCENT PRIETO
District 32 (Bergen and Hudson)
Assemblywoman CELESTE M. RILEY
District 3 (Cumberland, Gloucester and Salem)

#### **SYNOPSIS**

"New Jersey Medical and Health Sciences Education Restructuring Act."

#### **CURRENT VERSION OF TEXT**

As introduced.



1 AN ACT concerning the public system of higher education, revising 2 various parts of the statutory law, and supplementing Title 18A 3 of the New Jersey Statutes.

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

1. (New section) This act shall be known and may be cited as the "New Jersey Medical and Health Sciences Education Restructuring Act."

2. (New section) a. In order to carry out the purposes of this act and to provide the program of medical and dental education required for the benefit of the State and the people of New Jersey, all rights to all of the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey, other than the School of Osteopathic Medicine, are hereby transferred to Rutgers,

18 The State University.

Rutgers, The State University is hereby authorized to acquire the facilities of the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey, other than the facilities of the School of Osteopathic Medicine, and devote the same to the purposes of public higher education in the State in accordance with the terms of any gift, grant, trust, contract or other agreement with the State or any of its political subdivisions or with the United States or with any public body, department or any agency of the State or the United States or with any individual, firm or corporation.

b. Whenever, in any law, rule, regulation, order, contract, document, judicial or administrative proceeding or otherwise, reference is made to the University of Medicine and Dentistry of New Jersey, the same shall mean and refer to Rutgers, The State University.

- 3. (New section) Upon the transfer of the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey to Rutgers, The State University pursuant to section 2 of this act:
- a. all appropriations, grants, and other moneys available and to become available to the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey are hereby transferred to Rutgers, The State University, and shall be available for the objects and purposes for which appropriated subject to any terms, restrictions, limitations or other requirements imposed by the State budget or by State and federal law.

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

- b. all employees of the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey are hereby transferred to Rutgers, The State University. Nothing in this act shall be considered to deprive any person of any tenure rights or of any right or protection provided him under any pension law or retirement system or any other law of this State.
- c. all files, books, papers, records, equipment, and other property of the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey, are hereby transferred to Rutgers, The State University.
- d. all orders, rules or regulations heretofore made or promulgated by the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey, or by the University of Medicine and Dentistry of New Jersey on their behalf, shall be continued with full force and effect as the orders, rules and regulations of Rutgers, The State University until amended or repealed pursuant to law.

4. (New section) This act shall not affect actions or proceedings, civil or criminal, brought by or against the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey, but such actions, or proceedings may be prosecuted or defended in the same manner and to the same effect by Rutgers, The State University, as if the foregoing provisions had not taken effect; nor shall any of the foregoing provisions affect any order or regulation made by, or other matters or proceedings before, the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey, and all such matters or proceedings pending before the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey, on the effective date of this act shall be continued by Rutgers, The State University, as if the foregoing provisions had not taken effect.

5. (New section) All debts of the University of Medicine and Dentistry of New Jersey associated with the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey are transferred to Rutgers, The State University, and all creditors of the University of Medicine and Dentistry of New Jersey may enforce those debts against Rutgers, The State University in the same manner as they might have had against the University of Medicine and Dentistry of New Jersey, and the rights and remedies of those creditors shall not be limited or restricted in any manner by this act.

6. (New section) a. Nothing in this act shall be construed to deprive any officers or employees of the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey of their rights, privileges, obligations or status with respect to any

pension, retirement, or health benefits system. The employees shall, upon transfer to Rutgers, The State University, retain all of their rights and benefits under existing collective negotiations agreements or contracts until such time as new or revised agreements or contracts are agreed to. All existing employee majority representatives shall be retained to act on behalf of those employees until such time as the employees shall, pursuant to law, elect to change those majority representatives. Nothing in this act shall affect the civil service status, if any, of those officers or employees. Nothing in this act shall affect the tenure, rank, or academic track of any of those employees holding a faculty position.

b. The employees shall, upon transfer to Rutgers, The State University, not be considered new employees for any purpose and shall retain any accrued seniority, rank, and tenure, which shall be applied when determining eligibility for all benefits, including all paid leave time, longevity increases, and promotions.

7. (New section) All rights of the University of Medicine and Dentistry of New Jersey in the School of Osteopathic Medicine are hereby transferred to Rowan University. Rowan University is hereby authorized to acquire the facilities of the School of Osteopathic Medicine and devote the same to the purposes of public higher education in the State in accordance with the terms of any gift, grant, trust, contract or other agreement with the State or any of its political subdivisions or with the United States or with any public body, department or any agency of the State or the United States or with any individual, firm or corporation.

Rowan University shall maintain any affiliation agreement with the existing integrated healthcare delivery system of the School of Osteopathic Medicine.

- 8. (New section) Upon the transfer of the School of Osteopathic Medicine of the University of Medicine and Dentistry of New Jersey to Rowan University pursuant to section 7 of this act:
- a. all appropriations, grants, and other moneys available and to become available to the School of Osteopathic Medicine are hereby transferred to Rowan University, and shall be available for the objects and purposes for which appropriated subject to any terms, restrictions, limitations or other requirements imposed by the State budget or by State and federal law.

b. all employees of the School of Osteopathic Medicine are hereby transferred to Rowan University. Nothing in this act shall be considered to deprive any person of any tenure rights or of any right or protection provided him under any pension law or retirement system or any other law of this State.

- c. all files, books, papers, records, equipment, and other property of the School of Osteopathic Medicine are hereby transferred to Rowan University.
  - d. all orders, rules or regulations heretofore made or promulgated by the School of Osteopathic Medicine, or by the University of Medicine and Dentistry of New Jersey on its behalf, shall be continued with full force and effect as the orders, rules and regulations of Rowan University until amended or repealed pursuant to law.

9. (New section) This act shall not affect actions or proceedings, civil or criminal, brought by or against the School of Osteopathic Medicine, but such actions, or proceedings may be prosecuted or defended in the same manner and to the same effect by Rowan University, as if the foregoing provisions had not taken effect; nor shall any of the foregoing provisions affect any order or regulation made by, or other matters or proceedings before, the School of Osteopathic Medicine, and all such matters or proceedings pending before the School of Osteopathic Medicine, on the effective date of this act shall be continued by Rowan University, as if the foregoing provisions had not taken effect.

10. (New section) All debts of the University of Medicine and Dentistry of New Jersey associated with the School of Osteopathic Medicine are transferred to Rowan University, and all creditors of the University of Medicine and Dentistry of New Jersey may enforce those debts against Rowan University in the same manner as they might have had against the University of Medicine and Dentistry of New Jersey, and the rights and remedies of those creditors shall not be limited or restricted in any manner by this act.

- 11. (New section) a. Nothing in this act shall be construed to deprive any officers or employees of the School of Osteopathic Medicine of their rights, privileges, obligations or status with respect to any pension, retirement, or health benefits system. The employees shall, upon transfer to Rowan University, retain all of their rights and benefits under existing collective negotiations agreements or contracts until such time as new or revised agreements or contracts are agreed to. All existing employee majority representatives shall be retained to act on behalf of those employees until such time as the employees shall, pursuant to law, elect to change those majority representatives. Nothing in this act shall affect the civil service status, if any, of those officers or employees. Nothing in this act shall affect the tenure, rank, or academic track of any of those employees holding a faculty position.
- b. The employees shall, upon transfer to Rowan University, not be considered new employees for any purpose and shall retain any

accrued seniority, rank, and tenure, which shall be applied when determining eligibility for all benefits, including all paid leave time, longevity increases, and promotions.

- 12. (New section) a. University Hospital shall be the principal teaching hospital of New Jersey Medical School. University Hospital shall be treated and accounted for as a separate legal entity from the university, and its assets, liabilities, and funds shall not be consolidated or commingled with those of the university.
- b. All monies allocated to the University of Medicine and Dentistry of New Jersey for the use of University Hospital, regardless of their source, and which remain unexpended on the effective date of P.L., c. (C. )(pending before the Legislature as this bill), shall be transferred to University Hospital.
- c. All appropriations that are intended for the use of University Hospital, on or after the effective date of P.L. , c. (C. )(pending before the Legislature as this bill), shall be made directly to University Hospital.

- 13. (New section) a. The responsibility for ensuring community access to services provided at University Hospital shall be vested in a nine-member board to be designated as the University Hospital Community Oversight Board. The purpose of the board shall be to ensure that the mission of the hospital and the intent of the "Agreements Reached Between Community and Government Negotiators Regarding New Jersey College of Medicine and Dentistry and Related Matters of April 30, 1968" to provide a comprehensive health program to the community in the City of Newark, including, but not limited to, ensuring access to all essential health care services provided by the hospital, are upheld.
- b. The membership of the University Hospital CommunityOversight Board shall be comprised of:
  - (1) four members who shall serve ex officio, including: the President of Rutgers University; and the Chief Executive Officer, Chief Financial Officer, and Chief Medical Officer of University Hospital; and
  - (2) five public members to be appointed as follows:
  - (a) two representatives of organized labor, one appointed by the head of the largest union that is affiliated with the AFL-CIO and represents persons employed at University Hospital and one appointed by the head of the largest union that is not affiliated with the AFL-CIO and represents persons employed at University Hospital;
- 44 (b) one person appointed by the Governor, with the advice and 45 consent of the Senate;
  - (c) one person appointed by the President of the Senate; and
- 47 (d) one person appointed by the Speaker of the General 48 Assembly.

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- c. The public members of the board shall serve for a five-year term; except that of the members first appointed, three shall serve for a term of five years, one for a term of three years, and one for a term of two years. A member of the board shall serve until the member's successor is appointed. A vacancy in the membership, occurring other than by expiration of term, shall be filled in the same manner as the original appointment but for the unexpired term only.
  - d. The members of the board shall select a chairperson and vice chairperson from among themselves. The board shall organize as soon as practicable following the appointment of its members. The chairperson shall appoint a secretary who need not be a member of the board.
  - e. The board shall meet at such times and places as it shall designate.
  - f. University Hospital shall provide such staff support to the board as it deems necessary to carry out its duties.

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- 14. (New section) a. Nothing in this act shall be construed to deprive any officers or employees of University Hospital of their rights, privileges, obligations, or status with respect to any pension, retirement, or health benefits system. If any employees of University Hospital are transferred to, or otherwise become employees of, a new entity as a result of a restructuring or reorganization pursuant or subsequent to this act, those employees shall retain all of their rights and benefits under existing collective negotiations agreements or contracts until such time as new or revised agreements or contracts are agreed to. All existing employee representatives shall be retained to act on behalf of those employees until such time as the employees shall, pursuant to law, elect to change those representatives. Nothing in this act shall affect the civil service status, if any, of those officers or employees. Nothing in this act shall affect the tenure, rank, or academic track of any person holding a faculty position that is associated with University Hospital.
- b. The employees of University Hospital, upon transfer to a new entity, shall not be considered new employees for any purpose and shall retain any accrued seniority, rank, and tenure, which shall be applied when determining eligibility for all benefits, including all paid leave time, longevity increases, and promotions.

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15. (New section) a. University Hospital shall be required to obtain approval from the Superior Court of New Jersey prior to entering into a transaction that results in the acquisition of the hospital, and shall satisfy the requirements of the "Community Health Care Assets Protection Act," P.L.2000, c.143 (C.26:2H-7.10 et seq.), to the maximum extent to which those provisions are

determined applicable by the Attorney General, in consultation with the Commissioner of Health and Senior Services.

b. The Attorney General, in consultation with the Commissioner of Health and Senior Services, shall adopt regulations pursuant to the "Administrative Procedure Act," P.L.1968, c.410, (C.52:14B-1 et seq.), to carry out the purposes of subsection a. of this section.

16. (New section) a. As used in this section, "northern counties" means Bergen, Essex, Hudson, Morris, Passaic, Union, Sussex, and Warren Counties.

b. Effective July 1, 2013, a campus board of governors shall be appointed for Rutgers University–Newark. The campus board of governors shall be composed of eight members as follows: the chancellor of Rutgers University–Newark who shall serve as an exofficio, nonvoting member; two members appointed by the board of governors of Rutgers University established pursuant to N.J.S.18A:65-14 from among its members; one member appointed by the board of trustees of Rutgers University established pursuant to N.J.S.18A:65-15 from among its members; and four members, who are residents of the northern counties, appointed by the Governor, and upon the expiration of the terms of the original members, with the advice and consent of the Senate.

The term of office of a member appointed by the board of governors or the board of trustees of Rutgers University shall be coterminous with his term on that board. The members appointed by the Governor shall serve for terms of six years beginning on July 1 and ending on June 30; except that of the members first appointed by the Governor, one shall serve for a term of six years, one shall serve for a term of three years, and one shall serve for a term of two years. Each member shall serve until his successor is appointed and qualified, and vacancies shall be filled in the same manner as the original appointments for the remainder of the unexpired term. A member appointed by the Governor may succeed himself for not more than one additional term after having served one full six-year term.

A member shall be subject to removal, after a hearing by a majority of the campus board of trustees, for malfeasance or conduct injurious to the interest of Rutgers University-Newark, subject to review and confirmation by the Governor in the case of his appointees or by the board of governors or the board of trustees, as applicable, in the case of that board's appointees.

c. The board shall meet and organize annually at a regular meeting held during the second week of September. The Governor shall appoint the chair of the board. The chair shall serve until the following September meeting and until his successor is appointed and qualified. Vacancies in the offices shall be filled in the same manner for the unexpired term only.

d. Members of the board shall serve without compensation but shall be entitled to be reimbursed for all reasonable and necessary expenses.

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- 5 17. (New section) Notwithstanding the provisions of N.J.S.18A:65-25 or any other section of law to the contrary, the campus board of governors shall;
- 8 a. maintain a separate debt service account for Rutgers 9 University-Newark;
- b. propose capital projects and bonding for Rutgers UniversityNewark to the board of governors of Rutgers University;
- 12 c. propose an annual budget for Rutgers University-Newark to 13 the board of governors of Rutgers University;
  - d. recommend new academic programs and degree requirements for Rutgers University-Newark to the board of governors of Rutgers University; and
    - e. recommend candidates for promotion and tenure at Rutgers University-Newark to the board of governors of Rutgers University.

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- 18. (New section) a. As used in this section, "southern counties" means Atlantic, Burlington, Camden, Cape May, Cumberland, Gloucester, Ocean, and Salem Counties.
- b. Effective July 1, 2013, a campus board of trustees shall be appointed for Rutgers University–Camden. The campus board of trustees shall be composed of eight members as follows: the chancellor of Rutgers University–Camden who shall serve as an exofficio, nonvoting member; two members appointed by the board of governors of Rutgers University established pursuant to N.J.S.18A:65-14 from among its members; one member appointed by the board of trustees of Rutgers University established pursuant to N.J.S.18A:65-15 from among its members; and four members, who are residents of the southern counties, appointed by the Governor with the advice and consent of the Senate.

The terms of office of a member appointed by the board of governors or the board of trustees of Rutgers University shall be coterminous with his term on that board. The members appointed by the Governor shall serve for terms of six years beginning on July 1 and ending on June 30; except that of the members first appointed by the Governor, one shall serve for a term of six years, one shall serve for a term of three years, and one shall serve for a term of two years. Each member shall serve until his successor is appointed and qualified, and vacancies shall be filled in the same manner as the original appointments for the remainder of the unexpired term. A trustee appointed by the Governor may succeed himself for not more than one additional term after having served one full six-year term.

A trustee shall be subject to removal, after a hearing by a majority of the campus board of trustees, for malfeasance or

- conduct injurious to the interest of Rutgers University-Camden, subject to review and confirmation by the Governor in the case of his appointees or by the board of governors or the board of trustees, as applicable, in the case of that board's appointees.
  - c. The board shall meet and organize annually at a regular meeting held during the second week of September, by the election of a chair, vice-chair, and such other officers as the board shall determine. The officers shall serve until the following September meeting and until their successors are elected and qualified. Vacancies in the offices shall be filled in the same manner for the unexpired term only.
  - d. Members of the board shall serve without compensation but shall be entitled to be reimbursed for all reasonable and necessary expenses.

- 19. (New section) Notwithstanding the provisions of N.J.S.18A:65-25 or any other section of law to the contrary, the campus board of trustees shall have general supervision over and shall be vested with the conduct of Rutgers University-Camden. It shall have the following powers, subject to the approval of the Joint Rowan University-Rutgers Camden Board of Governors:
- a. determine policies for the organization, administration, and development of Rutgers University-Camden;
  - b. study the educational and financial needs of Rutgers University-Camden; annually acquaint the Governor and Legislature with the condition of Rutgers University-Camden; and prepare and present an annual budget to the Governor, the Division of Budget and Accounting in the Department of the Treasury, and the Legislature in accordance with the law;
    - c. set tuition and fees;
- d. disburse all moneys appropriated to Rutgers University-Camden by the Legislature, including appropriations for fringe benefit costs, and all moneys received from tuition, fees, auxiliary services, and other sources;
- e. direct and control expenditures and transfers of funds appropriated to Rutgers University-Camden, in accordance with the State budget and appropriation acts of the Legislature, reporting changes and additions thereto and transfers thereof to the Director of the Division of Budget and Accounting in the Department of the Treasury and as to funds received from other sources, direct and control expenditures and transfers in accordance with the terms and conditions of any applicable trusts, gifts, bequests, or other special provisions. All accounts of Rutgers University-Camden shall be subject to audit by the State at any time;
- f. borrow money for the needs of Rutgers University-Camden, as deemed requisite by the board, in such amounts and for such time and upon such terms as may be determined by the board; provided that no such borrowing shall be deemed or construed to create or

- constitute a debt, liability, or a loan or pledge of the credit, or be payable out of property or funds, other than moneys appropriated for that purpose, of the State;
  - g. purchase all lands, buildings, equipment, materials, and supplies;
  - h. employ architects to plan buildings, secure bids for the construction of buildings and for the equipment thereof, make contracts for the construction of buildings and for equipment, and supervise the construction of buildings;
  - i. manage and maintain and provide for the payment of all charges on and expenses in respect of, all properties utilized by Rutgers University-Camden;
  - j. in accordance with the provisions of the State budget and appropriations acts of the Legislature, appoint and fix the compensation of the chancellor of Rutgers University-Camden, who shall be the executive officer of Rutgers University-Camden and an ex-officio member of the Rutgers University-Camden board of trustees, without vote, and shall serve at the pleasure of that board;
  - k. in accordance with the provisions of the State budget, have the power to elect, appoint, remove, promote, or transfer all corporate, official, educational, and civil administrative personnel, and fix and determine their salaries;
  - l. in accordance with the State budget, appoint, remove, promote, and transfer all other officers, agents, or employees, assign their duties, determine their salaries, and prescribe qualifications for all positions, and in accordance with the salary schedules of the Civil Service Commission whenever possible; and
  - m. enter into contracts and agreements with the State or any of its political subdivisions or with the United States, or with any public body, department, or other agency of the State or the United States, or with any individual.
- 33 20. (New section) Rutgers University-Camden shall maintain an 34 Internet website for the board of trustees. The purpose of the 35 website shall be to provide increased public access to board 36 operations and activities. The following information shall be posted
- on the board's website:

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- 38 a. the board's rules, regulations, resolutions, and official policy 39 statements:
- b. notice, posted at least five business days prior to a meeting of the board or any of its committees, setting forth the time, date, location, and agenda of the meeting;
- c. the minutes of each meeting of the board and its committees; and
- d. information on any contract entered into by the board that was not competitively bid and the statutory authority for the contracting process.
- The website shall be updated on a regular basis.

- 1 (New section) a. The board of governors of Rutgers 2 University shall enter into a 99-year lease agreement with the board 3 of trustees of Rutgers University-Camden, subject to the approval 4 of the Joint Rowan University-Rutgers Camden Board of 5 Governors, pursuant to which all property and assets of Rutgers 6 University-Camden shall remain the property and assets of Rutgers 7 University; except that Rutgers University shall have no 8 responsibility or control over the property and assets or over the 9 maintenance, insurance, and development of the property and 10 assets. The lease agreement shall provide for an annual payment of 11 \$1 per year by Rutgers University-Camden to the board of 12 governors of Rutgers University and shall also include the payment 13 by Rutgers University-Camden of any debt service associated with 14 the facilities and property of Rutgers University-Camden. At the 15 end of the lease agreement Rutgers University-Camden shall have 16 the option to purchase the property at fair market value, exclusive 17 of any improvements, buildings, or fixed assets thereon. 18
  - b. The board of governors of Rutgers University and the board of trustees of Rutgers University-Camden shall enter into an agreement for the participation of Rutgers University-Camden in the central administrative services and systems provided by Rutgers University including, but not limited to:
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  - (1) the library system;
  - (2) information technology systems; and
  - (3) university administration and public safety including construction code services, emergency services, environmental and health services, and the police department.
  - The agreement shall include a negotiated rate of reimbursement to be paid by Rutgers University-Camden to Rutgers University for the central administrative services and systems provided pursuant to the agreement.

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- 33 22. (New section) The board of governors of Rutgers University 34 shall establish:
  - a. standards for the establishment and evaluation of academic programs of Rutgers University-Camden;
  - b. standards for the award of degrees to students enrolled in the academic degree programs of Rutgers University-Camden; and
  - c. standards for the promotion and award of tenure to faculty employed at Rutgers University-Camden.

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42 23. (New section) The provisions of all collective negotiations 43 agreements applicable to employees of Rutgers University-Camden 44 in effect on the effective date of P.L. (C. ) (pending 45 before the Legislature as this bill) shall remain in full force and 46 effect until such time as new or revised agreements or contracts 47 may be established.

- 1 (New section) a. All monies previously allocated or 2 otherwise provided to Rutgers University for the use of Rutgers 3 University-Camden, regardless of source, which unexpended on the effective date of P.L. 4 ,c. (C ) (pending 5 before the Legislature as this bill), shall be transferred to Rutgers 6 University-Camden.
- State support for the operation of Rutgers University-Camden, including support for fringe benefit costs, appropriated by the Legislature directly to Rutgers University-10 Camden.

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- There is established the Joint Rowan 25. (New section) University-Rutgers Camden Board of Governors. Notwithstanding any other provision of law to the contrary, the board shall have full authority over all matters concerning the supervision and operations of Rowan University and Rutgers University-Camden.
- a. The board shall be composed of seven members as follows: two members appointed by the board of trustees of Rowan University from among its members; two members appointed by the board of trustees of Rutgers University-Camden from among its members; and three members appointed by the Governor with the advice and consent of the Senate. The board shall elect a chairperson from among its membership.
- b. The term of office of a member of the joint board appointed by the board of trustees of Rowan University or the board of trustees of Rutgers University-Camden shall be coterminous with his term on that board of trustees. The term of office of the Governor's appointees shall be six years. An appointed member may be removed for cause by the board of trustees that appointed the member, or by the Governor in the case of his appointees.
- c. Each member shall serve until his successor is appointed and qualified, and vacancies shall be filled in the same manner as the original appointments for the remainder of the unexpired term.
- d. Members of the board shall serve without compensation but shall be entitled to be reimbursed for all reasonable and necessary expenses.
- e. The joint board shall be staffed by employees of Rowan University and Rutgers University-Camden.

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- 26. (New section) The Joint Rowan University-Rutgers Camden Board of Governors shall have the authority and responsibility to:
- 42 a. approve or disapprove of any decision of the board of trustees 43 of Rowan University or the board of trustees of Rutgers University-44 Camden;
- 45 b. determine policies for the organization, administration, and 46 development of curriculum and programs of Rowan University and 47 Rutgers University-Camden, including dual degree programs and 48 partnerships between the institutions;

- 1 c. make joint faculty appointments to Rowan University and 2 Rutgers University-Camden;
- d. determine policies for the shared utilization of each institution's resources including housing, student affairs, and security;
  - e. provide curricular oversight of joint programs of Rowan University and Rutgers University-Camden; and
    - f. develop plans and policies for the operation and governance of health science facilities, including policies concerning the development and financing of capital improvements or expansions of health science facilities

- 27. (New section) a. As used in sections 28 through 56 of ) (pending before the Legislature as this bill) (C. "Rowan University" shall, unless the context clearly indicates to the contrary, include and mean the public research university herein designated "Rowan University" as presently and hereafter constituted, including all departments, colleges, schools, centers, branches, educational and other units and extensions thereof, extension and cooperative education programs, continuing education programs, and all other departments of higher education maintained by the educational entity of the university.
  - b. As used in sections 28 through 56 of P.L. , c. (C. ) (pending before the Legislature as this bill), "university" shall mean "Rowan University."

28. (New section) There is hereby established a body corporate and politic to be known as Rowan University. The exercise by the university of the powers conferred by this act, including the presentation and operation of a four-year allopathic medical school, shall be deemed to be public and essential governmental functions necessary for the welfare of the State and the people of New Jersey.

29. (New section) It is declared to be the public policy of the State that the university shall be given a high degree of self-government and that the governance and conduct of the university shall be free of partisanship.

30. (New section) The board of trustees of the university is continued and shall have and exercise the powers, authority, rights and privileges and shall be subject to the duties, obligations, and responsibilities set forth in this act.

31. (New section) a. The composition and size of the board of trustees shall be determined by the board; however, the board shall have not less than seven nor more than 15 members. The members shall be appointed by the Governor with the advice and consent of the Senate. The board of trustees shall recommend potential new

- members to the Governor. The terms of office of appointed members shall be for six years beginning on July 1 and ending on June 30. Each member shall serve until his successor shall have been appointed and qualified and vacancies shall be filled in the same manner as the original appointments for the remainders of the unexpired terms. Any member of a board of trustees may be removed by the Governor for cause upon notice and opportunity to be heard.
  - b. Members of the board as of the effective date of this act shall continue in office until the expiration of their respective terms and the qualification in office of their successors.

- c. All voting members of the board of trustees, before undertaking the duties of their office, shall take and subscribe an oath or affirmation to support the Constitution of the State of New Jersey and of the United States, to bear allegiance to the government of the State, and to perform the duties of their office faithfully, impartially and justly, to the best of their ability.
- d. Members of the board of trustees shall not receive compensation for their services. Each trustee shall be reimbursed for actual expenses reasonably incurred in the performance of his duties or in rendering service as a member of or on behalf of the board or any committee of the board.
- e. The board of trustees shall elect its chairperson from among its voting members annually in July. The board shall select such other officers from among its members as shall be deemed necessary.
- f. A voting member of the board of trustees shall not be a salaried official of the State of New Jersey, or receive remuneration for services from the university. No trustee shall be appointed who is an employee or paid official of any hospital affiliated with the university. If any member of the board shall become ineligible by reason of the foregoing, a vacancy in his office as trustee shall thereby occur.
- g. The board of trustees shall have the power to appoint and regulate the duties, functions, powers and procedures of committees, standing or special, from its members and such advisory committees or bodies as it may deem necessary or conducive to the efficient management and operation of the university, consistent with this act and other applicable statutes.

32. (New section) The board of trustees of the university shall provide for the election of two student representatives, who shall be full-time, regularly matriculated students in good academic standing, and who shall be 18 years of age or older and citizens of the United States. The student representatives shall be elected by the members of the student government association to serve on the board of trustees for terms of two years commencing at the next

organization of the board.

a. A student shall be elected for a two-year term, but shall serve during the first year as an alternate member, and as a voting member during the second year.

Any vacancies which occur shall be filled by the student governing body for the unexpired term only.

- b. The standards for eligibility for student representatives on the board of trustees shall be the same as those required for other student government officers.
- c. The student members shall be entitled to full participation in all activities of the board except that they shall not participate in:
- (1) Any matter involving the employment, appointment, termination of employment, terms and conditions of employment, evaluation of the performance of, promotion or disciplining of any specific prospective officer or employee or current officer or employee employed or appointed by the board, unless all the individual employees or appointees whose rights could be adversely affected request in writing that the matter or matters be discussed at a public meeting;
- (2) Any matter involving the purchase, lease, acquisition or sale of real property with public funds, the setting of banking rates or investment of public funds, where it could adversely affect the public interest if discussion of these matters were disclosed; and
- (3) Any pending or anticipated litigation in which the board is, or may become, a party, where it could adversely affect the public interest if discussion of these matters were disclosed, or any matters falling within the attorney-client privilege, to the extent that confidentiality is required in order for the attorney to exercise his ethical duties as a lawyer.
- d. Upon assuming office, the students shall agree to adhere to such standards of responsibility and confidentiality as are established by the board of trustees.
- 33. (New section) The board of trustees of Rowan University shall have the general supervision over and be vested with the conduct of the university. It shall have the power and duty, subject to the approval of the Joint Rowan University-Rutgers Camden Board of Governors, to:
  - a. Adopt and use a corporate seal;
- b. Determine the educational curriculum and program of the university;
  - c. Determine policies for the organization, administration, and development of the university;
- d. Study the educational and financial needs of the university, annually acquaint the Governor and Legislature with the condition of the university, and prepare and submit an annual request for appropriation to the Division of Budget and Accounting in the Department of the Treasury in accordance with law;

e. Disburse all moneys appropriated to the university by the Legislature and all moneys received from tuition, fees, auxiliary services and other sources;

- f. Direct and control expenditures and transfers of funds appropriated to the university in accordance with the provisions of the State budget and appropriation acts of the Legislature, and, as to funds received from other sources, direct and control expenditures and transfers in accordance with the terms of any applicable trusts, gifts, bequests, or other special provisions, reporting changes and additions thereto and transfers thereof to the Director of the Division of Budget and Accounting in the Department of the Treasury. All accounts of the university shall be subject to audit by the State at any time;
- g. In accordance with the provisions of the State budget and appropriation acts of the Legislature, appoint and fix the compensation and term of office of a president of the university who shall be the executive officer of the university and an ex officio member of the board of trustees, without vote, and shall serve at the pleasure of the board of trustees;
- h. In accordance with the provisions of the State budget and appropriation acts of the Legislature, appoint, upon nomination of the president, such deans and other members of the academic, administrative, and teaching staffs as shall be required and fix their compensation and terms of employment;
- i. Consistent with the provisions of its budget, this act and any and all controlling collective bargaining agreements, have the power, upon nomination or recommendation of the president, to appoint, remove, promote and transfer all other officers, agents, or employees which may be required to carry out the provisions of this act and prescribe qualifications for those positions, and assign requisite duties and determine and fix respective compensation for those positions in accordance with duly adopted salary program parameters;
  - j. Grant diplomas, certificates or degrees;
- k. Enter into contracts and agreements with the State or any of its political subdivisions or with the United States, or with any public body, department or other agency of the State or the United States or with any individual, firm or corporation which are deemed necessary or advisable by the board for carrying out the provisions of this act. A contract or agreement pursuant to this subsection may require a municipality to undertake obligations and duties to be performed subsequent to the expiration of the term of office of the elected governing body of such municipality which initially entered into or approved said contract or agreement, and the obligations and duties so incurred by such municipality shall be binding and of full force and effect, notwithstanding that the term of office of the elected governing body of such municipality which initially entered into or approved said contract or agreement, shall have expired;

1. Exercise the right of eminent domain, pursuant to the provisions of the "Eminent Domain Act of 1971," P.L.1971, c.361 (C.20:3-1 et seq.), to acquire any property or interest therein;

- m. Adopt, after consultation with the president and faculty, bylaws and make and promulgate such rules, regulations, and orders, not inconsistent with the provisions of this act as are necessary and proper for the administration and operation of the university and the carrying out of its purposes;
- n. Establish fees for room and board sufficient for the operation, maintenance, and rental of student housing and food services facilities;
- o. Fix and determine tuition rates and other fees to be paid by students:
  - p. Accept from any government or governmental department, agency or other public or private body or from any other source grants or contributions of money or property which the board may use for or in aid of any of its purposes;
  - q. Acquire, by gift, purchase, condemnation or otherwise, own, lease, dispose of, use and operate property, whether real, personal or mixed, or any interest therein, which is necessary or desirable for university purposes;
  - r. Employ architects to plan buildings; secure bids for the construction of buildings and for the equipment thereof; make contracts for the construction of buildings and for equipment; and supervise the construction of buildings;
  - s. Manage and maintain, and provide for the payment of all charges on and expenses in respect of, all properties utilized by the university;
  - t. Borrow money and to secure the same by a mortgage on its property or any part thereof, and to enter into any credit agreement for the needs of the university, as deemed requisite by the board, in such amounts and for such time and upon such terms as may be determined by the board, provided that no such borrowing shall be deemed or construed to create or constitute a debt, liability, or a loan or pledge of the credit or be payable out of property or funds, other than moneys appropriated for that purpose, of the State;
  - u. Authorize any new program, educational department or school consistent with the programmatic mission of the institution or approved by the Secretary of Higher Education;
  - v. Adopt standing operating rules and procedures for the purchase of all equipment, materials, supplies and services; however, no contract on behalf of the university shall be entered into for the purchase of services, materials, equipment and supplies, for the performance of any work, or for the hiring of equipment or vehicles, where the sum to be expended exceeds \$30,700 or the amount determined by the Governor as provided herein, unless the university shall first publicly advertise for bids and shall award the contract to that responsible bidder whose bid, conforming to the

invitation for bids, will be most advantageous to the university, price and other factors considered. Such advertising shall not be required in those exceptions created by the board of trustees of the university, which shall be in substance those exceptions contained in sections 4 and 5 of P.L.1954, c.48 (C.52:34-9 and 10) or for the supplying of any product or the rendering of any service by a public utility subject to the jurisdiction of the Board of Public Utilities of this State and tariffs and schedules of the charges made, charged, or exacted by the public utility for any such products to be supplied or services to be rendered are filed with the said board. Commencing July 1, 2013 and every two years thereafter, the Governor, in consultation with the Department of the Treasury, shall adjust the threshold amount set forth in this paragraph in direct proportion to the rise or fall of the consumer price index for all urban consumers in the New York City and the Philadelphia areas as reported by the United States Department of Labor. The Governor shall notify the university of the adjustment. The adjustment shall become effective on July 1 of the year in which it is reported. 

This subsection shall not prevent the university from having any work performed by its own employees, nor shall it apply to repairs, or to the furnishing of materials, supplies or labor, or the hiring of equipment or vehicles, when the safety or protection of its or other public property or the public convenience requires or the exigency of the university's service will not admit of such advertisement. In such case, the university shall, by resolution passed by the affirmative vote of its board of trustees, declare the exigency or emergency to exist, and set forth in the resolution the nature and approximate amount to be expended; shall maintain appropriate records as to the reason for such awards; and shall report regularly to its board of trustees on all such purchases, the amounts and the reasons therefor;

w. Invest certain moneys in such obligations, securities and other investments as the board shall deem prudent, consistent with the purposes and provisions of this act and in accordance with State and federal law, as follows:

Investment in not-for-profit corporations or for-profit corporations organized and operated pursuant to the provisions of subsection x. of this section may utilize income realized from the sale or licensing of intellectual property as well as the reinvestment of earnings on intellectual property. Investment in not-for-profit corporations may also utilize income from the operation of faculty practice plans of the university and income from overhead grant fund recovery as permitted by federal law as well as other university funds except those specified in paragraph 5 of subsection x. of this section;

x. (1) Participate as the general partner or as a limited partner, either directly or through a subsidiary corporation created by the university, in limited partnerships, general partnerships, or joint

ventures engaged in the development, manufacture, or marketing of products, technology, scientific information or health care services and create or form for-profit or not-for-profit corporations to 4 engage in such activities; provided that any such participation shall be consistent with the mission of the university and the board shall have determined that such participation is prudent;

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- (2) The decision to participate in any activity described in paragraph (1) of this subsection, including the creation or formation of for-profit or not-for-profit corporations, shall be articulated in the minutes of the board of trustees meeting in which the action was approved;
- (3) The provisions of P.L.1971, c.182 (C.52:13D-12 et seq.) shall continue to apply to the university, its employees, and officers:
- (4) Nothing herein shall be deemed or construed to create or constitute a debt, liability, or a loan or pledge of the credit or be payable out of property or funds of the State;
- (5) Funds directly appropriated to the university from the State or derived from the university's academic programs or derived from payment for coverage provided by the self insurance fund for claims accruing prior to the effective date of this act shall not be utilized by the for-profit or not-for-profit corporations organized and operated pursuant to this subsection in the development, manufacture, or marketing of products, technology or scientific information;
- (6) Employees of any joint venture, subsidiary corporation, partnership, or other jural entity entered into or owned wholly or in part by the university shall not be deemed public employees;
- (7) A joint venture, subsidiary corporation, partnership, or other jural entity entered into or owned wholly or in part by the university shall not be deemed an instrumentality of the State of New Jersey;
- (8) Income realized by the university as a result of participation in the development, manufacture, or marketing of products, technology, or scientific information may be invested or reinvested pursuant to subsection w. of this section or any other provision of this act or State or federal law or retained by the board for use in furtherance of any of the purposes of this act or of other applicable statutes:
- (9) The board shall annually report to the State Treasurer on the of all joint ventures, subsidiary corporations, partnerships, or such other jural entities entered into or owned wholly or in part by the university;
  - y. Sue and be sued in its own name;
- 44 z. Retain independent counsel including representation by the 45 Attorney General in accordance with subsection h. of section 6 of 46 P.L.1994, c.48 (C.18A:3B-6);
- 47 aa. (1) Procure and enter into contracts for any type of insurance 48 and indemnify against loss or damage to property from any cause,

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1 including loss of use and occupancy, against death or injury of any 2 person, against employees' liability, against any act of any member, 3 officer, employee or servant of the university, whether part-time, 4 full-time, compensated or non-compensated in the performance of 5 the duties of his office or employment or any other insurable risk. 6 In addition, the university shall carry its own liability insurance or 7 maintain an actuarially sound program of self insurance. Any joint 8 venture, subsidiary corporation, or partnership or such other jural 9 entity entered into or owned wholly or in part by the university shall 10 carry insurance or maintain reserves in such amounts as are 11 determined by an actuary to be sufficient to meet its actual or

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accrued claims;

- (2) Moneys in the fund known as the Self-Insurance Trust Fund administered by the State Treasurer shall continue to be available to the university solely to indemnify and defend claims against the university and its employees, officers and servants but only to the extent that the university has elected on behalf of itself and its employees to obtain representation from the Attorney General pursuant to subsection h. of section 6 of P.L.1994, c.48 (C.18A:3B-6) and such entity or individuals would have been entitled to defense and indemnification pursuant to the "New Jersey Tort Claims Act," N.J.S.59:1-1 et seq., as a State entity or State employee but for the provision of subsection z. of this section. Any expenditure of such funds shall be made only in accordance with the provisions of the "New Jersey Tort Claims Act," N.J.S.59:1-1 et seq., including but not limited to the provisions of chapters 10, 10A and 11 of Title 59 of the New Jersey Statutes. Nothing herein shall be construed to authorize the use of the Self-Insurance Trust Fund to indemnify or insure in any way, directly or indirectly the activities of any joint venture, partnership or corporation entered into or created by the university pursuant to subsection x. of this section;
- bb. Create auxiliary organizations subject to the provisions of P.L.1982, c.16 (C.18A:64-26 et seq.);
  - cc. Adopt a code of ethics that complies with the requirements of all statutes applicable to the institution, including, but not limited, to the "Higher Education Restructuring Act of 1994," P.L.1994, c.48 (C.18A:3B-1 et al.), the "New Jersey Conflicts of Interest Law," P.L.1971, c.182 (C.52:13D-12 et seq.), regulations of the State Ethics Commission, and any applicable executive orders; and
- dd. Establish a procedure for the confidential, anonymous submission of employee concerns regarding alleged wrongdoing at the university.
- 46 34. (New section) All functions, powers and duties relating to 47 the investment or reinvestment of funds other than those funds 48 specified in subsection w. of section 33 of P.L. , c. (C. )

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1 (pending before the Legislature as this bill) within the jurisdiction 2 of the board of trustees including the purchase, sale, or exchange of 3 any investments or securities may be exercised and performed by the Director of the Division of Investment in the Department of the 4 5 Treasury in accordance with the provisions of P.L.1950, c.270 (C.52:18A-79 et seq.) if so authorized by the board. Sections 35 6 7 and 36 of P.L., c. (C.) (pending before the Legislature as this 8 bill) shall only be applicable in the event of such an election. 9 Before any such investment, reinvestment, purchase, sale, or 10 exchange shall be made by the director for or on behalf of the board 11 of trustees, the Director of the Division of Investment shall submit the details thereof to the board, which shall, itself or by its finance 12 committee, within 48 hours, exclusive of Sundays and public 13 14 holidays, after such submission to it, file with the director its 15 written acceptance or rejection of such proposed investment, 16 reinvestment, purchase, sale, or exchange; and the director shall 17 have authority to make such investment, reinvestment, purchase, 18 sale, or exchange for or on behalf of the board, unless there shall 19 have been filed with him a written rejection thereof by the board or 20 its finance committee as herein provided. The board of trustees shall determine from time to time the cash requirements of the 21 various funds and accounts established by it and the amount 22 23 available for investment, all of which shall be certified to the State 24 Treasurer and the Director of the Division of Investment.

The finance committee of the board of trustees shall consist of three members of the board who shall be appointed in the same manner and for the same term as other committees of the board are appointed.

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35. (New section) The Director of the Division of Investment in the Department of the Treasury, in addition to other investments, presently or from time to time hereafter authorized by law, shall have authority, subject to any acceptance required, to invest and reinvest such funds in, and to acquire for or on behalf of the board such bonds or other evidence of indebtedness or capital stock or other securities issued by any company incorporated within the United States or within the Dominion of Canada, which shall be authorized or approved for investment by regulation of the State Investment Council and in which life insurance companies organized under the laws of this State may legally invest.

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36. (New section) The State Treasurer shall be the custodian of the board's investment funds, shall select all depositories and custodians and shall negotiate and execute custody agreements in connection with the assets or investments of any said funds.

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37. (New section) The university shall maintain an Internet website for the board of trustees. The purpose of the website shall

- be to provide increased public access to board operations and
   activities. The following information shall be posted on the board's
   website:
- 4 a. the board's rules, regulations, resolutions, and official policy statements;
  - b. notice, posted at least five business days prior to a meeting of the board or any of its committees, setting forth the time, date, location, and agenda of the meeting;
- 9 c. the minutes of each meeting of the board and its committees; 10 and
  - d. information on any contract entered into by the board that was not competitively bid and the statutory authority for the contracting process.

The website shall be updated on a regular basis.

38. (New section) The board of trustees, in addition to the other powers and duties provided herein, shall be vested with the right of perpetual succession and shall have and exercise all the powers, rights, and privileges that are incident to the proper governance, conduct, and management of the university and the control of its properties and funds and such powers granted to the university or the board or reasonably implied, may be exercised without recourse or reference to any department or agency of the State, except as otherwise provided by this act.

39. (New section) The board shall appoint and fix the compensation of a president of the university. The president shall be responsible to the board of trustees and shall have such powers as shall be requisite for the executive management and conduct of the university in all departments, branches and divisions, and for the execution and enforcement of bylaws, ordinances, rules, regulations, statutes, and orders governing the management, conduct and administration of the university.

40. (New section) No trustee or officer of the university shall be personally liable for any debt, obligation, or other liability of the university or incurred by or on behalf of the university or any constituent unit thereof.

41. (New section) The board of trustees shall advise the Governor and Legislature, in consultation with the Secretary of Higher Education and the President's Council and successor bodies, on the manner in which the facilities and services of the university may be utilized so as to increase the efficiency of the public education system and provide, maintain, and improve upon the quality of higher education for the people of the State. The board of trustees shall make recommendations to the Governor and the Legislature respecting the needs for the facilities and services of the

1 university as an educational instrumentality of the State for that 2 purpose.

42. (New section) Subject to the provisions of P.L.1969, c.242 (C.18A:66-167 et seq.) and except as otherwise provided by law, the university shall be deemed to be an employer for the purposes of the "Public Employees' Retirement System Act," P.L.1954, c.84 (C.43:15A-1 et seq.), and shall also be deemed to be a "public agency or organization" within the meaning of section 71 of that act (C.43:15A-71). Further, the university's commissioned police officers shall be eligible for participation in and subject to the provisions of the "Police and Firemen's Retirement Systems Act," P.L.1944, c.255 (C.43:16A-1 et seq.), and the university shall be deemed an employer within the meaning of that act.

43. (New section) Nothing herein contained shall be construed to impair, annul or affect any vested rights, grants, privileges, exemptions, immunities, powers, prerogatives, franchises, or advantages heretofore obtained or enjoyed by the university or any constituent unit thereof, under any authority or any act of this State or under any grant, deed, conveyance, transfer, lease, estate, remainder, expectancy, trust, gift, donation, legacy, devise, endowment or fund, all of which are hereby ratified and confirmed except insofar as the same may have expired, be or have been repealed or altered, or may be inconsistent with this act or with existing provisions of law; subject however, thereto and to all of the rights, obligations, relations, conditions, terms, trust, duties, and liabilities to which the same are subject.

44. (New section) The enactment and adoption of this act shall not, of itself, affect the official, operational, or organizational status of any officer of the university or any and all outstanding authorizations of any officer, agent, or employee to take specified action, or any and all outstanding commitments or undertakings of or by the university, except and only to the extent that any of the same may be inconsistent with this act.

- 45. (New section) Upon the establishment of the body corporate and politic known as Rowan University:
- a. All appropriations available to Rowan University prior to the effective date of this act and to become available shall be transferred to the university by the Director of the Division of Budget and Accounting in the Department of the Treasury and shall be available for the objects and purposes for which appropriated, subject to any terms, restrictions, limitations or other requirements imposed by the State budget;
- b. All other grants, gifts, other moneys and property available to Rowan University prior to the effective date of this act and to

- become available to or for Rowan University shall be transferred to the university and shall be available for the objects and purposes of the university, subject to any terms, restrictions, limitations or other requirements imposed by State and federal law or otherwise;
  - c. All employees of Rowan University prior to the effective date of this act shall become employees of the university. Nothing in this act shall be construed so as to deprive any person of any right of tenure or under any retirement system or to any pension, disability, social security or similar benefit, to which the person is entitled by law or contractually;
  - d. All files, papers, records, equipment and other personal property of Rowan University shall be transferred to the university; and
  - e. All orders, rules or regulations theretofore made or promulgated by Rowan University shall continue in full force and effect as the orders, rules and regulations of the university until amended or repealed by the university.

46. (New section) This act shall not affect actions or proceedings, civil or criminal, brought by or against Rowan University, but such actions or proceedings may be prosecuted or defended in the same manner and to the same effect by the university as if the foregoing provisions had not taken effect; nor shall any of the foregoing provisions affect any order or regulation made by, or other matters or proceedings before, Rowan University, and all such matters or proceedings pending before Rowan University on the effective date of this act shall be continued by the university, as if the foregoing provisions had not taken effect.

47. (New section) Whenever in any law, rule, regulation, contract, document, judicial or administrative proceeding or otherwise, reference is made to Rowan University, the same shall mean and refer to Rowan University, herein referred to as "university," established as a public research university pursuant to the provisions of this act.

48. (New section) The general powers of supervision and control of the Secretary of Higher Education at the request of the Governor over Rowan University include the power to visit the university to examine into its manner of conducting its affairs and to enforce an observance of its laws and regulations and the laws of the State.

49. (New section) Notwithstanding any of the provisions of the "New Jersey Contractual Liability Act" (N.J.S.59:13-1 et seq.) to the contrary, contract claims and suits against the university shall be governed by that act.

50. (New section) Every contract or agreement negotiated, awarded or made pursuant to this act shall contain a suitable warranty by the contractor that no person or selling agency has been employed or retained to solicit or secure such contract upon an agreement or understanding for a commission, percentage, brokerage or contingent fee, except bona fide employees or bona fide established commercial or selling agencies maintained by the contractor for the purpose of securing business, for the breach or violation of which warranty the university shall have the right to annul such contract without liability or in its discretion to deduct from the contract price or consideration the full amount of such commission, percentage, brokerage or contingent fee.

51. (New section) Any person willfully authorizing, consenting to, making or procuring to be made payment of university funds for or on account of any purchase, contract or agreement known to him to have been made or entered into in violation of any of the provisions of this act shall be guilty of a misdemeanor.

52. (New section) The payment of any fee, commission or compensation of any kind or the granting of any gift or gratuity of any kind, either directly or indirectly, whether or not in connection with any purchase, sale or contract, to any person employed by Rowan University, having any duties or responsibilities in connection with the purchase or acquisition of any property or services by the university, by or on behalf of any seller or supplier who has made, negotiated, solicited or offered to make and contract to sell or furnish real or personal property or services to the university is hereby prohibited. Any person offering, paying, giving, soliciting or receiving any fee, commission, compensation, gift or gratuity in violation of this section shall be guilty of a misdemeanor.

53. (New section) The provisions of this act shall not alter the term of any member of the board, not specifically abolished herein, lawfully in office as of the effective date of this act, or require the reappointment thereof.

54. (New section) No provision of this act shall be deemed or construed to create or constitute a debt, liability, or a loan or pledge of the credit, of the State of New Jersey.

55. (New section) This act, being deemed and declared necessary for the welfare of the State and the people of New Jersey to provide for the development of public higher education in the State and thereby to improve the quality and increase the efficiency of the public system of educational services of the State, shall be liberally construed to effectuate the purposes and intent thereof.

1 56. (New section) In accordance with the provisions of section 2 27 of P.L.1994, c.48 (C.18A:3B-27), the university is allocated to 3 the Department of State for the purposes of complying with the 4 provisions of Article V, Section IV, Paragraph 1 of the New Jersey 5 Constitution. Notwithstanding this allocation, the university shall 6 be independent of any supervision or control of the Department of 7 State or any board, commission, or officer thereof and the allocation 8 shall not in any way affect the principles of institutional autonomy 9 established by that act and as otherwise enumerated herein.

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- 57. Section 2 of P.L.1991, c.387 (C.2A:14-1.2) is amended to read as follows:
- a. Except where a limitations provision expressly and specifically applies to actions commenced by the State or where a longer limitations period would otherwise apply, and subject to any statutory provisions or common law rules extending limitations periods, any civil action commenced by the State shall be commenced within ten years next after the cause of action shall have accrued.
- b. For purposes of determining whether an action subject to the limitations period specified in subsection a. of this section has been commenced within time, no such action shall be deemed to have accrued prior to January 1, 1992.
- c. As used in this act, the term "State" means the State, its political subdivisions, any office, department, division, bureau, board, commission or agency of the State or one of its political subdivisions, and any public authority or public agency, including, but not limited to, the New Jersey Transit Corporation[ and the University of Medicine and Dentistry of New Jersey].
- The provisions of this section shall not apply to any civil action commenced by the State concerning the remediation of a contaminated site or the closure of a sanitary landfill facility, or the payment of compensation for damage to, or loss of, natural resources due to the discharge of a hazardous substance, and subject to the limitations period specified in section 5 of P.L.2001, c.154 (C.58:10B-17.1).

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(cf: P.L.2001, c.154, s.7)

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39 58. N.J.S.11A:6-6 is amended to read as follows:

40 11A:6-6. State administrative leave. Administrative leave for 41 personal reasons including religious observances for full-time State 42 employees or those employees of Rutgers, The State University, 43 New Jersey Institute of Technology and Ithe University of 44 Medicine and Dentistry of New Jersey Rowan University who 45 perform services similar to those performed by employees of the 46 New Jersey State colleges who are in the career service shall be 47 three working days per calendar year. Administrative leave shall

1 not be cumulative and any administrative leave unused by an 2 employee at the end of any year shall be cancelled. 3 (cf: N.J.S.11A:6-6)

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59. N.J.S.11A:6-17 is amended to read as follows:

5 6 11A:6-17. Supplemental compensation; employees of Rutgers, 7 The State University, New Jersey Institute of Technology, and [the 8 University of Medicine and Dentistry of New Jersey Rowan 9 University. The supplemental compensation provided under this 10 chapter shall also be paid to each employee of Rutgers, The State University, New Jersey Institute of Technology, Land the University 11 of Medicine and Dentistry of New Jersey ], and Rowan University 12 13 who performs services similar to those performed by employees of 14 the New Jersey State colleges who are in the career service or who 15 have been granted sick leave under terms and conditions similar to 16 career service employees, including those employees of [the 17 University of Medicine and Dentistry of New Jersey Rutgers, The 18 State University who are members of the Newark Employees' 19 Retirement System.

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(cf: N.J.S.11A:6-17)

22 60. Section 4 of P.L.2003, c.193 (C.17B:27D-4) is amended to 23 read as follows:

24 4. The commission shall consist of 17 voting members as 25 follows: the Commissioners of Health and Senior Services, Human 26 Services and Banking and Insurance or their designees, who shall serve ex officio; three public members appointed by the President 27 28 of the Senate, who shall include a representative of a commercial 29 health insurance company, a physician licensed in this State who is 30 a member of the Medical Society of New Jersey, and a 31 representative of the New Jersey Business and Industry Association, 32 no more than two of whom shall be from the same political party; 33 three public members appointed by the Speaker of the General 34 Assembly, who shall include a representative of a health service 35 corporation, a physician licensed in this State, and a representative 36 of organized labor, no more than two of whom shall be from the 37 same political party; and eight public members appointed by the Governor, who shall include a medical educator from [the 38 39 University of Medicine and Dentistry of New Jersey Rutgers, The 40 State University whose major field of expertise is the study and 41 evaluation of the cost of health care and health insurance, a 42 representative of the New Jersey Association of Health Plans, a 43 representative of the New Jersey Hospital Association, a 44 representative of the New Jersey State Nurses Association, a 45 representative of the New Jersey Dental Association, a 46 representative of a consumer advocacy organization and two

representatives of the general public who are knowledgeable about health benefits plans.

3 The President of the Senate may appoint two members of the Senate, no more than one of whom shall be from the same political 4 party, to serve as nonvoting members of the commission. The 5 Speaker of the General Assembly may appoint two members of the 6 7 General Assembly, no more than one of whom shall be from the 8 same political party, to serve as nonvoting members of the 9 The legislative members shall serve during their commission. 10 legislative term of office.

Of the voting members first appointed, four shall serve for a term of two years, four for a term of three years and three for a term of four years.

Voting members appointed thereafter shall serve four-year terms, and any vacancy shall be filled by appointment for the unexpired term only. A member is eligible for reappointment. Vacancies in the membership of the commission shall be filled in the same manner as the original appointments were made.

19 (cf: P.L.2003, c.193, s.4)

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- 61. Section 3 of P.L.1994, c.48 (C.18A:3B-3) is amended to read as follows:
- 23 3. For the purposes of this act, unless the context clearly requires a different meaning:
- "Authority" means the Higher Education Student AssistanceAuthority established pursuant to N.J.S.18A:71A-3;
  - "Commission" means the New Jersey Commission on Higher Education established by this act;
- "Council" means the New Jersey Presidents' Council establishedby this act;
  - "Programmatic Mission" means all program offerings consistent within those levels of academic degrees or certificates that the institution has been authorized to grant by the State Board of Higher Education prior to the effective date of this act or approved thereafter by the commission;
- "Public Research University" means Rutgers, The State
  University of New Jersey, [the University of Medicine and
  Dentistry of New Jersey] Rowan University, and the New Jersey
  Institute of Technology;
- "State college" means any of the State colleges or universities established pursuant to chapter 64 of Title 18A of the New Jersey Statutes including any State college designated as a teaching university.
- 44 (cf: P.L.1999, c.46, s.27)

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46 62. Section 12 of P.L.1994, c.48 (C.18A:3B-12) is amended to read as follows:

- 1 12. a. There shall be established an executive board which 2 performs such duties as determined by the council. The executive
- board shall be composed of 15 members as follows:
- The president of Rutgers, The State University;
- 5 [The president of the University of Medicine and Dentistry of 6 New Jersey];
- 7 The president of New Jersey Institute of Technology;
- 8 The president of Rowan University;
- 9 Three presidents of State Colleges who shall be selected by the 10 presidents of this sector;
- Five presidents of county colleges who shall be selected by the presidents of this sector;
- Three presidents of independent institutions who shall be selected by the presidents of this sector;
- One president of the proprietary schools which have been authorized to offer licensed degree programs who shall be selected by the presidents of these proprietary schools.
- b. The chair of the executive board shall be rotated among the following: one of the presidents of Rutgers, The State University of
- 20 New Jersey, the president of [the University of Medicine and
- 21 Dentistry of New Jersey Rowan University, and the president of
- 22 New Jersey Institute of Technology; a president selected by the
- 23 presidents of the State Colleges; a president selected by the
- 24 presidents of the county colleges; and a president selected by the
- 25 presidents of the independent institutions. The chair of the
- 26 executive board shall serve for a two-year period. Biennially, the
- 27 executive board shall select the chair in the manner provided above,
- but not necessarily in the order provided above.
- c. The chair of the executive board shall also serve as the chairof the council.
- 31 (cf: P.L.2009, c.246, s.2)

- 33 63. Section 1 of P.L.2009, c.308 (C.18A:3B-46) is amended to read as follows:
- 35 1. As used in this act:
- "Commission" means the New Jersey Commission on Higher Education established pursuant to section 13 of P.L.1994, c.48 (C.18A:3B-13);
- 39 "Public research university" means Rutgers, The State University
- of New Jersey, [the University of Medicine and Dentistry of New
- 41 Jersey Rowan University, and the New Jersey Institute of 42 Technology;
- 43 "State college" means the State colleges or universities
- established pursuant to chapter 64 of Title 18A of the New Jersey
- 45 Statutes.
- 46 (cf: P.L.2009, c.308, s.1)

1 64. Section 2 of P.L.2007, c.171 (C.18A:26-2.9) is amended to read as follows:

3 a. The Commissioner of Education shall develop recommendations for autism and other developmental disabilities 4 5 awareness instruction and methods of teaching students with autism 6 and other developmental disabilities for teacher preparation 7 programs in accordance with section 1 of this act and shall submit 8 the recommendations to the State Board of Education. In 9 developing the recommendations, the commissioner shall consult 10 the Commissioner of Health and Senior 11 representatives from entities that promote awareness about autism 12 and other developmental disabilities and provide programs and 13 services to people with autism and other developmental disabilities, 14 including, but not limited to Autism Speaks, The Autism Center of 15 New Jersey Medical School at [the University of Medicine and Dentistry of New Jersey Rutgers, The State University, and The 16 17 New Jersey Center for Outreach and Services for the Autism 18 Community, and representatives of the education community, 19 including, but not limited to the New Jersey Education Association, 20 the New Jersey School Boards Association, the New Jersey 21 Principals and Supervisors Association, and the New Jersey 22 Professional Teaching Standards Board.

23 b. The Commissioner ofEducation shall develop 24 recommendations to incorporate autism and other developmental 25 disabilities awareness instruction and methods of teaching students 26 with autism and other developmental disabilities for teacher and 27 paraprofessional in-service and other training programs, where appropriate, and shall submit the recommendations to the State 28 29 board. In developing the recommendations, the commissioner shall 30 consult with the Commissioner of Health and Senior Services, 31 representatives from entities that promote awareness about autism 32 and other developmental disabilities and provide programs and 33 services to people with autism and other developmental disabilities, 34 including, but not limited to Autism Speaks, The Autism Center of 35 New Jersey Medical School at Ithe University of Medicine and 36 Dentistry of New Jersey Rutgers, The State University, and The 37 New Jersey Center for Outreach and Services for the Autism 38 Community, and representatives of the education community, 39 including, but not limited to the New Jersey Education Association,

42 Professional Teaching Standards Board.
 43 c. The recommendations developed by the commissioner
 44 pursuant to subsections a. and b. of this section shall address the

the New Jersey School Boards Association, the New Jersey

Principals and Supervisors Association, and the New Jersey

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following:
(1) characteristics of students with autism and other
developmental disabilities;

- 1 (2) curriculum planning, curricular and instructional 2 modifications, adaptations, and specialized strategies and 3 techniques;
- 4 (3) assistive technology; and
- 5 (4) inclusive educational practices, including collaborative 6 partnerships.
- 7 (cf: P.L.2007, c.171, s.2)

- 9 65. Section 1 of P.L.1985, c.161 (C.18A:64-45) is amended to read as follows:
- 11 1. There is established a body corporate and politic, with 12 corporate succession, to be known as the New Jersey Association of
- 13 State Colleges and Universities. New Jersey City University, Kean
- 14 University, Montclair State University, Ramapo College of New
- 15 Jersey, Richard Stockton College of New Jersey, [Rowan
- 16 University, Thomas Edison State College, The College of New
- 17 Jersey and The William Paterson University of New Jersey shall
- 18 constitute the membership of the association.
- 19 (cf: P.L.1999, c.46, s.35)

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- 21 66. Section 2 of P.L.1985, c.161 (C.18A:64-46) is amended to 22 read as follows:
- 23 2. The association shall consist of [nine] eight voting members 24 to be appointed as follows: one member from each member
- institution's boards of trustees, appointed by the members thereof. In addition the presidents of the member institutions shall serve as
- 27 ex officio, nonvoting members.
- Members shall serve without compensation but shall be entitled to be reimbursed for all reasonable and necessary expenses.
- 30 (cf: P.L.1999, c.46, s.36)

- 32 67. Section 3 of P.L.2006, c.95 (C.18A:64G-6.1) is amended to read as follows:
- 34 3. a. The management, supervision, and administration of
- University Hospital shall be vested in a [nine-member] 12-member
- 36 board of directors of University Hospital. The board shall be
- 37 comprised of [four members of the board of trustees of the
- 38 University of Medicine and Dentistry of New Jersey who shall
- 39 serve ex officio and be appointed by the chairman of the board and
- 40 five :
- 41 (1) three members who shall serve ex-officio, without vote,
- 42 <u>including</u>: the Dean of New Jersey Medical School, the Dean of
- 43 New Jersey Dental School, and the Commissioner of Health and
- 44 <u>Senior Services; and</u>
- 45 (2) nine public members, who shall be appointed by the
- 46 Governor, with the advice and consent of the Senate, for a five-year
- 47 term[; except that in the case of the initial gubernatorial

appointments to the board of directors, two shall serve for a term of two years, one for a term of three years, one for a term of four years, and one for a term of five years.

A person who is a member of the board of directors on the effective date of P.L., c. (C. )(pending before the Legislature as this bill) shall be permitted to serve for the balance of the term for which that person was appointed.

A member of the board of directors shall serve until [his] the member's successor is appointed and has qualified. Any vacancies in the membership occurring other than by expiration of term shall be filled in the same manner as the original appointment but for the unexpired term only. Each member of the board of directors before entering upon [his] the member's duties shall take and subscribe an oath to perform the duties of [his] the office faithfully, impartially, and justly to the best of [his] the member's ability. A record of the oath shall be filed in the office of the Secretary of State. Each member of the board may be removed from office by the Governor, for cause, after a public hearing.

- b. The members of the board of directors shall meet at the call of the Governor for purposes of organizing. The board shall thereafter meet at such times and places as it shall designate.
- c. The Governor shall designate one of the members as chairman of the board of directors. The board shall select the other officers from among its members as shall be deemed necessary.
- d. The board of directors shall have the power to appoint and regulate the duties and procedures of committees, standing or special, from its members and such advisory committees or bodies, as it may deem necessary or conducive to the efficient management and operation of the hospital.
- e. The board shall have the power and duty to:
- 31 (1) direct and control expenditures of University Hospital funds;
- 32 (2) borrow money;

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- (3) enter into contracts with the State or federal government, or
   any individual, firm, or corporation;
- 35 (4) solicit and accept grant moneys;
- 36 (5) acquire, own, lease, dispose of, use, and operate property;
- 37 (6) sue and be sued;
- 38 (7) enter into a contract or other agreement with a for-profit or
- 39 <u>nonprofit corporation operating one or more hospitals in New</u>
- 40 Jersey to operate and manage or assist in the operation and
- 41 management of University Hospital, without engaging in a
- 42 <u>competitive bidding process; and</u>
- 43 (8) hire, fire, and fix salaries for all employees of University
- 44 <u>Hospital.</u>
- 45 (cf: P.L.2006, c.95, s.3)

- 1 68. Section 1 of P.L. 1999, c.353 (C.18A:64G-35) is amended to 2 read as follows:
- 3 1. There is established a "Physician-Dentist Fellowship and
- Education Program to Provide Health Care to Persons with 4
- 5 Developmental Disabilities" within the University of Medicine and
- 6 Dentistry of New Jersey Rutgers, The State University.
- 7 purpose of the program is to provide physicians and dentists with
- 8 graduate and fellowship training through academic institutions in
- 9 the State and continuing medical and dental education on a
- 10 Statewide basis, in the provision of medical and dental services to
- 11 persons with developmental disabilities to ensure that these services
- 12 are accessible and adequately available to persons with
- 13 developmental disabilities in the State.
- 14 (cf: P.L.1999,c.353,s.1)

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- 69. Section 2 of P.L.1999, c.353 (C.18A:64G-36) is amended to read as follows:
- 2. There is established a 17-member Consortium on Physician and Dentist Training in Health Care for Persons with Developmental Disabilities to advise the director of the program on
- 21 the implementation of this act.
- 22 The members of the consortium shall include: one
- 23 representative each from the pediatric medicine, family medicine,
- 24 internal medicine, neurology and psychiatry programs at [the
- 25 University of Medicine and Dentistry of New Jersey Rutgers, The
- State University, one representative from the New Jersey Dental 26
- School, and one representative of the University Affiliated 27
- 28 Program, to be appointed by the President of Ithe University of
- 29 Medicine and Dentistry of New Jersey Rutgers, The State
- University; the director of the Mainstreaming Medical Care 30 31 program of The Arc of New Jersey, who shall serve ex officio; the
- 32 Director of the Division of Developmental Disabilities in the
- 33 Department of Human Services, who shall serve ex officio; the
- 34 Director of the Division of Medical Assistance and Health Services
- 35 in the Department of Human Services, who shall serve ex officio;
- 36 the Commissioner of Health and Senior Services or the
- 37 commissioner's designee, who shall serve ex officio; three health
- 38 care provider public members appointed by the Commissioner of
- 39
- Human Services, one each upon the recommendation of the Medical 40 Society of New Jersey, the New Jersey Association of Osteopathic
- 41 Physicians and Surgeons and the New Jersey Dental Association;
- 42 and three public members appointed by the Commissioner of
- 43 Human Services, two of whom shall represent community
- 44 organizations that advocate for persons with developmental
- 45 disabilities and one of whom shall be a family member of a person
- 46 with a developmental disability or a person with a developmental
- 47 disability who is a self advocate.

The President of the University of Medicine and Dentistry of New Jersey and the Commissioner of Human Services shall make the appointments to the consortium within 60 days of the effective date of this act.

Members of the consortium shall serve for a term of three years and are eligible for reappointment, but of the members first appointed, five shall serve for a term of one year, four for a term of two years and four for a term of three years. Vacancies shall be filled in the same manner as the original appointments were made.

- b. Members shall serve without compensation, but the public members shall be entitled to reimbursement for necessary expenses incurred in the performance of their duties and within the limits of funds appropriated to the program.
- c. The consortium shall organize as soon as may be practicable after the appointment of its members. The Director of the Division of Developmental Disabilities shall serve as the chairman of the consortium. The members of the consortium shall elect a vice-chairman from among the members. All members, including ex officio members, shall be eligible to vote on all matters before the consortium. The director of the program, appointed pursuant to section 5 of this act, shall serve as secretary to the consortium.
- d. The consortium shall assist the director of the program in establishing policies and procedures for the nomination and selection of physicians and dentists as program fellows. The consortium shall otherwise advise the director on the operation of the program as the director deems necessary, and as specified in this act

28 (cf: P.L.1999, c.353, s.2)

- 30 70. Section 5 of P.L.1999, c.353 (C.18A:64G-39) is amended to read as follows:
  - 5. The President of [the University of Medicine and Dentistry of New Jersey] Rutgers, The State University shall, in consultation with the consortium, appoint a director for the program who shall be a State licensed physician. The director of the program need not be solely responsible for the program and may continue to have other duties. The director may, in consultation with the consortium, appoint regional chairmen or chairmen of medical or dental practice specialties, as the director deems necessary for the operation of the program.
- 41 (cf: P.L.1999,c.353,s.5)

- 43 71. Section 4 of P.L.1977, c.390 (C.18A:64H-4) is amended to 44 read as follows:
- 45 4. The council shall consist of 15 members, 12 voting members 46 and three nonvoting members; four members of the council shall be 47 appointed by the Governor and 11 shall be ex officio members. The 48 appointments shall consist of three representatives of the public and

1 one student currently enrolled in a graduate medical training 2 program; the appointed members shall be voting members of the 3 The president of [the University of Medicine and Dentistry of New Jersey Rutgers, The State University, who shall 4 5 serve as chairperson; a dean from one of the medical schools of 6 [the University of Medicine and Dentistry of New Jersey] Rutgers, 7 The State University, to be selected by the president of [the 8 University of Medicine and Dentistry of New Jersey Rutgers, The 9 State University; the dean of the School of Graduate Medical 10 Education of Seton Hall University; the president of the New Jersey Hospital Association; the president of the Association of Hospital 11 12 Directors of Medical Education of New Jersey; the president of the 13 New Jersey Association of Osteopathic Physicians and Surgeons; 14 the president of the Medical Society of New Jersey; and the 15 president of the New Jersey Council of Teaching Hospitals or their 16 designated representatives shall be ex officio, voting members of 17 the council. The Commissioner of Health and Senior Services; the 18 president of the State Board of Medical Examiners and the 19 Commissioner of Human Services or their designated 20 representatives shall be ex officio, nonvoting members. appointed members shall serve for a three-year term or until a 21 22 successor is appointed. For those first appointed, two shall be 23 appointed for a one-year term; one shall be appointed for a two-year 24 term; and one shall be appointed for a three-year term. 25 vacancies in the voting membership other than by expiration of term 26 shall be filled in the same manner as the original appointment but 27 for the unexpired term only. To assist the council in carrying out 28 the intent of this act:

- a. The council may appoint advisory committees representative of the medical and health care professions, educators, and students, representatives of medical and health care facilities and consumers. The advisory committees shall provide advice and assistance to the council for the council's performance of its designated functions.
- b. The council may employ an executive director and additional staff to provide expertise in the gathering and analysis of data and administration. The executive director shall have the right to speak on all matters at meetings of the council but shall have no vote. The council and the advisory committees shall serve without compensation, but shall be reimbursed for necessary expenses incurred in the performance of their duties.
- 41 (cf: P.L.2008, c.5, s.1)

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- 43 72. Section 1 of P.L.2003, c.133 (C.18A:64H-9) is amended to 44 read as follows:
- 1. a. There is created, within the [Commission on Higher 46 Education] Office of the Secretary of Higher Education, the

1 "Advisory Committee on Alternatively Accredited Medical School2 Clinical Clerkships."

The advisory committee shall consist of 11 members as follows: the Commissioner of Health and Senior Services or his designee, who shall serve ex officio; four members appointed by the Governor who include one representative of the Medical Society of New Jersey, one representative of the New Jersey Association of Osteopathic Physicians and Surgeons, one representative of the New Jersey Hospital Association and one representative of an alternatively accredited medical school; two members appointed by the President of the Senate who include one representative of the New Jersey Council of Teaching Hospitals and one representative of a teaching hospital in New Jersey that has students from an alternatively accredited medical school participating in a clinical clerkship program; two members appointed by the Speaker of the General Assembly who include one representative of an alternatively accredited medical school and one representative of a teaching hospital in New Jersey that has students from a medical school of [the University of Medicine and Dentistry of New Jersey] Rutgers, The State University in a clinical clerkship program; one member appointed by the State Board of Medical Examiners; and one member appointed by the President of [the University of Medicine and Dentistry of New Jersey Rutgers, The State University. No two members of the advisory committee shall be representatives of the same medical school or hospital.

b. Members shall serve for a term of three years from the date of their appointment and until their successors are appointed and qualified, except that of the members first appointed, four members shall serve for a term of one year, three members shall serve for a term of two years and three members shall serve for a term of three years. Vacancies shall be filled for the balance of the unexpired term in the same manner as the original appointments were made. A member of the advisory committee shall be eligible for reappointment.

- c. The members of the advisory committee shall serve without compensation, but shall be reimbursed for necessary and reasonable expenses actually incurred in the performance of their duties, within the limits of funds appropriated or otherwise made available to the advisory committee for this purpose.
- d. The advisory committee shall select a chairman from among its members, who shall serve a one-year term but may serve successive terms. The advisory committee shall meet upon the call of the chairman or of a majority of its members. A majority of the members of the advisory committee shall constitute a quorum, and no action of the advisory committee shall be taken except upon the affirmative vote of a majority of the members of the entire advisory committee.

- e. As used in this act, "alternatively accredited medical school"
  means a medical school located outside the United States: (1) in a
  country that applies accreditation standards that have been
  determined by the National Committee on Foreign Medical
  Education and Accreditation within the United States Department of
  Education to be comparable to the accreditation standards applied to
  medical schools located within the United States; (2) that continues
- 8 to meet the accreditation standards of that country; and (3) has
- 9 medical school students participating in a clinical clerkship program
- in New Jersey prior to the effective date of this act, or is approved
- 11 by the Advisory Graduate Medical Education Council of New
- 12 Jersey pursuant to section 4 of this act to operate a clinical clerkship
- program in this State.
- 14 (cf: P.L.2003, c.133, s.1)

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- 16 73. Section 2 of P.L.1985, c.103 (C.18A:64J-2) is amended to read as follows:
  - 2. For the purposes of this act:
  - a. "Advanced technology center" means one or more outstanding programs or departments at New Jersey's public and private institutions of higher education, which are provided substantial and concentrated financial support to promote their development into national-level bases for innovative technology research.
  - b. "Business incubation facilities" means low-cost, short-term occupancy, rental spaces wherein assistance is granted to a targeted network of new companies employing selected technologies congruent with the strengths of the State's public and private institutions of higher education.
  - c. "Commission" means the Governor's Commission on Science and Technology as created by Executive Order No. 12 of 1982 or its successor which is established by the Legislature.
  - d. "Consortium" means a cooperative arrangement between two or more institutions of higher education to pursue a program for strengthening academic programs, improving administration or providing for other special needs.
  - e. "Innovation partnership grants" means matching grants to academic researchers performing applied research in emerging technologies at any of the State's public and private institutions of higher education, which are of strategic importance to the New Jersey economy, under regulations adopted by the commission pursuant to the "Administrative Procedure Act," P.L. 1968, c. 410 (C. 52:14B-1 et seq.).
- f. "Private institutions of higher education" means independent colleges, universities or institutes incorporated and located in New Jersey, which by virtue of law or character or license are nonprofit educational institutions authorized to grant academic degrees and which provide a level of education which is equivalent to the education provided by the State's public institutions of higher

- 1 education as attested by the receipt of and continuation of regional
- 2 accreditation by the Middle States Association of Colleges and
- 3 Schools, and which are eligible to receive State aid under the
- 4 provisions of the Constitution of the United States and the
- 5 Constitution of the State of New Jersey, but does not include any
- 6 educational institution dedicated primarily to the education or
- 7 training of ministers, priests, rabbis or other professional persons in
- 8 the field of religion.
- 9 g. "Public institutions of higher education" means Rutgers, The
- 10 State University, the State colleges, the New Jersey Institute of
- 11 Technology, [the University of Medicine and Dentistry of New
- 12 Jersey Rowan University, the county colleges and any other public
- 13 university or college now or hereafter established or authorized by
- 14 law.
- 15 h. "Technology extension services" means programs that not only
- accelerate the application and transfer of technological innovations
- by the State's public and private institutions of higher education to
- 18 existing industry, but also adapt these innovations to the
- 19 requirements of individual business operations.
- 20 (cf: P.L.1985, c.103, s.2)
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- 22 74. Section 3 of P.L.1985, c. 103 (C.18A:64J-3) is amended to
- read as follows:
- 3. There is established the Advanced Technology Center in
- 25 Hazardous and Toxic Substance Management, hereinafter referred
- 26 to as the center, at the New Jersey Institute of Technology in the
- 27 City of Newark, County of Essex with the cooperation of a research
- and public policy consortium led by the New Jersey Institute of
- 29 Technology and including Stevens Institute of Technology, [the
- 30 University of Medicine and Dentistry of New Jersey and Rutgers,
- 31 The State University. Various other public and private institutions
- 32 of higher education and their faculties may be considered for
- 33 participation in the work of the center in the future by the
- 34 commission.
- 35 (cf: P.L.1985, c.103, s.3)
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- 37 75. Section 2 of P.L.1985, c.104 (C.18A:64J-9) is amended to read as follows:
- or read as follows.
- 39 2. For the purposes of this act:
- a. "Advanced technology center" means one or more outstanding
- 41 programs or departments at New Jersey's public and private
- 42 institutions of higher education, which are provided substantial and
- 43 concentrated financial support to promote their development into
- 44 national-level bases for innovative technology research.
- b. "Business incubation facilities" means low-cost, short-term
- occupancy, rental spaces wherein assistance is granted to a targeted
- 47 network of new companies employing selected technologies

1 congruent with the strengths of the State's public and private 2 institutions of higher education.

- c. "Commission" means the Governor's Commission on Science
   and Technology as created by Executive Order No. 12 of 1982 or its
   successor which is established by the Legislature.
  - d. "Innovation partnership grants" means matching grants to academic researchers performing applied research in emerging technologies at any of the State's public and private institutions of higher education, which are of strategic importance to the New Jersey economy, under regulations adopted by the commission pursuant to the "Administrative Procedure Act," P.L. 1968, c. 410 (C. 52:14B-1 et seq.).
- "Private institutions of higher education" means independent 13 14 colleges or universities incorporated and located in New Jersey, 15 which by virtue of law or character or license are nonprofit 16 educational institutions authorized to grant academic degrees and 17 which provide a level of education which is equivalent to the 18 education provided by the State's public institutions of higher 19 education as attested by the receipt of and continuation of regional 20 accreditation by the Middle States Association of Colleges and Schools, and which are eligible to receive State aid under the 21 provisions of the Constitution of the United States and the 22 23 Constitution of the State of New Jersey, but does not include any 24 educational institution dedicated primarily to the education or 25 training of ministers, priests, rabbis or other professional persons in 26 the field of religion.
  - f. "Public institutions of higher education" means Rutgers, The State University, the State colleges, the New Jersey Institute of Technology, [the University of Medicine and Dentistry of New Jersey] Rowan University, the county colleges and any other public university or college now or hereafter established or authorized by law.
- g. "Technology extension services" means programs that not only accelerate the application and transfer of technological innovations by the State's public and private universities to existing industry, but also adapt these innovations to the requirements of individual business operations.
- 38 (cf: P.L.1985, c.104, s.2)

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- 40 76. Section 2 of P.L.1985, c.105 (C.18A:64J-16) is amended to read as follows:
- 42 2. For the purposes of this act:
- a. "Advanced technology center" means one or more outstanding programs or departments at New Jersey's public and private institutions of higher education, which are provided substantial and concentrated financial support to promote their development into national-level bases for innovative technology research.

- b. "Business incubation facilities" means low-cost, short-term occupancy, rental spaces wherein assistance is granted to a targeted network of new companies employing selected technologies congruent with the strengths of the State's public and private institutions of higher education.
  - c. "Commission" means the Governor's Commission on Science and Technology as created by Executive Order No. 12 of 1982 or its successor which is established by the Legislature.
- d. "Innovation partnership grants" means matching grants to academic researchers performing applied research in emerging technologies at any of the State's public and private institutions of higher education, which are of strategic importance to the New Jersey economy, under regulations adopted by the commission pursuant to the "Administrative Procedure Act," P.L. 1968, c. 410 (C.52:14B-1 et seq.).
- 16 "Private institutions of higher education" means independent 17 colleges or universities incorporated and located in New Jersey, 18 which by virtue of law or character or license are nonprofit 19 educational institutions authorized to grant academic degrees and 20 which provide a level of education which is equivalent to the education provided by the State's public institutions of higher 21 22 education as attested by the receipt of and continuation of regional 23 accreditation by the Middle States Association of Colleges and 24 Schools, and which are eligible to receive State aid under the 25 provisions of the Constitution of the United States and the 26 Constitution of the State of New Jersey, but does not include any 27 educational institution dedicated primarily to the education or training of ministers, priests, rabbis or other professional persons in 28 29 the field of religion.
- f. "Public institutions of higher education" means Rutgers, The
  State University, the State colleges, the New Jersey Institute of
  Technology, [the University of Medicine and Dentistry of New
  Jersey] Rowan University, the county colleges and any other public
  university or college now or hereafter established or authorized by
  law.
- g. "Technology extension services" means programs that not only accelerate the application and transfer of technological innovations by the State's public and private institutions of higher education to existing industry, but also adapt these innovations to the requirements of individual business operations.

41 (cf: P.L.1985, c.105, s.2)

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- 43 77. Section 3 of P.L.1985, c.105 (C.18A:64J-17) is amended to 44 read as follows:
- 3. There is established the Advanced Technology Center in Biotechnology (hereinafter referred to as the center) under the [joint] governance of Rutgers, The State University [and the University of Medicine and Dentistry of New Jersey] and with the

- 1 participation of other public and private institutions of higher
- 2 education and faculties who may be considered for participation in
- 3 the work of the center in the future by the commission. The center
- 4 shall be composed of various units at locations designated by the
- 5 participating institutions, with the approval of the commission.
- 6 (cf: P.L.1985, c.105, s.3)

- 78. Section 2 of P.L.1985, c.106 (C.18A:64J-23) is amended to read as follows:
  - 2. For the purposes of this act:
- a. "Advanced technology center" means one or more outstanding programs or departments at New Jersey's public and private institutions of higher education, which are provided substantial and concentrated financial support to promote their development into national-level bases for innovative technology research.
- b. "Business incubation facility" means low-cost, short-term occupancy, rental spaces wherein assistance is granted to a targeted network of new companies employing selected technologies congruent with the strengths of the State's public and private institutions of higher education.
- c. "Commission" means the Governor's Commission on Science and Technology as created by Executive Order No. 12 of 1982 or its successor which is established by the Legislature.
- d. "Innovation partnership grants" means matching grants to academic researchers performing applied research in emerging technologies at any of the State's public and private institutions of higher education, which are of strategic importance to the New Jersey economy, under regulations adopted by the commission pursuant to the "Administrative Procedure Act," P.L. 1968, c. 410 (C. 52:14B-1 et seq.).
- e. "Private institutions of higher education" means independent colleges or universities incorporated and located in New Jersey, which by virtue of law or character or license are nonprofit educational institutions authorized to grant academic degrees and which provide a level of education which is equivalent to the education provided by the State's public institutions of higher education as attested by the receipt of and continuation of regional accreditation by the Middle States Association of Colleges and Schools, and which are eligible to receive State aid under the provisions of the Constitution of the United States and the Constitution of the State of New Jersey, but does not include any educational institution dedicated primarily to the education or training of ministers, priests, rabbis or other professional persons in the field of religion.
- f. "Public institutions of higher education" means Rutgers, The State University, the State colleges, the New Jersey Institute of Technology, [the University of Medicine and Dentistry of New Jersey] Rowan University, the county colleges and any other public

1 university or college now or hereafter established or authorized by 2 law.

g. "Technology extension services" means programs that not only accelerate the application and transfer of technological innovations by the State's public and private institutions of higher education to existing industry, but also adapt these innovations to the requirements of individual business operations.

8 (cf: P.L.1985, c.106, s.2)

- 10 79. Section 2 of P.L.1985, c.366 (C.18A:64J-30) is amended to read as follows:
  - 2. For the purposes of this act:
  - a. "Advanced technology center" means one or more outstanding programs or departments at New Jersey's public and private institutions of higher education which are provided substantial and concentrated financial support to promote their development into national level bases for innovative technology research;
  - b. "Business incubation facilities" means low cost, short-term occupancy rental spaces wherein assistance is granted to a targeted network of new companies employing selected technologies congruent with the strengths of the State's public and private institutions of higher education;
  - c. "Commission" means the New Jersey Commission on Science and Technology as created by P.L. 1985, c. 102 (C. 52:9X-1 et seq.);
  - d. "Innovation partnership grants" means matching grants to academic researchers performing applied research in emerging technologies at any of the State's public and private institutions of higher education which are of strategic importance to the New Jersey economy under regulations adopted by the commission pursuant to the "Administrative Procedure Act," P.L. 1968, c. 410 (C. 52:14B-1 et seq.);
  - e. "Private institutions of higher education" means independent colleges or universities incorporated and located in New Jersey, which by virtue of law or character or license, are nonprofit educational institutions authorized to grant academic degrees and provide a level of education which is equivalent to the education provided by the State's public institutions of higher education as attested by the receipt of and continuation of regional accreditation by the Middle States Association of Colleges and Schools, and which are eligible to receive State aid under the provisions of the Constitution of the United States and the Constitution of the State of New Jersey, but does not include any educational institution dedicated primarily to the education or training of ministers, priests, rabbis or other professional persons in the field of religion;
- f. "Public institutions of higher education" means Rutgers, The State University, the State colleges, the New Jersey Institute of Technology, [the University of Medicine and Dentistry of New

- 1 Jersey Rowan University, the county colleges and any other public
- 2 university or college now or hereafter established or authorized by
- 3 law:
- 4 "Technology extension services" means programs that not g.
- 5 only accelerate the application and transfer of technological
- 6 innovations by the State's public and private institutions of higher
- 7 education to existing industry, but also adapt these innovations to
- 8 the requirements of individual business operations.
- 9 (cf: P.L.1985, c.366, s.2)

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- 80. Section 2 of P.L.1985, c.397 (C.18A:64J-39) is amended to read as follows:
  - 2. For the purposes of this act:
- a. "Advanced technology center" means one or more outstanding programs or departments at New Jersey's public and private institutions of higher education, which are provided substantial and concentrated financial support to promote their development into national-level bases for innovative technology research;
- "Business incubation facilities" means low-cost, short-term occupancy rental spaces wherein assistance is granted to a targeted network of new companies employing selected technologies congruent with the strengths of the State's public and private institutions of higher education;
- c. "Commission" means the New Jersey Commission on Science and Technology as created by P.L.1985, c.102 (C.52:9X-1 et seq.);
- 26 "Innovation partnership grants" means matching grants to 27 academic researchers performing applied research in emerging 28 technologies at any of the State's public and private institutions of 29 higher education, which are of strategic importance to the New 30 Jersey economy, under regulations adopted by the commission
- 31 pursuant to the "Administrative Procedure Act," P.L.1968, c.410 (C.
- 32 52:14B-1 et seq.);
- 33 "Private institutions of higher education" means independent
- 34 colleges or universities incorporated and located in New Jersey,
- which by virtue of law or character or license are nonprofit 35
- 36 educational institutions authorized to grant academic degrees and
- 37 provide a level of education which is equivalent to the education
- 38 provided by the State's public institutions of higher education as
- 39 attested by the receipt of and continuation of regional accreditation
- 40 by the Middle States Association of Colleges and Schools, and 41
- which are eligible to receive State aid under the provisions of the
- 42 Constitution of the United States and the Constitution of the State
- 43 of New Jersey, but does not include any educational institution
- 44 dedicated primarily to the education or training of ministers, priests,
- 45 rabbis or other professional persons in the field of religion;
- 46 "Public institutions of higher education" means Rutgers, The
- 47 State University, the State colleges, the New Jersey Institute of
- Technology, [the University of Medicine and Dentistry of New 48

- 1 Jersey Rowan University, the county colleges and any other public
- 2 university or college now or hereafter established or authorized by
- 3 law;
- 4 g. "Technology extension services" means programs that not
- 5 only accelerate the application and transfer of technological
- 6 innovations by the State's public and private institutions of higher
- 7 education to existing industry, but also adapt these innovations to
- 8 the requirements of individual business operations.
- 9 (cf: P.L.1985, c.397, s.2)

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- 81. N.J.S.18A:65-14 is amended to read as follows:
- 12 18A:65-14. The membership of the board of governors shall be classified as follows and consist of:
  - a. the president of the corporation, serving as an ex officio non-voting member; and
    - b. [11] <u>15</u> voting members,
  - i. [six] <u>nine</u> of whom shall be appointed by the Governor of the State, with the advice and consent of the Senate, [and] <u>two of whom shall be from a northern county in the State</u>,
  - ii. five of whom shall be appointed by the board of trustees, from among their members elected and serving under the provisions of subsection I.c. or I.d. of 18A:65-15, and
  - iii. the chairperson of the Rutgers-Newark board of governors.

All members shall serve for terms of six years, except that the terms of those initially appointed by the Governor which began on September 1, 1956, shall expire respectively (as designated by him) one, two, three, four, five and six years after June 30, 1956, and terms of those initially appointed by the board of trustees which began on September 1, 1956, shall expire respectively (as designated by the board) two, three, four, five and six years after June 30, 1956; all of whose respective successors shall be appointed to serve six-year terms. Governors may succeed themselves for not more than one additional term after having served one full six-year term (including an initial term beginning on September 1, 1956, and expiring on June 30, 1962).

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- 36 (cf: P.L.1994, c.48, s.177)
- 38 82. Section 4 of P.L.2009, c.4 (C.18A:65A-1) is amended to read as follows:
  - 4. a. The board of trustees of a public institution of higher education may implement an energy savings improvement program in the manner provided by this section whenever it determines that the savings generated from reduced energy use from the program will be sufficient to cover the cost of the program's energy conservation measures as set forth in an energy savings plan. Under such a program, a board of trustees may enter into an energy savings services contract with an energy services company to implement the program or the board may authorize separate

- 1 contracts to implement the program. The provisions of:
- 2 N.J.S.18A:64-1 et seq., in the case of any State college; P.L.1995,
- 3 c.400 (C.18A:64E-12 et seq.), in the case of the New Jersey
- 4 Institute of Technology; N.J.S.18A:65-1 et seq., in the case of
- 5 Rutgers, the State University; [P.L.1970, c.102 (C.18A:64G-1 et
- 6 al.), in the case of the University of Medicine and Dentistry of New
- 7 Jersey]; P.L., c. (C.) (pending before the Legislature as this
- 8 <u>bill</u>), in the case of Rowan University; and N.J.S.18A:64A-1 et seq.,
- 9 in the case of the county colleges; shall apply to any contracts 10 awarded pursuant to this section to the extent that the provisions of
- such law are not inconsistent with any provision of this section.

In the case of Rutgers, the State University, references in this section to the board of trustees shall mean the Rutgers board of governors.

- b. (1) To be eligible to enter into an energy savings services contract, an energy services company shall be a commercial entity that is qualified to provide energy savings services in accordance with the provisions of this section. A public institution of higher education may enter into an energy savings services contract through public advertising for bids and the receipt of bids therefor.
- (2) (a) Public works activities performed under an energy savings improvement program shall be subject to all requirements regarding public bidding, bid security, performance guarantees, insurance and other public contracting requirements that are applicable to public works contracts, to the extent not inconsistent with this section. A general contractor, energy services company serving as general contractor, or any subcontractor hired for the furnishing of plumbing and gas fitting and all kindred work, and of steam and hot water heating and ventilating apparatus, steam power plants and kindred work, and electrical work, structural steel and ornamental iron work, shall be classified by the Division of Property Management and Construction in the Department of the Treasury in order to perform public works activities under an energy savings improvement program.
- (b) Individuals or organizations performing energy audits, acting as commissioning agents, or conducting verification of energy savings plans, implementation of energy conservation measures, or verifying guarantees shall be prequalified by the Division of Property Management and Construction in the Department of the Treasury to perform their work under an energy savings improvement program.
- (c) Where there is a need for compatibility of a direct digital control system with previously installed control systems and equipment, the bid specifications may include a requirement for proprietary goods, and if so included, the bid specification shall set forth an allowance price for its supply which shall be used by all bidders in the public bidding process.

- (3) An energy services company may be designated as the general contractor for improvements to be made pursuant to an energy savings plan, provided that the hiring of subcontractors that are required to be classified pursuant to subparagraph (a) of paragraph (2) of this subsection shall be performed pursuant to the public bidding requirements of the board of trustees. A contract with an energy savings company shall include, but not be limited to: preparation of an energy savings plan, the responsibilities of the parties for project schedules, installations, performance and quality, payment of subcontractors, project completion, commissioning, savings implementation; a requirement that the savings to be achieved by energy conservation measures be verified upon commissioning of the improvements; allocation of State and federal rebates and tax credits; and any other provisions deemed necessary by the parties.
- (4) Except as provided in paragraph (5) of this subsection, a subsidiary or wholly-owned or partially-owned affiliate of the energy services company shall not be an eligible contractor or subcontractor under an energy savings services contract.
- (5) When the energy services company is the manufacturer of direct digital control systems and contracts with the board of trustees to provide a guaranteed energy savings option pursuant to subsection f. of this section, the specification of such direct digital control systems may be treated as proprietary goods and if so treated, the bid specification shall set forth an allowance price for its supply by the energy services company which shall be used by all bidders in the public bidding process. Direct digital controls shall be open protocol format and shall meet the interoperability guidelines established by the American Society of Heating, Refrigerating and Air-Conditioning Engineers.
- c. An energy savings improvement program may be financed through a lease-purchase agreement or through the issuance of energy savings obligations pursuant to this subsection.
- (1) An energy savings improvement program may be financed through a lease-purchase agreement between a board of trustees and an energy services company or other public or private entity. Under a lease-purchase agreement, ownership of the energy savings equipment or improved facilities shall pass to the board of trustees when all lease payments have been made. Notwithstanding the provisions of any other law to the contrary, the duration of such a lease-purchase agreement shall not exceed 15 years, except that the duration of a lease purchase agreement for a combined heat and power or cogeneration project shall not exceed 20 years.
- (2) Any lease-purchase or other agreement entered into in connection with an energy savings improvement program may be a general obligation of the public institution of higher education pursuant to this subsection, and may contain: a clause making it subject to the availability and appropriation annually of sufficient

funds as may be required to meet the extended obligation; and a non-substitution clause maintaining that if the agreement is terminated for non-appropriation, the board of trustees may not replace the leased equipment or facilities with equipment or facilities that perform the same or similar functions.

- (3) A board of trustees may arrange for incurring energy savings obligations to finance an energy savings improvement program and may enter into any agreement with the New Jersey Educational Facilities Authority or other persons in connection with the issuance by the authority of its obligations on behalf of the public institution of higher education in order to finance the institution's energy savings improvement program. Energy savings obligations may be funded through appropriations for utility services in the annual budget of the board, or incurred as a general obligation of the public institution of higher education in connection with the issuance by the New Jersey Educational Facilities Authority of bonds or notes pursuant to N.J.S.18A:72A-2 et seq., or, in the case of a county college, by a sponsoring county as a refunding bond pursuant to N.J.S.40A:2-52 et seq., including the issuance of bond anticipation notes as may be necessary, provided that all such bonds and notes mature within the periods authorized for such energy savings obligations.
  - (4) Lease-purchase agreements and energy savings obligations shall not be used to finance maintenance, guarantees, or verification of guarantees of energy conservation measures. Lease-purchase agreements and energy savings obligations may be used to finance the cost of an energy audit or the cost of verification of energy savings as part of adopting an energy savings plan. Maturity schedules of lease-purchase agreements or energy savings obligations must exceed the estimated useful life of the individual energy conservation measures.
  - d. (1) The energy audit component of an energy savings improvement program shall be conducted either by the board of trustees or by a qualified third party retained by the board for that purpose. It shall not be conducted by an energy services company subsequently hired to develop an energy savings improvement program. The energy audit shall identify the current energy use of any or all facilities and energy conservation measures that can be implemented in which the energy savings and energy efficiency could be realized and maximized.
  - (2) To implement an energy savings improvement program, a board of trustees shall develop an energy savings plan that consists of one or more energy conservation measures. The plan shall:
    - (a) contain the results of an energy audit;
  - (b) describe the energy conservation measures that will comprise the program;
- 47 (c) estimate greenhouse gas reductions resulting from those 48 energy savings;

(d) identify all design and compliance issues that require the professional services of an architect or engineer and identify who will provide these services;

- (e) include an assessment of risks involved in the successful implementation of the plan;
- (f) identify the eligibility for, and costs and revenues associated with the PJM Independent System Operator for demand response and curtailable service activities;
- (g) include schedules showing calculations of all costs of implementing the proposed energy conservation measures and the projected energy savings;
- (h) identify maintenance requirements necessary to ensure continued energy savings, and describe how they will be fulfilled; and
- (i) if developed by an energy services company, a description of, and cost estimates of an energy savings guarantee.

All professionals providing engineering services under the plan shall have errors and omissions insurance.

- (3) Prior to the adoption of the plan, the board of trustees shall contract with a qualified third party to verify the projected energy savings to be realized from the proposed program have been calculated as required by subsection e. of this section.
- (4) Upon adoption, the plan shall be submitted to the Board of Public Utilities, which shall post it on the Internet on a public webpage maintained for such purpose. If the board of trustees maintains its own website, it shall also post the plan on that site. The Board of Public Utilities may require periodic reporting concerning the implementation of the plan.
- (5) Verification by a qualified third party shall be required when energy conservation measures are placed in service or commissioned, to ensure the savings projected in the energy savings plan shall be achieved.
- (6) Energy-related capital improvements that do not reduce energy usage may be included in an energy savings improvement program but the cost of such improvements shall not be financed as a lease-purchase or through energy savings obligations authorized by subsection c. of this section. Nothing herein is intended to prevent the financing of such capital improvements through otherwise authorized means.
- (7) A qualified third party when required by this subsection may include an employee of the public institution of higher education who is properly trained and qualified to perform such work.
- e. (1) The calculation of energy savings for the purposes of determining that the energy savings resulting from the program will be sufficient to cover the cost of the program's energy conservation measures, as provided in subsection a. of this section, shall involve determination of the dollar amount saved through implementation of an energy savings improvement program using the guidelines of

- 1 the International Performance Measurement and Verification
- 2 Protocol or other protocols approved by the Board of Public
- 3 Utilities and standards adopted by the Board of Public Utilities
- 4 pursuant to this section. The calculation shall include all applicable
- 5 State and federal rebates and tax credits, but shall not include the
- 6 cost of an energy audit and the cost of verifying energy savings.
- 7 The calculation shall state which party has made application for
- 8 rebates and credits and how these applications translate into energy
- 9 savings.

- (2) For the purposes of this section, the Board of Public Utilities shall adopt standards and uniform values for interest rates and escalation of labor, electricity, oil, and gas, as well as standards for presenting these costs in a life cycle and net present value format, standards for the presentation of obligations for carbon reductions, and other standards that the board may determine necessary.
- f. (1) When an energy services company is awarded an energy savings services contract, it shall offer the board of trustees the option to purchase, for an additional amount, an energy savings guarantee. The guarantee, if accepted by a separate vote of the board of trustees, shall insure that the energy savings resulting from the energy savings improvement program, determined periodically over the duration of the guarantee, will be sufficient to defray all payments required to be made pursuant to the lease-purchase agreement or energy savings obligation, and if the savings are not sufficient, the energy services company will reimburse the board of trustees for any additional amounts. Annual costs of a guarantee shall not be financed or included as costs in an energy savings plan but shall be fully disclosed in an energy savings plan.
- (2) When a guaranteed energy savings option is purchased, the contract shall require a qualified third party to verify the energy savings at intervals established by the parties.
  - g. As used in this section:
- "direct digital control systems" means the devices and computerized control equipment that contain software and computer interfaces that perform the logic that control a building's heating, ventilating, and air conditioning system. Direct digital controls shall be open protocol format and shall meet the interoperability guidelines established by the American Society of Heating, Refrigerating and Air-Conditioning Engineers;

"educational facility" means a structure suitable for use as a dormitory, dining hall, student union, administrative building, academic building, library, laboratory, research facility, classroom, athletic facility, health care facility, teaching hospital, and parking, maintenance, storage or utility facility or energy conservation measures and other structures or facilities related thereto or required or useful for the instruction of students or the conducting of research or the operation of an institution for higher education, and public libraries, and the necessary and usual attendant and related

facilities and equipment, but shall not include any facility used or to be used for sectarian instruction or as a place for religious worship;

"energy conservation measure" means an improvement that results in reduced energy use, including, but not limited to, installation of energy efficient equipment; demand response equipment; combined heat and power systems; facilities for the production of renewable energy; water conservation measures, fixtures or facilities; building envelope improvements that are part of an energy savings improvement program; and related control systems for each of the foregoing;

"energy related capital improvement" means a capital improvement that uses energy but does not result in a reduction of energy use;

"energy saving obligation" means a bond, note or other agreement evidencing the obligation to repay borrowed funds incurred in order to finance energy saving improvements;

"energy savings" means a measured reduction in fuel, energy, operating or maintenance costs resulting from the implementation of one or more energy conservation measures services when compared with an established baseline of previous fuel, energy, operating or maintenance costs, including, but not limited to, future capital replacement expenditures avoided as a result of equipment installed or services performed as part of an energy savings plan;

"energy savings improvement program" means an initiative of a public institution of higher education to implement energy conservation measures in existing facilities, provided that the value of the energy savings resulting from the program will be sufficient to cover the cost of the program's energy conservation measures;

"energy savings plan" means the document that describes the actions to be taken to implement the energy savings improvement program;

"energy savings services contract" means a contract with an energy savings company to develop an energy savings plan, prepare bid specifications, manage the performance, provision, construction, and installation of energy conservation measures by subcontractors, to offer a guarantee of energy savings derived from the implementation of an energy savings plan, and may include a provision to manage the bidding process;

"energy services company" means a commercial entity that is qualified to develop and implement an energy savings plan in accordance with the provisions of this section;

"public works activities" means any work subject to the provisions of P.L.1963, c.150 (C.34:11-56.25 et seq.); and

"water conservation measure" means an alteration to a facility or equipment that reduces water consumption, maximizes the efficiency of water use, or reduces water loss.

- h. (1) The State Treasurer and the Board of Public Utilities may take such action as is deemed necessary and consistent with the intent of this section to implement its provisions.
- (2) The State Treasurer and the Board of Public Utilities may adopt implementation guidelines or directives, and adopt such administrative rules, pursuant to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.), as are necessary for the implementation of those agencies' respective responsibilities under this section, except that notwithstanding any provision of P.L.1968, c.410 (C.52:14B-1 et seq.) to the contrary, the State Treasurer and the Board of Public Utilities may adopt, immediately upon filing with the Office of Administrative Law, such rules and regulations as deemed necessary to implement the provisions of this act which shall be effective for a period not to exceed 12 months and shall thereafter be amended, adopted or re-adopted in accordance with the provisions of P.L.1968, c.410 (C.52:14B-1 et seq.).

17 (cf: P.L. 2009, c.4, s.4)

- 83. Section 2 of P.L.1969, c.242 (C.18A:66-168) is amended to read as follows:
- 2. Repeal of the act and parts of acts, and all amendments and supplements thereto, pursuant to section 1 of this act, is subject to the following provisos:
- a. The alternate benefit programs established by [the Board of Trustees of the University of Medicine and Dentistry,] the Board of Governors of Rutgers, The State University of New Jersey, the Board of Trustees of the New Jersey Institute of Technology and the Board of Higher Education for certain employees of State and county colleges, are continued except as the benefit and contribution schedules are revised by this act.
- b. The timely filing of applications for transfer from the Public Employees' Retirement System, the Teachers' Pension and Annuity Fund and the Group Annuity Plan as specified in such acts shall be deemed to have not been revised by this act.
- c. The transfer of employee and employer contributions from the Public Employees' Retirement System, the Teachers' Pension and Annuity Fund and the Group Annuity Plan to the insurers or mutual fund companies of the alternate benefit programs shall be considered as having met the requirements of said acts and shall be continued as provided by this act.
- d. Any contributions made by a member of the alternate benefit program for any additional death benefit coverage established under said acts shall not be returnable to the member or his beneficiary in any manner, or for any reason whatsoever, nor shall any contributions made for the additional death benefit coverage be included in any annuity payable to any such member or to his beneficiary.
- 48 (cf: P.L.1993, c.385, s.1)

- 1 84. Section 3 of P.L.1969, c.242 (C.18A:66-169) is amended to read as follows:
  - 3. As used in this act:

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- a. "Accumulated deductions" means those contributions as defined in N.J.S.18A:66-2 or in section 6 of P.L.1954, c.84 (C.43:15A-6).
- 7 b. "Base salary" means a participant's regular base or 8 contractual salary. It shall exclude bonus, overtime or other forms 9 of extra compensation such as (1) longevity lump sum payments, 10 (2) lump sum terminal sick leave or vacation pay, (3) the value of 11 maintenance, (4) individual pay adjustments made within or at the 12 conclusion of the participant's final year of service, (5) retroactive salary adjustments or other pay adjustments made in the 13 14 participant's final year of service unless such adjustment was made 15 as a result of a general pay adjustment for all personnel of the 16 department or institution, (6) any unscheduled individual 17 adjustment made in the final year to place the member at the 18 maximum salary level within his salary range and (7) any pay for 19 services rendered during the summer vacation period by a 20 participant who is required to work only 10 months of the year.
  - c. "Base annual salary" means the base salary upon which contributions by the member and his employer to the alternate benefit program were based during the last year of creditable service.
    - d. (Deleted by amendment, P.L.1994, c.48).
  - e. ["University of Medicine and Dentistry" means the University of Medicine and Dentistry of New Jersey established pursuant to the terms of section 3 of P.L.1970, c.102 (C.18A:64G-
- 29 3). Deleted by amendment, P.L., c. (pending before the Legislature as this bill)
- f. "County colleges" means the colleges so defined in N.J.S.18A:64A-1.
- g. "Division of Pensions" means the division established in the
  Department of the Treasury pursuant to section 1 of P.L.1955, c.70
  (C.52:18A-95) and is the agency responsible for the administration
  of the alternate benefit program of the State and county colleges
  and for the administration of the group life and disability insurances
  of all alternate benefit programs established in the State for public
  employees.
- 40 h. "Full-time officers" and "full-time members of the faculty" 41 shall include the president, vice president, secretary and treasurer of the respective school. "Full-time" shall also include eligible full-42 43 time officers and full-time members of the faculty who are granted 44 sabbaticals or leaves of absence with pay where the compensation 45 paid is 50% or more of the base salary at the time the leave 46 commences and the period of eligibility terminates with the end of 47 the school year following the year in which the sabbatical began. 48 "Part-time" shall be defined as an appointment where the employee

- receives a salary or wages for a period of less than 50% of the normal work week. These definitions shall apply to teaching or administrative staff members or to employees serving in a dual capacity where the appointment includes teaching as well as administrative duties.
  - i. "Group Annuity Plan" refers to the Group Annuity Contract R-134 between the Board of Trustees of the New Jersey Institute of Technology and the Prudential Insurance Company of America.
  - j. "Member" or "participant" means a full-time officer or a full-time member of the faculty participating in the alternate benefit program, and after the effective date of P.L.2008, c.89, means an adjunct faculty member or a part-time instructor whose employment agreement begins after that effective date.
  - k. "New Jersey Institute of Technology" means the Newark College of Engineering.
- 16 l. "Pension reserve" means those moneys as defined in N.J.S.18A:66-2 or in section 6 of P.L.1954, c.84 (C.43:15A-6).
- m. "Rutgers, The State University" means the institution of higher education described in chapter 65 of Title 18A of the New Jersey Statutes.
  - n. "State Colleges" means the colleges so described in chapter 64 of Title 18A of the New Jersey Statutes and any former State college designated as a public research university pursuant to P.L., c. (C.) (pending before the Legislature as this bill).
  - o. "Mutual fund company" means an investment company or trust regulated by the federal "Investment Company Act of 1940," 15 U.S.C.s. 80a-1 et seq.
- 28 (cf: P.L.2008, c.89, s.12)

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30 85. Section 4 of P.L.1969, c.242 (C.18A:66-170) is amended to read as follows:

4. All full-time officers and all full-time members of the faculty

- of [the University of Medicine and Dentistry of New Jersey,]
  Rutgers, The State University, the Newark College of Engineering,
  Rowan University, the State and county colleges and all regularly
  appointed teaching and administrative staff members in applicable
  positions, as determined by the Director of the Division of Pensions
  in the Department of the Treasury, shall be eligible and shall
- 39 participate in the alternate benefit program, except those persons
- 40 appointed in a part-time or temporary capacity, physicians and
- 41 dentists holding employment in positions titled intern, resident or
- fellow on or after the effective date of this amendatory act, persons
- 43 compensated on a fee basis, persons temporarily in the United
- 44 States under an F or J visa and members of the Teachers' Pension
- 45 and Annuity Fund, the Public Employees' Retirement System, the
- 46 Police and Firemen's Retirement System or the Group Annuity Plan,
- 47 who did not elect to transfer to the alternate benefit program in
- 48 accordance with the provisions of chapter 64C or 65 of Title 18A of

the New Jersey Statutes, P.L.1967, c.278 (C.18A:66-130 et seq.), or c.281 (C.18A:66-142 et seq.), or P.L.1968, c.181 (C.18A:66-154 et seq.). An eligible person who has been enrolled in the alternate benefit program for at least one year pursuant to this section may continue to be enrolled in the program, notwithstanding promotion or transfer to a position within the institution not otherwise eligible for the program.

Any person participating in the alternate benefit program shall be ineligible for membership in the Teachers' Pension and Annuity Fund, the Public Employees' Retirement System, the Police and Firemen's Retirement System or the Group Annuity Plan and any person electing to participate in the alternate benefit program shall thereby waive all rights and benefits provided by the Teachers' Pension and Annuity Fund, the Public Employees' Retirement System, the Police and Firemen's Retirement System or the Group Annuity Plan as a member of said fund, system or plan, except as herein and otherwise provided by law or under terms of the Group Annuity Plan.

Any person required to participate in the alternate benefit program by reason of employment, who at the time of such employment is a member of the Teachers' Pension and Annuity Fund, shall be permitted to transfer his membership in said fund to the Public Employees' Retirement System, by waiving all rights and benefits which would otherwise be provided by the alternate benefit program. Any such new employee who is a member of the Public Employees' Retirement System will be permitted to continue his membership in that system, by waiving all rights and benefits which would otherwise be provided by the alternate benefit program. Such waivers shall be accomplished by filing forms satisfactory to the Division of Pensions within 30 days of the beginning date of employment.

Any person receiving a benefit by reason of his retirement from any retirement or pension system of the State of New Jersey or any political subdivision thereof shall be ineligible to participate in the alternate benefit program.

No person eligible for participation in the alternate benefit program shall be eligible for, or receive, benefits under chapters 4 and 8B of Title 43 of the Revised Statutes.

The alternate benefit programs established pursuant to this act are deemed to be pension funds or retirement systems for purposes of P.L.1968, c.23 (C.43:3C-1 et seq.).

(cf: P.L.1994, c.48, s.188)

44 86. Section 7 of P.L.1969, c.242 (C.18A:66-173) is amended to read as follows:

7. (a) When a member of the Teachers' Pension and Annuity Fund or the Public Employees' Retirement System or the Police and Firemen's Retirement System elects to transfer to an alternate

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benefit program by filing the proper application form declaring his election to participate in such alternate benefit program, the respective retirement system shall transfer the amount of his accumulated deductions as of the date of transfer to his individual account in the program.

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6 (b) There shall also be transferred from the contingent reserve 7 fund or the pension fund of the Teachers' Pension and Annuity Fund 8 or the Public Employees' Retirement System or the Police and 9 Firemen's Retirement System or from the Group Annuity Plan to the 10 individual's account in the alternate benefit program, the pension 11 reserve required as of the date of his transfer to provide a pension 12 for each year of service credited to the account of the member as set 13 forth in N.J.S.18A:66-36 or N.J.S.18A:66-44 or as set forth in 14 section 38 or section 48 of P.L.1954, c. 84 as such sections have 15 been amended and supplemented as of July 1, 1969 (C.43:15A-38, 16 C.43:15A-48) or as set forth in section 17 of P.L.1964, c.241 17 (C.43:16A-11.2) or section 5 of P.L.1944, c.255 (C.43:16A-5) or 18 for each year of service credited under the Group Annuity Plan. 19 Such transfer from the contingent reserve fund or the pension fund 20 of the Teachers' Pension and Annuity Fund or the Public 21 Employees' Retirement System or the Police and Firemen's 22 Retirement System or the Group Annuity Plan shall be made at the 23 time of the member's transfer to the alternate benefit program in the 24 case of any such member who has then met the eligibility 25 requirements for a pension under the aforementioned N.J.S.18A:66-26 36, or N.J.S.18A:66-44, or section 38 or section 48 of P.L.1954, 27 c.84 (C.43:15A-38, C.43:15A-48) or section 17 of P.L.1964, c.241 28 (C.43:16A-11.2) or section 5 of P.L.1944, c.255 (C.43:16A-5) or 29 the Group Annuity Plan. In the case of any member who elects to 30 participate in the alternate benefit program who has not then met 31 the eligibility requirements for a pension under N.J.S.18A:66-36 or 32 N.J.S.18A:66-44, or under section 38 or section 48 of P.L.1954, 33 c.84 (C.43:15A-38, C.43:15A-48) or section 17 of P.L.1964, c.241 34 (C.43:16A-11.2) or section 5 of P.L.1944, c.255 (C.43:16A-5) or 35 under the Group Annuity Plan, the transfer from the contingent 36 reserve fund or the pension fund of the Teachers' Pension and 37 Annuity Fund or the Public Employees' Retirement System or the 38 Police and Firemen's Retirement System or the Group Annuity Plan 39 shall be effected at the time such requirements have been met, 40 taking into account for the purpose of such eligibility requirement 41 his years of membership service at the time of his election and his 42 subsequent years of service as a full-time member of the faculty of 43 [the University of Medicine and Dentistry,] Rutgers, The State 44 University, the New Jersey Institute of Technology, Rowan 45 University, or the State or county colleges or as an eligible 46 employee of the Department of Higher Education, or at the time he 47 shall have 10 years of credit for New Jersey service and becomes 48 physically incapacitated for the performance of duty if he had been

a member of the Teachers' Pension and Annuity Fund or the Public
 Employees' Retirement System or the Police and Firemen's
 Retirement System as of the date of transfer.

The annuity to be used in determining the amount of pension is the actuarial equivalent of the member's accumulated deductions transferred from the Teachers' Pension and Annuity Fund or the Public Employees' Retirement System or the Police and Firemen's Retirement System to the date the member attains 60 years of age, if subsequent to the date of election. The amount of pension is that established by formula within N.J.S.18A:66-44 or section 48 of P.L.1954, c.84 as such sections have been amended and supplemented as of July 1, 1969 (C.43:15A-48) or section 5 of P.L.1944, c.255 (C.43:16A-5) or under the Group Annuity Plan, and changes to N.J.S.18A:66-44 or section 48 of P.L.1954, c.84 (C.43:15A-48) or section 5 of P.L.1944, c.255 (C.43:16A-5) enacted subsequent to this act or the Group Annuity Plan shall have no application to the provisions of this act.

In the event that the eligibility requirement under N.J.S.18A:66-36 or under section 38 of P.L.1954, c.84 (C.43:15A-38) or section 17 of P.L.1964, c.241 (C.43:16A-11.2) or under the Group Annuity Plan is changed at some future date to permit members to become eligible for such benefit prior to the completion of 15 years of service, the transfer of the reserve from the contingent reserve fund or the pension fund of the Teachers' Pension and Annuity Fund or the Public Employees' Retirement System or the Police and Firemen's Retirement System or from the Group Annuity Plan shall be effective as of the date the member who had elected the alternate benefit program meets the amended eligibility requirement or the effective date of the amendment, whichever is later.

In the event an option is available with respect to the distribution of employee and employer contributions between fixed and variable annuities under the alternate benefit program, the employee shall have the right to determine the percentage distribution of these funds subject to any limitations imposed by the designated insurer or insurers.

(c) No transfer of pension reserves shall be made pursuant to this section where more than two consecutive years elapse in which no employer contributions to an alternate benefit program are required.

(cf: P.L.1993, c.385, s.5)

- 42 87. Section 8 of P.L.1969, c.242 (C.18A:66-174) is amended to read as follows:
- 44 8. (a) [The University of Medicine and Dentistry of New 45 Jersey,] Rutgers, The State University and the New Jersey Institute 46 of Technology shall reduce the compensation of each participant in 47 the alternate benefit program and pay over to the insurers or mutual 48 fund companies for the benefit of the participant an employee

contribution for the retirement annuity contract or contracts equal to 5% of the participant's base salary. The intervals for deductions or reductions and payments shall be determined by the respective school governing bodies.

The Division of Pensions and Benefits shall provide for reductions from the compensation of each participant in the alternate benefit program employed by the State and county colleges of an employee contribution equal to 5% of the participant's base salary and pay this amount to the insurers or mutual fund companies for the individual's retirement annuity contract or contracts. The intervals for deductions or reductions and payments shall be determined by the Division of Pensions and Benefits.

The Division of Pensions and Benefits may require that all participant contributions be made in accordance with section 414(h) of the federal Internal Revenue Code (26 U.S.C. s.414(h)).

(b) Based on a certification to the Division of Pensions and Benefits by [the University of Medicine and Dentistry of New Jersey,] Rutgers, The State University [and], the New Jersey Institute of Technology, and Rowan University of the number and base salary of participants, the division shall authorize the State to make payment of the employer contributions to the alternate benefit program at a rate equal to 8% of the employee's base salary, except the amount of the contribution shall not exceed 8% of the maximum salary for department officers established pursuant to section 1 of P.L.1974, c.55 (C.52:14-15.107), which moneys shall be paid to the designated insurers or mutual fund companies for the benefit of each participant.

Based on a certification by the Division of Pensions and Benefits of the number and base salary of participants employed by the State and county colleges, the State shall make payment of the employer contributions to the alternate benefit program at a rate equal to 8% of the employee's base salary, except the amount of the contribution shall not exceed 8% of the maximum salary for department officers established pursuant to section 1 of P.L.1974, c.55 (C.52:14-15.107), which moneys shall be paid to the designated insurers or mutual fund companies for the benefit of each participant.

(c) For the member of the Public Employees' Retirement System employed by the county colleges, who is defined in the regulations of the Division of Pensions and Benefits as a full-time faculty member and who is permitted to transfer his membership and does so, the State shall pay the employer contribution to the alternate benefit program at a rate equal to 8% of the member's base salary, except the amount of the contribution shall not exceed 8% of the maximum salary for department officers established pursuant to section 1 of P.L.1974, c.55 (C.52:14-15.107). If the member continues membership in the Public Employees' Retirement System, the State shall pay the employer contribution to the retirement

system on his behalf and such employer contribution shall be at a rate equal to the normal contribution made by the State on behalf of nonveteran members of the Public Employees' Retirement System.

(d) For any nonacademic employee of a county college, as defined in section 4 of P.L.1969, c.242 (C.18A:66-170), who is eligible for the program according to the regulations of the Director of the Division of Pensions and Benefits, the county college shall pay the employer contribution to the retirement system on the employee's behalf in the same manner as the State, pursuant to this section.

11 (cf: P.L.2010, c.31, s.1)

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88. Section 24 of P.L.1969, c.242 (C.18A:66-190) is amended to read as follows:

24. The [Board of Trustees of the University of Medicine and Dentistry of New Jersey, the Board of Governors of Rutgers, The State University, the Board of Trustees of the New Jersey Institute of Technology, the Board of Trustees of Rowan University, and the boards of trustees of State and county colleges, are hereby authorized to enter into agreement with each employee participating in the alternate benefit program whereby the employee agrees to take a reduction in salary with respect to amounts earned after the effective date of such agreement in return for the agreement of the respective institution to use a corresponding amount to purchase an annuity for such employee so as to obtain the benefits afforded under section 403(b) of the federal Internal Revenue Code, as amended. Any such agreement shall specify the amount of such reduction, the effective date thereof, and shall be legally binding and irrevocable with respect to amounts earned while the agreement is in effect; provided, however, that such agreement may be terminated after it has been in effect for a period of not less than one year upon notice in writing by either party, and provided further that not more than one such agreement shall be entered into during any taxable year of the employee. For the purposes of this section, any annuity or other contract which meets the requirements of section 403(b) of the federal Internal Revenue Code, as amended, may be utilized. The amount of the reduction in salary under any agreement entered into between the institutions and any employee pursuant to this section shall not exceed the limitations set forth in P.L.93-406 (Employment Retirement Income Security Act of 1974) and Section 415(c) of the Internal Revenue Code of 1954 as amended for such year.

Amounts payable pursuant to this section by an institution on behalf of an employee for a pay period shall be transmitted and credited not later than the fifth business day after the date on which the employee is paid for that pay period.

(cf: P.L.1999, c.247, s.2)

- 1 89. Section 25 of P.L.1969, c.242 (C.18A:66-191) is amended to read as follows:
- 3 25. No retirement, death or other benefit shall be payable by the
- 4 State, [the University of Medicine and Dentistry,] Rutgers, The
- 5 State University, the New Jersey Institute of Technology, Rowan
- 6 <u>University</u> or the Division of Pensions under the alternate benefit
- 7 program. Benefits shall be payable to participating employees and
- 8 their beneficiaries only by the designated insurers or mutual fund
- 9 companies under the terms of the contracts.
- 10 (cf: P.L.1994, c.48, s.192)

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- 90. Section 3 of P.L.1969, c.142 (C.18A:71-30) is amended to read as follows:
- 3. As used in this act, unless the context clearly indicates otherwise, the following terms shall have the following meanings:
  - (a) The term "board" shall mean the Board of Directors of the New Jersey Educational Opportunity Fund created by section 4 of P.L.1968, c.142 (C.18A:71-31).
  - (b) (Deleted by amendment, P.L.1994, c.48).
- 20 (c) The term "department" shall mean the Department of State.
  - (d) The term "fund" shall mean the New Jersey Educational Opportunity Fund created by section 4 of P.L.1968, c.142 (C.18A:71-31).
    - (e) The term "higher education" shall mean that education which is provided by any or all of the public institutions of higher education as herein defined or any or all equivalent private institutions.
    - (f) The term "public institutions of higher education" shall mean and include Rutgers, The State University, the New Jersey Institute of Technology, [the University of Medicine and Dentistry of New Jersey] Rowan University, the [nine] eight State colleges, the county colleges, and any other public universities, colleges or county colleges now or hereafter established or authorized by law.

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91. N.J.S.18A:71A-4 is amended to read as follows:

(cf: P.L.1994, c.48, s.212)

- 37 18A:71A-4. a. The Board of the Higher Education Student
- 38 Assistance Authority shall consist of 18 members as follows: the
- 39 State Treasurer, ex-officio, or a designee; the Chairperson of the
- 40 Commission on Higher Education Secretary of Higher Education,
- 41 ex-officio, or a designee from among the public members of the
- 42 commission; the chairperson of the Board of Directors of the
- 43 Educational Opportunity Fund, ex-officio, or a designee from
- among the public members of the board; five representatives from
- 45 eligible institutions in this State, including one from Rutgers, the
- 46 State University, one from either the New Jersey Institute of
- 47 Technology or [the University of Medicine and Dentistry of New

- Jersey Rowan University, one from the county colleges, one from the State colleges, and one from the independent institutions of higher education in the State; two students from different collegiate institutional sectors; seven public members who shall be residents of this State, including one who shall represent a lender party to a participation agreement with the authority; and the executive
- participation agreement with the authority; and the executive director of the authority, or designee, who shall be an ex-officio, non-voting member of the board.
- b. The seven public members, including the lender member, 9 10 shall be appointed by the Governor with the advice and consent of the Senate. No more than four of the public members shall be 11 members of the same political party. 12 The institutional representatives shall be nominated by the respective institution in 13 14 the case of Rutgers, the State University, New Jersey Institute of 15 Technology, [and University of Medicine and Dentistry of New 16 Jersey and Rowan University. The remaining institutional 17 representatives shall be nominated by the respective sector 18 association. Institutional representatives shall be appointed by the Governor with the advice and consent of the Senate. The student 19 members shall be the individuals that the Student Advisory 20 21 Committee elects as its chairperson and vice-chairperson. 22 Student Advisory Committee shall be created by the board to 23 include students from all collegiate institutional sectors. 24 necessary appointments shall be made within 45 days of the 25 enactment of P.L.1999, c.46 (N.J.S.18A:71A-1 et al.).
  - c. Public and institutional members of the board shall serve a term of four years and until a successor is appointed and qualified, except in the case of the first members so appointed, four of whom shall be appointed for a term of four years, four of whom shall be appointed for a term of three years, two of whom shall be appointed for a term of two years, and two of whom shall be appointed for a term of one year. Student members shall serve a term of office not to exceed two years. Any vacancy in the membership of the board, occurring otherwise than by expiration of term, shall be filled in the same manner as the original appointment or election was made, but for the unexpired term only.

37 (cf: N.J.S.18A:71A-4)

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- 39 92. Section 3 of P.L.2000, c.163 (C.18A:71B-55) is amended to 40 read as follows:
  - 3. As used in this act, the following terms shall have the following meanings:
  - "Board" means the Board of Trustees of the Tony Pompelio Commemorative Scholarship Fund for the children of crime victims created pursuant to this act.
- "Chairman" means the Chairman of the Violent CrimesCompensation Board.

1 "Executive director" means the chief executive and 2 administrative officer of the authority.

"Authority" means the Higher Education Student Assistance
Authority established pursuant to N.J.S.18A:71A-1 et seq., the
"Higher Education Student Assistance Authority Law," or any
body, entity, commission, or department succeeding to the principal
functions thereof or to whom the powers conferred upon the
authority by N.J.S.18A:71A-1 et seq. shall be given by law.

"Public Institutions of Higher Education" means the State colleges and universities created pursuant to chapter 64 of Title 18A of the New Jersey Statutes; the county colleges; [the University of Medicine and Dentistry of New Jersey]; the New Jersey Institute of Technology; Rutgers, the State University; Rowan University; and any other public universities, colleges, county colleges and junior colleges now or hereafter established or authorized by law.

16 (cf: P.L.2000, c.163, s.3)

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## 93 N.J.S.18A:71C-32 is amended to read as follows:

18A:71C-32. "Approved site" means a site located within a State designated underserved area or a health professional shortage area, or a clinic which is part of the extramural network of dental clinics established by the New Jersey Dental School of [the University of Medicine and Dentistry of New Jersey] Rutgers, The State University, or a site that has been determined by the Higher Education Student Assistance Authority, in consultation with the Department of Health and Senior Services, to serve medically underserved populations according to criteria determined by the authority, including, but not limited to, the percentage of medically underserved patients served.

"Authority" means the Higher Education Student Assistance Authority.

"Eligible qualifying loan expenses" means the cumulative outstanding balance of student loans covering the cost of attendance at an undergraduate institution of medical, dental, or other primary care professional education at the time an applicant is selected for the program. Interest paid or due on qualifying loans that an applicant has taken out for use in paying the costs of undergraduate medical, dental, or other primary care professional education shall be considered eligible for reimbursement under the program. The authority may establish a limit on the total amount of qualifying loans which may be redeemed for participants under the program, provided that the total redemption of qualifying loans does not exceed \$120,000, or the maximum amount authorized by the federal government, whichever is greater, either in State funds or the sum of federal, State, and other non-federal matching funds, pursuant to section 338I of the Public Health Service Act (42 U.S.C.s.254q-1), whichever is applicable.

"Executive director" means the executive director of the Higher Education Student Assistance Authority.

"Health professional shortage area" (HPSA) means an urban or rural area, a population group or a public or non-profit private medical or dental facility or other public facility which the Secretary of Health and Human Services determines has a health professional shortage pursuant to section 332 of the Public Health Service Act (42 U.S.C. s.254e).

"Primary care" means the practice of family medicine, general internal medicine, general pediatrics, general obstetrics, gynecology, pediatric dentistry, general dentistry, public health dentistry, and any other areas of medicine or dentistry which the Commissioner of Health and Senior Services may define as primary care. Primary care also includes the practice of a nurse-practitioner, certified nurse-midwife, and physician assistant.

"Primary care practitioner" means a State-licensed or certified health care professional who has obtained a degree in allopathic or osteopathic medicine, dentistry, or another primary care profession at an undergraduate institution of medical, dental, or other primary care professional education, as applicable.

"Program" means the Primary Care Practitioner Loan Redemption Program established pursuant to N.J.S.18A:71C-33.

"Program participant" means a primary care practitioner who contracts with the authority to engage in the clinical practice of primary care at an approved site in exchange for the redemption of eligible qualifying loan expenses provided under the program.

"Qualifying loan" means a government or commercial loan for the actual costs paid for tuition and reasonable education and living expenses relating to the obtaining of a degree in allopathic or osteopathic medicine, dentistry, or another primary care profession.

"State designated underserved area" means a geographic area in this State which has been ranked by the Commissioner of Health and Senior Services on the basis of health status and economic indicators as reflecting a medical or dental health professional shortage.

"Total and permanent disability" means a physical or mental disability that is expected to continue indefinitely or result in death and renders a participant in the program unable to perform that person's service obligation, as determined by the executive director or his designee.

"Undergraduate medical, dental, or other primary care professional education" means the period of time between entry into medical school, dental school, or other primary care professional training program and the award of a degree in allopathic or osteopathic medicine, dentistry, or another primary care profession, respectively.

47 (cf: P.L.2009, c.145, s.1)

- 1 94. N.J.S.18A:71C-35 is amended to read as follows:
- 2 18A:71C-35. The Commissioner of Health and Senior Services,
- 3 after consultation with the Commissioner of Corrections and the
- 4 Commissioner of Human Services, shall designate and establish a
- 5 ranking of State designated underserved areas. The criteria used by
- 6 the Commissioner of Health and Senior Services in designating
- 7 areas shall include, but not be limited to:
- 8 a. the financial resources of the population under 9 consideration, including the percentage of the population that is
- 9 consideration, including the percentage of the population that is 10 eligible for medical assistance pursuant to P.L.1968, c.413
- 11 (C.30:4D-1 et seq.) and P.L.2005, c.156 (C.30:4J-8 et seq.), and the
- percentage of the population that does not have health insurance
- 13 coverage;

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- b. the population's access to primary care services;
- 15 c. appropriate physician, dentist, or other primary care staffing
- 16 in State, county, municipal and private nonprofit health care
- 17 facilities and in clinics which are part of the extramural network of
- dental clinics established by the New Jersey Dental School of [the
- 19 University of Medicine and Dentistry of New Jersey Rutgers, The
- 20 State University; and
- d. the extent to which racial and ethnic disparities in health
- 22 care in a geographic area, including, but not limited to, disparities
- in the incidence of cancer, cardiovascular disease, stroke, chemical dependency, diabetes, asthma, homicide, suicide, accidental injury.
- dependency, diabetes, asthma, homicide, suicide, accidental injury, infant mortality, child immunization rates, HIV/AIDS, dental caries,
- and periodontal disease, indicate the need to increase access to
- 27 primary care services among racial and ethnic minority populations
- 27 primary care services uniong ruciar and elimic inmorthy population
- in that area.
- The Commissioner of Health and Senior Services shall transmit
- 30 the list of State designated underserved areas and the number of
- 31 positions needed in each area to the executive director or designee.
- 32 (cf: P.L. 2009, c.145, s.4)

- 34 95. Section 10 of P.L.2009, c. 145 (C.18A:71C-36.1) is amended
- 35 to read as follows:
- 36 10. a. A program participant, as a condition of participation, shall
- 37 be required to adhere to performance standards established by the
- 38 executive director or his designee and if the approved site is a clinic
- 39 which is part of the extramural network of dental clinics established
- 40 by the New Jersey Dental School of [the University of Medicine
- and Dentistry of New Jersey Rutgers, The State University the
- 42 program participant shall also meet performance standards set by
- 43 the New Jersey Dental School.
- 44 b. The standards shall include, but not be limited to, 45 requirements that a participant:
- 46 (1) maintain residency in the State;
- 47 (2) maintain a license or certification to practice a primary care
- 48 profession in the State;

- 1 (3) remain current with payments on student loans;
- 2 (4) enter into a mutually acceptable contract with an approved site;
  - (5) maintain satisfactory performance of services rendered at an approved site; and
  - (6) report to the authority or its designee, on a form and in a manner prescribed by the authority or its designee, on the program participant's performance of services rendered at an approved site prior to repayment of the annual amount eligible for redemption.

10 (cf: P.L.2009, c.145, s.10)

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96. N.J.S.18A:71C-38 is amended to read as follows:

18A:71C-38. Each program participant shall serve a six-month probationary period upon initial placement at an approved site. During that period, the primary care staff of the approved site, or in the case of a clinic which is part of the extramural network of dental clinics established by the New Jersey Dental School of [the University of Medicine and Dentistry of New Jersey Rutgers, The State University, the director of the clinics and the vice-dean of the dental school, together with the program participant and the executive director or his designee, shall evaluate the suitability of the placement for the program participant. At the end of the probationary period, the primary care staff shall recommend the continuation of the program participant's present placement, a change in placement, or its determination that the program participant is an unsuitable candidate for the program. If the primary care staff of the approved site recommends a change in placement, the executive director or a designee shall approve an alternate placement at an approved site. If the primary care staff determines that the program participant is not a suitable candidate for the program, the executive director or his designee shall take this recommendation into consideration in regard to the program participant's final acceptance into the program. No loan redemption payment shall be made during the six-month probationary period; however, a program participant shall receive credit for the sixmonth period in calculating the first year of required service under the loan redemption contract.

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(cf: P.L.2009, c.145, s.7)

18A:72A-3. As used in this act, the following words and terms shall have the following meanings, unless the context indicates or requires another or different meaning or intent:

97. N.J.S.18A:72A-3 is amended to read as follows:

"Authority" means the New Jersey Educational Facilities Authority created by this chapter or any board, body, commission, department or officer succeeding to the principal functions thereof or to whom the powers conferred upon the authority by this chapter shall be given by law;

1 "Bond" means bonds or notes of the authority issued pursuant to 2 this chapter;

"County college capital project" means any capital project of a county college certified pursuant to section 2 of P.L.1971, c.12 (C.18A:64A-22.2) and approved by the State Treasurer for funding pursuant to the "County College Capital Projects Fund Act," P.L.1997, c.360 (C.18A:72A-12.2 et seq.);

"Dormitory" means a housing unit with necessary and usual attendant and related facilities and equipment, and shall include a dormitory of a public or private school, or of a public or private institution of higher education;

"Educational facility" means a structure suitable for use as a dormitory, dining hall, student union, administration building, academic building, library, laboratory, research facility, classroom, athletic facility, health care facility, teaching hospital, and parking maintenance storage or utility facility and other structures or facilities related thereto or required or useful for the instruction of students or the conducting of research or the operation of an institution for higher education, and public libraries, and the necessary and usual attendant and related facilities and equipment, but shall not include any facility used or to be used for sectarian instruction or as a place for religious worship;

"Emerging needs program" means a program at one or more public or private institutions of higher education directed to meeting new and advanced technology needs or to supporting new academic programs in science and technology;

"Higher education equipment" means any property consisting of, or relating to, scientific, engineering, technical, computer, communications or instructional equipment;

"Participating college" means a public institution of higher education or private college which, pursuant to the provisions of this chapter, participates with the authority in undertaking the financing and construction or acquisition of a project;

"Project" means a dormitory or an educational facility or any combination thereof, or a county college capital project;

"Private college" means an institution for higher education other than a public college, situated within the State and which, by virtue of law or charter, is a nonprofit educational institution empowered to provide a program of education beyond the high school level;

"Private institution of higher education" means independent colleges or universities incorporated and located in New Jersey, which by virtue of law or character or license, are nonprofit educational institutions authorized to grant academic degrees and which provide a level of education which is equivalent to the education provided by the State's public institutions of higher education as attested by the receipt of and continuation of regional accreditation by the Middle States Association of Colleges and Schools, and which are eligible to receive State aid;

"Public institution of higher education" means Rutgers, The State
University, the State colleges, the New Jersey Institute of
Technology, [the University of Medicine and Dentistry of New
Jersey] Rowan University, the county colleges and any other public
university or college now or hereafter established or authorized by
law;

"School" means a secondary school, military school, or boarding school;

"University" means Rutgers, The State University.

(cf: P.L.2000, c.56, s.10)

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98. N.J.S.18A:72A-26 is amended to read as follows:

18A:72A-26. In order to provide new dormitories and to enable the construction and financing thereof, to refinance indebtedness hereafter created by the authority for the purpose of providing a dormitory or dormitories or additions or improvements thereto, or for any one or more of said purposes, but for no other purpose unless authorized by law, each of the following bodies shall have the powers hereafter enumerated to be exercised upon such terms and conditions, including the fixing of any consideration or rental to be paid or received, as it shall determine by resolution as to such property and each shall be subject to the performance of the duties hereafter enumerated, that is to say, the treasurer as to such as are located on land owned by the State or by the authority, the board of governors of the university, the board of trustees of the New Jersey Institute of Technology [or the University of Medicine and Dentistry of New Jersey or Rowan University, the board of trustees of a State college or the board of trustees of a county college as to such as are located on land owned by the university or by the particular college respectively, namely:

- a. The power to sell and to convey to the authority title in fee simple in any such land and any existing dormitories thereon owned by the State or owned by the board of trustees of a county college or the power to sell and to convey to the authority such title as the university or the college respectively may have in any such land and any existing dormitories thereon.
- b. The power to lease to the authority any land and any existing dormitories thereon so owned for a term or terms not exceeding 50 years each.
- c. The power to lease or sublease from the authority, and to make available, any such land and existing dormitories conveyed or leased to the authority under subsections a. and b. of this section, and any new dormitories erected upon such land or upon any other land owned by the authority, any rentals to be payable, as to the university or as to any such college from available funds other than moneys appropriated to it by the State.
- d. The power and duty, upon receipt of notice of any assignment by the authority of any lease or sublease made under subsection c.

of this section, or of any of its rights under any such lease or sublease, to recognize and give effect to such assignment, and to pay to the assignee thereof rentals or other payments then due or which may become due under any such lease or sublease which has been so assigned by the authority.

6 (cf: P.L.1994, c.48, s.238)

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99. N.J.S.18A:72A-27.1 is amended to read as follows:

9 18A:72A-27.1. In addition to the powers and duties with respect 10 to dormitories given under N.J.S.18A:72A-26 and 18A:72A-27 the 11 treasurer, the board of governors of the university, the board of 12 trustees of the New Jersey Institute of Technology, the board of 13 trustees of a State college, the board of trustees of Rowan 14 University, and the board of trustees of a county college [and the 15 board of trustees of the University of Medicine and Dentistry of New Jersey shall also have the same power and be subject to the 16 same duties in relation to any conveyance, lease or sublease made 17 18 under subsection a., b., or c. of section 18A:72A-26, with respect to 19 revenue producing facilities; that is to say, structures or facilities 20 which produce revenues sufficient to pay the rentals due and to 21 become due under any lease or sublease made under subsection c. 22 of section 18A:72A-26 including, without limitation, student unions 23 and parking facilities.

(cf: P.L.1994, c.48, s.239)

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26 100. Section 48 of P.L.2009, c.90 (C.18A:72A-82) is amended to read as follows:

48. As used in sections 48 and 49 of P.L.2009, c.90 (C.18A:72A-82 and C.18A:72A-83):

"Board" means the Local Finance Board established in the Division of Local Government Services in the Department of Community Affairs.

"Bonds" mean bonds, notes or other obligations issued to finance or refinance higher education projects by a municipality, or on behalf of a municipality by a county improvement authority created pursuant to the "county improvement authorities law," P.L.1960, c.183 (C.40:37A-44 et seq.).

"Higher education partnership agreement" means an agreement between a municipality and an institution of higher education providing for the issuance of bonds by the municipality, a county improvement authority or a redevelopment entity, and the pledge of payments by the institution of higher education to secure those bonds to finance a higher education project, or part thereof.

"Higher education project" means the establishment and construction of higher education buildings and the expansion and construction of additional facilities at, and the acquisition of additional and upgraded equipment for existing higher education buildings, including but not limited to the planning, erecting,

purchasing, improving, developing, constructing, reconstructing, extending, rehabilitating, renovating, upgrading, demolishing and equipping of facilities at institutions of higher education.

"Institution of higher education" means: Rutgers, The State 4 5 University; a State college or university established pursuant to chapter 64 of Title 18A of the New Jersey Statutes; the New Jersey 6 Institute of Technology; [the University of Medicine and Dentistry 7 8 of New Jersey Rowan University; a county college and any other 9 public university or college now or hereafter established or 10 authorized by State law; and any college or university incorporated 11 and located in New Jersey, which by virtue of law or character or 12 license is a nonprofit educational institution authorized to grant 13 academic degrees and which provides a level of education which is 14 equivalent to the education provided by the State's public 15 institutions of higher education, as attested by the receipt of and 16 continuation of regional accreditation by the Middle States 17 Association of Colleges and Schools, and which is eligible to 18 receive State aid under the provisions of the Constitution of the 19 United States and the Constitution of the State of New Jersey, but 20 does not include any educational institution dedicated primarily to 21 the education or training of ministers, priests, rabbis or other 22 professional persons in the field of religion.

"Municipality" means the municipal governing body or an entity acting on behalf of the municipality if permitted by the federal Internal Revenue Code of 1986, or, if a redevelopment agency or redevelopment entity is established in the municipality pursuant to P.L.1992, c.79 (C.40A:12A-1 et seq.) and the municipality so provides, the redevelopment agency or entity so established.

29 (cf: P.L.2009, c.90, s.48)

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- 31 101. Section 3 of P.L.1985, c.493 (C.18A:72H-3) is amended to read as follows:
  - 3. As used in this act:
  - a. "Auditorily impaired" means a hearing impairment of such severity that the individual depends primarily upon visual communication.
  - b. "Competent authority" means any doctor of medicine or any doctor of osteopathy licensed to practice medicine and surgery in this State.
    - c. (Deleted by amendment, P.L.1994, c.48).
  - d. "Eligible student" means any student "admitted to a public or independent institution of higher education who is" suffering from a visual impairment, auditory impairment or a specific learning disability within guidelines established by the Commission on Higher Education pursuant to regulations promulgated under this act.
- e. "Independent institution of higher education" means a college or university incorporated and located in New Jersey, which by

- 1 virtue of law or character or license is a nonprofit educational
- 2 institution authorized to grant academic degrees and which provides
- 3 a level of education which is equivalent to the education provided
- 4 by the State's public institutions of higher education, as attested by
- 5 the receipt of and continuation of regional accreditation by the
- 6 Middle States Association of Colleges and Schools, and which is
- 7 eligible to receive State aid under the provisions of the Constitution
- 8 of the United States and the Constitution of the State of New Jersey,
- 9 but does not include any educational institution dedicated primarily
- 10 to the education or training of ministers, priests, rabbis or other
- 11 professional persons in the field of religion.
  - f. "Learning disability" means a significant barrier to learning caused by a disorder in one or more of the basic psychological processes involved in understanding or in using language, spoken or written, which disorder may manifest itself in imperfect ability to listen, think, speak, read, write, spell, or do mathematical calculations. The disorder includes conditions such as perceptual handicap, brain injury, minimal brain dysfunction, dyslexia, and developmental aphasia. This term shall not include learning problems which are primarily the result of visual, hearing, or motor handicaps, mental retardation, emotional disturbances,
  - g. "Program" means the Higher Education Services for Visually Impaired, Auditorily Impaired and Learning Disabled Students Program established pursuant to this act.

environmental, cultural, or economic disadvantage.

- h. "Public institution of higher education" means Rutgers, The State University, the New Jersey Institute of Technology, [the University of Medicine and Dentistry of New Jersey Rowan University, the State colleges and the county colleges.
- 30 "Support services" or "supportive services" means services 31 that assist eligible students in obtaining a college education and include, but are not limited to, interpreters, note takers, and tutors. 32
- j. "Visually impaired" means a vision impairment where the better 33 34 eye with correction does not exceed 20/200 or where there is a field 35 defect in the better eye in which the diameter of the field is no 36 greater than 20 degrees.
- 37 (cf: P.L.1994, c.48, s.282)

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- 39 102. Section 2 of P.L.1987, c.183 (C.18A:72J-2) is amended to
- 40 read as follows: 2. There are created the Martin Luther King Physician-Dentist 41
- Scholarships which shall be maintained by the State and awarded 42
- 43 and administered pursuant to this act to students from
- 44 disadvantaged or minority backgrounds enrolled in the [University
- 45 of Medicine and Dentistry of New Jersey and the Fairleigh
- Dickinson Rutgers University School of Dentistry. 46
- 47 (cf: P.L.1987, c.183, s.2)

- 1 103. Section 2 of P.L.2007, c.172 (C.26:1A-36.7a) is amended to read as follows:
- 2. The Early Intervention Program in the Department of Health and Senior Services established pursuant to section 2 of P.L.1993, c.309 (C.26:1A-36.7) shall conduct activities to address the specific needs of children with autism spectrum disorders and their families. These activities shall include, but not be limited to, the following:
- developing, in consultation with autism experts and advocates, including, but not limited to, the Governor's Council for Medical Research and Treatment of Autism, Autism Speaks, The New Jersey Center for Outreach and Services for the Autism Community, The Autism Center of New Jersey Medical School at [the University of Medicine and Dentistry of New Jersey] Rutgers, The State University, the Statewide Parent Advocacy Network, Inc., and the New Jersey chapter of the American Academy of Pediatrics, guidelines for health care professionals to use in evaluating infants and toddlers living in the State for autism and to ensure the timely referral by health care professionals of infants and toddlers who are identified as having autism or suspected of being on the autism spectrum to the Early Intervention Program in order to provide appropriate services to those infants and toddlers as early as possible;
  - b. referring affected children who are identified as having autism or suspected of being on the autism spectrum and their families to schools and agencies, including community, consumer, and parent-based agencies, and organizations and other programs mandated by Part C of the "Individuals with Disabilities Education Act" (20 U.S.C. s.1431 et seq.), which offer programs specifically designed to meet the unique needs of children with autism;
  - c. collecting data on Statewide autism screening, diagnosis, and intervention programs and systems that can be used for applied research, program evaluation, and policy development; and
  - d. disseminating information on the medical care of individuals with autism to health care professionals and the general public. (cf. P.L.2007, c.172, s.2)

- 104. Section 23 of P.L.1972, c.29 (C.26:2I-23) is amended to read as follows:
- 23. In order to provide new health care organizations and to enable the construction and financing thereof, to refinance indebtedness hereafter created by the authority for the purpose of providing one or more health care organizations or additions or improvements thereto or modernization thereof or for any one or more of said purposes but for no other purpose unless authorized by law, each of the following bodies shall have the powers hereafter enumerated to be exercised upon such terms and conditions, including the fixing of fair consideration or rental to be paid or received, as it shall determine by resolution as to such property and

1 each shall be subject to the performance of the duties hereafter 2 enumerated, that is to say, the Department of Health and Senior 3 Services as to such as are located on land owned by, or owned by 4 the State and held for, any State institution or on lands of the 5 institutions under the jurisdiction of the Department of Health and 6 Senior Services or of the Department of Human Services, or by the 7 authority, the Commissioner of Human Services as to State 8 institutions operated by that department, the board of trustees or 9 governing body of any public health care organization, the board of Itrustees of the University of Medicine and Dentistry of New 10 11 Jersey governors of Rutgers, The State University, as to such as 12 are located on land owned by the university, or by the State for the 13 university, the State or by the particular public health care 14 organization, respectively, namely:

- The power to sell and to convey to the authority title in fee simple in any such land and any existing health care facility thereon owned by the State and held for any department thereof or of any of the institutions under the jurisdiction of the Department of Health and Senior Services or the power to sell and to convey to the authority such title as the State or the public health care organization, respectively, may have in any such land and any existing health care facility thereon.
- b. The power to lease to the authority any land and any existing health care facility thereon so owned for a term or terms not exceeding 50 years each.
- The power to lease or sublease from the authority, and to make available, any such land and existing health care facility conveyed or leased to the authority under subsections a. and b. of this section, and any new health care facility erected upon such land or upon any other land owned by the authority.
- d. The power and duty, upon receipt of notice of any assignment by the authority of any lease or sublease made under subsection c. of this section, or of any of its rights under any such lease or sublease, to recognize and give effect to such assignment, and to pay to the assignee thereof rentals or other payments then due or which may become due under any such lease or sublease which has been so assigned by the authority.

(cf: P.L.1997, c.435, s.9) 39

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105. Section 25 of P.L.1972, c.29 (C.26:2I-25) is amended to read as follows:

25. In addition to the powers and duties with respect to health care organizations given under sections 23 and 24 of P.L.1972, c.29 (C.26:2I-23 and C.26:2I-24, respectively), the board of trustees or governing body of any State institution or public health care organization and the board of [trustees of the University of Medicine and Dentistry of New Jersey governors of Rutgers, The State University shall also have the same powers and be subject to

- 1 the same duties in relation to any conveyance, lease or sublease
- 2 made under subsection a., b., or c. of section 24 of P.L.1972, c.29
- 3 (C.26:2I-24), with respect to revenue producing facilities; that is to
- 4 say, structures or facilities which produce revenues sufficient to pay
- 5 the rentals due and to become due under any lease or sublease made
- 6 under subsection c. of section 24 of P.L.1972, c.29 (C.26:2I-24),
- 7 including, without limitation, extended care and parking facilities.
- 8 (cf: P.L.1997, c.435, s.11)

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- 106. Section 27 of P.L.1972, c.29 (C.26:2I-27) is amended to read as follows:
- 27. To the extent not otherwise expressly provided under existing law, all powers and duties conferred upon any State institution or [the University of Medicine and Dentistry of New
- Jersey Rutgers, The State University or any county, city or
- municipal health care organization pursuant to this act shall be
- exercised and performed by resolution of its governing body and all
- 18 powers and duties conferred upon any of these health care
- organizations pursuant to this act shall be exercised and performed by resolution of its board of trustees or governing body.
- 21 (cf: P.L.1997, c.435, s.12)

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- 23 107. Section 1 of P.L. 1986, c.106 (C.26:2K-35) is amended to read as follows:
  - 1. As used in this act:
  - a. "Commissioner" means the Commissioner of the Department of Health and Senior Services.
  - b. "Dispatch" means the coordinated request for and dispatch of the emergency medical service helicopter response unit by a central communications center located in the service area, following protocols developed by the mobile intensive care hospital, the regional trauma or critical care center, the commissioner and the superintendent.
  - c. "Emergency medical service helicopter response unit" means a specially equipped hospital-based emergency medical service helicopter staffed by advanced life support personnel and operated for the provision of advanced life support services under the medical direction of a mobile intensive care program and the regional trauma or critical care center authorized by the commissioner.
  - d. "Emergency medical transportation" means the prehospital or interhospital transportation of an acutely ill or injured patient by a dedicated emergency medical service helicopter response unit operated, maintained and piloted by the Division of State Police of the Department of Law and Public Safety, pursuant to regulations adopted by the commissioner under chapter 40 of Title 8 of the New Jersey Administrative Code.

- e. "Medical direction" means the medical control and medical orders transmitted from the physician of the mobile intensive care hospital or from the physician at the regional trauma or critical care center to the staff of the helicopter. The mobile intensive care unit coordinating center and regional trauma or critical care center shall have the ability to cross patch and consult with each other as approved by the commissioner.
  - f. "Mobile intensive care hospital" means a hospital authorized by the commissioner to develop and maintain a mobile intensive care unit to provide advanced life support services in accordance with P.L.1984, c.146 (C.26:2K-7 et al.).
  - g. "Regional trauma center" means a State designated level one hospital-based trauma center equipped and staffed to provide emergency medical services to an accident or trauma victim, including, but not limited to, the level one trauma centers at [the University of Medicine and Dentistry of New Jersey-] University Hospital in Newark, known as the "Eric Munoz Trauma Center," and at the Cooper Hospital/University Medical Center in Camden.
  - h. "Critical care center" means a hospital authorized by the commissioner to provide regional critical care services, such as trauma, burn, spinal cord, cardiac, poison or neonatal care.
  - i. "Superintendent" means the Superintendent of the Division of State Police of the Department of Law and Public Safety.

(cf: P.L. 2010, c.80, s.1)

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- 108. Section 2 of P.L.1986, c.134 (C.26:2N-2) is amended to read as follows:
- 2. The commissioner shall prepare and make available to all health care providers in the State and parents and guardians, upon request, a pamphlet which explains the benefits and possible adverse reactions to immunizations for pertussis. This pamphlet may contain any information which the commissioner deems necessary and may be revised by the department whenever new information concerning these immunizations becomes available.
- 35 The pamphlet shall include the following information:
- a. A list of the immunizations required for admission to a public
   or private school in the State;
  - b. Specific information regarding the pertussis vaccine which includes:
  - (1) The circumstances under which pertussis vaccine should not be administered or should be delayed, including the categories of persons who are significantly more vulnerable to major adverse reactions than are members of the general population;
- 42 (2) Possible adverse reactions to pertussis vaccine and the early 45 warning signs or symptoms that may be precursors to a major 46 adverse reaction which, upon occurrence, should be brought to the 47 immediate attention of the health care provider who administered 48 the vaccine;

- (3) A form that the parent or guardian may use to monitor symptoms of a possible adverse reaction and which includes places where the parent or guardian can record information about the symptoms that will assist the health care provider; and
  - (4) Measures that a parent or guardian should take to reduce the risk of, or to respond to, a major adverse reaction including identification of who should be notified of the reaction and when the notification should be made.
- 9 The commissioner shall prepare the pamphlet in consultation with the Medical Society of New Jersey [and the University of Medicine 10 11 and Dentistry of New Jersey] and shall adopt by regulation the information contained in the pamphlet, pursuant to the 12 13 "Administrative Procedure Act," P.L. 1968, c. 410 (C. 52:14B-1 et 14
- 15 (cf: P.L.1986, c.134, s.2)

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- 17 109. Section 2 of P.L.1999, c.66 (C.26:2U-2) is amended to read 18 as follows:
- 2. The Department of Health and Senior Services, in 19 consultation with the New Jersey Chronic Fatigue Syndrome 20 21 Association, Inc., and the Academy of Medicine of New Jersey 22 [and the University of Medicine and Dentistry of New Jersey], 23 shall prepare and make available to all health care providers in the 24 State, upon request, a manual which provides information about the 25 clinical significance, diagnosis and treatment of chronic fatigue 26 syndrome. The manual may contain any other information which 27 the Commissioner of Health and Senior Services deems necessary 28 and may be revised by the department whenever new information 29 about chronic fatigue syndrome becomes available. The department 30 shall publicize and make available the manual to the maximum
- extent possible. 32 (cf: P.L.1999, c.66, s.2)

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- 110. Section 4 of P.L.1984, c.126 (C.26:5C-4) is amended to 34 35 read as follows:
- 36 4. [The University of Medicine and Dentistry of New Jersey] Rutgers, The State University shall, in coordination with the State 37 38 Department of Health and Senior Services, serve as a resource 39 center and may offer diagnostic procedures, medical treatment, 40 counseling, as well as any other services that may be necessary to 41 assist AIDS victims and their families.

42 (cf: P.L.1984, c.126, s.4) 43

- 44 111. Section 115 of P.L.2008, c.29 (C.26:2NN-1) is amended to 45 read as follows:
- 46 115. a. The Department of Health and Senior Services shall 47 maintain a toll-free information "Law Enforcement Officer Crisis 48 Intervention Services" telephone hotline on a 24-hour basis.

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The hotline shall receive and respond to calls from law enforcement officers and sheriff's officers who have been involved in any event or incident which has produced personal or job-related depression, anxiety, stress, or other psychological or emotional tension, trauma, or disorder for the officer and officers who have been wounded in the line of duty. The operators of the hotline shall seek to identify those officers who should be referred to further debriefing and counseling services, and to provide such referrals. In the case of wounded officers, those services may include peer counseling, diffusing, debriefing, group therapy and individual therapy as part of a coordinated assistance program, to be known as the "Blue Heart Law Enforcement Assistance Program," designed and implemented by the [University of Medicine and Dentistry of New Jersey's University Behavioral Healthcare Unit of Rutgers, The State University.

- b. The operators of the hotline shall be trained by the Department of Health and Senior Services and, to the greatest extent possible, shall be persons, who by experience or education, are: (1) familiar with post trauma disorders and the emotional and psychological tensions, depressions, and anxieties unique to law enforcement officers and sheriff's officers; or (2) trained to provide counseling services involving marriage and family life, substance abuse, personal stress management and other emotional or psychological disorders or conditions which may be likely to adversely affect the personal and professional well-being of a law enforcement officer and a sheriff's officer.
- c. To ensure the integrity of the telephone hotline and to encourage officers to utilize it, the commissioner shall provide for the confidentiality of the names of the officers calling, the information discussed by that officer and the operator, and any referrals for further debriefing or counseling; provided, however, the commissioner may, by rule and regulation, (1) establish guidelines providing for the tracking of any officer who exhibits a severe emotional or psychological disorder or condition which the operator handling the call reasonably believes might result in harm to the officer or others and (2) establish a confidential registry of wounded New Jersey law enforcement officers.

  (cf: P.L.2008, c.29, s.115)

- 112. Section 10 of P.L.2011, c.210 (C.26:5B-6) is amended to read as follows:
- 10. a. The Department of Health and Senior Services, in consultation with the Medical Society of New Jersey and [the [University of Medicine and Dentistry of New Jersey] Rutgers, The State University, shall prepare, and make available on its Internet website, information in English and Spanish, which is designed to be easily understandable by the general public, about the genetic risk factors associated with, and the symptoms and

treatment of, sickle cell anemia, in addition to any other information that the Commissioner of Health and Senior Services deems necessary for the purposes of this act. The department shall revise this information whenever new information about sickle cell anemia becomes available.

b. The department shall prepare an informational booklet in English and Spanish that contains the information posted on its website pursuant to subsection a. of this section, as funds become available for that purpose. The department shall make a supply of booklets available to all licensed health care facilities engaged in the diagnosis or treatment of sickle cell anemia, as well as to health care professionals, community health centers, members of the public, and social services agencies upon their request.

(cf: P.L.2011, c.210, s.10)

- 113. Section 2 of P.L.2005, c.379 (C.34:11-56.59) is amended to read as follows:
  - 2. As used in this act:

"Commissioner" means the Commissioner of Labor and Workforce Development or the commissioner's duly authorized representatives.

"Building services" means any cleaning or building maintenance work, including but not limited to sweeping, vacuuming, floor cleaning, cleaning of rest rooms, collecting refuse or trash, window cleaning, engineering, securing, patrolling, or other work in connection with the care, securing, or maintenance of an existing building, except that "building services" shall not include any maintenance work or other public work for which a contractor is required to pay the "prevailing wage" as defined in section 2 of P.L.1963, c.150 (C.34:11-56.26).

"Leased by the State" means that not less than 55% of the property or premises is leased by the State, provided that the portion of the property or premises that is leased by the State measures more than 20,000 square feet.

"Prevailing wage for building services "means the wage and benefit rates designated by the commissioner based on the determinations made by the General Services Administration pursuant to the federal "Service Contract Act of 1965" (41 U.S.C. s.351 et seq.), for the appropriate localities and classifications of building service employees.

"The State" means the State of New Jersey and all of its departments, bureaus, boards, commissions, agencies and instrumentalities, including any State institutions of higher education, but does not include political subdivisions.

"State institutions of higher education," means Rutgers, The State University of New Jersey [, the University of Medicine and Dentistry of New Jersey] Rowan University, and the New Jersey Institute of Technology, and any of the State colleges or universities

1 established pursuant to chapter 64 of Title 18A of the New Jersey

- 2 Statutes, but does not include any county college established
- 3 pursuant to chapter 64A of Title 18A of the New Jersey Statutes.
- 4 (cf: P.L.2005, c.379, s.2)

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- 6 114. Section 1 of P.L.2011, c.116 (C.38A:13-10) is amended to read as follows:
- 1. a. The Legislature finds and declares that the Department of 8 9 Military and Veterans' Affairs, in conjunction with [the University of Medicine and Dentistry Rutgers, The State University of New 10 11 Jersey, has established a veteran to veteran peer support program 12 telephone helpline. The helpline receives and responds to calls 13 from veterans, servicemembers, and their families. It provides them 14 with access to a comprehensive mental health provider network of 15 mental health professionals specializing in post traumatic stress 16 disorder and other veterans issues. All services are free and
- confidential.
  b. Since its inception, the helpline has fielded over 6,000 calls
  from veterans and their families and based on prior statistics, a 10%
  - from veterans and their families and based on prior statistics, a 10% increase in calls has been projected.

    c. The helpline is funded through an allocation from a State
  - appropriation for post traumatic stress disorder. It is appropriate that the helpline have a separate annual appropriation.
- 24 (cf: P.L.2011, c.116, s.1)

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- 26 115. Section 2 of P.L.2011, c.116 (C.38A:13-11) is amended to read as follows:
  - 2. a. The Department of Military and Veterans' Affairs shall establish, in coordination with University Behavioral HealthCare of [the University of Medicine and Dentistry] Rutgers, The State University of New Jersey, a toll free veteran to veteran peer support helpline.
  - b. The helpline shall be accessible 24 hours a day seven days per week and shall respond to calls from veterans, servicemembers and their families. The operators of the helpline shall seek to identify the veterans, servicemembers and their families who should be referred to further peer support and counseling services, and provide referrals.
  - c. The operators of the helpline shall be trained by University Behavioral Healthcare of [the University of Medicine and Dentistry] Rutgers, The State University of New Jersey and, to the greatest extent possible, shall be trained veterans or mental health professionals with military service expertise and (1) familiar with post traumatic stress disorder, traumatic brain injury and the emotional and psychological tensions, depressions, and anxieties unique to veterans, servicemembers, and their families or (2) trained to provide counseling services involving marriage and

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- 1 family life, substance abuse, personal stress management and other 2 emotional or psychological disorders or conditions which may be 3 likely to adversely affect the personal and service related well-being 4 of veterans, servicemembers, and their families.
- 5 d. The Department of Military and Veterans' Affairs and [the 6 University of Medicine and Dentistry Rutgers, The State 7 University of New Jersey shall provide for the confidentiality of the 8 names of the persons calling, the information discussed, and any 9 referrals for further peer support or counseling; provided, however, 10 the Department of Military and Veterans' Affairs and [the 11 University of Medicine and Dentistry Rutgers, The State University of New Jersey may establish guidelines providing for the 12 tracking of any person who exhibits a severe emotional or 13 psychological disorder or condition which the operator handling the 14
- 17 (cf: P.L.2011, c.116, s.2)

servicemember or any other person.

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19 116. Section 3 of P.L.2011, c.116 (C.38A:13-12) is amended to 20 read as follows:

call reasonably believes might result in harm to the veteran or

- 21 3. University Behavioral Healthcare of the University of 22 Medicine and Dentistry Rutgers, The State University of New 23 Jersey shall maintain a list of credentialed military-oriented 24 behavioral healthcare providers throughout the State of New Jersey. 25 Case management services shall also be provided to ensure that 26 veterans, servicemembers, and their families receive ongoing 27 counseling throughout all pre and post deployment events in New 28 Jersey. The continuum of services shall utilize the National Yellow 29 Ribbon guidelines while providing ongoing peer support 30 customized for each branch of military service.
- 31 (cf: P.L.2011, c.116, s.3)

- 33 117. Section 4 of P.L.2011, c.116 (C.38A:13-13) is amended to 34 read as follows:
- 35 4. In establishing the helpline authorized under the provisions 36 of section 2 of this act, P.L.2011, c.116 (C.38A:13-11) the Adjutant 37 General of the Department of Military and Veterans' Affairs and 38 University Behavioral Healthcare of [the University of Medicine 39 and Dentistry Rutgers, The State University of New Jersey shall 40 consult on a quarterly basis with the New Jersey Division of Mental 41 Health Services within the Department of Human Services, the
- United States Department of Veterans' Affairs, the New Jersey 42
- 43 Veterans Healthcare Network, at least two New Jersey Veteran
- 44 Centers, and at least two State recognized veteran groups.
- 45 (cf: P.L.2011, c.116, s.4)

1 118. Section 25 of P.L1954, c.84 (C.43:15A-25) is amended to 2 read as follows:

- 25. a. The annuity savings fund shall be the fund in which shall be credited accumulated deductions and contributions by members or on their behalf to provide for their allowances. A single account shall be established in this fund for each person who is or shall become a member and all contributions deducted from each such member's compensation shall be credited to this single account.
- b. (1) Members enrolled in the retirement system on or after July 1, 1994 shall contribute 5% of compensation to the system. Members enrolled in the system prior to July 1, 1994 shall contribute 5% of compensation to the system effective with the payroll period for which the beginning date is closest to July 1, 1995, provided, however, that any member enrolled before July 1, 1994, whose full contribution rate under the system prior to the revisions by this act was less than 6%, shall pay 4% of compensation to the system effective with the payroll period for which the beginning date is closest to July 1, 1995, and 5% of compensation to the system effective with the payroll period for which the beginning date is closest to July 1, 1996.
  - (2) Members enrolled in the retirement system on or after July 1, 2007 who are:
  - employees of the State, other than employees of the Judicial Branch;
  - employees of an independent State authority, board, commission, corporation, agency or organization;
  - employees of a local school district, regional school district, county vocational school district, county special services school district, jointure commission, educational services commission, State-operated school district, charter school, county college, any officer, board, or commission under the authority of the Commissioner of Education or of the State Board of Education, and any other public entity which is established pursuant to authority provided by Title 18A of the New Jersey Statutes; or
  - employees of a State public institution of higher education [, other than employees of the University of Medicine and Dentistry of New Jersey] shall contribute 5.5% of compensation to the system, and all such members described above enrolled in the system prior to July 1, 2007 shall contribute 5.5% of compensation to the system effective with the payroll period for which the beginning date is closest to July 1, 2007.
- Members enrolled in the retirement system on or after July 1, 2008, other than those described in the paragraph above, shall contribute 5.5% of compensation to the system. Members enrolled in the system prior to July 1, 2008, other than those described in the paragraph above, shall contribute 5.5% of compensation to the system effective with the payroll period that begins immediately after July 1, 2008.

- (3) Members of the retirement system shall contribute 6.5% of compensation to the system on and after the effective date of P.L.2011, c.78, with an additional contribution of 1% to be phased in in equal increments over a period of seven years commencing with the first year following that effective date.
- c. The retirement system shall certify to each State department or subdivision thereof, and to each branch of the State service not included in a State department, and to every other employer, the proportion of each member's compensation to be deducted and to facilitate the making of deductions the retirement system may modify the deduction required by a member by such an amount as shall not exceed 1/10 of 1% of the compensation upon the basis of which the deduction is to be made.

If payment in full, representing the monthly or biweekly transmittal and report of salary deductions, is not made within 15 days of the due date established by the retirement system, interest at the rate of 6% per annum shall commence to run against the total transmittal of salary deductions for the period on the first day after such fifteenth day.

d. Every employee to whom this act applies shall be deemed to consent and agree to any deduction from his compensation required by this act and to all other provisions of this act. Notwithstanding any other law, rule or regulation affecting the salary, pay, compensation, other perquisites, or tenure of a person to whom this act applies, or shall apply, and notwithstanding that the minimum salary, pay, or compensation or other perquisites provided by law for him shall be reduced thereby, payment, less such deductions, shall be a full and complete discharge and acquittance of all claims and demands for service rendered by him during the period covered by such payment.

31 (cf: P.L.2011, c.78, s.10)

- 33 119. Section 3 of P.L.1948, c.110 (C.43:21-27) is amended to read as follows:
  - 3. As used in this act, unless the context clearly requires otherwise:
- (a) (1) "Covered employer" means, with respect to whether an employer is required to provide benefits during an employee's own disability pursuant to P.L.1948, c.110 (C.43:21-25 et al.), any individual or type of organization, including any partnership, association, trust, estate, joint-stock company, insurance company or corporation, whether domestic or foreign, or the receiver, trustee in bankruptcy, trustee or successor thereof, or the legal representative of a deceased person, who is an employer subject to the "unemployment compensation law" (R.S.43:21-1 et seq.), except the State, its political subdivisions, and any instrumentality of the State unless such governmental entity elects to become a covered employer pursuant to paragraph (2) of this subsection (a);

provided, however, that commencing with the effective date of this act, the State of New Jersey, including Rutgers, The State University [, the University of Medicine and Dentistry of New Jersey] and the New Jersey Institute of Technology, shall be deemed a covered employer, as defined herein.

6 "Covered employer" means, after June 30, 2009, with respect to 7 whether the employer is an employer whose employees are eligible 8 for benefits during periods of family temporary disability leave 9 pursuant to P.L.1948, c.110 (C.43:21-25 et al.), and, after December 10 31, 2008, whether employees of the employer are required to make 11 contributions pursuant to R.S.43:21-7(d)(1)(G)(ii), any individual 12 or type of organization, including any partnership, association, 13 trust, estate, joint-stock company, insurance company or domestic 14 or foreign corporation, or the receiver, trustee in bankruptcy, trustee 15 or successor thereof, or the legal representative of a deceased 16 person, who is an employer subject to the "unemployment 17 compensation law" (R.S.43:21-1 et including seq.), 18 governmental entity or instrumentality which is an employer under 19 R.S.43:21-19(h)(5), notwithstanding that the governmental entity or 20 instrumentality has not elected to be a covered employer pursuant to 21 paragraph (2) of this subsection (a). 22

(2) Any governmental entity or instrumentality which is an employer under R.S.43:21-19(h)(5) may, with respect to the provision of benefits during an employee's own disability pursuant to P.L.1948, c.110 (C.43:21-25 et al.), elect to become a "covered employer" under this subsection beginning with the date on which its coverage under R.S.43:21-19(h)(5) begins or as of January 1 of any year thereafter by filing written notice of such election with the division within at least 30 days of the effective date. Such election shall remain in effect for at least two full calendar years and may be terminated as of January 1 of any year thereafter by filing with the division a written notice of termination at least 30 days prior to the termination date.

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(b) (1) "Covered individual" means, with respect to whether an individual is eligible for benefits during an individual's own disability pursuant to P.L.1948, c.110 (C.43:21-25 et al.), any person who is in employment, as defined in the "unemployment compensation law" (R.S.43:21-1 et seq.), for which the individual is entitled to remuneration from a covered employer, or who has been out of such employment for less than two weeks, except that a "covered individual" who is employed by the State of New Jersey, including Rutgers, The State University [, the University of Medicine and Dentistry of New Jersey and ] or the New Jersey Institute of Technology, or by any governmental entity or instrumentality which elects to become a "covered employer" pursuant to this amendatory act, shall not be eligible to receive any benefits under the "Temporary Disability Benefits Law" until such individual has exhausted all sick leave accumulated as an employee

in the classified service of the State or accumulated under terms and conditions similar to classified employees or accumulated under the terms and conditions pursuant to the laws of this State or as the result of a negotiated contract with any governmental entity or instrumentality which elects to become a "covered employer."

"Covered individual" shall not mean, with respect to whether an individual is eligible for benefits during an individual's own disability pursuant to P.L.1948, c.110 (C.43:21-25 et al.), any member of the Division of State Police in the Department of Law and Public Safety.

- (2) "Covered individual" means, with respect to whether an individual is eligible for benefits during the individual's period of family temporary disability leave pursuant to P.L.1948, c.110 (C.43:21-25 et al.), any individual who is in employment, as defined in the "unemployment compensation law" (R.S.43:21-1 et seq.), for which the individual is entitled to remuneration from a covered employer, or who has been out of that employment for less than two weeks.
- (c) "Division" or "commission" means the Division of Temporary Disability Insurance of the Department of Labor and Workforce Development, and any transaction or exercise of authority by the director of the division shall be deemed to be performed by the division.
- (d) "Day" shall mean a full calendar day beginning and ending at midnight.
- (e) "Disability" shall mean such disability as is compensable under section 5 of P.L.1948, c.110 (C.43:21-29).
- (f) "Disability benefits" shall mean any cash payments which are payable to a covered individual for all or part of a period of disability pursuant to P.L.1948, c.110 (C.43:21-25 et al.).
- (g) "Period of disability" with respect to any covered individual shall mean:
- (1) The entire period of time during which the covered individual is continuously and totally unable to perform the duties of the covered individual's employment because of the covered individual's own disability, except that two periods of disability due to the same or related cause or condition and separated by a period of not more than 14 days shall be considered as one continuous period of disability; provided the individual has earned wages during such 14-day period with the employer who was the individual's last employer immediately preceding the first period of disability; and
- (2) On or after July 1, 2009, the entire period of family temporary disability leave taken from employment by the covered individual.
- 46 (h) "Wages" shall mean all compensation payable by covered 47 employers to covered individuals for personal services, including

1 commissions and bonuses and the cash value of all compensation 2 payable in any medium other than cash.

- (i) (1) (Deleted by amendment, P.L.2001, c.17).
- (2) (Deleted by amendment, P.L.2001, c.17).

- (3) "Base week" with respect to periods of disability commencing on or after October 1, 1985 and before January 1, 2001, means any calendar week during which a covered individual earned in employment from a covered employer remuneration equal to not less than 20% of the Statewide average weekly wage determined under subsection (c) of R.S.43:21-3, which shall be adjusted to the next higher multiple of \$1.00 if not already a multiple thereof.
- (4) "Base week" with respect to periods of disability commencing on or after January 1, 2001, means any calendar week of a covered individual's base year during which the covered individual earned in employment from a covered employer remuneration not less than an amount 20 times the minimum wage in effect pursuant to section 5 of P.L.1966, c.113 (C.34:11-56a4) on October 1 of the calendar year preceding the calendar year in which the benefit year commences, which amount shall be adjusted to the next higher multiple of \$1.00 if not already a multiple thereof, except that if in any calendar week an individual subject to this paragraph is in employment with more than one employer, the covered individual may in that calendar week establish a base week with respect to each of the employers from whom the covered individual earns remuneration equal to not less than the amount defined in this paragraph during that week.
- (j) (1) "Average weekly wage" means the amount derived by dividing a covered individual's total wages earned from the individual's most recent covered employer during the base weeks in the eight calendar weeks immediately preceding the calendar week in which a period of disability commenced, by the number of such base weeks.
- (2) If the computation in paragraph (1) of this subsection (j) yields a result which is less than the individual's average weekly earnings in employment with all covered employers during the base weeks in such eight calendar weeks, then the average weekly wage shall be computed on the basis of earnings from all covered employers during the base weeks in the eight calendar weeks immediately preceding the week in which the period of disability commenced.
- (3) For periods of disability commencing on or after July 1, 2009, if the computations in paragraphs (1) and (2) of this subsection (j) both yield a result which is less than the individual's average weekly earnings in employment with all covered employers during the base weeks in the 26 calendar weeks immediately preceding the week in which the period of disability commenced, then the average weekly wage shall, upon a written request to the

department by the individual on a form provided by the department,

2 be computed by the department on the basis of earnings from all

3 covered employers of the individual during the base weeks in those

4 26 calendar weeks, and, in the case of a claim for benefits from a

private plan, that computation of the average weekly wage shall be

provided by the department to the individual and the individual's

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When determining the "average weekly wage" with respect to a period of family temporary disability leave for an individual who has a period of family temporary disability immediately after the individual has a period of disability for the individual's own disability, the period of disability is deemed to have commenced at the beginning of the period of disability for the individual's own disability, not the period of family temporary disability.

- (k) "Child" means a biological, adopted, or foster child, stepchild or legal ward of a covered individual, child of a domestic partner of the covered individual, or child of a civil union partner of the covered individual, who is less than 19 years of age or is 19 years of age or older but incapable of self-care because of mental or physical impairment.
- (l) "Domestic partner" means a domestic partner as defined in section 3 of P.L.2003, c.246 (C.26:8A-3).
- (m) "Civil union" means a civil union as defined in section 2 of P.L.2006, c.103 (C.37:1-29).
- (n) "Family member" means a child, spouse, domestic partner, civil union partner or parent of a covered individual.
- (o) "Family temporary disability leave" means leave taken by a covered individual from work with an employer to (1) participate in the providing of care, as defined in the "Family Leave Act," P.L.1989, c.261 (C.34:11B-1 et seq.) and regulations adopted
- P.L.1989, c.261 (C.34:11B-1 et seq.) and regulations adopted pursuant to that act, for a family member of the individual made
- necessary by a serious health condition of the family member; or (2)
- 33 be with a child during the first 12 months after the child's birth, if
- 34 the individual, or the domestic partner or civil union partner of the
- individual, is a biological parent of the child, or the first 12 months after the placement of the child for adoption with the individual.
- 37 "Family temporary disability leave" does not include any period of
- 38 time in which a covered individual is paid benefits pursuant to
- 39 P.L.1948, c.110 (C.43:21-25 et al.) because the individual is unable
- to perform the duties of the individual's employment due to the individual's own disability.
  - (p) "Health care provider" means a health care provider as defined in the "Family Leave Act," P.L.1989, c.261 (C.34:11B-1 et seq.), and any regulations adopted pursuant to that act.
- (q) "Parent of a covered individual" means a biological parent, foster parent, adoptive parent, or stepparent of the covered individual or a person who was a legal guardian of the covered individual when the covered individual was a child.

- (r) "Placement for adoption" means the time when a covered individual adopts a child or becomes responsible for a child pending adoption by the covered individual.
- (s) "Serious health condition" means an illness, injury, impairment or physical or mental condition which requires: inpatient care in a hospital, hospice, or residential medical care facility; or continuing medical treatment or continuing supervision by a health care provider.
- (t) "12-month period" means, with respect to an individual who establishes a valid claim for disability benefits during a period of family temporary disability leave, the 365 consecutive days that begin with the first day that the individual first establishes the claim.

14 (cf: P.L.2008, c.17, s.2)

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- 120. Section 22 of P.L.1948, c.110 (C.43:21-46) is amended to read as follows:
- 17 18 State disability benefits fund. (a) The State disability 19 benefits fund, hereinafter referred to as the fund, is hereby 20 established. The fund shall remain in the custody of the State Treasurer, and to the extent of its cash requirements shall be 21 22 deposited in authorized public depositories in the State of New 23 Jersey. There shall be deposited in and credited to the fund the 24 amount of worker and employer contributions provided under 25 subparagraph (G) of paragraph (1) of subsection (d) of R.S.43:21-7 26 and subsection (e) of R.S.43:21-7, less refunds authorized by the 27 chapter (R.S.43:21-1 et seq.) to which this act is a supplement, and 28 the entire amount of interest and earnings from investments of the 29 fund, and all assessments, fines and penalties collected under this 30 act. The fund shall be held in trust for the payment of disability 31 benefits pursuant to this act, for the payment of benefits pursuant to 32 subsection (f) of R.S. 43:21-4, and for the payment of any authorized refunds of contributions. All warrants for the payment 33 34 of benefits shall be issued by and bear only the signature of the 35 Director of the Division of Unemployment and Temporary 36 Disability Insurance or his duly authorized agent for that purpose. 37 All other moneys withdrawn from the fund shall be upon warrant 38 signed by the State Treasurer and countersigned by the Director of 39 the Division of Unemployment and Temporary Disability Insurance 40 of the Department of Labor of the State of New Jersey. 41 Treasurer shall maintain books, records and accounts for the fund, 42 appoint personnel and fix their compensation within the limits of 43 available appropriations. The expenses of the Treasurer in 44 administering the fund and its accounts shall be charged against the administration account, as hereinafter established. 45 46 account, to be known as the administration account, shall be 47 maintained in the fund, and there shall be credited to such account 48 an amount determined to be sufficient for proper administration, not

to exceed, however, 1/10 of 1% of the wages with respect to which current contributions are payable into the fund, and the entire amount of any assessments against covered employers, as hereinafter provided, for costs of administration prorated among approved private plans. The costs of administration of this act, including R.S.43:21-4(f), shall be charged to the administration account.

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(b) A further separate account, to be known as the unemployment disability account, shall be maintained in the fund. Such account shall be charged with all benefit payments under R.S.43:21-4(f).

Prior to July 1 of each calendar year, the Division of Unemployment and Temporary Disability Insurance of the Department of Labor of the State of New Jersey shall determine the average rate of interest and other earnings on all investments of the State disability benefits fund for the preceding calendar year. An amount equal to the sum of the amounts withdrawn from the unemployment trust fund pursuant to section 23 hereof multiplied by such average rate shall be determined by the division and credited to the unemployment disability account as of the end of the preceding calendar year.

If the unemployment disability account shall show an accumulated deficit in excess of \$200,000.00 at the end of any calendar year after interest and other earnings have been credited as provided hereinabove, the division shall determine the ratio of such deficit to the total of all taxable wages paid during the preceding calendar year, and shall make an assessment against all employers in an amount equal to the taxable wages paid by them during such preceding calendar year to employees, multiplied by such ratio, but in no event shall any such assessment exceed 1/10 or 1% of such wages; provided, however, that the assessment made against the State (including Rutgers, The State University [, the University of Medicine and Dentistry of New Jersey and the New Jersey Institute of Technology) shall not exceed the sum of all benefits paid under the provisions of R.S.43:21-4(f) as the result of employment with the State. Such amounts shall be collectible by the division in the same manner as provided for the collection of employee contributions under this chapter (R.S.43:21-1 et seq.). In making this assessment, the division shall furnish to each affected employer a brief summary of the determination thereof. amount of such assessments collected by the division shall be credited to the unemployment disability account.

As used in this section, "taxable wages" shall mean wages with respect to which employer contributions have been paid or are payable pursuant to subsections (a), (b) and (c) of R.S.43:21-7.

(c) A board of trustees, consisting of the State Treasurer, the Secretary of State, the Commissioner of Labor and Industry, the director of the division, and the State Comptroller, is hereby created. The board shall invest and reinvest all moneys in the fund

- in excess of its cash requirements, and such investments shall be made in obligations legal for savings banks; provided, however, that the provisions of this subsection shall in all respects be subject to the provisions of P.L.1950, c.270 (C.52:18A-79 et seq.).
  - (d) There is hereby appropriated, to be paid out of the fund, such amounts as may from time to time be required for the payment of disability benefits, and such amounts as may be required each year, as contained in the annual appropriation act, for the administration of this act, including R.S.43:21-4(f).

10 (cf: P.L.1994, c.112, s.3)

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- 12 121. Section 2 of P.L.1999, c.201 (C.52:9E-2) is amended to read as follows:
  - 2. As used in this act:

(cf: P.L.1999, c.201, s.2)

- a. "Approved research project" means a peer reviewed scientific research project, which is approved by the commission and which focuses on the treatment and cure of spinal cord injuries and diseases that damage the spinal cord.
- b. "Commission" means the New Jersey Commission onSpinal Cord Research established pursuant to this act.
  - c. "Institutional support services" means all services, facilities, equipment, personnel and expenditures associated with the creation and maintenance of approved research projects.
- 24 "Qualifying research institution" means [the University of 25 Medicine and Dentistry of New Jersey; Rutgers, The State 26 University; Princeton University; the Kessler Medical 27 Rehabilitation Research and Education Corporation; the Coriell Institute for Medical Research; and any other research institution in 28 29 the State approved by the commission.

- 32 122. Section 3 of P.L.1999, c.201 (C.52:9E-3) is amended to read as follows:
- 3. a. There is established in the Executive Branch of the State government, the New Jersey Commission on Spinal Cord Research.

  For the purposes of complying with the provisions of Article V,

  Section IV, paragraph 1 of the New Jersey Constitution, the commission is allocated within the Department of Health and
- 39 Senior Services, but notwithstanding that allocation, the commission shall be independent of any supervision or control by
- 41 the department or by any board or officer thereof.
- b. The commission shall consist of [11] 10 members, including the Commissioner of Health and Senior Services, or his designee, who shall serve ex officio; [one representative of the University of Medicine and Dentistry of New Jersey;] one representative of Rutgers, The State University; one representative of the federally designated Spinal Cord Injury Model System; one

representative from the American Paralysis Association; and six public members who are residents of the State knowledgeable about spinal cord injuries and who include at least one physician licensed in this State and at least one person with a spinal cord injury. The members shall be appointed by the Governor with the advice and consent of the Senate.

c. The term of office of each appointed member shall be three years, but of the members first appointed, three shall be appointed for a term of one year, four for terms of two years, and three for terms of three years. All vacancies shall be filled for the balances of the unexpired terms in the same manner as the original appointments. Appointed members are eligible for reappointment upon the expiration of their terms. A member shall continue to serve upon the expiration of his term until a successor is appointed.

The members of the commission shall not receive compensation for their services, but shall be reimbursed for the actual and necessary expenses incurred in the performance of their duties as members of the commission.

(cf: P.L.1999, c.201, s.3)

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- 123. Section 2 of P.L.2003, c.200 (C.52:9EE-2) is amended to read as follows:
  - 2. As used in this act:

"Approved research project" means a scientific research project, which is approved by the commission and which focuses on the treatment and cure of brain injuries.

"Commission" means the New Jersey State Commission on Brain Injury Research established pursuant to this act.

"Institutional support services" means all services, facilities, equipment, personnel and expenditures associated with the creation and maintenance of approved research projects.

"Qualifying research institution" means [the University of Medicine and Dentistry of New Jersey and ] Rutgers, The State University of New Jersey and any other institution approved by the commission, which is conducting an approved research project.

36 (cf: P.L.2003, c.200, s.2)

- 38 124. Section 3 of P.L.2003, c.200 (C.52:9EE-3) is amended to read as follows:
- 40 3. a. There is established in the Executive Branch of the State 41 government, the New Jersey State Commission on Brain Injury Research. For the purposes of complying with the provisions of 42 43 Article V, Section IV, paragraph 1 of the New Jersey Constitution, 44 the commission is allocated within the Department of Health and 45 Services, but notwithstanding that allocation, 46 commission shall be independent of any supervision or control by
- 47 the department or by any board or officer thereof.

- The commission shall consist of [11] 10 members, including the Commissioner of Health and Senior Services, or his designee, who shall serve ex officio; [one representative of the University of Medicine and Dentistry of New Jersey;] one representative of Rutgers, The State University of New Jersey; six public members, appointed by the Governor with the advice and consent of the Senate, one of whom shall be a licensed physician in this State and one of whom shall be a person with a brain injury; and two public members, one of whom shall be appointed by the President of the Senate and one of whom shall be appointed by the Speaker of the General Assembly. All public members shall be residents of the State or otherwise associated with the State, and shall be known for their knowledge, competence, experience or interest in brain injury medical research.
  - c. The term of office of each public member shall be three years, but of the members first appointed, three shall be appointed for terms of one year, three for terms of two years, and two for terms of three years. All vacancies shall be filled for the balances of the unexpired terms in the same manner as the original appointments. Appointed members are eligible for reappointment upon the expiration of their terms. A member shall continue to serve upon the expiration of his term until a successor is appointed.

The members of the commission shall not receive compensation for their services, but shall be reimbursed for the actual and necessary expenses incurred in the performance of their duties as members of the commission.

(cf: P.L.2003, c.200, s.3)

125. Section 3 of P.L.1983, c.6 (C.52:9U-3) is amended to read as follows:

- 3. As used in this act:
- a. "Approved research project" means a scientific research project, which is approved by the commission and which focuses on the genetic, biochemical, viral, microbiological and environmental causes of cancer, and may include, but is not limited to, behavioral, socio-economic, demographic and psychosocial research or research into methods of clinical treatment; or which focuses on pain management and palliative care for persons diagnosed with cancer.
- b. "Commission" means the New Jersey State Commission on Cancer Research established pursuant to this act.
- c. "Institutional support services" means all services, facilities, equipment, personnel and expenditures associated with the creation and maintenance of approved research projects.
- d. "Qualifying research institution" means the Institute for Medical Research in Camden, New Jersey, [the University of Medicine and Dentistry of New Jersey,] Rutgers--The State University, Princeton University and any other institution approved

by the commission, which is conducting an approved research project.

3 (cf: P.L.2000, c.63, s.1)

- 126. Section 2 of P.L.2008, c.85 (C.52:16A-100) is amended to read as follows:
- 2. a. The Ellis Island Advisory Commission is hereby created and established in the Executive Branch of the State Government. For the purposes of complying with the provisions of Article V, Section IV, paragraph 1, of the New Jersey Constitution, the commission is allocated within the Department of State.

The commission shall consist of [20] 19 voting members, as follows:

- (1) a representative of the Governor's office, the Secretary of State or a designee, the State Treasurer or a designee, the Attorney General or a designee, the Commissioner of Environmental Protection or a designee, the Commissioner of Education or a designee, the Executive Director of the New Jersey Commerce Commission or a designee, the Commissioner of Health and Senior Services or a designee, the Commissioner of Transportation or a designee, the New Jersey State representative of the National Trust for Historic Preservation or a designee, and the President of Save Ellis Island, Inc. or a designee, each serving ex officio;
- (2) four members of the Legislature, of whom one shall be appointed by the Senate President, one by the Senate Minority Leader, one by the Speaker of the General Assembly and one by the Minority Leader of the General Assembly. Legislators appointed to the commission shall serve as members thereof for terms coextensive with their respective terms as members of the Houses of the Legislature from which they were appointed; and
- (3) [five] four members shall be appointed by the Governor, with the advice and consent of the Senate, of whom one shall be a representative of Rutgers, the State University of New Jersey, chosen with expertise in immigration issues, [and one shall be a representative of the University of Medicine and Dentistry of New Jersey, chosen with expertise in public health issues,] and three shall be members of the public, chosen with due regard for their knowledge of the role of Ellis Island in American history, including one member with expertise in the hospitality industry and one member with expertise in the development industry. No public members shall hold elective office.
- b. Each public member of the commission shall serve for a term of three years, except that of the initial members so appointed: one member shall serve for one year, two members shall serve for two years, and two members shall serve for three years. Public members shall be eligible for reappointment. They shall serve until their successors are appointed and qualified, and the term of any successor of any incumbent shall be calculated from the expiration

- 1 of the term of that incumbent. A vacancy occurring other than by 2 expiration of the term shall be filled in the same manner as the 3 original appointment but for the unexpired term only. Public members may be removed by the Governor for cause. 4
  - The members of the commission shall serve without compensation but shall be reimbursed for necessary expenses incurred in the performance of their duties subject to the availability of funds.
  - d. The Secretary of State, or a designee, shall serve as chair, and the members of the commission shall elect annually one of the public members to serve as vice-chair. The chair may appoint a secretary, who need not be a member of the commission. The presence of a majority of the full membership of the commission shall be required for the conduct of official business.
  - e. The commission shall meet at the call of the chair. The commission shall hold at least two meetings annually which shall be held at the State capitol and at such other times and places as the commission may deem expedient, including on Ellis Island.
- 19 (cf: P.L.2008, c.85, s.2)

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- 127. Section 12 of P.L.1978, c.39 (C.52:18A-174) is amended to read as follows:
- 12. Subject to the independent approval of the State Treasurer, the board may authorize the transfer of funds necessary to permit individuals employed at the University of Medicine and Dentistry of New Jersey, I the New Jersey Institute of Technology, Rutgers, The State University, Rowan University, and any other agency, authority, commission, or instrumentality of State government which has an independent corporate existence, to participate in the
- 31 (cf: P.L.1985, c.449, s.1)

- 33 128. Section 1 of P.L.1959, c.40 (C.52:27B-56.1) is amended to 34 read as follows:
- 35 1. The Director of the Division of Purchase and Property may, 36 by joint action, purchase any articles used or needed by the State 37 and the Palisades Interstate Park Commission, the New Jersey 38 Highway Authority, the New Jersey Turnpike Authority, the 39 Delaware River Joint Toll Bridge Commission, the Port Authority 40 of New York and New Jersey, the South Jersey Port Corporation,
- 41 the Passaic Valley Sewerage Commission, the Delaware River Port
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- Authority, Rutgers, The State University, [the University of
- 43 Medicine and Dentistry of New Jersey Rowan University, the
- New Jersey Sports and Exposition Authority, the New Jersey 44
- 45 Housing Finance Agency, the New Jersey Mortgage Finance Authority, the New Jersey Health Care Facilities Financing 46
- 47 Authority, the New Jersey Education Facilities Authority, the New
- Jersey Economic Development Authority, the South Jersey 48

- 1 Transportation Authority, the Hackensack Meadowlands
- 2 Development Commission, the New Jersey Water Supply
- 3 Authority, the Higher Education Student Assistance Authority or
- any other agency, commission, board, authority or other such 4
- 5 governmental entity which is established and is allocated to a State
- 6 department or any bi-state governmental entity of which the State of
- 7 New Jersey is a member.
- 8 (cf: P.L.1999, c.440, s.89)

- 10 129. Section 2 of P.L.2005, c.373 (C.52:27C-97) is amended to 11 read as follows:
- 12 2. The Foundation for Technology Advancement shall be 13 governed by a [23-member] 22-member board of trustees who are 14 appointed as follows:
- 15 a. The Executive Director of the New Jersey Commerce Commission; the Executive Director of the New Jersey Economic 16 17 Development Authority; the Executive Director of the New Jersey
- 18 Commission on Science and Technology; and the Chief Technology
- 19 Officer in the Office of Information Technology; or their designees,
- 20 all of whom shall serve ex officio;
- 21 b. A faculty member appointed by the president of each of the 22 following academic institutions: The New Jersey Institute of Technology; Rutgers, the State University; [The University of
- 23
- Medicine and Dentistry of New Jersey; I and Princeton University, 24 25 all of whom shall serve ex officio; and
- 26 c. Fifteen public members appointed by the Governor as
- 27 follows: a representative of each of the following organizations: the 28 New Jersey Technology Council, the Biotechnology Council of
- 29 New Jersey, the Forum for Academicians, Scientists and
- 30 Technologists of New Jersey, the Strengthening the Mid-Atlantic
- 31 Region for Tomorrow States Organization, the New Jersey Business
- 32 and Industry Association, the Commerce and Industry Association
- 33 of New Jersey, the New Jersey State Chamber of Commerce, the
- 34 New Jersey Tooling and Manufacturing Association, the Research
- 35 and Development Council of New Jersey, the American Electronics
- 36 New Jersey/Pennsylvania Council,
- 37 representative employed by a corporation from each of the
- 38 following industry sectors: pharmaceuticals, financial services,
- 39 advanced technology, information technology, and nanotechnology.
- 40 Of the public members first appointed, four shall serve for a term 41 of two years, four for a term of three years, four for a term of four 42 years, and three for a term of five years.
- 43 Members appointed thereafter shall serve five-year terms, and
- 44 any vacancy shall be filled by appointment for the unexpired term
- 45 only. A member is eligible for reappointment. Vacancies in the
- 46 membership of the foundation shall be filled in the same manner as
- 47 the original appointments were made.

The members shall elect a chair and vice chair from the membership of the board of trustees.

(cf: P.L.2007, c.253, s.38)

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- 130. Section 5 of P.L.2001, c.154 (C.58:10B-17.1) is amended to read as follows:
- 5. a. (1) Except where a limitations provision expressly and specifically applies to actions commenced by the State or where a longer limitations period would otherwise apply, and subject to any statutory provisions or common law rules extending limitations periods, any civil action concerning the remediation of a contaminated site or the closure of a sanitary landfill facility commenced by the State pursuant to the State's environmental laws shall be commenced within three years next after the cause of action shall have accrued.
- (2) For purposes of determining whether a civil action subject to the limitations periods specified in paragraph (1) of this subsection has been commenced within time, no cause of action shall be deemed to have accrued prior to January 1, 2002 or until the contaminated site is remediated or the sanitary landfill has been properly closed, whichever is later.
- b. (1) Except where a limitations provision expressly and specifically applies to actions commenced by the State or where a longer limitations period would otherwise apply, and subject to any statutory provisions or common law rules extending limitations periods, any civil action concerning the payment of compensation for damage to, or loss of, natural resources due to the discharge of a hazardous substance, commenced by the State pursuant to the State's environmental laws, shall be commenced within five years and six months next after the cause of action shall have accrued.
- (2) For purposes of determining whether a civil action subject to the limitations periods specified in paragraph (1) of this subsection has been commenced within time, no cause of action shall be deemed to have accrued prior to January 1, 2002 or until the completion of the remedial action for the entire contaminated site or the entire sanitary landfill facility, whichever is later.
  - c. As used in this section:
- 37 38 "State's environmental laws" means the "Spill Compensation and 39 Control Act," P.L.1976, c.141 (C.58:10-23.11 et seq.), the "Water 40 Pollution Control Act," P.L.1977, c.74 (C.58:10A-1 et seq.), 41 P.L.1986, c.102 (C.58:10A-21 et seq.), the "Brownfield and 42 Contaminated Site Remediation Act," P.L.1997, c.278 (C.58:10B-43 1.1 et al.), the "Industrial Site Recovery Act," P.L.1983, c.330 44 (C.13:1K-6 et al.), the "Solid Waste Management Act," P.L.1970, 45 c.39 (C.13:1E-1 et seq.), the "Comprehensive Regulated Medical 46 Waste Management Act," P.L.1989, c.34 (C.13:1E-48.1 et seq.), the "Major Hazardous Waste Facilities Siting Act," P.L.1981, c.279 47 48 (C.13:1E-49 et seq.), the "Sanitary Landfill Facility Closure and

- 1 Contingency Fund Act," P.L.1981, c.306 (C.13:1E-100 et seq.), the
- 2 "Regional Low-Level Radioactive Waste Disposal Facility Siting
- 3 Act," P.L.1987, c.333 (C.13:1E-177 et seq.), or any other law or
- 4 regulation by which the State may compel a person to perform
- 5 remediation activities on contaminated property; and
- "State" means the State, its political subdivisions, any office, department, division, bureau, board, commission or agency of the State or one of its political subdivisions, and any public authority or public agency, including, but not limited to, the New Jersey Transit Corporation [and the University of Medicine and Dentistry of New Jersey].
  - d. Nothing in the amendatory provisions to this section adopted pursuant to P.L.2009, c.60 (C.58:10C-1 et al.) shall extend a limitations period that has expired prior to the date of enactment of P.L.2009, c.60 (C.58:10C-1 et al.).
- 16 (cf: P.L.2009, c.60, s.50)

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- 131. Section 8 of P.L.2001, c.246 (App.A:9-71) is amended to read as follows:
- 8. a. There is established in the Department of Law and Public Safety the Domestic Security Preparedness Planning Group, which shall assist the task force in performing its duties under this act. In cooperation with the task force, the planning group shall develop and provide to the task force, for consideration, a coordinated plan to be included in the State Emergency Operations Plan to prepare for, respond to, mitigate and recover from incidents of terrorism.
- 26 27 b. The members of the planning group shall include the Director of the New Jersey Office of Emergency Management, the 28 29 Adjutant General of Military and Veterans' Affairs or his designee, 30 the Commissioner of Agriculture or his designee, the Commissioner 31 of Community Affairs or his designee, the Commissioner of 32 Corrections or his designee, the Commissioner of Environmental 33 Protection or his designee, the Commissioner of Health and Senior 34 Services or his designee, the Commissioner of Human Services, or 35 his designee, the Commissioner of Transportation or his designee, 36 the Executive Director of the New Jersey Transit Corporation or his 37 designee, the State Treasurer or his designee, the New Jersey State Medical Examiner or his designee, [a representative of the 38 39 University of Medicine and Dentistry of New Jersey, I the President 40 of the Board of Public Utilities or his designee, a representative of 41 the New Jersey County Emergency Management Coordinators 42 Association, a representative of the New Jersey State Fire Chiefs 43 Association, and a representative of the New Jersey State Police 44 Chiefs Association. The planning group may include, to the extent 45 such individuals may be made available for such purpose, a

representative of the Federal Emergency Management Agency, a

representative of the Federal Bureau of Investigation, a

representative of the American Red Cross, and a representative of

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1 such other charitable groups as may be appropriate. The 2 chairperson of the task force shall appoint the chair and vice chair 3 of the planning group. 4 (cf: P.L.2001, c.246, s.8) 5 6 132. The following sections are repealed: 7 P.L.1970, c.102 (C.18A:64G-1 et seq.); 8 Sections 3, 6, 19, 20, 21, and 22 of P.L.1981, c.325 (C.18A:64G-9 18A:64G-4.1, 18A:64G-3.3, 18A:64G-3.4, 18A:64G-3.5, 10 18A:64G-3.6); 11 Sections 1, 7, and 8 of P.L.1992, c.84 (C.18A:64G-3.8, 12 18A:64G-3.9, and 18A:64G-3.); Section 4 of P.L.2006, c.95 (C.18A:64G-6.2); and 13 14 Section 1 of P.L.1979, c.1 (C.18A:64G-20.1). 15 16 133. This act shall take effect on the 180th day after the date of 17 enactment, but anticipatory administrative action may be taken in advance of the operative date as shall be necessary for the 18 19 implementation of this act. 20 21 **STATEMENT** 22 23 This bill, the "New Jersey Medical and Health Sciences 24 Education Restructuring Act," implements numerous changes to the 25

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State's public system of higher education.

The bill transfers all schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey, other than the School of Osteopathic Medicine, to Rutgers, The State University. The bill provides for the appropriate transfer of: facilities; appropriations, grants and other moneys available to the transferred entities; employees of; and all files, books, papers, records, equipment, and other property of the transferred entities to Rutgers, The State University. The bill provides that all orders, rules or regulations made or promulgated by the schools, institutes, and centers, or by the University of Medicine and Dentistry of New Jersey on their behalf, will be continued with full force and effect as the orders, rules and regulations of Rutgers, The State University until amended or repealed pursuant to law. The bill further provides that the bill will not affect any actions or proceedings, civil or criminal, brought by or against the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey.

The bill provides that all debts of the University of Medicine and Dentistry associated with the schools, institutes, and centers will be transferred to Rutgers, The State University.

This bill also transfers the School of Osteopathic Medicine of the University of Medicine and Dentistry of New Jersey to Rowan The bill provides for the appropriate transfer of: facilities; appropriations, grants and other moneys available to the

- 1 school; employees of; and all files, books, papers, records,
- 2 equipment, and other property of the school to Rowan University.
- 3 The bill provides that all orders, rules or regulations made or
- 4 promulgated by the school, or by the University of Medicine and
- 5 Dentistry of New Jersey on its behalf, will be continued with full
- 6 force and effect as the orders, rules and regulations of Rowan
- 7 University until amended or repealed pursuant to law. The bill 8 further provides that the bill will not affect any actions or
- 9 proceedings, civil or criminal, brought by or against the School of
- 10 Osteopathic Medicine.

The bill provides that all debts of the University of Medicine and Dentistry of New Jersey associated with the School of Osteopathic

13 Medicine will be transferred to Rowan University.

The bill provides protections for University of Medicine and Dentistry of New Jersey employees with regard to pension rights, health benefits, collective bargaining, and civil service status if any, as well as the tenure, rank, or academic track of any person holding a faculty position, who may be transferred to, or otherwise become employees of, Rutgers, The State University or Rowan University as a result of a reorganization pursuant or subsequent to the bill. The employees, upon transfer to a new entity, are to retain any accrued seniority, rank, and tenure, which are to be applied when determining eligibility for all benefits, including all paid leave time, longevity increases, and promotions.

The bill designates University Hospital as the principal teaching hospital of New Jersey Medical School, but stipulates that University Hospital is to be treated and accounted for as a separate legal entity from the university, and prohibits its assets, liabilities, and funds from being consolidated or commingled with those of the university.

The bill requires that all monies allocated to the University of Medicine and Dentistry of New Jersey for the use of University Hospital, regardless of their source, and which remain unexpended on the effective date of the bill, be transferred to the hospital, and that all appropriations intended for the use of University Hospital, on or after the effective date of the bill, be made directly to the hospital.

The bill establishes a nine-member board, to be designated as the University Hospital Community Oversight Board, which is responsible for ensuring community access to services provided at University Hospital. The membership of the board is comprised of: (1) four ex officio members, including the President of Rutgers University; and the Chief Executive Officer, Chief Financial Officer, and Chief Medical Officer of University Hospital; and (2) five public members, including two representatives of organized labor appointed by the heads of labor unions that represent persons employed at University Hospital and three persons with one each appointed by the Governor with the advice and consent of the

Senate, the President of the Senate, and the Speaker of the General Assembly. The board is to meet at such times and places as it designates, and University Hospital is to provide such staff support to the board as it deems necessary to carry out its duties.

The bill provides protections for University Hospital officers and employees with regard to pension rights, health benefits, collective bargaining, and civil service status if any, as well as the tenure, rank, or academic track of any person holding a faculty position that is associated with University Hospital, who may be transferred to, or otherwise become employees of, a new entity as a result of a restructuring or reorganization pursuant or subsequent to the bill. The employees, upon transfer to a new entity, are to retain any accrued seniority, rank, and tenure, which are to be applied when determining eligibility for all benefits, including all paid leave time, longevity increases, and promotions.

The bill requires that University Hospital obtain approval from the Superior Court of New Jersey prior to entering into a transaction that results in the acquisition of the hospital, and satisfy the requirements of the "Community Health Care Assets Protection Act," P.L.2000, c.143 (C.26:2H-7.10 et seq.), to the maximum extent to which those provisions are determined applicable by the Attorney General, in consultation with the Commissioner of Health and Senior Services.

The bill adds three nonvoting, ex-officio members to the University Hospital Board of Directors, as follows: the Dean of New Jersey Medical School, the Dean of New Jersey Dental School; and the Commissioner of Health and Senior Services. In addition, the bill revises the existing membership of the board of directors by replacing the four ex-officio members of the University Hospital Board of Trustees with four public members appointed by the Governor, with the advice and consent of the Senate, in addition to the five public members of the board of directors who are already appointed in that manner. A person who is a member of the board of directors on the effective date of the bill would, however, be permitted to serve for the balance of the term for which that person was appointed.

This bill establishes new governance structures for Rutgers University-Newark and Rutgers University-Camden. Under the bill's provisions, a board of governors is established at Rutgers University –Newark. The membership of the board will include the chancellor of Rutgers University-Newark, two members appointed by the board of governors of Rutgers University from among its members, one member appointed by the board of trustees of Rutgers University from among its members, and four members who are residents of the northern counties of the State appointed by the Governor. The campus board of governors will have authority to: maintain a separate debt service account for Rutgers University-Newark; propose capital projects and bonding for Rutgers

1 University-Newark to the board of governors of Rutgers University;

propose an annual budget for Rutgers University-Newark to the

3 board of governors of Rutgers University; recommend new

4 academic programs and degree requirements for Rutgers

University-Newark to the board of governors of Rutgers University;

6 and recommend candidates for promotion and tenure at Rutgers

University-Newark to the board of governors of Rutgers University.

Under the bill's provisions, a campus board of trustees is established at Rutgers University-Camden. The membership of the board will include the chancellor of Rutgers University-Camden, two members appointed by the board of governors of Rutgers University from among its members, one member appointed by the board of trustees of Rutgers University from among its members, and four members who are residents of the southern counties of the

State appointed by the Governor.

The campus board of trustees of Rutgers University-Camden trustees will have authority similar to that of the board of governors of the university, such as setting tuition and fees, disbursing funds appropriated to each of those campuses, preparing an annual budget, planning for capital projects, and entering into contracts for the construction of such projects. However, the board of governors of Rutgers University will determine standards for the establishment and evaluation of academic programs, standards for the award of degrees, and standards for the promotion and award of tenure to faculty.

Under the bill's provisions, the board of governors of Rutgers University will continue to hold title to the property and assets located on Rutgers University-Camden. However, the board of governors will enter into a 99-year lease agreement with the campus board of trustees under which the board of governors will have no responsibility or control over the property and assets. Under the lease agreements, the board of trustees of Rutgers University-Camden will make an annual payment of \$1 and will also pay any debt service associated with the facilities and properties located on the campus. At the end of the lease agreement Rutgers University-Camden will have the option to purchase the property at fair market value.

The Rutgers University board of governors and the Rutgers University-Camden board of trustees will also enter into an agreement in regard to participation of the campus in the central administrative services and systems provided by Rutgers University, such as the library system and information technology systems.

The bill establishes the Joint Rowan University-Rutgers Camden Board of Governors. Under the bill, the authorities granted to the boards of trustees at Rutgers University-Camden and Rowan University will be subject to the approval of the joint board. In addition, the bill authorizes the joint board to: approve or

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- disapprove of any decision of the board of trustees of Rowan University or the board of trustees of Rutgers University-Camden; determine policies for the organization, administration, and development of curriculum and programs of Rowan University and Rutgers University-Camden, including dual degree programs and partnerships between the institutions; make joint faculty appointments to Rowan University and Rutgers University-Camden; determine policies for the shared utilization of each institution's resources including housing, student affairs, and security; provide curricular oversight of joint programs of Rowan University and Rutgers University-Camden; and develop plans and policies for the operation and governance of health science facilities, including policies concerning the development and financing of capital
  - Under the bill, Rowan University is established as a public research university along with Rutgers, The State University and the New Jersey Institute of Technology. Currently, Rowan University is one of nine State colleges organized pursuant to chapter 64 of Title 18A of the New Jersey Statutes.

improvements or expansions of health science facilities

Under this bill, the current board of trustees of Rowan University is continued. The board of trustees is given authority similar to that of the boards of the other public research universities in the State, including the authority to participate as the general partner or as a limited partner, either directly or through a subsidiary corporation created by the university, in limited partnerships, general partnerships, or joint ventures engaged in the development, manufacture, or marketing of products, technology, scientific information or health care services.

### ASSEMBLY BUDGET COMMITTEE

### STATEMENT TO

### ASSEMBLY, No. 3102

with committee amendments

### STATE OF NEW JERSEY

**DATED: JUNE 25, 2012** 

The Assembly Budget Committee reports favorably Assembly Bill No. 3102, with committee amendments.

As amended, the bill, designated as the "New Jersey Medical and Health Sciences Education Restructuring Act," implements numerous changes to the State's public system of higher education.

As amended, the bill transfers all schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey (UMDNJ), other than the School of Osteopathic Medicine, the entire Stratford campus, the remaining facilities in Camden, and University Hospital, to Rutgers, The State University. The bill provides that all debts of UMDNJ associated with the schools, institutes, and centers will be transferred to Rutgers, The State University.

This bill also transfers the School of Osteopathic Medicine, the entire Stratford Campus, and the remaining facilities in Camden of the University of Medicine and Dentistry of New Jersey to Rowan University. The bill provides that all debts of UMDNJ incurred in the operation and administration of the School of Osteopathic Medicine and debt specifically and directly related to the real and personal property being transferred in Stratford will be transferred to Rowan University.

The bill provides protections for all employees of University Hospital and the institutions of higher education that may be impacted by the bill, including employees of UMDNJ, Rutgers University-Newark, Rutgers University-Camden, and Rowan University with regard to pension rights, health benefits, collective bargaining, and civil service status, as well as the tenure, contract tenure, rank, or academic track of any person holding a faculty position. The employees, upon transfer to a new entity, are to retain any accrued seniority, rank, and tenure, which are to be applied when determining eligibility for all benefits, including all paid leave time, longevity increases, and promotions.

The bill provides that UMDNJ employees will continue to be represented by the majority representative that represented them on the bill's effective date, unless they choose to change their representative pursuant to law. The bill provides that Rutgers, The State University,

Rowan University, and University Hospital must assume all obligations under existing or expired collective negotiations agreements that covered employees of UMDNJ on the bill's effective date for the employees who are transferred to those institutions. The bill further provides that employees in an existing UMDNJ negotiations unit who are transferred to or become employees of Rutgers, The State University, Rowan University, or University Hospital will be deemed to constitute an appropriate collective negotiations unit under the "New Jersey Employer-Employee Relations Act." The bill stipulates that there will be no layoff on and between the enactment date of the bill and July 1, 2014 of any employee represented by a majority representative, who is employed on the bill's enactment date, at UMDNJ, Rutgers, The State University, or Rowan University as a result of any reorganization, restructuring, transfer, or acquisition of any school, facility, hospital, entity, function, or operation of those institutions that occurs pursuant to or as a result of the bill's implementation.

The bill provides that a Labor Management Committee (LMC) must be established within 60 days of the bill's effective date. The LMC will be comprised of one representative from each of the majority representatives representing employees of Rutgers, The State University and UMDNJ and representatives of the administration of Rutgers, The State University. The LMC will review all proposed restructuring and reorganization plans and will make recommendations to the board of governors of Rutgers, The State University regarding personnel and labor relations related to the proposed plans.

The bill designates University Hospital as the principal teaching hospital of New Jersey Medical School and New Jersey Dental School and any other Newark-based medical education program, but stipulates that University Hospital is to be treated and accounted for as a separate non-profit legal entity from Rutgers, The State University, and prohibits its assets, liabilities, and funds from being consolidated or commingled with those of Rutgers, The State University.

The bill requires that all monies allocated to UMDNJ for the use of University Hospital, regardless of their source, and which remain unexpended on the effective date of the bill, be transferred to the hospital, and that all appropriations intended for the use of University Hospital, on or after the effective date of the bill, be made directly to the hospital. The amount of State funding provided to University Hospital must be sufficient to maintain the level of community services provided to University Hospital on the bill's effective date. The bill also provides, that to the maximum extent possible and consistent with applicable law, the State will assist University Hospital in the refinancing of that portion of the debt of UMDNJ attributable to University Hospital.

The bill establishes a nine-member advisory board, to be designated as the University Hospital Community Oversight Board.

The purpose of the board is to ensure that the mission of the hospital and the intent of the "Newark Agreements" are upheld.

The bill requires that University Hospital obtain approval from the Superior Court of New Jersey prior to entering into a transaction that results in the acquisition of the hospital, and satisfy the requirements of the "Community Health Care Assets Protection Act," P.L.2000, c.143 (C.26:2H-7.10 et seq.). The bill establishes criteria to be considered by the Attorney General when making a determination that a proposed acquisition is in the public interest. The bill also provides that prior to entering into a contract with a nonprofit corporation for the management or operation of University Hospital, the Department of Health and Senior Services will review and approve such contracts. The bill establishes criteria for such review and approval.

The bill adds four, ex-officio members to the University Hospital Board of Directors, as follows: the Dean of New Jersey Medical School, the Dean of New Jersey Dental School, the President of Rutgers, The State University or a designee, and the Chancellor of the School of Biomedical and Health Sciences of Rutgers University. In addition, the bill revises the existing membership of the board of directors by replacing the four ex-officio members of the University Hospital Board of Trustees with two public members appointed by the Governor, with the advice and consent of the Senate, in addition to the five public members of the board of directors who are already appointed in that manner. A person who is a member of the board of directors on the effective date of the bill would, however, be permitted to serve for the balance of the term for which that person was appointed.

The bill revises the membership of the board of governors of Rutgers, The State University. The bill increases the membership of the board from 11 to 15 voting members by: increasing the number of members appointed by the Governor from six to seven; and providing for the appointment of one other member by the Governor upon the joint recommendation of the President of the Senate and the Speaker of the General Assembly which member must be a resident of Essex County. The bill also increases the number of members of the board of trustees of Rutgers University who serve on the board of governors from five to seven and provides that one such member must be a resident of Essex County.

The bill directs the president of Rutgers, The State University, in consultation with the campus advisory board, to appoint a chancellor for Rutgers University-New Brunswick, who may not be the president. The chancellor of Rutgers University-New Brunswick will have direct responsibility for the management of Rutgers University-New Brunswick. The bill similarly establishes the position of chancellor at Rutgers University-Newark with management responsibility for that campus.

Under the bill's provisions, a campus advisory board is established at both Rutgers University-Newark and Rutgers University-New Brunswick. Each of the campus advisory boards will consist of 11 members including: the chancellor of the respective campus; the member of the board of governors of Rutgers, The State University who is appointed by the university board of trustees, and who is a resident of Essex County in the case of the Rutgers University-Newark advisory board and a resident of Middlesex County in the case of the Rutgers University-New Brunswick advisory board; two faculty members one of whom is appointed by the faculty union and one of whom is elected by the Faculty Council of the respective campus; one member of the administration appointed by the chancellor of the respective campus; one staff member selected from among the staff unions; two student representatives appointed by the respective student government associations; and three members of the local community two of whom will be selected by the Office of Community Affairs from among community organizations with one of these members being a campus alumnus, and one of whom will be selected by the mayors of the respective cities. The campus advisory board will: advise the president and the board of governors of Rutgers University on the selection of the chancellor for the campus; propose capital projects and bonding for Rutgers University-Newark to the board of governors of Rutgers University; and propose an annual budget for Rutgers University-Newark to the board of governors of Rutgers University.

The bill provides that the schools, institutes, and centers of UMDNJ that are being transferred to Rutgers University will comprise a university-wide School of Biomedical and Health Sciences. The school will also include the Rutgers University School of Nursing, the Ernest Mario School of Pharmacy, the Institute of Health, Health Policy, and Aging Research, and the University Behavioral Healthcare.

Under the bill's provisions, a campus board of trustees is established at Rutgers University-Camden. The membership of the board will include the chancellor of Rutgers University-Camden, two members appointed by the board of governors of Rutgers, The State University from among its members, one member appointed by the board of trustees of Rutgers University from among its members, and four members who are residents of the southern counties of the State appointed by the Governor.

The campus board of trustees of Rutgers University-Camden will have authority similar to that of the board of governors of Rutgers University, such as setting tuition and fees, disbursing appropriated funds, preparing an annual budget, planning for capital projects, and entering into contracts for the construction of such projects. However, the board of governors of Rutgers University will determine standards for the establishment and evaluation of academic programs, standards

for the award of degrees, and standards for the promotion and award of tenure to faculty. In the event that the board of trustees of Rutgers University-Camden takes any action that would violate these standards, then it would no longer be able to use the designation "Rutgers."

The bill directs the board of governors of Rutgers, The State University to enter into a lease, use and occupancy, or other utilization agreement with the board of trustees of Rutgers University-Camden for a term of 99 years under which Rutgers University-Camden will be permitted to use and occupy all property and assets real or personal constituting the Rutgers University-Camden campus. However the property and assets subject to the utilization agreement will remain the property of Rutgers, The State University, but Rutgers will have no responsibility or control over the property and assets during the term of the agreement. There will be a payment of \$1 per year made by Rutgers University-Camden to the board of governors of Rutgers University, as well as the payment of the allocable portion of debt service on bonds, notes, or other obligations issued by Rutgers University directly related to the facilities and property of Rutgers At the end of the term of the utilization University-Camden. agreement, Rutgers University-Camden will have the option to purchase the property at fair market value.

The Rutgers University board of governors and the Rutgers University-Camden board of trustees will also enter into an agreement in regard to participation of the campus in the central administrative services and systems provided by Rutgers University, such as the library system and information technology systems.

The bill establishes the Rowan University-Rutgers Camden Board of Governors. Under the bill, the authorities granted to the boards of trustees at Rutgers University-Camden and Rowan University will be subject to the approval of the board. In addition, the bill authorizes the board to: approve or disapprove of any decision of the board of trustees of Rowan University or the board of trustees of Rutgers University-Camden; determine policies for the organization, administration, and development of curriculum and programs of Rowan University and Rutgers University-Camden, including dual degree programs and partnerships between the institutions; make joint faculty appointments to Rowan University and Rutgers University-Camden; determine policies for the shared utilization of each institution's resources including housing, student affairs, and security; provide curricular oversight of joint programs of Rowan University and Rutgers University-Camden; and develop plans and policies for the operation and governance of health science facilities, including policies concerning the development and financing of capital improvements or expansions of health science facilities.

Under the bill, Rowan University is established as a public research university along with Rutgers, The State University and the

New Jersey Institute of Technology. Currently, Rowan University is one of nine State colleges organized pursuant to chapter 64 of Title 18A of the New Jersey Statutes.

The current board of trustees of Rowan University is continued. The board of trustees is given authority similar to that of the boards of the other public research universities in the State, including the authority to participate as the general partner or as a limited partner, either directly or through a subsidiary corporation created by the university, in limited partnerships, general partnerships, or joint ventures engaged in the development, manufacture, or marketing of products, technology, scientific information or health care services.

#### **COMMITTEE AMENDMENTS:**

The committee amended the bill to:

- Reduce the number of members to be appointed by the Governor to the board of governors of Rutgers, The State University from nine to seven and add a member to the board of governors who will be appointed by the Governor upon the joint recommendation of the President of the Senate and the Speaker of the General Assembly and who must be a resident of Essex County. The board of trustees will also be provided two additional appointments from among its members to the board of governors, in addition to the five members it currently appoints, one of whom will be a resident of Essex County and one of whom will be a resident of Middlesex County;
- provide for the establishment of a Labor Management Committee (LMC), comprised of majority representatives of employees of Rutgers, The State University and UMDNJ and representatives of the administration of Rutgers, The State University;
- direct the president of Rutgers, The State University to appoint a chancellor for Rutgers University-Newark and a chancellor for Rutgers University-New Brunswick with direct responsibility for the management of the respective campus;
- provide for the establishment of a campus advisory board at each of the Rutgers University-Newark and Rutgers University-New Brunswick campuses and outline the responsibilities of those advisory boards;
- provide that Rutgers be held harmless, subject to annual appropriations, for costs or losses experienced in 2014 or 2015 associated with liabilities of UMDNJ that were not identified in UMDNJ's certified financial statements for periods preceding the cost or loss;
- provide that the School of Osteopathic Medicine must maintain a primary clinical affiliation with at least one osteopathic hospital, clinical affiliations with other hospitals deemed necessary to fulfill its mission, and the current faculty practice plan. It must also maintain its

own academic programs at the undergraduate and graduate medical education levels;

- clarify that the transfer of all schools, institutes, and centers of UMDNJ to Rutgers, The State University does not include University Hospital, the entire Stratford campus, and the remaining facilities in Camden;
- alter the make-up of the board of directors of University Hospital;
- provide that University Hospital will be the principal teaching hospital of New Jersey Dental School, and any other Newark-based medical education program, in addition to New Jersey Medical School;
- provide that the amount of State funding provided to University Hospital must be sufficient to maintain the current level of community services and to maintain University Hospital as an acute care facility and trauma center;
- include the process by which University Hospital may contract with a nonprofit corporation to operate and manage the hospital;
- require that any nonprofit corporation that enters into a contract to operate and manage University Hospital must have its contract reviewed and approved by the Department of Health and Senior Services according to criteria set forth in the bill;
- establish criteria that the Attorney General must consider when determining whether a proposed acquisition of University Hospital is in the public interest;
  - prohibit, on and between the enactment date and July 1, 2014, the layoff of any employee of UMDNJ, Rutgers, The State University, or Rowan University, who was represented by a majority representative on the bill's enactment date, as a result of any reorganization, restructuring, merger or acquisition that occurs as a result of the implementation of the bill's provisions;
- direct Rowan University and Rutgers, The State University to continue to share those facilities, equipment, and fixtures of the Stratford campus that are shared on the bill's effective date until such time as the board of trustees or Rowan and the board of directors of Rutgers reach an agreement on their shared use;
- provide Rutgers, The State University and Rowan University with a process for the handling of medical malpractice claims incurred at schools of UMDNJ before or after the bill's effective date;
- require the Treasurer to establish a Transition Committee to advise the Treasurer on matters related to the division, allocation, and assignment of State appropriations, debt issues, allocation of budgets and State personnel, and costs and resources of centralized services involving the various schools;
- provide that the transfers under the bill are considered interdependent and essential and are non-severable. If any transfer is deemed unenforceable or invalid, the remaining transfers will be deemed unenforceable and invalid;

- change the effective date of the bill to provide that the sections of the bill establishing the boards of Rowan University, Rutgers University-Camden, the advisory boards of Rutgers University-Newark and Rutgers University-New Brunswick, the Rowan University-Rutgers Camden Board of Governors, and the University Hospital Community Oversight Board will take effect and become operational on the 90th day after the date of enactment and the remainder of the bill will take effect on July 1, 2013;
- provide that to the maximum extent possible and consistent with State law, the State will assist University Hospital in the refinancing of that portion of the debt of the University of Medicine and Dentistry of New Jersey which is attributable to the hospital;
- provide that rather than a 99-year lease, the board of governors of Rutgers University must enter into a lease, use and occupancy, or other agreement with the board of trustees for a term of 99 years pursuant to which Rutgers University-Camden will be permitted to use and occupy all property and assets constituting the Rutgers University-Camden campus;
- include a provision stating that if the board of trustees of Rutgers University-Camden takes any action that would violate the provisions of the bill regarding the authority of the board of governors of Rutgers University to establish standards for the establishment and evaluation of academic programs, the award of degrees, or the promotion and award of tenure to faculty, then it may no longer use the designation "Rutgers";
- provide that the Rowan University-Rutgers Camden Board of Governors will be authorized to not take any action that would violate any of the bond covenants of Rutgers, The State University or Rowan University;
- provide that all monies previously allocated or otherwise provided to the University of Medicine and Dentistry of New Jersey for the use of Robert Wood Johnson Medical School, regardless of source, which remain unexpended on the effective date of the bill will be transferred to Rutgers University;
- establish a "School of Biomedical and Health Sciences" within Rutgers University comprised of the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey that are transferred to Rutgers University and also the Rutgers University School of Nursing, the Ernest Mario School of Pharmacy, the Institute of Health, Health Policy, and Aging Research, and the University Behavioral Healthcare. The "School of Biomedical and Health Sciences will be led by a chancellor who will be appointed by the board of governors of Rutgers University; and
- provide that for a period of five years after the effective date of the bill, any substantive changes that result in the diminution, deterioration or reduction to essential health care services currently provided by University Hospital, will be reviewed by the University Hospital

Community Oversight Board and approved by the Department of Health and Senior Services through a licensing review process.

### **FISCAL IMPACT**:

Treasury indicates that the bill will produce net savings from bond refinancing and the elimination of duplicative functions. The Executive and Rutgers University have independently estimated the impact of certain aspects of the bill. The Office of Legislative Services (OLS) has not obtained sufficient information to produce a comprehensive analysis of the bill.

Rutgers University estimates the bill will necessitate the defeasance of its outstanding bond indebtedness at a cost of \$155 million. The Executive offers no estimate of the impact of Rutgers University's refunding of the outstanding bonds because it assumes the bill will not violate any bond covenants. The OLS acknowledges the possibility, but not the certainty, that the bill would require defeasance of the debt, and has no information upon which to base an estimate of such costs. In addition, Rutgers University may be required to refund \$494.3 million of outstanding debt transferred from the University of Medicine and Dentistry of New Jersey (UMDNJ). The Executive estimates a net present value savings of \$43.6 million, due to lower interest rates, if the debt were refunded. The OLS cannot independently verify the ratings on such bonds nor the potential for restructuring costs or savings that could result.

University Hospital has \$110.0 million in outstanding bond debt and \$101.2 million in liabilities from the various units of UMDNJ. The Executive assumes that University Hospital can refund the bonds with bonds backed by the credit of the State and that doing so could result in net present value savings of \$8.5 million. The OLS neither concurs nor disagrees with these assessments, but notes that University Hospital may need additional State appropriations to maintain its current level of operations and to refund University Hospital debt. The Executive does not consider the \$101.2 million as a liability owed by University Hospital to UMDNJ.

Rutgers University estimates \$20-\$40 million for transition costs associated with acquiring and integrating UMDNJ, except for the School of Osteopathic Medicine and University Hospital. Rowan University has not provided an estimate for transition costs associated with acquiring and integrating the School of Osteopathic Medicine. The Executive anticipates one-time expenditures borne by Rutgers University and Rowan University for their respective acquisitions, but does not identify any specific costs. The OLS notes that the bill provides that the State will reimburse Rutgers University for any costs or losses associated with undisclosed liabilities of UMDNJ that were not reasonably foreseen or contemplated at the time of the transfer. The OLS cannot estimate the amount the State would reimburse

Rutgers University, and notes that such reimbursements are subject to annual appropriations.

The Executive offers no analysis about the liabilities arising from claims against University Hospital. The OLS notes that the bill does not include University Hospital in the Self-Insurance Reserve Fund and that University Hospital may be required to obtain its own insurance, the size and costs of which cannot be determined. The OLS notes that the bill allows Rutgers University and Rowan University to participate in the Self-Insurance Reserve Fund for medical malpractice claims, or if the institutions elect not to participate, to obtain their own medical malpractice insurance. The OLS cannot estimate the costs of obtaining insurance nor the size needed or desired by each institution.

Given the complexities of the bill and the entities to which it applies, and the absence of significant information to assess the bill's fiscal impact, the OLS notes the possibility that the bill could cause significant unanticipated costs to Rutgers University, Rowan University, University Hospital, and the State, as well as potential savings and benefits.

### STATEMENT TO

# [First Reprint] **ASSEMBLY, No. 3102**

with Assembly Floor Amendments (Proposed by Assemblyman WISNIEWSKI)

ADOPTED: JUNE 28, 2012

These floor amendments do the following:

- provide that any school, institute, or center of Rutgers, The State University based in Middlesex County will remain in Middlesex County;
- provide that the transfer of the schools institutes, and centers of the University of Medicine and Dentistry of New Jersey to Rutgers University will require the accreditation approval of the appropriate accrediting bodies;
- revise the governance structure proposed in the bill for Rutgers University-Camden to a campus board of directors that will have the authority to determine policies for the organization, administration, and development of Rutgers University-Camden, subject to the policies of Rutgers, The State University;
- remove provisions in the bill that would have enabled Rutgers University-Camden to set its own tuition and fees, borrow money for its needs, and purchase lands, buildings, equipment, materials, and supplies;
- remove a provision in the bill that would have given the Rowan University-Rutgers Camden Board of Governors authority over all matters concerning the supervision and operations of Rowan University and Rutgers University-Camden;
- provide that the Rowan University-Rutgers Camden Board of Governors will have the authority to approve or disapprove the establishment or expansion of any schools, programs, or departments after the bill's effective date in the area of the health sciences;
- direct Rowan University and Rutgers University-Camden to appropriate \$2.5 million per year to the Rowan University-Rutgers Camden Board of Governors for administration and other necessary expenses;
- remove a provision in the bill that directed the board of governors of Rutgers University to enter into a 99-year lease with Rutgers University-Camden;
- increase the number of members on the Rutgers University-Newark campus advisory board from 11 to 13 by the

- addition of two public members who are resident of a northern county; and
- provide that of the members of the board of governors of Rutgers, The State University who are appointed by the Governor, one must be a resident of Camden County.

## **SENATE, No. 2063**

# STATE OF NEW JERSEY

## 215th LEGISLATURE

INTRODUCED JUNE 7, 2012

**Sponsored by:** 

**Senator DONALD NORCROSS District 5 (Camden and Gloucester)** 

Senator JOSEPH F. VITALE

**District 19 (Middlesex)** 

Senator STEPHEN M. SWEENEY

**District 3 (Cumberland, Gloucester and Salem)** 

### **SYNOPSIS**

"New Jersey Medical and Health Sciences Education Restructuring Act."

### **CURRENT VERSION OF TEXT**

As introduced.



1 AN ACT concerning the public system of higher education, revising 2 various parts of the statutory law, and supplementing Title 18A 3 of the New Jersey Statutes.

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

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1. (New section) This act shall be known and may be cited as the "New Jersey Medical and Health Sciences Education Restructuring Act."

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2. (New section) a. In order to carry out the purposes of this act and to provide the program of medical and dental education required for the benefit of the State and the people of New Jersey, all rights to all of the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey, other than the School of Osteopathic Medicine, are hereby transferred to Rutgers,

18 The State University.

> Rutgers, The State University is hereby authorized to acquire the facilities of the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey, other than the facilities of the School of Osteopathic Medicine, and devote the same to the purposes of public higher education in the State in accordance with the terms of any gift, grant, trust, contract or other agreement with the State or any of its political subdivisions or with the United States or with any public body, department or any agency of the State or the United States or with any individual, firm or corporation.

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Whenever, in any law, rule, regulation, order, contract, document, judicial or administrative proceeding or otherwise, reference is made to the University of Medicine and Dentistry of New Jersey, the same shall mean and refer to Rutgers, The State University.

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- 3. (New section) Upon the transfer of the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey to Rutgers, The State University pursuant to section 2 of this act:
- a. all appropriations, grants, and other moneys available and to become available to the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey are hereby transferred to Rutgers, The State University, and shall be available for the objects and purposes for which appropriated subject to any terms, restrictions, limitations or other requirements imposed by the State budget or by State and federal law.

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

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- b. all employees of the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey are hereby transferred to Rutgers, The State University. Nothing in this act shall be considered to deprive any person of any tenure rights or of any right or protection provided him under any pension law or retirement system or any other law of this State.
  - c. all files, books, papers, records, equipment, and other property of the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey, are hereby transferred to Rutgers, The State University.
  - d. all orders, rules or regulations heretofore made or promulgated by the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey, or by the University of Medicine and Dentistry of New Jersey on their behalf, shall be continued with full force and effect as the orders, rules and regulations of Rutgers, The State University until amended or repealed pursuant to law.

4. (New section) This act shall not affect actions or proceedings, civil or criminal, brought by or against the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey, but such actions, or proceedings may be prosecuted or defended in the same manner and to the same effect by Rutgers, The State University, as if the foregoing provisions had not taken effect; nor shall any of the foregoing provisions affect any order or regulation made by, or other matters or proceedings before, the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey, and all such matters or proceedings pending before the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey, on the effective date of this act shall be continued by Rutgers, The State University, as if the foregoing provisions had not taken effect.

5. (New section) All debts of the University of Medicine and Dentistry of New Jersey associated with the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey are transferred to Rutgers, The State University, and all creditors of the University of Medicine and Dentistry of New Jersey may enforce those debts against Rutgers, The State University in the same manner as they might have had against the University of Medicine and Dentistry of New Jersey, and the rights and remedies of those creditors shall not be limited or restricted in any manner by this act.

6. (New section) a. Nothing in this act shall be construed to deprive any officers or employees of the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey of their rights, privileges, obligations or status with respect to any

pension, retirement, or health benefits system. The employees shall, upon transfer to Rutgers, The State University, retain all of their rights and benefits under existing collective negotiations agreements or contracts until such time as new or revised agreements or contracts are agreed to. All existing employee majority representatives shall be retained to act on behalf of those employees until such time as the employees shall, pursuant to law, elect to change those majority representatives. Nothing in this act shall affect the civil service status, if any, of those officers or employees. Nothing in this act shall affect the tenure, rank, or academic track of any of those employees holding a faculty position.

b. The employees shall, upon transfer to Rutgers, The State University, not be considered new employees for any purpose and shall retain any accrued seniority, rank, and tenure, which shall be applied when determining eligibility for all benefits, including all paid leave time, longevity increases, and promotions.

7. (New section) All rights of the University of Medicine and Dentistry of New Jersey in the School of Osteopathic Medicine are hereby transferred to Rowan University. Rowan University is hereby authorized to acquire the facilities of the School of Osteopathic Medicine and devote the same to the purposes of public higher education in the State in accordance with the terms of any gift, grant, trust, contract or other agreement with the State or any of its political subdivisions or with the United States or with any public body, department or any agency of the State or the United States or with any individual, firm or corporation.

Rowan University shall maintain any affiliation agreement with the existing integrated healthcare delivery system of the School of Osteopathic Medicine.

- 8. (New section) Upon the transfer of the School of Osteopathic Medicine of the University of Medicine and Dentistry of New Jersey to Rowan University pursuant to section 7 of this act:
- a. all appropriations, grants, and other moneys available and to become available to the School of Osteopathic Medicine are hereby transferred to Rowan University, and shall be available for the objects and purposes for which appropriated subject to any terms, restrictions, limitations or other requirements imposed by the State budget or by State and federal law.

b. all employees of the School of Osteopathic Medicine are hereby transferred to Rowan University. Nothing in this act shall be considered to deprive any person of any tenure rights or of any right or protection provided him under any pension law or retirement system or any other law of this State.

- c. all files, books, papers, records, equipment, and other property of the School of Osteopathic Medicine are hereby transferred to Rowan University.
  - d. all orders, rules or regulations heretofore made or promulgated by the School of Osteopathic Medicine, or by the University of Medicine and Dentistry of New Jersey on its behalf, shall be continued with full force and effect as the orders, rules and regulations of Rowan University until amended or repealed pursuant to law.

9. (New section) This act shall not affect actions or proceedings, civil or criminal, brought by or against the School of Osteopathic Medicine, but such actions, or proceedings may be prosecuted or defended in the same manner and to the same effect by Rowan University, as if the foregoing provisions had not taken effect; nor shall any of the foregoing provisions affect any order or regulation made by, or other matters or proceedings before, the School of Osteopathic Medicine, and all such matters or proceedings pending before the School of Osteopathic Medicine, on the effective date of this act shall be continued by Rowan University, as if the foregoing provisions had not taken effect.

10. (New section) All debts of the University of Medicine and Dentistry of New Jersey associated with the School of Osteopathic Medicine are transferred to Rowan University, and all creditors of the University of Medicine and Dentistry of New Jersey may enforce those debts against Rowan University in the same manner as they might have had against the University of Medicine and Dentistry of New Jersey, and the rights and remedies of those creditors shall not be limited or restricted in any manner by this act.

- 11. (New section) a. Nothing in this act shall be construed to deprive any officers or employees of the School of Osteopathic Medicine of their rights, privileges, obligations or status with respect to any pension, retirement, or health benefits system. The employees shall, upon transfer to Rowan University, retain all of their rights and benefits under existing collective negotiations agreements or contracts until such time as new or revised agreements or contracts are agreed to. All existing employee majority representatives shall be retained to act on behalf of those employees until such time as the employees shall, pursuant to law, elect to change those majority representatives. Nothing in this act shall affect the civil service status, if any, of those officers or employees. Nothing in this act shall affect the tenure, rank, or academic track of any of those employees holding a faculty position.
- b. The employees shall, upon transfer to Rowan University, not be considered new employees for any purpose and shall retain any

accrued seniority, rank, and tenure, which shall be applied when determining eligibility for all benefits, including all paid leave time, longevity increases, and promotions.

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- 12. (New section) a. University Hospital shall be the principal teaching hospital of New Jersey Medical School. University Hospital shall be treated and accounted for as a separate legal entity from the university, and its assets, liabilities, and funds shall not be consolidated or commingled with those of the university.
- b. All monies allocated to the University of Medicine and Dentistry of New Jersey for the use of University Hospital, regardless of their source, and which remain unexpended on the effective date of P.L., c. (C. )(pending before the Legislature as this bill), shall be transferred to University Hospital.
- c. All appropriations that are intended for the use of University Hospital, on or after the effective date of P.L. , c. (C. )(pending before the Legislature as this bill), shall be made directly to University Hospital.

- 13. (New section) a. The responsibility for ensuring community access to services provided at University Hospital shall be vested in a nine-member board to be designated as the University Hospital Community Oversight Board. The purpose of the board shall be to ensure that the mission of the hospital and the intent of the "Agreements Reached Between Community and Government Negotiators Regarding New Jersey College of Medicine and Dentistry and Related Matters of April 30, 1968" to provide a comprehensive health program to the community in the City of Newark, including, but not limited to, ensuring access to all essential health care services provided by the hospital, are upheld.
- b. The membership of the University Hospital CommunityOversight Board shall be comprised of:
  - (1) four members who shall serve ex officio, including: the President of Rutgers University; and the Chief Executive Officer, Chief Financial Officer, and Chief Medical Officer of University Hospital; and
  - (2) five public members to be appointed as follows:
  - (a) two representatives of organized labor, one appointed by the head of the largest union that is affiliated with the AFL-CIO and represents persons employed at University Hospital and one appointed by the head of the largest union that is not affiliated with the AFL-CIO and represents persons employed at University Hospital;
- 44 (b) one person appointed by the Governor, with the advice and 45 consent of the Senate;
  - (c) one person appointed by the President of the Senate; and
- 47 (d) one person appointed by the Speaker of the General 48 Assembly.

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- c. The public members of the board shall serve for a five-year term; except that of the members first appointed, three shall serve for a term of five years, one for a term of three years, and one for a term of two years. A member of the board shall serve until the member's successor is appointed. A vacancy in the membership, occurring other than by expiration of term, shall be filled in the same manner as the original appointment but for the unexpired term only.
  - d. The members of the board shall select a chairperson and vice chairperson from among themselves. The board shall organize as soon as practicable following the appointment of its members. The chairperson shall appoint a secretary who need not be a member of the board.
  - e. The board shall meet at such times and places as it shall designate.
  - f. University Hospital shall provide such staff support to the board as it deems necessary to carry out its duties.

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14. (New section) a. Nothing in this act shall be construed to deprive any officers or employees of University Hospital of their rights, privileges, obligations, or status with respect to any pension, retirement, or health benefits system. If any employees of University Hospital are transferred to, or otherwise become employees of, a new entity as a result of a restructuring or reorganization pursuant or subsequent to this act, those employees shall retain all of their rights and benefits under existing collective negotiations agreements or contracts until such time as new or revised agreements or contracts are agreed to. All existing employee representatives shall be retained to act on behalf of those employees until such time as the employees shall, pursuant to law, elect to change those representatives. Nothing in this act shall affect the civil service status, if any, of those officers or employees. Nothing in this act shall affect the tenure, rank, or academic track of any person holding a faculty position that is associated with University Hospital.

b. The employees of University Hospital, upon transfer to a new entity, shall not be considered new employees for any purpose and shall retain any accrued seniority, rank, and tenure, which shall be applied when determining eligibility for all benefits, including all paid leave time, longevity increases, and promotions.

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46 47 15. (New section) a. University Hospital shall be required to obtain approval from the Superior Court of New Jersey prior to entering into a transaction that results in the acquisition of the hospital, and shall satisfy the requirements of the "Community Health Care Assets Protection Act," P.L.2000, c.143 (C.26:2H-7.10 et seq.), to the maximum extent to which those provisions are

determined applicable by the Attorney General, in consultation with the Commissioner of Health and Senior Services.

b. The Attorney General, in consultation with the Commissioner of Health and Senior Services, shall adopt regulations pursuant to the "Administrative Procedure Act," P.L.1968, c.410, (C.52:14B-1 et seq.), to carry out the purposes of subsection a. of this section.

- 16. (New section) a. As used in this section, "northern counties" means Bergen, Essex, Hudson, Morris, Passaic, Union, Sussex, and Warren Counties.
- b. Effective July 1, 2013, a campus board of governors shall be appointed for Rutgers University-Newark. The campus board of governors shall be composed of eight members as follows: the chancellor of Rutgers University-Newark who shall serve as an ex-officio, nonvoting member; two members appointed by the board of of Rutgers University established pursuant N.J.S.18A:65-14 from among its members; one member appointed by the board of trustees of Rutgers University established pursuant to N.J.S.18A:65-15 from among its members; and four members, who are residents of the northern counties, appointed by the Governor, and upon the expiration of the terms of the original members, with the advice and consent of the Senate.

The term of office of a member appointed by the board of governors or the board of trustees of Rutgers University shall be coterminous with his term on that board. The members appointed by the Governor shall serve for terms of six years beginning on July 1 and ending on June 30; except that of the members first appointed by the Governor, one shall serve for a term of six years, one shall serve for a term of three years, and one shall serve for a term of two years. Each member shall serve until his successor is appointed and qualified, and vacancies shall be filled in the same manner as the original appointments for the remainder of the unexpired term. A member appointed by the Governor may succeed himself for not more than one additional term after having served one full six-year term.

A member shall be subject to removal, after a hearing by a majority of the campus board of trustees, for malfeasance or conduct injurious to the interest of Rutgers University-Newark, subject to review and confirmation by the Governor in the case of his appointees or by the board of governors or the board of trustees, as applicable, in the case of that board's appointees.

c. The board shall meet and organize annually at a regular meeting held during the second week of September. The Governor shall appoint the chair of the board. The chair shall serve until the following September meeting and until his successor is appointed and qualified. Vacancies in the offices shall be filled in the same manner for the unexpired term only.

d. Members of the board shall serve without compensation but shall be entitled to be reimbursed for all reasonable and necessary expenses.

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- 5 17. (New section) Notwithstanding the provisions of N.J.S.18A:65-25 or any other section of law to the contrary, the campus board of governors shall;
- 8 a. maintain a separate debt service account for Rutgers 9 University-Newark;
- b. propose capital projects and bonding for Rutgers UniversityNewark to the board of governors of Rutgers University;
- 12 c. propose an annual budget for Rutgers University-Newark to 13 the board of governors of Rutgers University;
- d. recommend new academic programs and degree requirements
   for Rutgers University-Newark to the board of governors of Rutgers
   University; and
  - e. recommend candidates for promotion and tenure at Rutgers University-Newark to the board of governors of Rutgers University.

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- 18. (New section) a. As used in this section, "southern counties" means Atlantic, Burlington, Camden, Cape May, Cumberland, Gloucester, Ocean, and Salem Counties.
- b. Effective July 1, 2013, a campus board of trustees shall be appointed for Rutgers University–Camden. The campus board of trustees shall be composed of eight members as follows: the chancellor of Rutgers University–Camden who shall serve as an exofficio, nonvoting member; two members appointed by the board of governors of Rutgers University established pursuant to N.J.S.18A:65-14 from among its members; one member appointed by the board of trustees of Rutgers University established pursuant to N.J.S.18A:65-15 from among its members; and four members, who are residents of the southern counties, appointed by the Governor with the advice and consent of the Senate.
- The terms of office of a member appointed by the board of governors or the board of trustees of Rutgers University shall be coterminous with his term on that board. The members appointed by the Governor shall serve for terms of six years beginning on July 1 and ending on June 30; except that of the members first appointed by the Governor, one shall serve for a term of six years, one shall serve for a term of three years, and one shall serve for a term of two years. Each member shall serve until his successor is appointed and qualified, and vacancies shall be filled in the same manner as the original appointments for the remainder of the unexpired term. A trustee appointed by the Governor may succeed himself for not more than one additional term after having served one full six-year term.
- A trustee shall be subject to removal, after a hearing by a majority of the campus board of trustees, for malfeasance or

- conduct injurious to the interest of Rutgers University-Camden, subject to review and confirmation by the Governor in the case of his appointees or by the board of governors or the board of trustees, as applicable, in the case of that board's appointees.
  - c. The board shall meet and organize annually at a regular meeting held during the second week of September, by the election of a chair, vice-chair, and such other officers as the board shall determine. The officers shall serve until the following September meeting and until their successors are elected and qualified. Vacancies in the offices shall be filled in the same manner for the unexpired term only.
    - d. Members of the board shall serve without compensation but shall be entitled to be reimbursed for all reasonable and necessary expenses.

- 19. (New section) Notwithstanding the provisions of N.J.S.18A:65-25 or any other section of law to the contrary, the campus board of trustees shall have general supervision over and shall be vested with the conduct of Rutgers University-Camden. It shall have the following powers, subject to the approval of the Joint Rowan University-Rutgers Camden Board of Governors:
- a. determine policies for the organization, administration, and development of Rutgers University-Camden;
- b. study the educational and financial needs of Rutgers University-Camden; annually acquaint the Governor and Legislature with the condition of Rutgers University-Camden; and prepare and present an annual budget to the Governor, the Division of Budget and Accounting in the Department of the Treasury, and the Legislature in accordance with the law;
  - c. set tuition and fees;
- d. disburse all moneys appropriated to Rutgers University-Camden by the Legislature, including appropriations for fringe benefit costs, and all moneys received from tuition, fees, auxiliary services, and other sources;
- e. direct and control expenditures and transfers of funds appropriated to Rutgers University-Camden, in accordance with the State budget and appropriation acts of the Legislature, reporting changes and additions thereto and transfers thereof to the Director of the Division of Budget and Accounting in the Department of the Treasury and as to funds received from other sources, direct and control expenditures and transfers in accordance with the terms and conditions of any applicable trusts, gifts, bequests, or other special provisions. All accounts of Rutgers University-Camden shall be subject to audit by the State at any time;
- f. borrow money for the needs of Rutgers University-Camden, as deemed requisite by the board, in such amounts and for such time and upon such terms as may be determined by the board; provided that no such borrowing shall be deemed or construed to create or

- constitute a debt, liability, or a loan or pledge of the credit, or be payable out of property or funds, other than moneys appropriated for that purpose, of the State;
  - g. purchase all lands, buildings, equipment, materials, and supplies;

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- h. employ architects to plan buildings, secure bids for the construction of buildings and for the equipment thereof, make contracts for the construction of buildings and for equipment, and supervise the construction of buildings;
- i. manage and maintain and provide for the payment of all charges on and expenses in respect of, all properties utilized by Rutgers University-Camden;
- j. in accordance with the provisions of the State budget and appropriations acts of the Legislature, appoint and fix the compensation of the chancellor of Rutgers University-Camden, who shall be the executive officer of Rutgers University-Camden and an ex-officio member of the Rutgers University-Camden board of trustees, without vote, and shall serve at the pleasure of that board;
- k. in accordance with the provisions of the State budget, have the power to elect, appoint, remove, promote, or transfer all corporate, official, educational, and civil administrative personnel, and fix and determine their salaries;
- l. in accordance with the State budget, appoint, remove, promote, and transfer all other officers, agents, or employees, assign their duties, determine their salaries, and prescribe qualifications for all positions, and in accordance with the salary schedules of the Civil Service Commission whenever possible; and
- m. enter into contracts and agreements with the State or any of its political subdivisions or with the United States, or with any public body, department, or other agency of the State or the United States, or with any individual.
- 20. (New section) Rutgers University-Camden shall maintain an Internet website for the board of trustees. The purpose of the website shall be to provide increased public access to board operations and activities. The following information shall be posted on the board's website:
- 38 a. the board's rules, regulations, resolutions, and official policy 39 statements:
- b. notice, posted at least five business days prior to a meeting of the board or any of its committees, setting forth the time, date, location, and agenda of the meeting;
- c. the minutes of each meeting of the board and its committees; and
- d. information on any contract entered into by the board that was not competitively bid and the statutory authority for the contracting process.
- The website shall be updated on a regular basis.

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- 1 (New section) a. The board of governors of Rutgers 2 University shall enter into a 99-year lease agreement with the board 3 of trustees of Rutgers University-Camden, subject to the approval 4 of the Joint Rowan University-Rutgers Camden Board of 5 Governors, pursuant to which all property and assets of Rutgers 6 University-Camden shall remain the property and assets of Rutgers 7 University; except that Rutgers University shall have no 8 responsibility or control over the property and assets or over the 9 maintenance, insurance, and development of the property and 10 assets. The lease agreement shall provide for an annual payment of 11 \$1 per year by Rutgers University-Camden to the board of 12 governors of Rutgers University and shall also include the payment 13 by Rutgers University-Camden of any debt service associated with 14 the facilities and property of Rutgers University-Camden. At the 15 end of the lease agreement Rutgers University-Camden shall have 16 the option to purchase the property at fair market value, exclusive 17 of any improvements, buildings, or fixed assets thereon. 18
  - b. The board of governors of Rutgers University and the board of trustees of Rutgers University-Camden shall enter into an agreement for the participation of Rutgers University-Camden in the central administrative services and systems provided by Rutgers University including, but not limited to:
- University including, but not(1) the library system;
  - (2) information technology systems; and
  - (3) university administration and public safety including construction code services, emergency services, environmental and health services, and the police department.

The agreement shall include a negotiated rate of reimbursement to be paid by Rutgers University-Camden to Rutgers University for the central administrative services and systems provided pursuant to the agreement.

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- 33 22. (New section) The board of governors of Rutgers University34 shall establish:
- a. standards for the establishment and evaluation of academic
   programs of Rutgers University-Camden;
  - b. standards for the award of degrees to students enrolled in the academic degree programs of Rutgers University-Camden; and
  - c. standards for the promotion and award of tenure to faculty employed at Rutgers University-Camden.

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42 23. (New section) The provisions of all collective negotiations 43 agreements applicable to employees of Rutgers University-Camden 44 in effect on the effective date of P.L., c. (C.) (pending 45 before the Legislature as this bill) shall remain in full force and 46 effect until such time as new or revised agreements or contracts 47 may be established.

- 1 (New section) a. All monies previously allocated or 2 otherwise provided to Rutgers University for the use of Rutgers 3 University-Camden, regardless of source, which unexpended on the effective date of P.L. 4 ,c. (C ) (pending 5 before the Legislature as this bill), shall be transferred to Rutgers
- State support for the operation of Rutgers University-Camden, including support for fringe benefit costs, appropriated by the Legislature directly to Rutgers University-10 Camden.

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University-Camden.

- There is established the Joint Rowan 25. (New section) University-Rutgers Camden Board of Governors. Notwithstanding any other provision of law to the contrary, the board shall have full authority over all matters concerning the supervision and operations of Rowan University and Rutgers University-Camden.
- a. The board shall be composed of seven members as follows: two members appointed by the board of trustees of Rowan University from among its members; two members appointed by the board of trustees of Rutgers University-Camden from among its members; and three members appointed by the Governor with the advice and consent of the Senate. The board shall elect a chairperson from among its membership.
- b. The term of office of a member of the joint board appointed by the board of trustees of Rowan University or the board of trustees of Rutgers University-Camden shall be coterminous with his term on that board of trustees. The term of office of the Governor's appointees shall be six years. An appointed member may be removed for cause by the board of trustees that appointed the member, or by the Governor in the case of his appointees.
- c. Each member shall serve until his successor is appointed and qualified, and vacancies shall be filled in the same manner as the original appointments for the remainder of the unexpired term.
- d. Members of the board shall serve without compensation but shall be entitled to be reimbursed for all reasonable and necessary expenses.
- e. The joint board shall be staffed by employees of Rowan University and Rutgers University-Camden.

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- 26. (New section) The Joint Rowan University-Rutgers Camden Board of Governors shall have the authority and responsibility to:
- 42 a. approve or disapprove of any decision of the board of trustees 43 of Rowan University or the board of trustees of Rutgers University-44 Camden;
- 45 b. determine policies for the organization, administration, and 46 development of curriculum and programs of Rowan University and 47 Rutgers University-Camden, including dual degree programs and 48 partnerships between the institutions;

- 1 c. make joint faculty appointments to Rowan University and 2 Rutgers University-Camden;
- determine policies for the shared utilization of each 3 institution's resources including housing, student affairs, and 4 5 security;
- 6 e. provide curricular oversight of joint programs of Rowan 7 University and Rutgers University-Camden; and
  - f. develop plans and policies for the operation and governance of health science facilities, including policies concerning the development and financing of capital improvements or expansions of health science facilities

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- 27. (New section) a. As used in sections 28 through 56 of 13 ) (pending before the Legislature as this bill) 14 (C. "Rowan University" shall, unless the context clearly indicates to the 16 contrary, include and mean the public research university herein 17 designated "Rowan University" as presently and hereafter 18 constituted, including all departments, colleges, schools, centers, 19 branches, educational and other units and extensions thereof, 20 extension and cooperative education programs, continuing education programs, and all other departments of higher education 21 22 maintained by the educational entity of the university.
  - b. As used in sections 28 through 56 of P.L., c. (pending before the Legislature as this bill), "university" shall mean "Rowan University."

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28. (New section) There is hereby established a body corporate and politic to be known as Rowan University. The exercise by the university of the powers conferred by this act, including the presentation and operation of a four-year allopathic medical school, shall be deemed to be public and essential governmental functions necessary for the welfare of the State and the people of New Jersey.

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29. (New section) It is declared to be the public policy of the State that the university shall be given a high degree of selfgovernment and that the governance and conduct of the university shall be free of partisanship.

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30. (New section) The board of trustees of the university is continued and shall have and exercise the powers, authority, rights and privileges and shall be subject to the duties, obligations, and responsibilities set forth in this act.

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31. (New section) a. The composition and size of the board of trustees shall be determined by the board; however, the board shall have not less than seven nor more than 15 members. The members shall be appointed by the Governor with the advice and consent of the Senate. The board of trustees shall recommend potential new

members to the Governor. The terms of office of appointed members shall be for six years beginning on July 1 and ending on June 30. Each member shall serve until his successor shall have been appointed and qualified and vacancies shall be filled in the same manner as the original appointments for the remainders of the unexpired terms. Any member of a board of trustees may be removed by the Governor for cause upon notice and opportunity to

be heard.

- b. Members of the board as of the effective date of this act shall continue in office until the expiration of their respective terms and the qualification in office of their successors.
- c. All voting members of the board of trustees, before undertaking the duties of their office, shall take and subscribe an oath or affirmation to support the Constitution of the State of New Jersey and of the United States, to bear allegiance to the government of the State, and to perform the duties of their office faithfully, impartially and justly, to the best of their ability.
- d. Members of the board of trustees shall not receive compensation for their services. Each trustee shall be reimbursed for actual expenses reasonably incurred in the performance of his duties or in rendering service as a member of or on behalf of the board or any committee of the board.
- e. The board of trustees shall elect its chairperson from among its voting members annually in July. The board shall select such other officers from among its members as shall be deemed necessary.
- f. A voting member of the board of trustees shall not be a salaried official of the State of New Jersey, or receive remuneration for services from the university. No trustee shall be appointed who is an employee or paid official of any hospital affiliated with the university. If any member of the board shall become ineligible by reason of the foregoing, a vacancy in his office as trustee shall thereby occur.
- g. The board of trustees shall have the power to appoint and regulate the duties, functions, powers and procedures of committees, standing or special, from its members and such advisory committees or bodies as it may deem necessary or conducive to the efficient management and operation of the university, consistent with this act and other applicable statutes.

32. (New section) The board of trustees of the university shall provide for the election of two student representatives, who shall be full-time, regularly matriculated students in good academic standing, and who shall be 18 years of age or older and citizens of the United States. The student representatives shall be elected by the members of the student government association to serve on the board of trustees for terms of two years commencing at the next organization of the board.

a. A student shall be elected for a two-year term, but shall serve during the first year as an alternate member, and as a voting member during the second year.

- Any vacancies which occur shall be filled by the student governing body for the unexpired term only.
- b. The standards for eligibility for student representatives on the board of trustees shall be the same as those required for other student government officers.
- c. The student members shall be entitled to full participation in all activities of the board except that they shall not participate in:
- (1) Any matter involving the employment, appointment, termination of employment, terms and conditions of employment, evaluation of the performance of, promotion or disciplining of any specific prospective officer or employee or current officer or employee employed or appointed by the board, unless all the individual employees or appointees whose rights could be adversely affected request in writing that the matter or matters be discussed at a public meeting;
- (2) Any matter involving the purchase, lease, acquisition or sale of real property with public funds, the setting of banking rates or investment of public funds, where it could adversely affect the public interest if discussion of these matters were disclosed; and
- (3) Any pending or anticipated litigation in which the board is, or may become, a party, where it could adversely affect the public interest if discussion of these matters were disclosed, or any matters falling within the attorney-client privilege, to the extent that confidentiality is required in order for the attorney to exercise his ethical duties as a lawyer.
- d. Upon assuming office, the students shall agree to adhere to such standards of responsibility and confidentiality as are established by the board of trustees.
- 33. (New section) The board of trustees of Rowan University shall have the general supervision over and be vested with the conduct of the university. It shall have the power and duty, subject to the approval of the Joint Rowan University-Rutgers Camden Board of Governors, to:
  - a. Adopt and use a corporate seal;
- b. Determine the educational curriculum and program of the university;
- c. Determine policies for the organization, administration, and development of the university;
- d. Study the educational and financial needs of the university, annually acquaint the Governor and Legislature with the condition of the university, and prepare and submit an annual request for appropriation to the Division of Budget and Accounting in the Department of the Treasury in accordance with law;

e. Disburse all moneys appropriated to the university by the Legislature and all moneys received from tuition, fees, auxiliary services and other sources;

- f. Direct and control expenditures and transfers of funds appropriated to the university in accordance with the provisions of the State budget and appropriation acts of the Legislature, and, as to funds received from other sources, direct and control expenditures and transfers in accordance with the terms of any applicable trusts, gifts, bequests, or other special provisions, reporting changes and additions thereto and transfers thereof to the Director of the Division of Budget and Accounting in the Department of the Treasury. All accounts of the university shall be subject to audit by the State at any time;
- g. In accordance with the provisions of the State budget and appropriation acts of the Legislature, appoint and fix the compensation and term of office of a president of the university who shall be the executive officer of the university and an ex officio member of the board of trustees, without vote, and shall serve at the pleasure of the board of trustees;
- h. In accordance with the provisions of the State budget and appropriation acts of the Legislature, appoint, upon nomination of the president, such deans and other members of the academic, administrative, and teaching staffs as shall be required and fix their compensation and terms of employment;
- i. Consistent with the provisions of its budget, this act and any and all controlling collective bargaining agreements, have the power, upon nomination or recommendation of the president, to appoint, remove, promote and transfer all other officers, agents, or employees which may be required to carry out the provisions of this act and prescribe qualifications for those positions, and assign requisite duties and determine and fix respective compensation for those positions in accordance with duly adopted salary program parameters;
  - j. Grant diplomas, certificates or degrees;
- k. Enter into contracts and agreements with the State or any of its political subdivisions or with the United States, or with any public body, department or other agency of the State or the United States or with any individual, firm or corporation which are deemed necessary or advisable by the board for carrying out the provisions of this act. A contract or agreement pursuant to this subsection may require a municipality to undertake obligations and duties to be performed subsequent to the expiration of the term of office of the elected governing body of such municipality which initially entered into or approved said contract or agreement, and the obligations and duties so incurred by such municipality shall be binding and of full force and effect, notwithstanding that the term of office of the elected governing body of such municipality which initially entered into or approved said contract or agreement, shall have expired;

1. Exercise the right of eminent domain, pursuant to the provisions of the "Eminent Domain Act of 1971," P.L.1971, c.361 (C.20:3-1 et seq.), to acquire any property or interest therein;

- m. Adopt, after consultation with the president and faculty, bylaws and make and promulgate such rules, regulations, and orders, not inconsistent with the provisions of this act as are necessary and proper for the administration and operation of the university and the carrying out of its purposes;
- n. Establish fees for room and board sufficient for the operation, maintenance, and rental of student housing and food services facilities;
- o. Fix and determine tuition rates and other fees to be paid by students:
  - p. Accept from any government or governmental department, agency or other public or private body or from any other source grants or contributions of money or property which the board may use for or in aid of any of its purposes;
  - q. Acquire, by gift, purchase, condemnation or otherwise, own, lease, dispose of, use and operate property, whether real, personal or mixed, or any interest therein, which is necessary or desirable for university purposes;
  - r. Employ architects to plan buildings; secure bids for the construction of buildings and for the equipment thereof; make contracts for the construction of buildings and for equipment; and supervise the construction of buildings;
  - s. Manage and maintain, and provide for the payment of all charges on and expenses in respect of, all properties utilized by the university;
  - t. Borrow money and to secure the same by a mortgage on its property or any part thereof, and to enter into any credit agreement for the needs of the university, as deemed requisite by the board, in such amounts and for such time and upon such terms as may be determined by the board, provided that no such borrowing shall be deemed or construed to create or constitute a debt, liability, or a loan or pledge of the credit or be payable out of property or funds, other than moneys appropriated for that purpose, of the State;
  - u. Authorize any new program, educational department or school consistent with the programmatic mission of the institution or approved by the Secretary of Higher Education;
  - v. Adopt standing operating rules and procedures for the purchase of all equipment, materials, supplies and services; however, no contract on behalf of the university shall be entered into for the purchase of services, materials, equipment and supplies, for the performance of any work, or for the hiring of equipment or vehicles, where the sum to be expended exceeds \$30,700 or the amount determined by the Governor as provided herein, unless the university shall first publicly advertise for bids and shall award the contract to that responsible bidder whose bid, conforming to the

invitation for bids, will be most advantageous to the university, price and other factors considered. Such advertising shall not be required in those exceptions created by the board of trustees of the university, which shall be in substance those exceptions contained in sections 4 and 5 of P.L.1954, c.48 (C.52:34-9 and 10) or for the supplying of any product or the rendering of any service by a public utility subject to the jurisdiction of the Board of Public Utilities of this State and tariffs and schedules of the charges made, charged, or exacted by the public utility for any such products to be supplied or services to be rendered are filed with the said board. Commencing July 1, 2013 and every two years thereafter, the Governor, in consultation with the Department of the Treasury, shall adjust the threshold amount set forth in this paragraph in direct proportion to the rise or fall of the consumer price index for all urban consumers in the New York City and the Philadelphia areas as reported by the United States Department of Labor. The Governor shall notify the university of the adjustment. The adjustment shall become effective on July 1 of the year in which it is reported. 

This subsection shall not prevent the university from having any work performed by its own employees, nor shall it apply to repairs, or to the furnishing of materials, supplies or labor, or the hiring of equipment or vehicles, when the safety or protection of its or other public property or the public convenience requires or the exigency of the university's service will not admit of such advertisement. In such case, the university shall, by resolution passed by the affirmative vote of its board of trustees, declare the exigency or emergency to exist, and set forth in the resolution the nature and approximate amount to be expended; shall maintain appropriate records as to the reason for such awards; and shall report regularly to its board of trustees on all such purchases, the amounts and the reasons therefor;

w. Invest certain moneys in such obligations, securities and other investments as the board shall deem prudent, consistent with the purposes and provisions of this act and in accordance with State and federal law, as follows:

Investment in not-for-profit corporations or for-profit corporations organized and operated pursuant to the provisions of subsection x. of this section may utilize income realized from the sale or licensing of intellectual property as well as the reinvestment of earnings on intellectual property. Investment in not-for-profit corporations may also utilize income from the operation of faculty practice plans of the university and income from overhead grant fund recovery as permitted by federal law as well as other university funds except those specified in paragraph 5 of subsection x. of this section;

x. (1) Participate as the general partner or as a limited partner, either directly or through a subsidiary corporation created by the university, in limited partnerships, general partnerships, or joint

ventures engaged in the development, manufacture, or marketing of products, technology, scientific information or health care services and create or form for-profit or not-for-profit corporations to engage in such activities; provided that any such participation shall be consistent with the mission of the university and the board shall have determined that such participation is prudent;

- (2) The decision to participate in any activity described in paragraph (1) of this subsection, including the creation or formation of for-profit or not-for-profit corporations, shall be articulated in the minutes of the board of trustees meeting in which the action was approved;
- (3) The provisions of P.L.1971, c.182 (C.52:13D-12 et seq.) shall continue to apply to the university, its employees, and officers;
- (4) Nothing herein shall be deemed or construed to create or constitute a debt, liability, or a loan or pledge of the credit or be payable out of property or funds of the State;
- (5) Funds directly appropriated to the university from the State or derived from the university's academic programs or derived from payment for coverage provided by the self insurance fund for claims accruing prior to the effective date of this act shall not be utilized by the for-profit or not-for-profit corporations organized and operated pursuant to this subsection in the development, manufacture, or marketing of products, technology or scientific information;
- (6) Employees of any joint venture, subsidiary corporation, partnership, or other jural entity entered into or owned wholly or in part by the university shall not be deemed public employees;
- (7) A joint venture, subsidiary corporation, partnership, or other jural entity entered into or owned wholly or in part by the university shall not be deemed an instrumentality of the State of New Jersey;
- (8) Income realized by the university as a result of participation in the development, manufacture, or marketing of products, technology, or scientific information may be invested or reinvested pursuant to subsection w. of this section or any other provision of this act or State or federal law or retained by the board for use in furtherance of any of the purposes of this act or of other applicable statutes;
- (9) The board shall annually report to the State Treasurer on the operation of all joint ventures, subsidiary corporations, partnerships, or such other jural entities entered into or owned wholly or in part by the university;
  - y. Sue and be sued in its own name;
- z. Retain independent counsel including representation by the Attorney General in accordance with subsection h. of section 6 of P.L.1994, c.48 (C.18A:3B-6);
- 47 aa. (1) Procure and enter into contracts for any type of insurance 48 and indemnify against loss or damage to property from any cause,

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1 including loss of use and occupancy, against death or injury of any 2 person, against employees' liability, against any act of any member, 3 officer, employee or servant of the university, whether part-time, 4 full-time, compensated or non-compensated in the performance of 5 the duties of his office or employment or any other insurable risk. 6 In addition, the university shall carry its own liability insurance or 7 maintain an actuarially sound program of self insurance. Any joint 8 venture, subsidiary corporation, or partnership or such other jural 9 entity entered into or owned wholly or in part by the university shall 10 carry insurance or maintain reserves in such amounts as are 11 determined by an actuary to be sufficient to meet its actual or

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accrued claims;

- (2) Moneys in the fund known as the Self-Insurance Trust Fund administered by the State Treasurer shall continue to be available to the university solely to indemnify and defend claims against the university and its employees, officers and servants but only to the extent that the university has elected on behalf of itself and its employees to obtain representation from the Attorney General pursuant to subsection h. of section 6 of P.L.1994, c.48 (C.18A:3B-6) and such entity or individuals would have been entitled to defense and indemnification pursuant to the "New Jersey Tort Claims Act," N.J.S.59:1-1 et seq., as a State entity or State employee but for the provision of subsection z. of this section. Any expenditure of such funds shall be made only in accordance with the provisions of the "New Jersey Tort Claims Act," N.J.S.59:1-1 et seq., including but not limited to the provisions of chapters 10, 10A and 11 of Title 59 of the New Jersey Statutes. Nothing herein shall be construed to authorize the use of the Self-Insurance Trust Fund to indemnify or insure in any way, directly or indirectly the activities of any joint venture, partnership or corporation entered into or created by the university pursuant to subsection x. of this section;
- 33 bb. Create auxiliary organizations subject to the provisions of 34 P.L.1982, c.16 (C.18A:64-26 et seq.);
  - cc. Adopt a code of ethics that complies with the requirements of all statutes applicable to the institution, including, but not limited, to the "Higher Education Restructuring Act of 1994," P.L.1994, c.48 (C.18A:3B-1 et al.), the "New Jersey Conflicts of Interest Law," P.L.1971, c.182 (C.52:13D-12 et seq.), regulations of the State Ethics Commission, and any applicable executive orders; and
- dd. Establish a procedure for the confidential, anonymous submission of employee concerns regarding alleged wrongdoing at the university.

46 34. (New section) All functions, powers and duties relating to 47 the investment or reinvestment of funds other than those funds 48 specified in subsection w. of section 33 of P.L. , c. (C. )

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1 (pending before the Legislature as this bill) within the jurisdiction 2 of the board of trustees including the purchase, sale, or exchange of 3 any investments or securities may be exercised and performed by the Director of the Division of Investment in the Department of the 4 5 Treasury in accordance with the provisions of P.L.1950, c.270 (C.52:18A-79 et seq.) if so authorized by the board. Sections 35 6 7 and 36 of P.L., c. (C.) (pending before the Legislature as this 8 bill) shall only be applicable in the event of such an election. 9 Before any such investment, reinvestment, purchase, sale, or 10 exchange shall be made by the director for or on behalf of the board 11 of trustees, the Director of the Division of Investment shall submit the details thereof to the board, which shall, itself or by its finance 12 committee, within 48 hours, exclusive of Sundays and public 13 14 holidays, after such submission to it, file with the director its 15 written acceptance or rejection of such proposed investment, 16 reinvestment, purchase, sale, or exchange; and the director shall 17 have authority to make such investment, reinvestment, purchase, 18 sale, or exchange for or on behalf of the board, unless there shall 19 have been filed with him a written rejection thereof by the board or 20 its finance committee as herein provided. The board of trustees shall determine from time to time the cash requirements of the 21 various funds and accounts established by it and the amount 22 23 available for investment, all of which shall be certified to the State 24 Treasurer and the Director of the Division of Investment.

The finance committee of the board of trustees shall consist of three members of the board who shall be appointed in the same manner and for the same term as other committees of the board are appointed.

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35. (New section) The Director of the Division of Investment in the Department of the Treasury, in addition to other investments, presently or from time to time hereafter authorized by law, shall have authority, subject to any acceptance required, to invest and reinvest such funds in, and to acquire for or on behalf of the board such bonds or other evidence of indebtedness or capital stock or other securities issued by any company incorporated within the United States or within the Dominion of Canada, which shall be authorized or approved for investment by regulation of the State Investment Council and in which life insurance companies organized under the laws of this State may legally invest.

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36. (New section) The State Treasurer shall be the custodian of the board's investment funds, shall select all depositories and custodians and shall negotiate and execute custody agreements in connection with the assets or investments of any said funds.

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37. (New section) The university shall maintain an Internet website for the board of trustees. The purpose of the website shall

be to provide increased public access to board operations and
 activities. The following information shall be posted on the board's
 website:

- a. the board's rules, regulations, resolutions, and official policy statements;
- b. notice, posted at least five business days prior to a meeting of the board or any of its committees, setting forth the time, date, location, and agenda of the meeting;
- 9 c. the minutes of each meeting of the board and its committees; 10 and
  - d. information on any contract entered into by the board that was not competitively bid and the statutory authority for the contracting process.

The website shall be updated on a regular basis.

38. (New section) The board of trustees, in addition to the other powers and duties provided herein, shall be vested with the right of perpetual succession and shall have and exercise all the powers, rights, and privileges that are incident to the proper governance, conduct, and management of the university and the control of its properties and funds and such powers granted to the university or the board or reasonably implied, may be exercised without recourse or reference to any department or agency of the State, except as otherwise provided by this act.

39. (New section) The board shall appoint and fix the compensation of a president of the university. The president shall be responsible to the board of trustees and shall have such powers as shall be requisite for the executive management and conduct of the university in all departments, branches and divisions, and for the execution and enforcement of bylaws, ordinances, rules, regulations, statutes, and orders governing the management, conduct and administration of the university.

40. (New section) No trustee or officer of the university shall be personally liable for any debt, obligation, or other liability of the university or incurred by or on behalf of the university or any constituent unit thereof.

41. (New section) The board of trustees shall advise the Governor and Legislature, in consultation with the Secretary of Higher Education and the President's Council and successor bodies, on the manner in which the facilities and services of the university may be utilized so as to increase the efficiency of the public education system and provide, maintain, and improve upon the quality of higher education for the people of the State. The board of trustees shall make recommendations to the Governor and the Legislature respecting the needs for the facilities and services of the

1 university as an educational instrumentality of the State for that 2 purpose.

42. (New section) Subject to the provisions of P.L.1969, c.242 (C.18A:66-167 et seq.) and except as otherwise provided by law, the university shall be deemed to be an employer for the purposes of the "Public Employees' Retirement System Act," P.L.1954, c.84 (C.43:15A-1 et seq.), and shall also be deemed to be a "public agency or organization" within the meaning of section 71 of that act (C.43:15A-71). Further, the university's commissioned police officers shall be eligible for participation in and subject to the provisions of the "Police and Firemen's Retirement Systems Act," P.L.1944, c.255 (C.43:16A-1 et seq.), and the university shall be deemed an employer within the meaning of that act.

43. (New section) Nothing herein contained shall be construed to impair, annul or affect any vested rights, grants, privileges, exemptions, immunities, powers, prerogatives, franchises, or advantages heretofore obtained or enjoyed by the university or any constituent unit thereof, under any authority or any act of this State or under any grant, deed, conveyance, transfer, lease, estate, remainder, expectancy, trust, gift, donation, legacy, devise, endowment or fund, all of which are hereby ratified and confirmed except insofar as the same may have expired, be or have been repealed or altered, or may be inconsistent with this act or with existing provisions of law; subject however, thereto and to all of the rights, obligations, relations, conditions, terms, trust, duties, and liabilities to which the same are subject.

44. (New section) The enactment and adoption of this act shall not, of itself, affect the official, operational, or organizational status of any officer of the university or any and all outstanding authorizations of any officer, agent, or employee to take specified action, or any and all outstanding commitments or undertakings of or by the university, except and only to the extent that any of the same may be inconsistent with this act.

- 45. (New section) Upon the establishment of the body corporate and politic known as Rowan University:
- a. All appropriations available to Rowan University prior to the effective date of this act and to become available shall be transferred to the university by the Director of the Division of Budget and Accounting in the Department of the Treasury and shall be available for the objects and purposes for which appropriated, subject to any terms, restrictions, limitations or other requirements imposed by the State budget;
- b. All other grants, gifts, other moneys and property available to Rowan University prior to the effective date of this act and to

- become available to or for Rowan University shall be transferred to the university and shall be available for the objects and purposes of the university, subject to any terms, restrictions, limitations or other requirements imposed by State and federal law or otherwise;
  - c. All employees of Rowan University prior to the effective date of this act shall become employees of the university. Nothing in this act shall be construed so as to deprive any person of any right of tenure or under any retirement system or to any pension, disability, social security or similar benefit, to which the person is entitled by law or contractually;
  - d. All files, papers, records, equipment and other personal property of Rowan University shall be transferred to the university; and
  - e. All orders, rules or regulations theretofore made or promulgated by Rowan University shall continue in full force and effect as the orders, rules and regulations of the university until amended or repealed by the university.

46. (New section) This act shall not affect actions or proceedings, civil or criminal, brought by or against Rowan University, but such actions or proceedings may be prosecuted or defended in the same manner and to the same effect by the university as if the foregoing provisions had not taken effect; nor shall any of the foregoing provisions affect any order or regulation made by, or other matters or proceedings before, Rowan University, and all such matters or proceedings pending before Rowan University on the effective date of this act shall be continued by the university, as if the foregoing provisions had not taken effect.

47. (New section) Whenever in any law, rule, regulation, contract, document, judicial or administrative proceeding or otherwise, reference is made to Rowan University, the same shall mean and refer to Rowan University, herein referred to as "university," established as a public research university pursuant to the provisions of this act.

48. (New section) The general powers of supervision and control of the Secretary of Higher Education at the request of the Governor over Rowan University include the power to visit the university to examine into its manner of conducting its affairs and to enforce an observance of its laws and regulations and the laws of the State.

49. (New section) Notwithstanding any of the provisions of the "New Jersey Contractual Liability Act" (N.J.S.59:13-1 et seq.) to the contrary, contract claims and suits against the university shall be governed by that act.

50. (New section) Every contract or agreement negotiated, awarded or made pursuant to this act shall contain a suitable warranty by the contractor that no person or selling agency has been employed or retained to solicit or secure such contract upon an agreement or understanding for a commission, percentage, brokerage or contingent fee, except bona fide employees or bona fide established commercial or selling agencies maintained by the contractor for the purpose of securing business, for the breach or violation of which warranty the university shall have the right to annul such contract without liability or in its discretion to deduct from the contract price or consideration the full amount of such commission, percentage, brokerage or contingent fee.

51. (New section) Any person willfully authorizing, consenting to, making or procuring to be made payment of university funds for or on account of any purchase, contract or agreement known to him to have been made or entered into in violation of any of the provisions of this act shall be guilty of a misdemeanor.

52. (New section) The payment of any fee, commission or compensation of any kind or the granting of any gift or gratuity of any kind, either directly or indirectly, whether or not in connection with any purchase, sale or contract, to any person employed by Rowan University, having any duties or responsibilities in connection with the purchase or acquisition of any property or services by the university, by or on behalf of any seller or supplier who has made, negotiated, solicited or offered to make and contract to sell or furnish real or personal property or services to the university is hereby prohibited. Any person offering, paying, giving, soliciting or receiving any fee, commission, compensation, gift or gratuity in violation of this section shall be guilty of a misdemeanor.

53. (New section) The provisions of this act shall not alter the term of any member of the board, not specifically abolished herein, lawfully in office as of the effective date of this act, or require the reappointment thereof.

54. (New section) No provision of this act shall be deemed or construed to create or constitute a debt, liability, or a loan or pledge of the credit, of the State of New Jersey.

55. (New section) This act, being deemed and declared necessary for the welfare of the State and the people of New Jersey to provide for the development of public higher education in the State and thereby to improve the quality and increase the efficiency of the public system of educational services of the State, shall be liberally construed to effectuate the purposes and intent thereof.

56. (New section) In accordance with the provisions of section 27 of P.L.1994, c.48 (C.18A:3B-27), the university is allocated to the Department of State for the purposes of complying with the provisions of Article V, Section IV, Paragraph 1 of the New Jersey Constitution. Notwithstanding this allocation, the university shall be independent of any supervision or control of the Department of State or any board, commission, or officer thereof and the allocation shall not in any way affect the principles of institutional autonomy established by that act and as otherwise enumerated herein.

- 57. Section 2 of P.L.1991, c.387 (C.2A:14-1.2) is amended to read as follows:
- 2. a. Except where a limitations provision expressly and specifically applies to actions commenced by the State or where a longer limitations period would otherwise apply, and subject to any statutory provisions or common law rules extending limitations periods, any civil action commenced by the State shall be commenced within ten years next after the cause of action shall have accrued.
- b. For purposes of determining whether an action subject to the limitations period specified in subsection a. of this section has been commenced within time, no such action shall be deemed to have accrued prior to January 1, 1992.
- c. As used in this act, the term "State" means the State, its political subdivisions, any office, department, division, bureau, board, commission or agency of the State or one of its political subdivisions, and any public authority or public agency, including, but not limited to, the New Jersey Transit Corporation and the University of Medicine and Dentistry of New Jersey.
- The provisions of this section shall not apply to any civil action commenced by the State concerning the remediation of a contaminated site or the closure of a sanitary landfill facility, or the payment of compensation for damage to, or loss of, natural resources due to the discharge of a hazardous substance, and subject to the limitations period specified in section 5 of P.L.2001, c.154 (C.58:10B-17.1).

37 (cf: P.L.2001, c.154, s.7)

(ci. 1.12.2001, c.134, s.7)

## 58. N.J.S.11A:6-6 is amended to read as follows:

11A:6-6. State administrative leave. Administrative leave for personal reasons including religious observances for full-time State employees or those employees of Rutgers, The State University, New Jersey Institute of Technology and [the University of Medicine and Dentistry of New Jersey] Rowan University who perform services similar to those performed by employees of the New Jersey State colleges who are in the career service shall be three working days per calendar year. Administrative leave shall

1 not be cumulative and any administrative leave unused by an 2 employee at the end of any year shall be cancelled. 3 (cf: N.J.S.11A:6-6)

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59. N.J.S.11A:6-17 is amended to read as follows:

5 6 11A:6-17. Supplemental compensation; employees of Rutgers, 7 The State University, New Jersey Institute of Technology, and [the 8 University of Medicine and Dentistry of New Jersey Rowan 9 University. The supplemental compensation provided under this 10 chapter shall also be paid to each employee of Rutgers, The State University, New Jersey Institute of Technology, Land the University 11 of Medicine and Dentistry of New Jersey ], and Rowan University 12 13 who performs services similar to those performed by employees of 14 the New Jersey State colleges who are in the career service or who 15 have been granted sick leave under terms and conditions similar to 16 career service employees, including those employees of [the 17 University of Medicine and Dentistry of New Jersey Rutgers, The 18 State University who are members of the Newark Employees' 19 Retirement System.

(cf: N.J.S.11A:6-17) 20

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22 60. Section 4 of P.L.2003, c.193 (C.17B:27D-4) is amended to 23 read as follows:

24 4. The commission shall consist of 17 voting members as 25 follows: the Commissioners of Health and Senior Services, Human 26 Services and Banking and Insurance or their designees, who shall serve ex officio; three public members appointed by the President 27 28 of the Senate, who shall include a representative of a commercial 29 health insurance company, a physician licensed in this State who is 30 a member of the Medical Society of New Jersey, and a 31 representative of the New Jersey Business and Industry Association, 32 no more than two of whom shall be from the same political party; 33 three public members appointed by the Speaker of the General 34 Assembly, who shall include a representative of a health service 35 corporation, a physician licensed in this State, and a representative 36 of organized labor, no more than two of whom shall be from the 37 same political party; and eight public members appointed by the Governor, who shall include a medical educator from [the 38 39 University of Medicine and Dentistry of New Jersey Rutgers, The 40 State University whose major field of expertise is the study and 41 evaluation of the cost of health care and health insurance, a 42 representative of the New Jersey Association of Health Plans, a 43 representative of the New Jersey Hospital Association, a 44 representative of the New Jersey State Nurses Association, a 45 representative of the New Jersey Dental Association, a 46 representative of a consumer advocacy organization and two

representatives of the general public who are knowledgeable about health benefits plans.

3 The President of the Senate may appoint two members of the Senate, no more than one of whom shall be from the same political 4 party, to serve as nonvoting members of the commission. The 5 Speaker of the General Assembly may appoint two members of the 6 7 General Assembly, no more than one of whom shall be from the 8 same political party, to serve as nonvoting members of the 9 The legislative members shall serve during their commission. 10 legislative term of office.

Of the voting members first appointed, four shall serve for a term of two years, four for a term of three years and three for a term of four years.

Voting members appointed thereafter shall serve four-year terms, and any vacancy shall be filled by appointment for the unexpired term only. A member is eligible for reappointment. Vacancies in the membership of the commission shall be filled in the same manner as the original appointments were made.

19 (cf: P.L. 2003, c.193, s.4)

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- 61. Section 3 of P.L.1994, c.48 (C.18A:3B-3) is amended to read as follows:
- 23 3. For the purposes of this act, unless the context clearly requires a different meaning:

"Authority" means the Higher Education Student Assistance Authority established pursuant to N.J.S.18A:71A-3;

"Commission" means the New Jersey Commission on Higher Education established by this act;

"Council" means the New Jersey Presidents' Council established by this act;

"Programmatic Mission" means all program offerings consistent within those levels of academic degrees or certificates that the institution has been authorized to grant by the State Board of Higher Education prior to the effective date of this act or approved thereafter by the commission;

"Public Research University" means Rutgers, The State
University of New Jersey, [the University of Medicine and
Dentistry of New Jersey] Rowan University, and the New Jersey
Institute of Technology;

"State college" means any of the State colleges or universities established pursuant to chapter 64 of Title 18A of the New Jersey Statutes including any State college designated as a teaching university.

44 (cf: P.L. 1999, c.46, s.27)

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46 62. Section 12 of P.L.1994, c.48 (C.18A:3B-12) is amended to read as follows:

- 1 12. a. There shall be established an executive board which 2 performs such duties as determined by the council. The executive 3 board shall be composed of 15 members as follows:
- 4 The president of Rutgers, The State University;
- 5 The president of the University of Medicine and Dentistry of 6 New Jersey];
- 7 The president of New Jersey Institute of Technology;
- 8 The president of Rowan University;
- 9 Three presidents of State Colleges who shall be selected by the 10 presidents of this sector;
- 11 Five presidents of county colleges who shall be selected by the 12 presidents of this sector;
- 13 Three presidents of independent institutions who shall be 14 selected by the presidents of this sector;
- 15 One president of the proprietary schools which have been 16 authorized to offer licensed degree programs who shall be selected 17 by the presidents of these proprietary schools.
- b. The chair of the executive board shall be rotated among the 18 following: one of the presidents of Rutgers, The State University of 19
- 20 New Jersey, the president of the University of Medicine and
- 21 Dentistry of New Jersey Rowan University, and the president of
- 22 New Jersey Institute of Technology; a president selected by the 23 presidents of the State Colleges; a president selected by the
- 24 presidents of the county colleges; and a president selected by the
- 25 presidents of the independent institutions. The chair of the 26
- executive board shall serve for a two-year period. Biennially, the 27 executive board shall select the chair in the manner provided above,
- but not necessarily in the order provided above. 28
- 29 The chair of the executive board shall also serve as the chair 30 of the council.
- (cf: P.L.2009, c.246, s.2) 31

- 33 63. Section 1 of P.L.2009, c.308 (C.18A:3B-46) is amended to 34 read as follows:
- 35 1. As used in this act:
- "Commission" means the New Jersey Commission on Higher 36 Education established pursuant to section 13 of P.L.1994, c.48 37 (C.18A:3B-13);38
- 39 "Public research university" means Rutgers, The State University 40 of New Jersey, Ithe University of Medicine and Dentistry of New
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- Jersey Rowan University, and the New Jersey Institute of Technology; 42
- 43 "State college" means the State colleges or universities
- 44 established pursuant to chapter 64 of Title 18A of the New Jersey
- 45 Statutes.
- 46 (cf: P.L.2009, c.308, s.1)

- 1 64. Section 2 of P.L.2007, c.171 (C.18A:26-2.9) is amended to read as follows:
- 3 2. a. The Commissioner of Education shall develop
- 4 recommendations for autism and other developmental disabilities 5 awareness instruction and methods of teaching students with autism
- 6 and other developmental disabilities for teacher preparation
- 7 programs in accordance with section 1 of this act and shall submit
- 8 the recommendations to the State Board of Education. In
- 9 developing the recommendations, the commissioner shall consult
- 10 with the Commissioner of Health and Senior Services,
- 11 representatives from entities that promote awareness about autism
- 12 and other developmental disabilities and provide programs and
- services to people with autism and other developmental disabilities,
- 14 including, but not limited to Autism Speaks, The Autism Center of
- 15 New Jersey Medical School at [the University of Medicine and
- Dentistry of New Jersey Rutgers, The State University, and The
- 17 New Jersey Center for Outreach and Services for the Autism
- 18 Community, and representatives of the education community,
- 19 including, but not limited to the New Jersey Education Association,
- 20 the New Jersey School Boards Association, the New Jersey
- 21 Principals and Supervisors Association, and the New Jersey
- 22 Professional Teaching Standards Board.
- b. The Commissioner of Education shall develop
- 24 recommendations to incorporate autism and other developmental
- 25 disabilities awareness instruction and methods of teaching students
- 26 with autism and other developmental disabilities for teacher and
- 27 paraprofessional in-service and other training programs, where
- appropriate, and shall submit the recommendations to the State board. In developing the recommendations, the commissioner shall
- 30 consult with the Commissioner of Health and Senior Services,
- 31 representatives from entities that promote awareness about autism
- 32 and other developmental disabilities and provide programs and
- 33 services to people with autism and other developmental disabilities,
- including, but not limited to Autism Speaks, The Autism Center of
- 35 New Jersey Medical School at [the University of Medicine and

Dentistry of New Jersey Rutgers, The State University, and The

- 37 New Jersey Center for Outreach and Services for the Autism
- 38 Community, and representatives of the education community,
- 39 including, but not limited to the New Jersey Education Association,
- 40 the New Jersey School Boards Association, the New Jersey
- 41 Principals and Supervisors Association, and the New Jersey
- 42 Professional Teaching Standards Board.
- c. The recommendations developed by the commissioner
- pursuant to subsections a. and b. of this section shall address the
- 45 following:

- 46 (1) characteristics of students with autism and other
- 47 developmental disabilities;

- 1 (2) curriculum planning, curricular and instructional 2 modifications, adaptations, and specialized strategies and 3 techniques;
- 4 (3) assistive technology; and
- 5 (4) inclusive educational practices, including collaborative 6 partnerships.
- 7 (cf: P.L.2007, c.171, s.2)

- 9 65. Section 1 of P.L.1985, c.161 (C.18A:64-45) is amended to read as follows:
- 11 1. There is established a body corporate and politic, with 12 corporate succession, to be known as the New Jersey Association of
- 13 State Colleges and Universities. New Jersey City University, Kean
- 14 University, Montclair State University, Ramapo College of New
- 15 Jersey, Richard Stockton College of New Jersey, [Rowan
- 16 University, Thomas Edison State College, The College of New
- 17 Jersey and The William Paterson University of New Jersey shall
- 18 constitute the membership of the association.
- 19 (cf: P.L.1999, c.46, s.35)

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- 21 66. Section 2 of P.L.1985, c.161 (C.18A:64-46) is amended to 22 read as follows:
- 23 2. The association shall consist of [nine] eight voting members 24 to be appointed as follows: one member from each member 25 institution's boards of trustees, appointed by the members thereof. 26 In addition the presidents of the member institutions shall serve as
- ex officio, nonvoting members.
  Members shall serve without compensation but shall be entitled

to be reimbursed for all reasonable and necessary expenses.

30 (cf: P.L.1999, c.46, s.36)

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- 32 67. Section 3 of P.L.2006, c.95 (C.18A:64G-6.1) is amended to read as follows:
- 34 3. a. The management, supervision, and administration of
- University Hospital shall be vested in a [nine-member] 12-member
- 36 board of directors of University Hospital. The board shall be
- 37 comprised of [four members of the board of trustees of the
- 38 University of Medicine and Dentistry of New Jersey who shall
- 39 serve ex officio and be appointed by the chairman of the board and
- 40 five :
- 41 (1) three members who shall serve ex-officio, without vote,
- 42 <u>including</u>: the Dean of New Jersey Medical School, the Dean of
- 43 New Jersey Dental School, and the Commissioner of Health and
- 44 <u>Senior Services; and</u>
- 45 (2) nine public members, who shall be appointed by the
- 46 Governor, with the advice and consent of the Senate, for a five-year
- 47 term[; except that in the case of the initial gubernatorial

appointments to the board of directors, two shall serve for a term of two years, one for a term of three years, one for a term of four years, and one for a term of five years.

A person who is a member of the board of directors on the effective date of P.L., c. (C. )(pending before the Legislature as this bill) shall be permitted to serve for the balance of the term for which that person was appointed.

8 A member of the board of directors shall serve until [his] the 9 member's successor is appointed and has qualified. Any vacancies 10 in the membership occurring other than by expiration of term shall 11 be filled in the same manner as the original appointment but for the 12 unexpired term only. Each member of the board of directors before 13 entering upon [his] the member's duties shall take and subscribe an 14 oath to perform the duties of [his] the office faithfully, impartially, 15 and justly to the best of [his] the member's ability. A record of the oath shall be filed in the office of the Secretary of State. Each 16 17 member of the board may be removed from office by the Governor, 18 for cause, after a public hearing.

- b. The members of the board of directors shall meet at the call of the Governor for purposes of organizing. The board shall thereafter meet at such times and places as it shall designate.
- c. The Governor shall designate one of the members as chairman of the board of directors. The board shall select the other officers from among its members as shall be deemed necessary.
- d. The board of directors shall have the power to appoint and regulate the duties and procedures of committees, standing or special, from its members and such advisory committees or bodies, as it may deem necessary or conducive to the efficient management and operation of the hospital.
- e. The board shall have the power and duty to:
- 31 (1) direct and control expenditures of University Hospital funds;
- 32 (2) borrow money;

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- (3) enter into contracts with the State or federal government, or
   any individual, firm, or corporation;
- 35 (4) solicit and accept grant moneys;
- 36 (5) acquire, own, lease, dispose of, use, and operate property;
- 37 (6) sue and be sued;
- 38 (7) enter into a contract or other agreement with a for-profit or
- 39 <u>nonprofit corporation operating one or more hospitals in New</u>
- 40 Jersey to operate and manage or assist in the operation and
- 41 management of University Hospital, without engaging in a
- 42 competitive bidding process; and
- 43 (8) hire, fire, and fix salaries for all employees of University
- 44 <u>Hospital.</u>
- 45 (cf: P.L.2006, c.95, s.3)

- 1 68. Section 1 of P.L. 1999, c.353 (C.18A:64G-35) is amended to 2 read as follows:
- 1. There is established a "Physician-Dentist Fellowship and
- 4 Education Program to Provide Health Care to Persons with
- 5 Developmental Disabilities" within [the University of Medicine and
- 6 Dentistry of New Jersey Rutgers, The State University. The
- 7 purpose of the program is to provide physicians and dentists with
- 8 graduate and fellowship training through academic institutions in
- 9 the State and continuing medical and dental education on a
- 10 Statewide basis, in the provision of medical and dental services to
- persons with developmental disabilities to ensure that these services
- 12 are accessible and adequately available to persons with
- developmental disabilities in the State.
- 14 (cf: P.L. 1999,c.353,s.1)

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- 16 69. Section 2 of P.L. 1999, c.353 (C.18A:64G-36) is amended to read as follows:
  - 2. There is established a 17-member Consortium on Physician and Dentist Training in Health Care for Persons with Developmental Disabilities to advise the director of the program on
- 21 the implementation of this act.
- a. The members of the consortium shall include: one
- 23 representative each from the pediatric medicine, family medicine,
- 24 internal medicine, neurology and psychiatry programs at [the
- 25 University of Medicine and Dentistry of New Jersey Rutgers, The
- 26 <u>State University</u>, one representative from the New Jersey Dental
- 27 School, and one representative of the University Affiliated
- 28 Program, to be appointed by the President of [the University of
- 29 Medicine and Dentistry of New Jersey Rutgers, The State
- 30 <u>University</u>; the director of the Mainstreaming Medical Care
- 31 program of The Arc of New Jersey, who shall serve ex officio; the
- 32 Director of the Division of Developmental Disabilities in the
- 33 Department of Human Services, who shall serve ex officio; the
- 34 Director of the Division of Medical Assistance and Health Services
- 35 in the Department of Human Services, who shall serve ex officio;
- 36 the Commissioner of Health and Senior Services or the
- 37 commissioner's designee, who shall serve ex officio; three health
- 38 care provider public members appointed by the Commissioner of
- 39 Human Services, one each upon the recommendation of the Medical
- 40 Society of New Jersey, the New Jersey Association of Osteopathic
- 41 Physicians and Surgeons and the New Jersey Dental Association;
- 42 and three public members appointed by the Commissioner of
- 43 Human Services, two of whom shall represent community
- 44 organizations that advocate for persons with developmental
- disabilities and one of whom shall be a family member of a person
- with a developmental disability or a person with a developmental
- disability who is a self advocate.

The President of the University of Medicine and Dentistry of New Jersey and the Commissioner of Human Services shall make the appointments to the consortium within 60 days of the effective date of this act.

Members of the consortium shall serve for a term of three years and are eligible for reappointment, but of the members first appointed, five shall serve for a term of one year, four for a term of two years and four for a term of three years. Vacancies shall be filled in the same manner as the original appointments were made.

- b. Members shall serve without compensation, but the public members shall be entitled to reimbursement for necessary expenses incurred in the performance of their duties and within the limits of funds appropriated to the program.
- c. The consortium shall organize as soon as may be practicable after the appointment of its members. The Director of the Division of Developmental Disabilities shall serve as the chairman of the consortium. The members of the consortium shall elect a vice-chairman from among the members. All members, including ex officio members, shall be eligible to vote on all matters before the consortium. The director of the program, appointed pursuant to section 5 of this act, shall serve as secretary to the consortium.
- d. The consortium shall assist the director of the program in establishing policies and procedures for the nomination and selection of physicians and dentists as program fellows. The consortium shall otherwise advise the director on the operation of the program as the director deems necessary, and as specified in this act
- 28 (cf: P.L.1999, c.353, s.2)

- 30 70. Section 5 of P.L.1999, c.353 (C.18A:64G-39) is amended to read as follows:
  - 5. The President of [the University of Medicine and Dentistry of New Jersey] Rutgers, The State University shall, in consultation with the consortium, appoint a director for the program who shall be a State licensed physician. The director of the program need not be solely responsible for the program and may continue to have other duties. The director may, in consultation with the consortium, appoint regional chairmen or chairmen of medical or dental practice specialties, as the director deems necessary for the operation of the program.
- 41 (cf: P.L.1999,c.353,s.5)

- 43 71. Section 4 of P.L.1977, c.390 (C.18A:64H-4) is amended to 44 read as follows:
- 45 4. The council shall consist of 15 members, 12 voting members 46 and three nonvoting members; four members of the council shall be 47 appointed by the Governor and 11 shall be ex officio members. The 48 appointments shall consist of three representatives of the public and

1 one student currently enrolled in a graduate medical training 2 program; the appointed members shall be voting members of the 3 The president of [the University of Medicine and Dentistry of New Jersey Rutgers, The State University, who shall 4 5 serve as chairperson; a dean from one of the medical schools of 6 [the University of Medicine and Dentistry of New Jersey] Rutgers, 7 The State University, to be selected by the president of [the 8 University of Medicine and Dentistry of New Jersey Rutgers, The 9 State University; the dean of the School of Graduate Medical 10 Education of Seton Hall University; the president of the New Jersey Hospital Association; the president of the Association of Hospital 11 12 Directors of Medical Education of New Jersey; the president of the 13 New Jersey Association of Osteopathic Physicians and Surgeons; 14 the president of the Medical Society of New Jersey; and the 15 president of the New Jersey Council of Teaching Hospitals or their 16 designated representatives shall be ex officio, voting members of 17 the council. The Commissioner of Health and Senior Services; the 18 president of the State Board of Medical Examiners and the 19 Commissioner of Human Services or their designated 20 representatives shall be ex officio, nonvoting members. appointed members shall serve for a three-year term or until a 21 22 successor is appointed. For those first appointed, two shall be 23 appointed for a one-year term; one shall be appointed for a two-year 24 term; and one shall be appointed for a three-year term. 25 vacancies in the voting membership other than by expiration of term 26 shall be filled in the same manner as the original appointment but 27 for the unexpired term only. To assist the council in carrying out 28 the intent of this act: 29

- a. The council may appoint advisory committees representative of the medical and health care professions, educators, and students, representatives of medical and health care facilities and consumers. The advisory committees shall provide advice and assistance to the council for the council's performance of its designated functions.
- b. The council may employ an executive director and additional staff to provide expertise in the gathering and analysis of data and administration. The executive director shall have the right to speak on all matters at meetings of the council but shall have no vote. The council and the advisory committees shall serve without compensation, but shall be reimbursed for necessary expenses incurred in the performance of their duties.

41 (cf: P.L.2008, c.5, s.1)

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43 72. Section 1 of P.L.2003, c.133 (C.18A:64H-9) is amended to read as follows:

1. a. There is created, within the [Commission on Higher Education] Office of the Secretary of Higher Education, the

"Advisory Committee on Alternatively Accredited Medical School
 Clinical Clerkships."

The advisory committee shall consist of 11 members as follows: the Commissioner of Health and Senior Services or his designee, who shall serve ex officio; four members appointed by the Governor who include one representative of the Medical Society of New Jersey, one representative of the New Jersey Association of Osteopathic Physicians and Surgeons, one representative of the New Jersey Hospital Association and one representative of an alternatively accredited medical school; two members appointed by the President of the Senate who include one representative of the New Jersey Council of Teaching Hospitals and one representative of a teaching hospital in New Jersey that has students from an alternatively accredited medical school participating in a clinical clerkship program; two members appointed by the Speaker of the General Assembly who include one representative of an alternatively accredited medical school and one representative of a teaching hospital in New Jersey that has students from a medical school of [the University of Medicine and Dentistry of New Jersey] Rutgers, The State University in a clinical clerkship program; one member appointed by the State Board of Medical Examiners; and one member appointed by the President of [the University of Medicine and Dentistry of New Jersey Rutgers, The State University. No two members of the advisory committee shall be representatives of the same medical school or hospital.

b. Members shall serve for a term of three years from the date of their appointment and until their successors are appointed and qualified, except that of the members first appointed, four members shall serve for a term of one year, three members shall serve for a term of two years and three members shall serve for a term of three years. Vacancies shall be filled for the balance of the unexpired term in the same manner as the original appointments were made. A member of the advisory committee shall be eligible for reappointment.

- c. The members of the advisory committee shall serve without compensation, but shall be reimbursed for necessary and reasonable expenses actually incurred in the performance of their duties, within the limits of funds appropriated or otherwise made available to the advisory committee for this purpose.
- d. The advisory committee shall select a chairman from among its members, who shall serve a one-year term but may serve successive terms. The advisory committee shall meet upon the call of the chairman or of a majority of its members. A majority of the members of the advisory committee shall constitute a quorum, and no action of the advisory committee shall be taken except upon the affirmative vote of a majority of the members of the entire advisory committee.

- e. As used in this act, "alternatively accredited medical school"
  means a medical school located outside the United States: (1) in a
  country that applies accreditation standards that have been
  determined by the National Committee on Foreign Medical
  Education and Accreditation within the United States Department of
  Education to be comparable to the accreditation standards applied to
- 7 medical schools located within the United States; (2) that continues
- 8 to meet the accreditation standards of that country; and (3) has
- 9 medical school students participating in a clinical clerkship program
- 10 in New Jersey prior to the effective date of this act, or is approved
- 11 by the Advisory Graduate Medical Education Council of New
- 12 Jersey pursuant to section 4 of this act to operate a clinical clerkship
- program in this State.
- 14 (cf: P.L.2003, c.133, s.1)

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- 16 73. Section 2 of P.L.1985, c.103 (C.18A:64J-2) is amended to read as follows:
  - 2. For the purposes of this act:
  - a. "Advanced technology center" means one or more outstanding programs or departments at New Jersey's public and private institutions of higher education, which are provided substantial and concentrated financial support to promote their development into national-level bases for innovative technology research.
  - b. "Business incubation facilities" means low-cost, short-term occupancy, rental spaces wherein assistance is granted to a targeted network of new companies employing selected technologies congruent with the strengths of the State's public and private institutions of higher education.
  - c. "Commission" means the Governor's Commission on Science and Technology as created by Executive Order No. 12 of 1982 or its successor which is established by the Legislature.
    - d. "Consortium" means a cooperative arrangement between two or more institutions of higher education to pursue a program for strengthening academic programs, improving administration or providing for other special needs.
  - e. "Innovation partnership grants" means matching grants to academic researchers performing applied research in emerging technologies at any of the State's public and private institutions of higher education, which are of strategic importance to the New Jersey economy, under regulations adopted by the commission pursuant to the "Administrative Procedure Act," P.L. 1968, c. 410 (C. 52:14B-1 et seq.).
- f. "Private institutions of higher education" means independent colleges, universities or institutes incorporated and located in New Jersey, which by virtue of law or character or license are nonprofit educational institutions authorized to grant academic degrees and which provide a level of education which is equivalent to the education provided by the State's public institutions of higher

- 1 education as attested by the receipt of and continuation of regional
- 2 accreditation by the Middle States Association of Colleges and
- 3 Schools, and which are eligible to receive State aid under the
- provisions of the Constitution of the United States and the 4
- 5 Constitution of the State of New Jersey, but does not include any
- educational institution dedicated primarily to the education or 6
- 7 training of ministers, priests, rabbis or other professional persons in
- 8 the field of religion.
- 9 g. "Public institutions of higher education" means Rutgers, The
- 10 State University, the State colleges, the New Jersey Institute of
- Technology, [the University of Medicine and Dentistry of New 11
- 12 Jersey Rowan University, the county colleges and any other public
- 13 university or college now or hereafter established or authorized by
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- 15 h. "Technology extension services" means programs that not only
- 16 accelerate the application and transfer of technological innovations
- 17 by the State's public and private institutions of higher education to
- 18 existing industry, but also adapt these innovations to the
  - requirements of individual business operations.
- 20 (cf: P.L.1985, c. 103, s. 2)
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- 22 74. Section 3 of P.L.1985, c. 103 (C.18A:64J-3) is amended to 23
- read as follows:
- 24 There is established the Advanced Technology Center in
- 25 Hazardous and Toxic Substance Management, hereinafter referred
- 26 to as the center, at the New Jersey Institute of Technology in the
- 27 City of Newark, County of Essex with the cooperation of a research
- and public policy consortium led by the New Jersey Institute of 28
- 29 Technology and including Stevens Institute of Technology, [the
- University of Medicine and Dentistry of New Jersey and Rutgers, 30
- The State University. Various other public and private institutions 31
- 32 of higher education and their faculties may be considered for
- 33 participation in the work of the center in the future by the
- 34 commission.
- 35 (cf: P.L.1985, c.103, s.3)
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- 37 75. Section 2 of P.L.1985, c.104 (C.18A:64J-9) is amended to 38 read as follows:
- 39 2. For the purposes of this act:
- 40 a. "Advanced technology center" means one or more outstanding
- 41 programs or departments at New Jersey's public and private
- 42 institutions of higher education, which are provided substantial and
- 43 concentrated financial support to promote their development into
- 44 national-level bases for innovative technology research.
- 45 "Business incubation facilities" means low-cost, short-term
- 46 occupancy, rental spaces wherein assistance is granted to a targeted
- 47 network of new companies employing selected technologies

- 1 congruent with the strengths of the State's public and private 2 institutions of higher education.
- c. "Commission" means the Governor's Commission on Science
   and Technology as created by Executive Order No. 12 of 1982 or its
   successor which is established by the Legislature.
- d. "Innovation partnership grants" means matching grants to academic researchers performing applied research in emerging technologies at any of the State's public and private institutions of higher education, which are of strategic importance to the New Jersey economy, under regulations adopted by the commission pursuant to the "Administrative Procedure Act," P.L. 1968, c. 410 (C. 52:14B-1 et seq.).
- e. "Private institutions of higher education" means independent 13 14 colleges or universities incorporated and located in New Jersey, 15 which by virtue of law or character or license are nonprofit 16 educational institutions authorized to grant academic degrees and 17 which provide a level of education which is equivalent to the 18 education provided by the State's public institutions of higher 19 education as attested by the receipt of and continuation of regional 20 accreditation by the Middle States Association of Colleges and Schools, and which are eligible to receive State aid under the 21 22 provisions of the Constitution of the United States and the 23 Constitution of the State of New Jersey, but does not include any 24 educational institution dedicated primarily to the education or 25 training of ministers, priests, rabbis or other professional persons in 26 the field of religion.
  - f. "Public institutions of higher education" means Rutgers, The State University, the State colleges, the New Jersey Institute of Technology, [the University of Medicine and Dentistry of New Jersey] Rowan University, the county colleges and any other public university or college now or hereafter established or authorized by law.
- g. "Technology extension services" means programs that not only accelerate the application and transfer of technological innovations by the State's public and private universities to existing industry, but also adapt these innovations to the requirements of individual business operations.
- 38 (cf: P.L.1985, c.104, s. 2)

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39 (CI. F.L.1983, C.104, S. 2

- 40 76. Section 2 of P.L.1985, c.105 (C.18A:64J-16) is amended to read as follows:
- 42 2. For the purposes of this act:
- a. "Advanced technology center" means one or more outstanding programs or departments at New Jersey's public and private institutions of higher education, which are provided substantial and concentrated financial support to promote their development into national-level bases for innovative technology research.

- b. "Business incubation facilities" means low-cost, short-term occupancy, rental spaces wherein assistance is granted to a targeted network of new companies employing selected technologies congruent with the strengths of the State's public and private institutions of higher education.
  - c. "Commission" means the Governor's Commission on Science and Technology as created by Executive Order No. 12 of 1982 or its successor which is established by the Legislature.
- d. "Innovation partnership grants" means matching grants to academic researchers performing applied research in emerging technologies at any of the State's public and private institutions of higher education, which are of strategic importance to the New Jersey economy, under regulations adopted by the commission pursuant to the "Administrative Procedure Act," P.L. 1968, c. 410 (C.52:14B-1 et seq.).
- 16 e. "Private institutions of higher education" means independent 17 colleges or universities incorporated and located in New Jersey, 18 which by virtue of law or character or license are nonprofit 19 educational institutions authorized to grant academic degrees and 20 which provide a level of education which is equivalent to the education provided by the State's public institutions of higher 21 22 education as attested by the receipt of and continuation of regional 23 accreditation by the Middle States Association of Colleges and 24 Schools, and which are eligible to receive State aid under the 25 provisions of the Constitution of the United States and the 26 Constitution of the State of New Jersey, but does not include any educational institution dedicated primarily to the education or 27 training of ministers, priests, rabbis or other professional persons in 28 29 the field of religion.
- f. "Public institutions of higher education" means Rutgers, The
  State University, the State colleges, the New Jersey Institute of
  Technology, [the University of Medicine and Dentistry of New
  Jersey] Rowan University, the county colleges and any other public
  university or college now or hereafter established or authorized by
  law.
- g. "Technology extension services" means programs that not only accelerate the application and transfer of technological innovations by the State's public and private institutions of higher education to existing industry, but also adapt these innovations to the requirements of individual business operations.

41 (cf: P.L.1985, c.105, s.2)

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- 43 77. Section 3 of P.L.1985, c.105 (C.18A:64J-17) is amended to 44 read as follows:
- 3. There is established the Advanced Technology Center in Biotechnology (hereinafter referred to as the center) under the [joint] governance of Rutgers, The State University [and the University of Medicine and Dentistry of New Jersey] and with the

- 1 participation of other public and private institutions of higher
- 2 education and faculties who may be considered for participation in
- 3 the work of the center in the future by the commission. The center
- 4 shall be composed of various units at locations designated by the
- 5 participating institutions, with the approval of the commission.
- (cf: P.L.1985, c.105, s.3) 6

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- 78. Section 2 of P.L.1985, c.106 (C.18A:64J-23) is amended to read as follows:
  - 2. For the purposes of this act:
- a. "Advanced technology center" means one or more outstanding programs or departments at New Jersey's public and private institutions of higher education, which are provided substantial and concentrated financial support to promote their development into national-level bases for innovative technology research.
- "Business incubation facility" means low-cost, short-term occupancy, rental spaces wherein assistance is granted to a targeted network of new companies employing selected technologies congruent with the strengths of the State's public and private institutions of higher education.
- c. "Commission" means the Governor's Commission on Science and Technology as created by Executive Order No. 12 of 1982 or its successor which is established by the Legislature.
- 24 "Innovation partnership grants" means matching grants to 25 academic researchers performing applied research in emerging 26 technologies at any of the State's public and private institutions of higher education, which are of strategic importance to the New 28 Jersey economy, under regulations adopted by the commission 29 pursuant to the "Administrative Procedure Act," P.L. 1968, c. 410 30 (C. 52:14B-1 et seq.).
  - e. "Private institutions of higher education" means independent colleges or universities incorporated and located in New Jersey, which by virtue of law or character or license are nonprofit educational institutions authorized to grant academic degrees and which provide a level of education which is equivalent to the education provided by the State's public institutions of higher education as attested by the receipt of and continuation of regional accreditation by the Middle States Association of Colleges and Schools, and which are eligible to receive State aid under the provisions of the Constitution of the United States and the Constitution of the State of New Jersey, but does not include any educational institution dedicated primarily to the education or training of ministers, priests, rabbis or other professional persons in the field of religion.
- 45 f. "Public institutions of higher education" means Rutgers, The 46 State University, the State colleges, the New Jersey Institute of 47 Technology, Ithe University of Medicine and Dentistry of New 48 Jersey Rowan University, the county colleges and any other public

1 university or college now or hereafter established or authorized by 2 law.

- g. "Technology extension services" means programs that not only accelerate the application and transfer of technological innovations by the State's public and private institutions of higher education to existing industry, but also adapt these innovations to the requirements of individual business operations.
- (cf: P.L.1985, c.106, s.2)

- 10 79. Section 2 of P.L.1985, c.366 (C.18A:64J-30) is amended to read as follows:
- 12 2. For the purposes of this act:
  - a. "Advanced technology center" means one or more outstanding programs or departments at New Jersey's public and private institutions of higher education which are provided substantial and concentrated financial support to promote their development into national level bases for innovative technology research;
  - b. "Business incubation facilities" means low cost, short-term occupancy rental spaces wherein assistance is granted to a targeted network of new companies employing selected technologies congruent with the strengths of the State's public and private institutions of higher education;
  - c. "Commission" means the New Jersey Commission on Science and Technology as created by P.L. 1985, c. 102 (C. 52:9X-1 et seq.);
- d. "Innovation partnership grants" means matching grants to academic researchers performing applied research in emerging technologies at any of the State's public and private institutions of higher education which are of strategic importance to the New Jersey economy under regulations adopted by the commission pursuant to the "Administrative Procedure Act," P.L. 1968, c. 410 (C. 52:14B-1 et seq.);
  - e. "Private institutions of higher education" means independent colleges or universities incorporated and located in New Jersey, which by virtue of law or character or license, are nonprofit educational institutions authorized to grant academic degrees and provide a level of education which is equivalent to the education provided by the State's public institutions of higher education as attested by the receipt of and continuation of regional accreditation by the Middle States Association of Colleges and Schools, and which are eligible to receive State aid under the provisions of the Constitution of the United States and the Constitution of the State of New Jersey, but does not include any educational institution dedicated primarily to the education or training of ministers, priests, rabbis or other professional persons in the field of religion;
- f. "Public institutions of higher education" means Rutgers, The State University, the State colleges, the New Jersey Institute of Technology, the University of Medicine and Dentistry of New

- 1 Jersey Rowan University, the county colleges and any other public
- 2 university or college now or hereafter established or authorized by
- 3 law:
- g. "Technology extension services" means programs that not only accelerate the application and transfer of technological innovations by the State's public and private institutions of higher education to existing industry, but also adapt these innovations to the
- 7 existing industry, but also adapt these innovations to the 8 requirements of individual business operations.
- 9 (cf: P.L.1985, c.366, s.2)

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(C. 52:14B-1 et seq.);

- 11 80. Section 2 of P.L.1985, c.397 (C.18A:64J-39) is amended to read as follows:
  - 2. For the purposes of this act:
  - a. "Advanced technology center" means one or more outstanding programs or departments at New Jersey's public and private institutions of higher education, which are provided substantial and concentrated financial support to promote their development into national-level bases for innovative technology research;
  - b. "Business incubation facilities" means low-cost, short-term occupancy rental spaces wherein assistance is granted to a targeted network of new companies employing selected technologies congruent with the strengths of the State's public and private institutions of higher education;
- c. "Commission" means the New Jersey Commission on Science and Technology as created by P.L. 1985, c. 102 (C. 52:9X-1 et seq.);
- d. "Innovation partnership grants" means matching grants to academic researchers performing applied research in emerging technologies at any of the State's public and private institutions of higher education, which are of strategic importance to the New Jersey economy, under regulations adopted by the commission pursuant to the "Administrative Procedure Act," P.L. 1968, c. 410
- 34 e. "Private institutions of higher education" means independent 35 colleges or universities incorporated and located in New Jersey, which by virtue of law or character or license are nonprofit 36 37 educational institutions authorized to grant academic degrees and 38 provide a level of education which is equivalent to the education 39 provided by the State's public institutions of higher education as 40 attested by the receipt of and continuation of regional accreditation 41 by the Middle States Association of Colleges and Schools, and 42 which are eligible to receive State aid under the provisions of the 43 Constitution of the United States and the Constitution of the State 44 of New Jersey, but does not include any educational institution 45 dedicated primarily to the education or training of ministers, priests, 46 rabbis or other professional persons in the field of religion;
- f. "Public institutions of higher education" means Rutgers, The State University, the State colleges, the New Jersey Institute of

- 1 Technology, Ithe University of Medicine and Dentistry of New
- 2 Jersey Rowan University, the county colleges and any other public
- university or college now or hereafter established or authorized by
   law;
- g. "Technology extension services" means programs that not only accelerate the application and transfer of technological innovations by the State's public and private institutions of higher education to existing industry, but also adapt these innovations to the
- 9 requirements of individual business operations.
- 10 (cf: P.L.1985, c.397, s.2)

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- 81. N.J.S.18A:65-14 is amended to read as follows:
- 13 18A:65-14. The membership of the board of governors shall be classified as follows and consist of:
  - a. the president of the corporation, serving as an ex officio non-voting member; and
    - b. **[**11**]** <u>15</u> voting members,

(cf: P.L.1994, c.48, s.177)

- i. [six] <u>nine</u> of whom shall be appointed by the Governor of the State, with the advice and consent of the Senate, [and] <u>two of whom shall be from a northern county in the State</u>,
- ii. five of whom shall be appointed by the board of trustees, from among their members elected and serving under the provisions of subsection I.c. or I.d. of 18A:65-15, and
  - iii. the chairperson of the Rutgers-Newark board of governors.

25 All members shall serve for terms of six years, except that the 26 terms of those initially appointed by the Governor which began on 27 September 1, 1956, shall expire respectively (as designated by him) 28 one, two, three, four, five and six years after June 30, 1956, and 29 terms of those initially appointed by the board of trustees which 30 began on September 1, 1956, shall expire respectively (as designated by the board) two, three, four, five and six years after 31 32 June 30, 1956; all of whose respective successors shall be appointed 33 to serve six-year terms. Governors may succeed themselves for not 34 more than one additional term after having served one full six-year 35 term (including an initial term beginning on September 1, 1956, and 36 expiring on June 30, 1962).

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- 39 82. Section 4 of P.L.2009, c.4 (C.18A:65A-1) is amended to read 40 as follows:
  - 4. a. The board of trustees of a public institution of higher education may implement an energy savings improvement program in the manner provided by this section whenever it determines that the savings generated from reduced energy use from the program will be sufficient to cover the cost of the program's energy conservation measures as set forth in an energy savings plan. Under such a program, a board of trustees may enter into an energy

- 1 savings services contract with an energy services company to
- 2 implement the program or the board may authorize separate
- 3 contracts to implement the program. The provisions of:
- 4 N.J.S.18A:64-1 et seq., in the case of any State college; P.L.1995,
- 5 c.400 (C.18A:64E-12 et seq.), in the case of the New Jersey
- 6 Institute of Technology; N.J.S.18A:65-1 et seq., in the case of
- Rutgers, the State University; [P.L.1970, c.102 (C.18A:64G-1 et
- 8 al.), in the case of the University of Medicine and Dentistry of New
- 9 Jersey]; P.L., c. (C.) (pending before the Legislature as this
- bill), in the case of Rowan University; and N.J.S.18A:64A-1 et seq.,
- 11 in the case of the county colleges; shall apply to any contracts
- 12 awarded pursuant to this section to the extent that the provisions of
- such law are not inconsistent with any provision of this section.

In the case of Rutgers, the State University, references in this section to the board of trustees shall mean the Rutgers board of governors.

- b. (1) To be eligible to enter into an energy savings services contract, an energy services company shall be a commercial entity that is qualified to provide energy savings services in accordance with the provisions of this section. A public institution of higher education may enter into an energy savings services contract through public advertising for bids and the receipt of bids therefor.
- (2) (a) Public works activities performed under an energy savings improvement program shall be subject to all requirements regarding public bidding, bid security, performance guarantees, insurance and other public contracting requirements that are applicable to public works contracts, to the extent not inconsistent with this section. A general contractor, energy services company serving as general contractor, or any subcontractor hired for the furnishing of plumbing and gas fitting and all kindred work, and of steam and hot water heating and ventilating apparatus, steam power plants and kindred work, and electrical work, structural steel and ornamental iron work, shall be classified by the Division of Property Management and Construction in the Department of the Treasury in order to perform public works activities under an energy savings improvement program.
- (b) Individuals or organizations performing energy audits, acting as commissioning agents, or conducting verification of energy savings plans, implementation of energy conservation measures, or verifying guarantees shall be prequalified by the Division of Property Management and Construction in the Department of the Treasury to perform their work under an energy savings improvement program.
- (c) Where there is a need for compatibility of a direct digital control system with previously installed control systems and equipment, the bid specifications may include a requirement for proprietary goods, and if so included, the bid specification shall set

forth an allowance price for its supply which shall be used by all bidders in the public bidding process.

- (3) An energy services company may be designated as the general contractor for improvements to be made pursuant to an energy savings plan, provided that the hiring of subcontractors that are required to be classified pursuant to subparagraph (a) of paragraph (2) of this subsection shall be performed pursuant to the public bidding requirements of the board of trustees. A contract with an energy savings company shall include, but not be limited to: preparation of an energy savings plan, the responsibilities of the parties for project schedules, installations, performance and quality, payment of subcontractors, project completion, commissioning, savings implementation; a requirement that the savings to be achieved by energy conservation measures be verified upon commissioning of the improvements; allocation of State and federal rebates and tax credits; and any other provisions deemed necessary by the parties.
- (4) Except as provided in paragraph (5) of this subsection, a subsidiary or wholly-owned or partially-owned affiliate of the energy services company shall not be an eligible contractor or subcontractor under an energy savings services contract.
- (5) When the energy services company is the manufacturer of direct digital control systems and contracts with the board of trustees to provide a guaranteed energy savings option pursuant to subsection f. of this section, the specification of such direct digital control systems may be treated as proprietary goods and if so treated, the bid specification shall set forth an allowance price for its supply by the energy services company which shall be used by all bidders in the public bidding process. Direct digital controls shall be open protocol format and shall meet the interoperability guidelines established by the American Society of Heating, Refrigerating and Air-Conditioning Engineers.
- c. An energy savings improvement program may be financed through a lease-purchase agreement or through the issuance of energy savings obligations pursuant to this subsection.
- (1) An energy savings improvement program may be financed through a lease-purchase agreement between a board of trustees and an energy services company or other public or private entity. Under a lease-purchase agreement, ownership of the energy savings equipment or improved facilities shall pass to the board of trustees when all lease payments have been made. Notwithstanding the provisions of any other law to the contrary, the duration of such a lease-purchase agreement shall not exceed 15 years, except that the duration of a lease purchase agreement for a combined heat and power or cogeneration project shall not exceed 20 years.
- (2) Any lease-purchase or other agreement entered into in connection with an energy savings improvement program may be a general obligation of the public institution of higher education

- pursuant to this subsection, and may contain: a clause making it subject to the availability and appropriation annually of sufficient funds as may be required to meet the extended obligation; and a non-substitution clause maintaining that if the agreement is terminated for non-appropriation, the board of trustees may not replace the leased equipment or facilities with equipment or facilities that perform the same or similar functions.
- 8 (3) A board of trustees may arrange for incurring energy savings 9 obligations to finance an energy savings improvement program and 10 may enter into any agreement with the New Jersey Educational 11 Facilities Authority or other persons in connection with the issuance 12 by the authority of its obligations on behalf of the public institution of higher education in order to finance the institution's energy 13 14 savings improvement program. Energy savings obligations may be 15 funded through appropriations for utility services in the annual 16 budget of the board, or incurred as a general obligation of the public 17 institution of higher education in connection with the issuance by 18 the New Jersey Educational Facilities Authority of bonds or notes 19 pursuant to N.J.S.18A:72A-2 et seq., or, in the case of a county 20 college, by a sponsoring county as a refunding bond pursuant to 21 N.J.S.40A:2-52 et seq., including the issuance of bond anticipation 22 notes as may be necessary, provided that all such bonds and notes 23 mature within the periods authorized for such energy savings 24 obligations.
  - (4) Lease-purchase agreements and energy savings obligations shall not be used to finance maintenance, guarantees, or verification of guarantees of energy conservation measures. Lease-purchase agreements and energy savings obligations may be used to finance the cost of an energy audit or the cost of verification of energy savings as part of adopting an energy savings plan. Maturity schedules of lease-purchase agreements or energy savings obligations must exceed the estimated useful life of the individual energy conservation measures.

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- d. (1) The energy audit component of an energy savings improvement program shall be conducted either by the board of trustees or by a qualified third party retained by the board for that purpose. It shall not be conducted by an energy services company subsequently hired to develop an energy savings improvement program. The energy audit shall identify the current energy use of any or all facilities and energy conservation measures that can be implemented in which the energy savings and energy efficiency could be realized and maximized.
- (2) To implement an energy savings improvement program, a board of trustees shall develop an energy savings plan that consists of one or more energy conservation measures. The plan shall:
  - (a) contain the results of an energy audit;
- 47 (b) describe the energy conservation measures that will 48 comprise the program;

(c) estimate greenhouse gas reductions resulting from those energy savings;

- (d) identify all design and compliance issues that require the professional services of an architect or engineer and identify who will provide these services;
- (e) include an assessment of risks involved in the successful implementation of the plan;
- (f) identify the eligibility for, and costs and revenues associated with the PJM Independent System Operator for demand response and curtailable service activities;
- (g) include schedules showing calculations of all costs of implementing the proposed energy conservation measures and the projected energy savings;
- (h) identify maintenance requirements necessary to ensure continued energy savings, and describe how they will be fulfilled; and
- (i) if developed by an energy services company, a description of, and cost estimates of an energy savings guarantee.

All professionals providing engineering services under the plan shall have errors and omissions insurance.

- (3) Prior to the adoption of the plan, the board of trustees shall contract with a qualified third party to verify the projected energy savings to be realized from the proposed program have been calculated as required by subsection e. of this section.
- (4) Upon adoption, the plan shall be submitted to the Board of Public Utilities, which shall post it on the Internet on a public webpage maintained for such purpose. If the board of trustees maintains its own website, it shall also post the plan on that site. The Board of Public Utilities may require periodic reporting concerning the implementation of the plan.
- (5) Verification by a qualified third party shall be required when energy conservation measures are placed in service or commissioned, to ensure the savings projected in the energy savings plan shall be achieved.
- (6) Energy-related capital improvements that do not reduce energy usage may be included in an energy savings improvement program but the cost of such improvements shall not be financed as a lease-purchase or through energy savings obligations authorized by subsection c. of this section. Nothing herein is intended to prevent the financing of such capital improvements through otherwise authorized means.
- (7) A qualified third party when required by this subsection may include an employee of the public institution of higher education who is properly trained and qualified to perform such work.
- e. (1) The calculation of energy savings for the purposes of determining that the energy savings resulting from the program will be sufficient to cover the cost of the program's energy conservation measures, as provided in subsection a. of this section, shall involve

- determination of the dollar amount saved through implementation of an energy savings improvement program using the guidelines of the International Performance Measurement and Verification Protocol or other protocols approved by the Board of Public Utilities and standards adopted by the Board of Public Utilities pursuant to this section. The calculation shall include all applicable State and federal rebates and tax credits, but shall not include the cost of an energy audit and the cost of verifying energy savings. The calculation shall state which party has made application for rebates and credits and how these applications translate into energy savings.
  - (2) For the purposes of this section, the Board of Public Utilities shall adopt standards and uniform values for interest rates and escalation of labor, electricity, oil, and gas, as well as standards for presenting these costs in a life cycle and net present value format, standards for the presentation of obligations for carbon reductions, and other standards that the board may determine necessary.
  - f. (1) When an energy services company is awarded an energy savings services contract, it shall offer the board of trustees the option to purchase, for an additional amount, an energy savings guarantee. The guarantee, if accepted by a separate vote of the board of trustees, shall insure that the energy savings resulting from the energy savings improvement program, determined periodically over the duration of the guarantee, will be sufficient to defray all payments required to be made pursuant to the lease-purchase agreement or energy savings obligation, and if the savings are not sufficient, the energy services company will reimburse the board of trustees for any additional amounts. Annual costs of a guarantee shall not be financed or included as costs in an energy savings plan but shall be fully disclosed in an energy savings plan.
  - (2) When a guaranteed energy savings option is purchased, the contract shall require a qualified third party to verify the energy savings at intervals established by the parties.
    - g. As used in this section:

"direct digital control systems" means the devices and computerized control equipment that contain software and computer interfaces that perform the logic that control a building's heating, ventilating, and air conditioning system. Direct digital controls shall be open protocol format and shall meet the interoperability guidelines established by the American Society of Heating, Refrigerating and Air-Conditioning Engineers;

"educational facility" means a structure suitable for use as a dormitory, dining hall, student union, administrative building, academic building, library, laboratory, research facility, classroom, athletic facility, health care facility, teaching hospital, and parking, maintenance, storage or utility facility or energy conservation measures and other structures or facilities related thereto or required or useful for the instruction of students or the conducting of

research or the operation of an institution for higher education, and public libraries, and the necessary and usual attendant and related facilities and equipment, but shall not include any facility used or to be used for sectarian instruction or as a place for religious worship;

"energy conservation measure" means an improvement that results in reduced energy use, including, but not limited to, installation of energy efficient equipment; demand response equipment; combined heat and power systems; facilities for the production of renewable energy; water conservation measures, fixtures or facilities; building envelope improvements that are part of an energy savings improvement program; and related control systems for each of the foregoing;

"energy related capital improvement" means a capital improvement that uses energy but does not result in a reduction of energy use;

"energy saving obligation" means a bond, note or other agreement evidencing the obligation to repay borrowed funds incurred in order to finance energy saving improvements;

"energy savings" means a measured reduction in fuel, energy, operating or maintenance costs resulting from the implementation of one or more energy conservation measures services when compared with an established baseline of previous fuel, energy, operating or maintenance costs, including, but not limited to, future capital replacement expenditures avoided as a result of equipment installed or services performed as part of an energy savings plan;

"energy savings improvement program" means an initiative of a public institution of higher education to implement energy conservation measures in existing facilities, provided that the value of the energy savings resulting from the program will be sufficient to cover the cost of the program's energy conservation measures;

"energy savings plan" means the document that describes the actions to be taken to implement the energy savings improvement program;

"energy savings services contract" means a contract with an energy savings company to develop an energy savings plan, prepare bid specifications, manage the performance, provision, construction, and installation of energy conservation measures by subcontractors, to offer a guarantee of energy savings derived from the implementation of an energy savings plan, and may include a provision to manage the bidding process;

"energy services company" means a commercial entity that is qualified to develop and implement an energy savings plan in accordance with the provisions of this section;

"public works activities" means any work subject to the provisions of P.L.1963, c.150 (C.34:11-56.25 et seq.); and

"water conservation measure" means an alteration to a facility or equipment that reduces water consumption, maximizes the efficiency of water use, or reduces water loss.

- h. (1) The State Treasurer and the Board of Public Utilities may take such action as is deemed necessary and consistent with the intent of this section to implement its provisions.
- (2) The State Treasurer and the Board of Public Utilities may adopt implementation guidelines or directives, and adopt such administrative rules, pursuant to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.), as are necessary for the implementation of those agencies' respective responsibilities under this section, except that notwithstanding any provision of P.L.1968, c.410 (C.52:14B-1 et seq.) to the contrary, the State Treasurer and the Board of Public Utilities may adopt, immediately upon filing with the Office of Administrative Law, such rules and regulations as deemed necessary to implement the provisions of this act which shall be effective for a period not to exceed 12 months and shall thereafter be amended, adopted or re-adopted in accordance with the provisions of P.L.1968, c.410 (C.52:14B-1 et seq.).

17 (cf: P.L.2009, c.4, s.4)

- 83. Section 2 of P.L.1969, c.242 (C.18A:66-168) is amended to read as follows:
- 2. Repeal of the act and parts of acts, and all amendments and supplements thereto, pursuant to section 1 of this act, is subject to the following provisos:
- a. The alternate benefit programs established by [the Board of Trustees of the University of Medicine and Dentistry,] the Board of Governors of Rutgers, The State University of New Jersey, the Board of Trustees of the New Jersey Institute of Technology and the Board of Higher Education for certain employees of State and county colleges, are continued except as the benefit and contribution schedules are revised by this act.
- b. The timely filing of applications for transfer from the Public Employees' Retirement System, the Teachers' Pension and Annuity Fund and the Group Annuity Plan as specified in such acts shall be deemed to have not been revised by this act.
- c. The transfer of employee and employer contributions from the Public Employees' Retirement System, the Teachers' Pension and Annuity Fund and the Group Annuity Plan to the insurers or mutual fund companies of the alternate benefit programs shall be considered as having met the requirements of said acts and shall be continued as provided by this act.
- d. Any contributions made by a member of the alternate benefit program for any additional death benefit coverage established under said acts shall not be returnable to the member or his beneficiary in any manner, or for any reason whatsoever, nor shall any contributions made for the additional death benefit coverage be included in any annuity payable to any such member or to his beneficiary.
- 48 (cf: P.L.1993, c.385, s.1)

- 1 84. Section 3 of P.L.1969, c.242 (C.18A:66-169) is amended to read as follows:
  - 3. As used in this act:

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- a. "Accumulated deductions" means those contributions as defined in N.J.S.18A:66-2 or in section 6 of P.L.1954, c.84 (C.43:15A-6).
- 7 b. "Base salary" means a participant's regular base or 8 contractual salary. It shall exclude bonus, overtime or other forms 9 of extra compensation such as (1) longevity lump sum payments, 10 (2) lump sum terminal sick leave or vacation pay, (3) the value of 11 maintenance, (4) individual pay adjustments made within or at the 12 conclusion of the participant's final year of service, (5) retroactive 13 salary adjustments or other pay adjustments made in the 14 participant's final year of service unless such adjustment was made 15 as a result of a general pay adjustment for all personnel of the 16 department or institution, (6) any unscheduled individual 17 adjustment made in the final year to place the member at the 18 maximum salary level within his salary range and (7) any pay for 19 services rendered during the summer vacation period by a 20 participant who is required to work only 10 months of the year.
  - c. "Base annual salary" means the base salary upon which contributions by the member and his employer to the alternate benefit program were based during the last year of creditable service.
    - d. (Deleted by amendment, P.L.1994, c.48).
  - e. ["University of Medicine and Dentistry" means the University of Medicine and Dentistry of New Jersey established pursuant to the terms of section 3 of P.L.1970, c.102 (C.18A:64G-
- 29 3). Deleted by amendment, P.L., c. (pending before the Legislature as this bill)
- 31 f. "County colleges" means the colleges so defined in 32 N.J.S.18A:64A-1.
- g. "Division of Pensions" means the division established in the
  Department of the Treasury pursuant to section 1 of P.L.1955, c.70
  (C.52:18A-95) and is the agency responsible for the administration
  of the alternate benefit program of the State and county colleges
  and for the administration of the group life and disability insurances
  of all alternate benefit programs established in the State for public
  employees.
- 40 h. "Full-time officers" and "full-time members of the faculty" 41 shall include the president, vice president, secretary and treasurer of the respective school. "Full-time" shall also include eligible full-42 43 time officers and full-time members of the faculty who are granted 44 sabbaticals or leaves of absence with pay where the compensation 45 paid is 50% or more of the base salary at the time the leave 46 commences and the period of eligibility terminates with the end of 47 the school year following the year in which the sabbatical began. 48 "Part-time" shall be defined as an appointment where the employee

- receives a salary or wages for a period of less than 50% of the normal work week. These definitions shall apply to teaching or administrative staff members or to employees serving in a dual capacity where the appointment includes teaching as well as administrative duties.
  - i. "Group Annuity Plan" refers to the Group Annuity Contract R-134 between the Board of Trustees of the New Jersey Institute of Technology and the Prudential Insurance Company of America.
- j. "Member" or "participant" means a full-time officer or a full-time member of the faculty participating in the alternate benefit program, and after the effective date of P.L.2008, c.89, means an adjunct faculty member or a part-time instructor whose employment agreement begins after that effective date.
  - k. "New Jersey Institute of Technology" means the Newark College of Engineering.
- 16 l. "Pension reserve" means those moneys as defined in N.J.S.18A:66-2 or in section 6 of P.L.1954, c.84 (C.43:15A-6).
- m. "Rutgers, The State University" means the institution of higher education described in chapter 65 of Title 18A of the New Jersey Statutes.
  - n. "State Colleges" means the colleges so described in chapter 64 of Title 18A of the New Jersey Statutes <u>and any former State</u> college designated as a public research university pursuant to P.L., c. (C.) (pending before the Legislature as this bill).
- o. "Mutual fund company" means an investment company or trust regulated by the federal "Investment Company Act of 1940," 15 U.S.C.s. 80a-1 et seq.
- 28 (cf: P.L.2008, c.89, s.12)

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- 30 85. Section 4 of P.L.1969, c.242 (C.18A:66-170) is amended to read as follows:
- 32 4. All full-time officers and all full-time members of the faculty 33 of [the University of Medicine and Dentistry of New Jersey,] Rutgers, The State University, the Newark College of Engineering, 34 35 Rowan University, the State and county colleges and all regularly 36 appointed teaching and administrative staff members in applicable 37 positions, as determined by the Director of the Division of Pensions 38 in the Department of the Treasury, shall be eligible and shall 39 participate in the alternate benefit program, except those persons 40 appointed in a part-time or temporary capacity, physicians and 41 dentists holding employment in positions titled intern, resident or 42 fellow on or after the effective date of this amendatory act, persons 43 compensated on a fee basis, persons temporarily in the United 44 States under an F or J visa and members of the Teachers' Pension 45 and Annuity Fund, the Public Employees' Retirement System, the 46 Police and Firemen's Retirement System or the Group Annuity Plan, 47 who did not elect to transfer to the alternate benefit program in
- 47 who did not elect to transfer to the alternate benefit program in accordance with the provisions of chapter 64C or 65 of Title 18A of

the New Jersey Statutes, P.L.1967, c.278 (C.18A:66-130 et seq.), or c.281 (C.18A:66-142 et seq.), or P.L.1968, c.181 (C.18A:66-154 et seq.). An eligible person who has been enrolled in the alternate benefit program for at least one year pursuant to this section may continue to be enrolled in the program, notwithstanding promotion or transfer to a position within the institution not otherwise eligible

Any person participating in the alternate benefit program shall be ineligible for membership in the Teachers' Pension and Annuity Fund, the Public Employees' Retirement System, the Police and Firemen's Retirement System or the Group Annuity Plan and any person electing to participate in the alternate benefit program shall thereby waive all rights and benefits provided by the Teachers' Pension and Annuity Fund, the Public Employees' Retirement System, the Police and Firemen's Retirement System or the Group Annuity Plan as a member of said fund, system or plan, except as herein and otherwise provided by law or under terms of the Group Annuity Plan.

Any person required to participate in the alternate benefit program by reason of employment, who at the time of such employment is a member of the Teachers' Pension and Annuity Fund, shall be permitted to transfer his membership in said fund to the Public Employees' Retirement System, by waiving all rights and benefits which would otherwise be provided by the alternate benefit program. Any such new employee who is a member of the Public Employees' Retirement System will be permitted to continue his membership in that system, by waiving all rights and benefits which would otherwise be provided by the alternate benefit program. Such waivers shall be accomplished by filing forms satisfactory to the Division of Pensions within 30 days of the beginning date of employment.

Any person receiving a benefit by reason of his retirement from any retirement or pension system of the State of New Jersey or any political subdivision thereof shall be ineligible to participate in the alternate benefit program.

No person eligible for participation in the alternate benefit program shall be eligible for, or receive, benefits under chapters 4 and 8B of Title 43 of the Revised Statutes.

The alternate benefit programs established pursuant to this act are deemed to be pension funds or retirement systems for purposes of P.L.1968, c.23 (C.43:3C-1 et seq.).

(cf: P.L.1994, c.48, s.188)

for the program.

44 86. Section 7 of P.L.1969, c.242 (C.18A:66-173) is amended to read as follows:

7. (a) When a member of the Teachers' Pension and Annuity Fund or the Public Employees' Retirement System or the Police and Firemen's Retirement System elects to transfer to an alternate

1 benefit program by filing the proper application form declaring his 2 election to participate in such alternate benefit program, the 3 respective retirement system shall transfer the amount of his 4 accumulated deductions as of the date of transfer to his individual account in the program.

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6 (b) There shall also be transferred from the contingent reserve 7 fund or the pension fund of the Teachers' Pension and Annuity Fund 8 or the Public Employees' Retirement System or the Police and 9 Firemen's Retirement System or from the Group Annuity Plan to the 10 individual's account in the alternate benefit program, the pension 11 reserve required as of the date of his transfer to provide a pension 12 for each year of service credited to the account of the member as set 13 forth in N.J.S.18A:66-36 or N.J.S.18A:66-44 or as set forth in 14 section 38 or section 48 of P.L.1954, c. 84 as such sections have 15 been amended and supplemented as of July 1, 1969 (C.43:15A-38, 16 C.43:15A-48) or as set forth in section 17 of P.L.1964, c.241 17 (C.43:16A-11.2) or section 5 of P.L.1944, c.255 (C.43:16A-5) or 18 for each year of service credited under the Group Annuity Plan. 19 Such transfer from the contingent reserve fund or the pension fund 20 of the Teachers' Pension and Annuity Fund or the Public 21 Employees' Retirement System or the Police and Firemen's 22 Retirement System or the Group Annuity Plan shall be made at the 23 time of the member's transfer to the alternate benefit program in the 24 case of any such member who has then met the eligibility 25 requirements for a pension under the aforementioned N.J.S.18A:66-26 36, or N.J.S.18A:66-44, or section 38 or section 48 of P.L.1954, 27 c.84 (C.43:15A-38, C.43:15A-48) or section 17 of P.L.1964, c.241 28 (C.43:16A-11.2) or section 5 of P.L.1944, c.255 (C.43:16A-5) or 29 the Group Annuity Plan. In the case of any member who elects to 30 participate in the alternate benefit program who has not then met 31 the eligibility requirements for a pension under N.J.S.18A:66-36 or 32 N.J.S.18A:66-44, or under section 38 or section 48 of P.L.1954, 33 c.84 (C.43:15A-38, C.43:15A-48) or section 17 of P.L.1964, c.241 34 (C.43:16A-11.2) or section 5 of P.L.1944, c.255 (C.43:16A-5) or 35 under the Group Annuity Plan, the transfer from the contingent 36 reserve fund or the pension fund of the Teachers' Pension and 37 Annuity Fund or the Public Employees' Retirement System or the 38 Police and Firemen's Retirement System or the Group Annuity Plan 39 shall be effected at the time such requirements have been met, 40 taking into account for the purpose of such eligibility requirement 41 his years of membership service at the time of his election and his 42 subsequent years of service as a full-time member of the faculty of 43 [the University of Medicine and Dentistry,] Rutgers, The State 44 University, the New Jersey Institute of Technology, Rowan 45 University, or the State or county colleges or as an eligible 46 employee of the Department of Higher Education, or at the time he 47 shall have 10 years of credit for New Jersey service and becomes 48 physically incapacitated for the performance of duty if he had been

a member of the Teachers' Pension and Annuity Fund or the Public
 Employees' Retirement System or the Police and Firemen's
 Retirement System as of the date of transfer.

The annuity to be used in determining the amount of pension is the actuarial equivalent of the member's accumulated deductions transferred from the Teachers' Pension and Annuity Fund or the Public Employees' Retirement System or the Police and Firemen's Retirement System to the date the member attains 60 years of age, if subsequent to the date of election. The amount of pension is that established by formula within N.J.S.18A:66-44 or section 48 of P.L.1954, c.84 as such sections have been amended and supplemented as of July 1, 1969 (C.43:15A-48) or section 5 of P.L.1944, c.255 (C.43:16A-5) or under the Group Annuity Plan, and changes to N.J.S.18A:66-44 or section 48 of P.L.1954, c.84 (C.43:15A-48) or section 5 of P.L.1944, c.255 (C.43:16A-5) enacted subsequent to this act or the Group Annuity Plan shall have no application to the provisions of this act.

In the event that the eligibility requirement under N.J.S.18A:66-36 or under section 38 of P.L.1954, c.84 (C.43:15A-38) or section 17 of P.L.1964, c.241 (C.43:16A-11.2) or under the Group Annuity Plan is changed at some future date to permit members to become eligible for such benefit prior to the completion of 15 years of service, the transfer of the reserve from the contingent reserve fund or the pension fund of the Teachers' Pension and Annuity Fund or the Public Employees' Retirement System or the Police and Firemen's Retirement System or from the Group Annuity Plan shall be effective as of the date the member who had elected the alternate benefit program meets the amended eligibility requirement or the effective date of the amendment, whichever is later.

In the event an option is available with respect to the distribution of employee and employer contributions between fixed and variable annuities under the alternate benefit program, the employee shall have the right to determine the percentage distribution of these funds subject to any limitations imposed by the designated insurer or insurers.

(c) No transfer of pension reserves shall be made pursuant to this section where more than two consecutive years elapse in which no employer contributions to an alternate benefit program are required. (cf. P.L.1993, c.385, s.5)

- 87. Section 8 of P.L.1969, c.242 (C.18A:66-174) is amended to read as follows:
- 8. (a) [The University of Medicine and Dentistry of New Jersey,] Rutgers, The State University and the New Jersey Institute of Technology shall reduce the compensation of each participant in the alternate benefit program and pay over to the insurers or mutual fund companies for the benefit of the participant an employee contribution for the retirement annuity contract or contracts equal to

5% of the participant's base salary. The intervals for deductions or reductions and payments shall be determined by the respective school governing bodies.

The Division of Pensions and Benefits shall provide for reductions from the compensation of each participant in the alternate benefit program employed by the State and county colleges of an employee contribution equal to 5% of the participant's base salary and pay this amount to the insurers or mutual fund companies for the individual's retirement annuity contract or contracts. The intervals for deductions or reductions and payments shall be determined by the Division of Pensions and Benefits.

The Division of Pensions and Benefits may require that all participant contributions be made in accordance with section 414(h) of the federal Internal Revenue Code (26 U.S.C. s.414(h)).

(b) Based on a certification to the Division of Pensions and Benefits by [the University of Medicine and Dentistry of New Jersey,] Rutgers, The State University [and], the New Jersey Institute of Technology, and Rowan University of the number and base salary of participants, the division shall authorize the State to make payment of the employer contributions to the alternate benefit program at a rate equal to 8% of the employee's base salary, except the amount of the contribution shall not exceed 8% of the maximum salary for department officers established pursuant to section 1 of P.L.1974, c.55 (C.52:14-15.107), which moneys shall be paid to the designated insurers or mutual fund companies for the benefit of each participant.

Based on a certification by the Division of Pensions and Benefits of the number and base salary of participants employed by the State and county colleges, the State shall make payment of the employer contributions to the alternate benefit program at a rate equal to 8% of the employee's base salary, except the amount of the contribution shall not exceed 8% of the maximum salary for department officers established pursuant to section 1 of P.L.1974, c.55 (C.52:14-15.107), which moneys shall be paid to the designated insurers or mutual fund companies for the benefit of each participant.

(c) For the member of the Public Employees' Retirement System employed by the county colleges, who is defined in the regulations of the Division of Pensions and Benefits as a full-time faculty member and who is permitted to transfer his membership and does so, the State shall pay the employer contribution to the alternate benefit program at a rate equal to 8% of the member's base salary, except the amount of the contribution shall not exceed 8% of the maximum salary for department officers established pursuant to section 1 of P.L.1974, c.55 (C.52:14-15.107). If the member continues membership in the Public Employees' Retirement System, the State shall pay the employer contribution to the retirement system on his behalf and such employer contribution shall be at a

rate equal to the normal contribution made by the State on behalf of nonveteran members of the Public Employees' Retirement System.

(d) For any nonacademic employee of a county college, as defined in section 4 of P.L.1969, c.242 (C.18A:66-170), who is eligible for the program according to the regulations of the Director of the Division of Pensions and Benefits, the county college shall pay the employer contribution to the retirement system on the employee's behalf in the same manner as the State, pursuant to this section.

10 (cf: P.L.2010, c.31, s.1)

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88. Section 24 of P.L.1969, c.242 (C.18A:66-190) is amended to read as follows:

24. The [Board of Trustees of the University of Medicine and Dentistry of New Jersey, the Board of Governors of Rutgers, The State University, the Board of Trustees of the New Jersey Institute of Technology, the Board of Trustees of Rowan University, and the boards of trustees of State and county colleges, are hereby authorized to enter into agreement with each employee participating in the alternate benefit program whereby the employee agrees to take a reduction in salary with respect to amounts earned after the effective date of such agreement in return for the agreement of the respective institution to use a corresponding amount to purchase an annuity for such employee so as to obtain the benefits afforded under section 403(b) of the federal Internal Revenue Code, as amended. Any such agreement shall specify the amount of such reduction, the effective date thereof, and shall be legally binding and irrevocable with respect to amounts earned while the agreement is in effect; provided, however, that such agreement may be terminated after it has been in effect for a period of not less than one year upon notice in writing by either party, and provided further that not more than one such agreement shall be entered into during any taxable year of the employee. For the purposes of this section, any annuity or other contract which meets the requirements of section 403(b) of the federal Internal Revenue Code, as amended, may be utilized. The amount of the reduction in salary under any agreement entered into between the institutions and any employee pursuant to this section shall not exceed the limitations set forth in P.L.93-406 (Employment Retirement Income Security Act of 1974) and Section 415(c) of the Internal Revenue Code of 1954 as amended for such year.

Amounts payable pursuant to this section by an institution on behalf of an employee for a pay period shall be transmitted and credited not later than the fifth business day after the date on which the employee is paid for that pay period.

46 (cf: P.L.1999, c.247, s.2)

- 1 89. Section 25 of P.L.1969, c.242 (C.18A:66-191) is amended to 2 read as follows:
- 3 No retirement, death or other benefit shall be payable by
- 4 the State, [the University of Medicine and Dentistry,] Rutgers, The
- State University, the New Jersey Institute of Technology, Rowan 5
- University or the Division of Pensions under the alternate benefit 6
- 7 program. Benefits shall be payable to participating employees and
- 8 their beneficiaries only by the designated insurers or mutual fund
- 9 companies under the terms of the contracts.
- 10 (cf: P.L.1994, c.48, s.192)

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- 90. Section 3 of P.L.1969, c.142 (C.18A:71-30) is amended to read as follows:
- 14 3. As used in this act, unless the context clearly indicates 15 otherwise, the following terms shall have the following meanings:
- (a) The term "board" shall mean the Board of Directors of the 16 17 New Jersey Educational Opportunity Fund created by section 4 of 18 P.L.1968, c.142 (C.18A:71-31).
  - (b) (Deleted by amendment, P.L.1994, c.48).
- 20 (c) The term "department" shall mean the Department of State.
- 21 (d) The term "fund" shall mean the New Jersey Educational 22 Opportunity Fund created by section 4 of P.L.1968, c.142 23 (C.18A:71-31).
  - (e) The term "higher education" shall mean that education which is provided by any or all of the public institutions of higher education as herein defined or any or all equivalent private institutions.
  - (f) The term "public institutions of higher education" shall mean and include Rutgers, The State University, the New Jersey Institute of Technology, Ithe University of Medicine and Dentistry of New Jersey Rowan University, the [nine] eight State colleges, the county colleges, and any other public universities, colleges or county colleges now or hereafter established or authorized by law.

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91. N.J.S.18A:71A-4 is amended to read as follows:

(cf: P.L.1994, c.48, s.212)

- 37 18A:71A-4. a. The Board of the Higher Education Student
- 38 Assistance Authority shall consist of 18 members as follows: the
- State Treasurer, ex-officio, or a designee; the Chairperson of the 39
- 40 Commission on Higher Education Secretary of Higher Education,
- 41 ex-officio, or a designee from among the public members of the
- 42 commission; the chairperson of the Board of Directors of the
- Educational Opportunity Fund, ex-officio, or a designee from 43
- 44 among the public members of the board; five representatives from
- 45 eligible institutions in this State, including one from Rutgers, the 46
- State University, one from either the New Jersey Institute of
- 47 Technology or [the University of Medicine and Dentistry of New

- Jersey Rowan University, one from the county colleges, one from the State colleges, and one from the independent institutions of higher education in the State; two students from different collegiate institutional sectors; seven public members who shall be residents
- of this State, including one who shall represent a lender party to a participation agreement with the authority; and the executive director of the authority, or designee, who shall be an ex-officio,

8 non-voting member of the board.

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- b. The seven public members, including the lender member, shall be appointed by the Governor with the advice and consent of the Senate. No more than four of the public members shall be members of the same political party. The institutional representatives shall be nominated by the respective institution in the case of Rutgers, the State University, New Jersey Institute of Technology, [and University of Medicine and Dentistry of New Jersey and Rowan University. The remaining institutional representatives shall be nominated by the respective sector association. Institutional representatives shall be appointed by the Governor with the advice and consent of the Senate. The student members shall be the individuals that the Student Advisory Committee elects as its chairperson and vice-chairperson. Student Advisory Committee shall be created by the board to include students from all collegiate institutional sectors. necessary appointments shall be made within 45 days of the enactment of P.L.1999, c.46 (N.J.S.18A:71A-1 et al.).
  - c. Public and institutional members of the board shall serve a term of four years and until a successor is appointed and qualified, except in the case of the first members so appointed, four of whom shall be appointed for a term of four years, four of whom shall be appointed for a term of three years, two of whom shall be appointed for a term of two years, and two of whom shall be appointed for a term of one year. Student members shall serve a term of office not to exceed two years. Any vacancy in the membership of the board, occurring otherwise than by expiration of term, shall be filled in the same manner as the original appointment or election was made, but for the unexpired term only.

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(cf: N.J.S.18A:71A-4)

- 92. Section 3 of P.L.2000, c.163 (C.18A:71B-55) is amended to read as follows:
- 3. As used in this act, the following terms shall have the following meanings:
- "Board" means the Board of Trustees of the Tony Pompelio Commemorative Scholarship Fund for the children of crime victims created pursuant to this act.
- "Chairman" means the Chairman of the Violent CrimesCompensation Board.

1 "Executive director" means the chief executive and 2 administrative officer of the authority.

"Authority" means the Higher Education Student Assistance
Authority established pursuant to N.J.S.18A:71A-1 et seq., the
"Higher Education Student Assistance Authority Law," or any
body, entity, commission, or department succeeding to the principal
functions thereof or to whom the powers conferred upon the
authority by N.J.S.18A:71A-1 et seq. shall be given by law.

"Public Institutions of Higher Education" means the State colleges and universities created pursuant to chapter 64 of Title 18A of the New Jersey Statutes; the county colleges; [the University of Medicine and Dentistry of New Jersey]; the New Jersey Institute of Technology; Rutgers, the State University; Rowan University; and any other public universities, colleges, county colleges and junior colleges now or hereafter established or authorized by law.

16 (cf: P.L.2000, c.163, s.3)

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## 93 N.J.S.18A:71C-32 is amended to read as follows:

18A:71C-32. "Approved site" means a site located within a State designated underserved area or a health professional shortage area, or a clinic which is part of the extramural network of dental clinics established by the New Jersey Dental School of [the University of Medicine and Dentistry of New Jersey] Rutgers, The State University, or a site that has been determined by the Higher Education Student Assistance Authority, in consultation with the Department of Health and Senior Services, to serve medically underserved populations according to criteria determined by the authority, including, but not limited to, the percentage of medically underserved patients served.

"Authority" means the Higher Education Student Assistance Authority.

"Eligible qualifying loan expenses" means the cumulative outstanding balance of student loans covering the cost of attendance at an undergraduate institution of medical, dental, or other primary care professional education at the time an applicant is selected for the program. Interest paid or due on qualifying loans that an applicant has taken out for use in paying the costs of undergraduate medical, dental, or other primary care professional education shall be considered eligible for reimbursement under the program. The authority may establish a limit on the total amount of qualifying loans which may be redeemed for participants under the program, provided that the total redemption of qualifying loans does not exceed \$120,000, or the maximum amount authorized by the federal government, whichever is greater, either in State funds or the sum of federal, State, and other non-federal matching funds, pursuant to section 338I of the Public Health Service Act (42 U.S.C.s.254q-1), whichever is applicable.

"Executive director" means the executive director of the Higher Education Student Assistance Authority.

"Health professional shortage area" (HPSA) means an urban or rural area, a population group or a public or non-profit private medical or dental facility or other public facility which the Secretary of Health and Human Services determines has a health professional shortage pursuant to section 332 of the Public Health Service Act (42 U.S.C. s.254e).

"Primary care" means the practice of family medicine, general internal medicine, general pediatrics, general obstetrics, gynecology, pediatric dentistry, general dentistry, public health dentistry, and any other areas of medicine or dentistry which the Commissioner of Health and Senior Services may define as primary care. Primary care also includes the practice of a nurse-practitioner, certified nurse-midwife, and physician assistant.

"Primary care practitioner" means a State-licensed or certified health care professional who has obtained a degree in allopathic or osteopathic medicine, dentistry, or another primary care profession at an undergraduate institution of medical, dental, or other primary care professional education, as applicable.

"Program" means the Primary Care Practitioner Loan Redemption Program established pursuant to N.J.S.18A:71C-33.

"Program participant" means a primary care practitioner who contracts with the authority to engage in the clinical practice of primary care at an approved site in exchange for the redemption of eligible qualifying loan expenses provided under the program.

"Qualifying loan" means a government or commercial loan for the actual costs paid for tuition and reasonable education and living expenses relating to the obtaining of a degree in allopathic or osteopathic medicine, dentistry, or another primary care profession.

"State designated underserved area" means a geographic area in this State which has been ranked by the Commissioner of Health and Senior Services on the basis of health status and economic indicators as reflecting a medical or dental health professional shortage.

"Total and permanent disability" means a physical or mental disability that is expected to continue indefinitely or result in death and renders a participant in the program unable to perform that person's service obligation, as determined by the executive director or his designee.

"Undergraduate medical, dental, or other primary care professional education" means the period of time between entry into medical school, dental school, or other primary care professional training program and the award of a degree in allopathic or osteopathic medicine, dentistry, or another primary care profession, respectively.

47 (cf: P.L.2009, c.145, s.1)

- 1 94. N.J.S.18A:71C-35 is amended to read as follows:
- 2 18A:71C-35. The Commissioner of Health and Senior Services,
- 3 after consultation with the Commissioner of Corrections and the
- 4 Commissioner of Human Services, shall designate and establish a
- 5 ranking of State designated underserved areas. The criteria used by
- 6 the Commissioner of Health and Senior Services in designating
- 7 areas shall include, but not be limited to:
- 8 a. the financial resources of the population under 9 consideration, including the percentage of the population that is
- 9 consideration, including the percentage of the population that is 10 eligible for medical assistance pursuant to P.L.1968, c.413
- 11 (C.30:4D-1 et seq.) and P.L.2005, c.156 (C.30:4J-8 et seq.), and the
- percentage of the population that does not have health insurance
- 13 coverage;
- b. the population's access to primary care services;
- 15 c. appropriate physician, dentist, or other primary care staffing
- 16 in State, county, municipal and private nonprofit health care
- 17 facilities and in clinics which are part of the extramural network of
- dental clinics established by the New Jersey Dental School of [the
- 19 University of Medicine and Dentistry of New Jersey Rutgers, The
- 20 State University; and
- d. the extent to which racial and ethnic disparities in health
- 22 care in a geographic area, including, but not limited to, disparities
- 23 in the incidence of cancer, cardiovascular disease, stroke, chemical
- 24 dependency, diabetes, asthma, homicide, suicide, accidental injury,
- 25 infant mortality, child immunization rates, HIV/AIDS, dental caries,
- and periodontal disease, indicate the need to increase access to
- 27 primary care services among racial and ethnic minority populations
- in that area.
- The Commissioner of Health and Senior Services shall transmit
- 30 the list of State designated underserved areas and the number of
- 31 positions needed in each area to the executive director or designee.
- 32 (cf: P.L. 2009, c.145, s.4)

- 34 95. Section 10 of P.L.2009, c. 145 (C.18A:71C-36.1) is amended
- 35 to read as follows:
- 36 10. a. A program participant, as a condition of participation, shall
- 37 be required to adhere to performance standards established by the
- 38 executive director or his designee and if the approved site is a clinic
- 39 which is part of the extramural network of dental clinics established
- 40 by the New Jersey Dental School of [the University of Medicine
- and Dentistry of New Jersey Rutgers, The State University the
- 42 program participant shall also meet performance standards set by
- 43 the New Jersey Dental School.
- b. The standards shall include, but not be limited to,
- 45 requirements that a participant:
- 46 (1) maintain residency in the State;
- 47 (2) maintain a license or certification to practice a primary care 48 profession in the State;

- 1 (3) remain current with payments on student loans;
- 2 (4) enter into a mutually acceptable contract with an approved site;
  - (5) maintain satisfactory performance of services rendered at an approved site; and
    - (6) report to the authority or its designee, on a form and in a manner prescribed by the authority or its designee, on the program participant's performance of services rendered at an approved site prior to repayment of the annual amount eligible for redemption.

10 (cf: P.L.2009, c.145, s.10)

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96. N.J.S.18A:71C-38 is amended to read as follows:

18A:71C-38. Each program participant shall serve a six-month probationary period upon initial placement at an approved site. During that period, the primary care staff of the approved site, or in the case of a clinic which is part of the extramural network of dental clinics established by the New Jersey Dental School of [the University of Medicine and Dentistry of New Jersey Rutgers, The State University, the director of the clinics and the vice-dean of the dental school, together with the program participant and the executive director or his designee, shall evaluate the suitability of the placement for the program participant. At the end of the probationary period, the primary care staff shall recommend the continuation of the program participant's present placement, a change in placement, or its determination that the program participant is an unsuitable candidate for the program. If the primary care staff of the approved site recommends a change in placement, the executive director or a designee shall approve an alternate placement at an approved site. If the primary care staff determines that the program participant is not a suitable candidate for the program, the executive director or his designee shall take this recommendation into consideration in regard to the program participant's final acceptance into the program. No loan redemption payment shall be made during the six-month probationary period; however, a program participant shall receive credit for the sixmonth period in calculating the first year of required service under the loan redemption contract.

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(cf: P.L.2009, c.145, s.7)

97. N.J.S.18A:72A-3 is amended to read as follows:

18A:72A-3. As used in this act, the following words and terms shall have the following meanings, unless the context indicates or requires another or different meaning or intent:

"Authority" means the New Jersey Educational Facilities Authority created by this chapter or any board, body, commission, department or officer succeeding to the principal functions thereof or to whom the powers conferred upon the authority by this chapter shall be given by law;

1 "Bond" means bonds or notes of the authority issued pursuant to 2 this chapter;

"County college capital project" means any capital project of a county college certified pursuant to section 2 of P.L.1971, c.12 (C.18A:64A-22.2) and approved by the State Treasurer for funding pursuant to the "County College Capital Projects Fund Act," P.L.1997, c.360 (C.18A:72A-12.2 et seq.);

"Dormitory" means a housing unit with necessary and usual attendant and related facilities and equipment, and shall include a dormitory of a public or private school, or of a public or private institution of higher education;

"Educational facility" means a structure suitable for use as a dormitory, dining hall, student union, administration building, academic building, library, laboratory, research facility, classroom, athletic facility, health care facility, teaching hospital, and parking maintenance storage or utility facility and other structures or facilities related thereto or required or useful for the instruction of students or the conducting of research or the operation of an institution for higher education, and public libraries, and the necessary and usual attendant and related facilities and equipment, but shall not include any facility used or to be used for sectarian instruction or as a place for religious worship;

"Emerging needs program" means a program at one or more public or private institutions of higher education directed to meeting new and advanced technology needs or to supporting new academic programs in science and technology;

"Higher education equipment" means any property consisting of, or relating to, scientific, engineering, technical, computer, communications or instructional equipment;

"Participating college" means a public institution of higher education or private college which, pursuant to the provisions of this chapter, participates with the authority in undertaking the financing and construction or acquisition of a project;

"Project" means a dormitory or an educational facility or any combination thereof, or a county college capital project;

"Private college" means an institution for higher education other than a public college, situated within the State and which, by virtue of law or charter, is a nonprofit educational institution empowered to provide a program of education beyond the high school level;

"Private institution of higher education" means independent colleges or universities incorporated and located in New Jersey, which by virtue of law or character or license, are nonprofit educational institutions authorized to grant academic degrees and which provide a level of education which is equivalent to the education provided by the State's public institutions of higher education as attested by the receipt of and continuation of regional accreditation by the Middle States Association of Colleges and Schools, and which are eligible to receive State aid;

"Public institution of higher education" means Rutgers, The State
University, the State colleges, the New Jersey Institute of
Technology, [the University of Medicine and Dentistry of New
Jersey] Rowan University, the county colleges and any other public
university or college now or hereafter established or authorized by
law;

"School" means a secondary school, military school, or boarding school;

"University" means Rutgers, The State University.

10 (cf: P.L.2000, c.56, s.10)

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98. N.J.S.18A:72A-26 is amended to read as follows:

18A:72A-26. In order to provide new dormitories and to enable the construction and financing thereof, to refinance indebtedness hereafter created by the authority for the purpose of providing a dormitory or dormitories or additions or improvements thereto, or for any one or more of said purposes, but for no other purpose unless authorized by law, each of the following bodies shall have the powers hereafter enumerated to be exercised upon such terms and conditions, including the fixing of any consideration or rental to be paid or received, as it shall determine by resolution as to such property and each shall be subject to the performance of the duties hereafter enumerated, that is to say, the treasurer as to such as are located on land owned by the State or by the authority, the board of governors of the university, the board of trustees of the New Jersey Institute of Technology [or the University of Medicine and Dentistry of New Jersey or Rowan University, the board of trustees of a State college or the board of trustees of a county college as to such as are located on land owned by the university or by the particular college respectively, namely:

- a. The power to sell and to convey to the authority title in fee simple in any such land and any existing dormitories thereon owned by the State or owned by the board of trustees of a county college or the power to sell and to convey to the authority such title as the university or the college respectively may have in any such land and any existing dormitories thereon.
- b. The power to lease to the authority any land and any existing dormitories thereon so owned for a term or terms not exceeding 50 years each.

The power to lease or sublease from the authority, and to make available, any such land and existing dormitories conveyed or leased to the authority under subsections a. and b. of this section, and any new dormitories erected upon such land or upon any other land owned by the authority, any rentals to be payable, as to the university or as to any such college from available funds other than moneys appropriated to it by the State.

d. The power and duty, upon receipt of notice of any assignment by the authority of any lease or sublease made under subsection c. of this section, or of any of its rights under any such lease or sublease, to recognize and give effect to such assignment, and to pay to the assignee thereof rentals or other payments then due or which may become due under any such lease or sublease which has been so assigned by the authority.

6 (cf: P.L.1994, c.48, s.238)

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99. N.J.S.18A:72A-27.1 is amended to read as follows:

9 18A:72A-27.1. In addition to the powers and duties with respect 10 to dormitories given under N.J.S.18A:72A-26 and 18A:72A-27 the 11 treasurer, the board of governors of the university, the board of 12 trustees of the New Jersey Institute of Technology, the board of 13 trustees of a State college, the board of trustees of Rowan 14 University, and the board of trustees of a county college [and the 15 board of trustees of the University of Medicine and Dentistry of New Jersey shall also have the same power and be subject to the 16 same duties in relation to any conveyance, lease or sublease made 17 18 under subsection a., b., or c. of section 18A:72A-26, with respect to 19 revenue producing facilities; that is to say, structures or facilities 20 which produce revenues sufficient to pay the rentals due and to 21 become due under any lease or sublease made under subsection c. 22 of section 18A:72A-26 including, without limitation, student unions 23 and parking facilities.

(cf: P.L.1994, c.48, s.239)

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26 100. Section 48 of P.L.2009, c.90 (C.18A:72A-82) is amended to read as follows:

48. As used in sections 48 and 49 of P.L.2009, c.90 (C.18A:72A-82 and C.18A:72A-83):

"Board" means the Local Finance Board established in the Division of Local Government Services in the Department of Community Affairs.

"Bonds" mean bonds, notes or other obligations issued to finance or refinance higher education projects by a municipality, or on behalf of a municipality by a county improvement authority created pursuant to the "county improvement authorities law," P.L.1960, c.183 (C.40:37A-44 et seq.).

"Higher education partnership agreement" means an agreement between a municipality and an institution of higher education providing for the issuance of bonds by the municipality, a county improvement authority or a redevelopment entity, and the pledge of payments by the institution of higher education to secure those bonds to finance a higher education project, or part thereof.

"Higher education project" means the establishment and construction of higher education buildings and the expansion and construction of additional facilities at, and the acquisition of additional and upgraded equipment for existing higher education buildings, including but not limited to the planning, erecting,

purchasing, improving, developing, constructing, reconstructing, extending, rehabilitating, renovating, upgrading, demolishing and equipping of facilities at institutions of higher education.

"Institution of higher education" means: Rutgers, The State 4 5 University; a State college or university established pursuant to chapter 64 of Title 18A of the New Jersey Statutes; the New Jersey 6 Institute of Technology; [the University of Medicine and Dentistry 7 8 of New Jersey Rowan University; a county college and any other 9 public university or college now or hereafter established or 10 authorized by State law; and any college or university incorporated 11 and located in New Jersey, which by virtue of law or character or 12 license is a nonprofit educational institution authorized to grant 13 academic degrees and which provides a level of education which is 14 equivalent to the education provided by the State's public 15 institutions of higher education, as attested by the receipt of and 16 continuation of regional accreditation by the Middle States 17 Association of Colleges and Schools, and which is eligible to 18 receive State aid under the provisions of the Constitution of the 19 United States and the Constitution of the State of New Jersey, but 20 does not include any educational institution dedicated primarily to 21 the education or training of ministers, priests, rabbis or other 22 professional persons in the field of religion.

"Municipality" means the municipal governing body or an entity acting on behalf of the municipality if permitted by the federal Internal Revenue Code of 1986, or, if a redevelopment agency or redevelopment entity is established in the municipality pursuant to P.L.1992, c.79 (C.40A:12A-1 et seq.) and the municipality so provides, the redevelopment agency or entity so established.

29 (cf: P.L.2009, c.90, s.48)

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- 101. Section 3 of P.L.1985, c.493 (C.18A:72H-3) is amended to read as follows:
  - 3. As used in this act:
- a. "Auditorily impaired" means a hearing impairment of such severity that the individual depends primarily upon visual communication.
- b. "Competent authority" means any doctor of medicine or any doctor of osteopathy licensed to practice medicine and surgery in this State.
  - c. (Deleted by amendment, P.L.1994, c.48).
- d. "Eligible student" means any student "admitted to a public or independent institution of higher education who is" suffering from a visual impairment, auditory impairment or a specific learning disability within guidelines established by the Commission on Higher Education pursuant to regulations promulgated under this act.
- e. "Independent institution of higher education" means a college or university incorporated and located in New Jersey, which by

- 1 virtue of law or character or license is a nonprofit educational
- 2 institution authorized to grant academic degrees and which provides
- 3 a level of education which is equivalent to the education provided
- 4 by the State's public institutions of higher education, as attested by
- 5 the receipt of and continuation of regional accreditation by the
- 6 Middle States Association of Colleges and Schools, and which is
- 7 eligible to receive State aid under the provisions of the Constitution
- 8 of the United States and the Constitution of the State of New Jersey,
- 9 but does not include any educational institution dedicated primarily
- 10 to the education or training of ministers, priests, rabbis or other
- 11 professional persons in the field of religion.
  - f. "Learning disability" means a significant barrier to learning caused by a disorder in one or more of the basic psychological processes involved in understanding or in using language, spoken or written, which disorder may manifest itself in imperfect ability to listen, think, speak, read, write, spell, or do mathematical calculations. The disorder includes conditions such as perceptual handicap, brain injury, minimal brain dysfunction, dyslexia, and developmental aphasia. This term shall not include learning problems which are primarily the result of visual, hearing, or motor handicaps, mental retardation, emotional disturbances,
  - environmental, cultural, or economic disadvantage. g. "Program" means the Higher Education Services for Visually Impaired, Auditorily Impaired and Learning Disabled Students Program established pursuant to this act.
  - h. "Public institution of higher education" means Rutgers, The State University, the New Jersey Institute of Technology, [the University of Medicine and Dentistry of New Jersey Rowan University, the State colleges and the county colleges.
- 30 i. "Support services" or "supportive services" means services 31 that assist eligible students in obtaining a college education and 32 include, but are not limited to, interpreters, note takers, and tutors.
  - "Visually impaired" means a vision impairment where the better eye with correction does not exceed 20/200 or where there is a field defect in the better eye in which the diameter of the field is no greater than 20 degrees.
- 37 (cf: P.L.1994, c.48, s.282)

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- 39 102. Section 2 of P.L.1987, c.183 (C.18A:72J-2) is amended to 40 read as follows:
- 2. There are created the Martin Luther King Physician-Dentist 41
- 43 and administered pursuant to this act to students from

Scholarships which shall be maintained by the State and awarded

- disadvantaged or minority backgrounds enrolled in the [University 44
- 45 of Medicine and Dentistry of New Jersey and the Fairleigh
- Dickinson Rutgers University School of Dentistry. 46
- 47 (cf: P.L.1987, c.183, s.2)

- 1 103. Section 2 of P.L.2007, c.172 (C.26:1A-36.7a) is amended to read as follows:
- 2. The Early Intervention Program in the Department of Health and Senior Services established pursuant to section 2 of P.L.1993, c.309 (C.26:1A-36.7) shall conduct activities to address the specific needs of children with autism spectrum disorders and their families. These activities shall include, but not be limited to, the following:
- developing, in consultation with autism experts and advocates, including, but not limited to, the Governor's Council for Medical Research and Treatment of Autism, Autism Speaks, The New Jersey Center for Outreach and Services for the Autism Community, The Autism Center of New Jersey Medical School at [the University of Medicine and Dentistry of New Jersey] Rutgers, The State University, the Statewide Parent Advocacy Network, Inc., and the New Jersey chapter of the American Academy of Pediatrics, guidelines for health care professionals to use in evaluating infants and toddlers living in the State for autism and to ensure the timely referral by health care professionals of infants and toddlers who are identified as having autism or suspected of being on the autism spectrum to the Early Intervention Program in order to provide appropriate services to those infants and toddlers as early as possible;
  - b. referring affected children who are identified as having autism or suspected of being on the autism spectrum and their families to schools and agencies, including community, consumer, and parent-based agencies, and organizations and other programs mandated by Part C of the "Individuals with Disabilities Education Act" (20 U.S.C. s.1431 et seq.), which offer programs specifically designed to meet the unique needs of children with autism;
  - c. collecting data on Statewide autism screening, diagnosis, and intervention programs and systems that can be used for applied research, program evaluation, and policy development; and
  - d. disseminating information on the medical care of individuals with autism to health care professionals and the general public. (cf. P.L.2007, c.172, s.2)

- 104. Section 23 of P.L.1972, c.29 (C.26:2I-23) is amended to read as follows:
  - 23. In order to provide new health care organizations and to enable the construction and financing thereof, to refinance indebtedness hereafter created by the authority for the purpose of providing one or more health care organizations or additions or improvements thereto or modernization thereof or for any one or more of said purposes but for no other purpose unless authorized by law, each of the following bodies shall have the powers hereafter enumerated to be exercised upon such terms and conditions, including the fixing of fair consideration or rental to be paid or received, as it shall determine by resolution as to such property and

- each shall be subject to the performance of the duties hereafter enumerated, that is to say, the Department of Health and Senior Services as to such as are located on land owned by, or owned by the State and held for, any State institution or on lands of the institutions under the jurisdiction of the Department of Health and Senior Services or of the Department of Human Services, or by the authority, the Commissioner of Human Services as to State institutions operated by that department, the board of trustees or governing body of any public health care organization, the board of Itrustees of the University of Medicine and Dentistry of New Jersey governors of Rutgers, The State University, as to such as are located on land owned by the university, or by the State for the university, the State or by the particular public health care organization, respectively, namely:
  - a. The power to sell and to convey to the authority title in fee simple in any such land and any existing health care facility thereon owned by the State and held for any department thereof or of any of the institutions under the jurisdiction of the Department of Health and Senior Services or the power to sell and to convey to the authority such title as the State or the public health care organization, respectively, may have in any such land and any existing health care facility thereon.
  - b. The power to lease to the authority any land and any existing health care facility thereon so owned for a term or terms not exceeding 50 years each.
  - c. The power to lease or sublease from the authority, and to make available, any such land and existing health care facility conveyed or leased to the authority under subsections a. and b. of this section, and any new health care facility erected upon such land or upon any other land owned by the authority.
  - d. The power and duty, upon receipt of notice of any assignment by the authority of any lease or sublease made under subsection c. of this section, or of any of its rights under any such lease or sublease, to recognize and give effect to such assignment, and to pay to the assignee thereof rentals or other payments then due or which may become due under any such lease or sublease which has been so assigned by the authority.

38 (cf: P.L.1997, c.435, s.9) 

105. Section 25 of P.L.1972, c.29 (C.26:2I-25) is amended to read as follows:

25. In addition to the powers and duties with respect to health care organizations given under sections 23 and 24 of P.L.1972, c.29 (C.26:2I-23 and C.26:2I-24, respectively), the board of trustees or governing body of any State institution or public health care organization and the board of [trustees of the University of Medicine and Dentistry of New Jersey] governors of Rutgers, The State University shall also have the same powers and be subject to

- 1 the same duties in relation to any conveyance, lease or sublease
- 2 made under subsection a., b., or c. of section 24 of P.L.1972, c.29
- 3 (C.26:2I-24), with respect to revenue producing facilities; that is to
- 4 say, structures or facilities which produce revenues sufficient to pay
- 5 the rentals due and to become due under any lease or sublease made
- 6 under subsection c. of section 24 of P.L.1972, c.29 (C.26:2I-24),
- 7 including, without limitation, extended care and parking facilities.
- 8 (cf: P.L.1997, c.435, s.11)

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- 106. Section 27 of P.L.1972, c.29 (C.26:2I-27) is amended to read as follows:
- 27. To the extent not otherwise expressly provided under existing law, all powers and duties conferred upon any State institution or [the University of Medicine and Dentistry of New Jersey] Rutgers, The State University or any county, city or municipal health care organization pursuant to this act shall be exercised and performed by resolution of its governing body and all
- 18 powers and duties conferred upon any of these health care
- organizations pursuant to this act shall be exercised and performed
- by resolution of its board of trustees or governing body.
- 21 (cf: P.L.1997, c.435, s.12)

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- 23 107. Section 1 of P.L.1986, c.106 (C.26:2K-35) is amended to read as follows:
  - 1. As used in this act:
  - a. "Commissioner" means the Commissioner of the Department of Health and Senior Services.
  - b. "Dispatch" means the coordinated request for and dispatch of the emergency medical service helicopter response unit by a central communications center located in the service area, following protocols developed by the mobile intensive care hospital, the regional trauma or critical care center, the commissioner and the superintendent.
  - c. "Emergency medical service helicopter response unit" means a specially equipped hospital-based emergency medical service helicopter staffed by advanced life support personnel and operated for the provision of advanced life support services under the medical direction of a mobile intensive care program and the regional trauma or critical care center authorized by the commissioner.
  - d. "Emergency medical transportation" means the prehospital or interhospital transportation of an acutely ill or injured patient by a dedicated emergency medical service helicopter response unit operated, maintained and piloted by the Division of State Police of the Department of Law and Public Safety, pursuant to regulations adopted by the commissioner under chapter 40 of Title 8 of the New Jersey Administrative Code.

- e. "Medical direction" means the medical control and medical orders transmitted from the physician of the mobile intensive care hospital or from the physician at the regional trauma or critical care center to the staff of the helicopter. The mobile intensive care unit coordinating center and regional trauma or critical care center shall have the ability to cross patch and consult with each other as approved by the commissioner.
  - f. "Mobile intensive care hospital" means a hospital authorized by the commissioner to develop and maintain a mobile intensive care unit to provide advanced life support services in accordance with P.L.1984, c.146 (C.26:2K-7 et al.).
  - g. "Regional trauma center" means a State designated level one hospital-based trauma center equipped and staffed to provide emergency medical services to an accident or trauma victim, including, but not limited to, the level one trauma centers at [the University of Medicine and Dentistry of New Jersey-] University Hospital in Newark, known as the "Eric Munoz Trauma Center," and at the Cooper Hospital/University Medical Center in Camden.
  - h. "Critical care center" means a hospital authorized by the commissioner to provide regional critical care services, such as trauma, burn, spinal cord, cardiac, poison or neonatal care.
  - i. "Superintendent" means the Superintendent of the Division of State Police of the Department of Law and Public Safety. (cf: P.L.2010, c.80, s.1)

- 108. Section 2 of P.L.1986, c.134 (C.26:2N-2) is amended to read as follows:
- 2. The commissioner shall prepare and make available to all health care providers in the State and parents and guardians, upon request, a pamphlet which explains the benefits and possible adverse reactions to immunizations for pertussis. This pamphlet may contain any information which the commissioner deems necessary and may be revised by the department whenever new information concerning these immunizations becomes available. The pamphlet shall include the following information:
- a. A list of the immunizations required for admission to a public or private school in the State;
- b. Specific information regarding the pertussis vaccine which includes:
- (1) The circumstances under which pertussis vaccine should not be administered or should be delayed, including the categories of persons who are significantly more vulnerable to major adverse reactions than are members of the general population;
- (2) Possible adverse reactions to pertussis vaccine and the early warning signs or symptoms that may be precursors to a major adverse reaction which, upon occurrence, should be brought to the immediate attention of the health care provider who administered the vaccine;

- (3) A form that the parent or guardian may use to monitor symptoms of a possible adverse reaction and which includes places where the parent or guardian can record information about the symptoms that will assist the health care provider; and
- (4) Measures that a parent or guardian should take to reduce the risk of, or to respond to, a major adverse reaction including identification of who should be notified of the reaction and when the notification should be made.

The commissioner shall prepare the pamphlet in consultation with the Medical Society of New Jersey [and the University of Medicine and Dentistry of New Jersey] and shall adopt by regulation the information contained in the pamphlet, pursuant to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.)

15 (cf: P.L.1986, c.134, s.2)

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- 17 109. Section 2 of P.L.1999, c.66 (C.26:2U-2) is amended to read as follows:
- 2. The Department of Health and Senior Services, in 19 consultation with the New Jersey Chronic Fatigue Syndrome 20 21 Association, Inc., and the Academy of Medicine of New Jersey 22 [and the University of Medicine and Dentistry of New Jersey], 23 shall prepare and make available to all health care providers in the 24 State, upon request, a manual which provides information about the 25 clinical significance, diagnosis and treatment of chronic fatigue 26 syndrome. The manual may contain any other information which 27 the Commissioner of Health and Senior Services deems necessary 28 and may be revised by the department whenever new information 29 about chronic fatigue syndrome becomes available. The department 30 shall publicize and make available the manual to the maximum 31 extent possible.
- 32 (cf: P.L.1999, c.66, s.2)

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- 34 110. Section 4 of P.L.1984, c.126 (C.26:5C-4) is amended to read as follows:
  - 4. [The University of Medicine and Dentistry of New Jersey] Rutgers, The State University shall, in coordination with the State Department of Health and Senior Services, serve as a resource center and may offer diagnostic procedures, medical treatment, counseling, as well as any other services that may be necessary to assist AIDS victims and their families. (cf. P.L.1984, c.126, s.4)

- 44 111. Section 115 of P.L.2008, c.29 (C.26:2NN-1) is amended to 45 read as follows:
- 115. a. The Department of Health and Senior Services shall
   maintain a toll-free information "Law Enforcement Officer Crisis
   Intervention Services" telephone hotline on a 24-hour basis.

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The hotline shall receive and respond to calls from law enforcement officers and sheriff's officers who have been involved in any event or incident which has produced personal or job-related depression, anxiety, stress, or other psychological or emotional tension, trauma, or disorder for the officer and officers who have been wounded in the line of duty. The operators of the hotline shall seek to identify those officers who should be referred to further debriefing and counseling services, and to provide such referrals. In the case of wounded officers, those services may include peer counseling, diffusing, debriefing, group therapy and individual therapy as part of a coordinated assistance program, to be known as the "Blue Heart Law Enforcement Assistance Program," designed and implemented by the [University of Medicine and Dentistry of New Jersey's University Behavioral Healthcare Unit of Rutgers, The State University.

- b. The operators of the hotline shall be trained by the Department of Health and Senior Services and, to the greatest extent possible, shall be persons, who by experience or education, are: (1) familiar with post trauma disorders and the emotional and psychological tensions, depressions, and anxieties unique to law enforcement officers and sheriff's officers; or (2) trained to provide counseling services involving marriage and family life, substance abuse, personal stress management and other emotional or psychological disorders or conditions which may be likely to adversely affect the personal and professional well-being of a law enforcement officer and a sheriff's officer.
- c. To ensure the integrity of the telephone hotline and to encourage officers to utilize it, the commissioner shall provide for the confidentiality of the names of the officers calling, the information discussed by that officer and the operator, and any referrals for further debriefing or counseling; provided, however, the commissioner may, by rule and regulation, (1) establish guidelines providing for the tracking of any officer who exhibits a severe emotional or psychological disorder or condition which the operator handling the call reasonably believes might result in harm to the officer or others and (2) establish a confidential registry of wounded New Jersey law enforcement officers.

  (cf: P.L.2008, c.29, s.115)

- 112. Section 10 of P.L.2011, c.210 (C.26:5B-6) is amended to read as follows:
- 10. a. The Department of Health and Senior Services, in consultation with the Medical Society of New Jersey and [the [University of Medicine and Dentistry of New Jersey] Rutgers, The State University, shall prepare, and make available on its Internet website, information in English and Spanish, which is designed to be easily understandable by the general public, about the genetic risk factors associated with, and the symptoms and

treatment of, sickle cell anemia, in addition to any other information that the Commissioner of Health and Senior Services deems necessary for the purposes of this act. The department shall revise this information whenever new information about sickle cell anemia becomes available.

b. The department shall prepare an informational booklet in English and Spanish that contains the information posted on its website pursuant to subsection a. of this section, as funds become available for that purpose. The department shall make a supply of booklets available to all licensed health care facilities engaged in the diagnosis or treatment of sickle cell anemia, as well as to health care professionals, community health centers, members of the public, and social services agencies upon their request.

(cf: P.L.2011, c.210, s.10)

- 113. Section 2 of P.L.2005, c.379 (C.34:11-56.59) is amended to read as follows:
  - 2. As used in this act:

"Commissioner" means the Commissioner of Labor and Workforce Development or the commissioner's duly authorized representatives.

"Building services" means any cleaning or building maintenance work, including but not limited to sweeping, vacuuming, floor cleaning, cleaning of rest rooms, collecting refuse or trash, window cleaning, engineering, securing, patrolling, or other work in connection with the care, securing, or maintenance of an existing building, except that "building services" shall not include any maintenance work or other public work for which a contractor is required to pay the "prevailing wage" as defined in section 2 of P.L.1963, c.150 (C.34:11-56.26).

"Leased by the State" means that not less than 55% of the property or premises is leased by the State, provided that the portion of the property or premises that is leased by the State measures more than 20,000 square feet.

"Prevailing wage for building services" means the wage and benefit rates designated by the commissioner based on the determinations made by the General Services Administration pursuant to the federal "Service Contract Act of 1965" (41U.S.C. s.351 et seq.), for the appropriate localities and classifications of building service employees.

"The State" means the State of New Jersey and all of its departments, bureaus, boards, commissions, agencies and instrumentalities, including any State institutions of higher education, but does not include political subdivisions.

"State institutions of higher education," means Rutgers, The State University of New Jersey [, the University of Medicine and Dentistry of New Jersey] Rowan University, and the New Jersey Institute of Technology, and any of the State colleges or universities

- 1 established pursuant to chapter 64 of Title 18A of the New Jersey
- 2 Statutes, but does not include any county college established
- 3 pursuant to chapter 64A of Title 18A of the New Jersey Statutes.
- 4 (cf: P.L.2005, c.379, s.2)

- 6 114. Section 1 of P.L.2011, c.116 (C.38A:13-10) is amended to read as follows:
- 1. a. The Legislature finds and declares that the Department of Military and Veterans' Affairs, in conjunction with the University of Medicine and Dentistry Rutgers, The State University of New Jersey, has established a veteran to veteran peer support program telephone helpline. The helpline receives and responds to calls from veterans, servicemembers, and their families. It provides them with access to a comprehensive mental health provider network of
- mental health professionals specializing in post traumatic stress
  disorder and other veterans issues. All services are free and
- disorder and other veterans issues. All services are free and confidential.
  - b. Since its inception, the helpline has fielded over 6,000 calls from veterans and their families and based on prior statistics, a 10% increase in calls has been projected.
  - c. The helpline is funded through an allocation from a State appropriation for post traumatic stress disorder. It is appropriate that the helpline have a separate annual appropriation.
- 24 (cf: P.L.2011, c.116, s.1)

- 26 115. Section 2 of P.L.2011, c.116 (C.38A:13-11) is amended to read as follows:
  - 2. a. The Department of Military and Veterans' Affairs shall establish, in coordination with University Behavioral HealthCare of [the University of Medicine and Dentistry] Rutgers, The State University of New Jersey, a toll free veteran to veteran peer support helpline.
  - b. The helpline shall be accessible 24 hours a day seven days per week and shall respond to calls from veterans, servicemembers and their families. The operators of the helpline shall seek to identify the veterans, servicemembers and their families who should be referred to further peer support and counseling services, and provide referrals.
  - c. The operators of the helpline shall be trained by University Behavioral Healthcare of [the University of Medicine and Dentistry] Rutgers, The State University of New Jersey and, to the greatest extent possible, shall be trained veterans or mental health professionals with military service expertise and (1) familiar with post traumatic stress disorder, traumatic brain injury and the emotional and psychological tensions, depressions, and anxieties unique to veterans, servicemembers, and their families or (2) trained to provide counseling services involving marriage and

- 1 family life, substance abuse, personal stress management and other 2 emotional or psychological disorders or conditions which may be 3 likely to adversely affect the personal and service related well-being 4 of veterans, servicemembers, and their families.
- 5 d. The Department of Military and Veterans' Affairs and [the 6 University of Medicine and Dentistry Rutgers, The State 7 University of New Jersey shall provide for the confidentiality of the 8 names of the persons calling, the information discussed, and any 9 referrals for further peer support or counseling; provided, however, 10 the Department of Military and Veterans' Affairs and [the 11 University of Medicine and Dentistry Rutgers, The State 12 <u>University</u> of New Jersey may establish guidelines providing for the tracking of any person who exhibits a severe emotional or 13 psychological disorder or condition which the operator handling the 14
- 17 (cf: P.L.2011, c.116, s.2)

servicemember or any other person.

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19 116. Section 3 of P.L.2011, c.116 (C.38A:13-12) is amended to 20 read as follows:

call reasonably believes might result in harm to the veteran or

- 21 3. University Behavioral Healthcare of the University of 22 Medicine and Dentistry Rutgers, The State University of New 23 Jersey shall maintain a list of credentialed military-oriented 24 behavioral healthcare providers throughout the State of New Jersey. 25 Case management services shall also be provided to ensure that 26 veterans, servicemembers, and their families receive ongoing 27 counseling throughout all pre and post deployment events in New 28 Jersey. The continuum of services shall utilize the National Yellow 29 Ribbon guidelines while providing ongoing peer support 30 customized for each branch of military service.
- 31 (cf: P.L.2011, c.116, s.3)

- 33 117. Section 4 of P.L.2011, c.116 (C.38A:13-13) is amended to 34 read as follows:
- 35 4. In establishing the helpline authorized under the provisions 36 of section 2 of this act, P.L.2011, c.116 (C.38A:13-11) the Adjutant 37 General of the Department of Military and Veterans' Affairs and 38 University Behavioral Healthcare of [the University of Medicine 39 and Dentistry Rutgers, The State University of New Jersey shall 40 consult on a quarterly basis with the New Jersey Division of Mental 41 Health Services within the Department of Human Services, the
- United States Department of Veterans' Affairs, the New Jersey 42
- 43 Veterans Healthcare Network, at least two New Jersey Veteran
- 44 Centers, and at least two State recognized veteran groups.
- 45 (cf: P.L.2011, c.116, s.4)

1 118. Section 25 of P.L1954, c.84 (C.43:15A-25) is amended to 2 read as follows:

- 25. a. The annuity savings fund shall be the fund in which shall be credited accumulated deductions and contributions by members or on their behalf to provide for their allowances. A single account shall be established in this fund for each person who is or shall become a member and all contributions deducted from each such member's compensation shall be credited to this single account.
- b. (1) Members enrolled in the retirement system on or after July 1, 1994 shall contribute 5% of compensation to the system. Members enrolled in the system prior to July 1, 1994 shall contribute 5% of compensation to the system effective with the payroll period for which the beginning date is closest to July 1, 1995, provided, however, that any member enrolled before July 1, 1994, whose full contribution rate under the system prior to the revisions by this act was less than 6%, shall pay 4% of compensation to the system effective with the payroll period for which the beginning date is closest to July 1, 1995, and 5% of compensation to the system effective with the payroll period for which the beginning date is closest to July 1, 1996.
  - (2) Members enrolled in the retirement system on or after July 1, 2007 who are:
  - employees of the State, other than employees of the Judicial Branch;
  - employees of an independent State authority, board, commission, corporation, agency or organization;
  - employees of a local school district, regional school district, county vocational school district, county special services school district, jointure commission, educational services commission, State-operated school district, charter school, county college, any officer, board, or commission under the authority of the Commissioner of Education or of the State Board of Education, and any other public entity which is established pursuant to authority provided by Title 18A of the New Jersey Statutes; or
  - employees of a State public institution of higher education [, other than employees of the University of Medicine and Dentistry of New Jersey] shall contribute 5.5% of compensation to the system, and all such members described above enrolled in the system prior to July 1, 2007 shall contribute 5.5% of compensation to the system effective with the payroll period for which the beginning date is closest to July 1, 2007.
- Members enrolled in the retirement system on or after July 1, 2008, other than those described in the paragraph above, shall contribute 5.5% of compensation to the system. Members enrolled in the system prior to July 1, 2008, other than those described in the paragraph above, shall contribute 5.5% of compensation to the system effective with the payroll period that begins immediately after July 1, 2008.

- (3) Members of the retirement system shall contribute 6.5% of compensation to the system on and after the effective date of P.L.2011, c.78, with an additional contribution of 1% to be phased in in equal increments over a period of seven years commencing with the first year following that effective date.
- c. The retirement system shall certify to each State department or subdivision thereof, and to each branch of the State service not included in a State department, and to every other employer, the proportion of each member's compensation to be deducted and to facilitate the making of deductions the retirement system may modify the deduction required by a member by such an amount as shall not exceed 1/10 of 1% of the compensation upon the basis of which the deduction is to be made.

If payment in full, representing the monthly or biweekly transmittal and report of salary deductions, is not made within 15 days of the due date established by the retirement system, interest at the rate of 6% per annum shall commence to run against the total transmittal of salary deductions for the period on the first day after such fifteenth day.

d. Every employee to whom this act applies shall be deemed to consent and agree to any deduction from his compensation required by this act and to all other provisions of this act. Notwithstanding any other law, rule or regulation affecting the salary, pay, compensation, other perquisites, or tenure of a person to whom this act applies, or shall apply, and notwithstanding that the minimum salary, pay, or compensation or other perquisites provided by law for him shall be reduced thereby, payment, less such deductions, shall be a full and complete discharge and acquittance of all claims and demands for service rendered by him during the period covered by such payment.

31 (cf: P.L.2011, c.78, s.10)

- 33 119. Section 3 of P.L.1948, c.110 (C.43:21-27) is amended to read as follows:
- 35 3. As used in this act, unless the context clearly requires otherwise:
  - (a) (1) "Covered employer" means, with respect to whether an employer is required to provide benefits during an employee's own disability pursuant to P.L.1948, c.110 (C.43:21-25 et al.), any individual or type of organization, including any partnership, association, trust, estate, joint-stock company, insurance company or corporation, whether domestic or foreign, or the receiver, trustee in bankruptcy, trustee or successor thereof, or the legal representative of a deceased person, who is an employer subject to the "unemployment compensation law" (R.S.43:21-1 et seq.), except the State, its political subdivisions, and any instrumentality of the State unless such governmental entity elects to become a covered employer pursuant to paragraph (2) of this subsection (a);

provided, however, that commencing with the effective date of this act, the State of New Jersey, including Rutgers, The State University [, the University of Medicine and Dentistry of New Jersey] and the New Jersey Institute of Technology, shall be deemed a covered employer, as defined herein.

6 "Covered employer" means, after June 30, 2009, with respect to 7 whether the employer is an employer whose employees are eligible 8 for benefits during periods of family temporary disability leave 9 pursuant to P.L.1948, c.110 (C.43:21-25 et al.), and, after December 10 31, 2008, whether employees of the employer are required to make 11 contributions pursuant to R.S.43:21-7(d)(1)(G)(ii), any individual 12 or type of organization, including any partnership, association, 13 trust, estate, joint-stock company, insurance company or domestic 14 or foreign corporation, or the receiver, trustee in bankruptcy, trustee 15 or successor thereof, or the legal representative of a deceased 16 person, who is an employer subject to the "unemployment 17 compensation law" (R.S.43:21-1 et including seq.), 18 governmental entity or instrumentality which is an employer under 19 R.S.43:21-19(h)(5), notwithstanding that the governmental entity or 20 instrumentality has not elected to be a covered employer pursuant to 21 paragraph (2) of this subsection (a).

(2) Any governmental entity or instrumentality which is an employer under R.S.43:21-19(h)(5) may, with respect to the provision of benefits during an employee's own disability pursuant to P.L.1948, c.110 (C.43:21-25 et al.), elect to become a "covered employer" under this subsection beginning with the date on which its coverage under R.S.43:21-19(h)(5) begins or as of January 1 of any year thereafter by filing written notice of such election with the division within at least 30 days of the effective date. Such election shall remain in effect for at least two full calendar years and may be terminated as of January 1 of any year thereafter by filing with the division a written notice of termination at least 30 days prior to the termination date.

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(b) (1) "Covered individual" means, with respect to whether an individual is eligible for benefits during an individual's own disability pursuant to P.L.1948, c.110 (C.43:21-25 et al.), any person who is in employment, as defined in the "unemployment compensation law" (R.S.43:21-1 et seq.), for which the individual is entitled to remuneration from a covered employer, or who has been out of such employment for less than two weeks, except that a "covered individual" who is employed by the State of New Jersey, including Rutgers, The State University [, the University of Medicine and Dentistry of New Jersey and ] or the New Jersey Institute of Technology, or by any governmental entity or instrumentality which elects to become a "covered employer" pursuant to this amendatory act, shall not be eligible to receive any benefits under the "Temporary Disability Benefits Law" until such individual has exhausted all sick leave accumulated as an employee

in the classified service of the State or accumulated under terms and conditions similar to classified employees or accumulated under the terms and conditions pursuant to the laws of this State or as the result of a negotiated contract with any governmental entity or instrumentality which elects to become a "covered employer."

"Covered individual" shall not mean, with respect to whether an individual is eligible for benefits during an individual's own disability pursuant to P.L.1948, c.110 (C.43:21-25 et al.), any member of the Division of State Police in the Department of Law and Public Safety.

- (2) "Covered individual" means, with respect to whether an individual is eligible for benefits during the individual's period of family temporary disability leave pursuant to P.L.1948, c.110 (C.43:21-25 et al.), any individual who is in employment, as defined in the "unemployment compensation law" (R.S.43:21-1 et seq.), for which the individual is entitled to remuneration from a covered employer, or who has been out of that employment for less than two weeks.
- (c) "Division" or "commission" means the Division of Temporary Disability Insurance of the Department of Labor and Workforce Development, and any transaction or exercise of authority by the director of the division shall be deemed to be performed by the division.
- (d) "Day" shall mean a full calendar day beginning and ending at midnight.
- (e) "Disability" shall mean such disability as is compensable under section 5 of P.L.1948, c.110 (C.43:21-29).
- (f) "Disability benefits" shall mean any cash payments which are payable to a covered individual for all or part of a period of disability pursuant to P.L.1948, c.110 (C.43:21-25 et al.).
- (g) "Period of disability" with respect to any covered individual shall mean:
- (1) The entire period of time during which the covered individual is continuously and totally unable to perform the duties of the covered individual's employment because of the covered individual's own disability, except that two periods of disability due to the same or related cause or condition and separated by a period of not more than 14 days shall be considered as one continuous period of disability; provided the individual has earned wages during such 14-day period with the employer who was the individual's last employer immediately preceding the first period of disability; and
- 43 (2) On or after July 1, 2009, the entire period of family 44 temporary disability leave taken from employment by the covered 45 individual.
- 46 (h) "Wages" shall mean all compensation payable by covered 47 employers to covered individuals for personal services, including

1 commissions and bonuses and the cash value of all compensation 2 payable in any medium other than cash.

- (i) (1) (Deleted by amendment, P.L.2001, c.17).
- (2) (Deleted by amendment, P.L.2001, c.17).

- (3) "Base week" with respect to periods of disability commencing on or after October 1, 1985 and before January 1, 2001, means any calendar week during which a covered individual earned in employment from a covered employer remuneration equal to not less than 20% of the Statewide average weekly wage determined under subsection (c) of R.S.43:21-3, which shall be adjusted to the next higher multiple of \$1.00 if not already a multiple thereof.
- (4) "Base week" with respect to periods of disability commencing on or after January 1, 2001, means any calendar week of a covered individual's base year during which the covered individual earned in employment from a covered employer remuneration not less than an amount 20 times the minimum wage in effect pursuant to section 5 of P.L.1966, c.113 (C.34:11-56a4) on October 1 of the calendar year preceding the calendar year in which the benefit year commences, which amount shall be adjusted to the next higher multiple of \$1.00 if not already a multiple thereof, except that if in any calendar week an individual subject to this paragraph is in employment with more than one employer, the covered individual may in that calendar week establish a base week with respect to each of the employers from whom the covered individual earns remuneration equal to not less than the amount defined in this paragraph during that week.
  - (j) (1) "Average weekly wage" means the amount derived by dividing a covered individual's total wages earned from the individual's most recent covered employer during the base weeks in the eight calendar weeks immediately preceding the calendar week in which a period of disability commenced, by the number of such base weeks.
- (2) If the computation in paragraph (1) of this subsection (j) yields a result which is less than the individual's average weekly earnings in employment with all covered employers during the base weeks in such eight calendar weeks, then the average weekly wage shall be computed on the basis of earnings from all covered employers during the base weeks in the eight calendar weeks immediately preceding the week in which the period of disability commenced.
- (3) For periods of disability commencing on or after July 1, 2009, if the computations in paragraphs (1) and (2) of this subsection (j) both yield a result which is less than the individual's average weekly earnings in employment with all covered employers during the base weeks in the 26 calendar weeks immediately preceding the week in which the period of disability commenced, then the average weekly wage shall, upon a written request to the

- 1 department by the individual on a form provided by the department,
- 2 be computed by the department on the basis of earnings from all
- 3 covered employers of the individual during the base weeks in those
- 4 26 calendar weeks, and, in the case of a claim for benefits from a
- 5 private plan, that computation of the average weekly wage shall be
- provided by the department to the individual and the individual's 6
- 7 employer.

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When determining the "average weekly wage" with respect to a period of family temporary disability leave for an individual who has a period of family temporary disability immediately after the individual has a period of disability for the individual's own disability, the period of disability is deemed to have commenced at the beginning of the period of disability for the individual's own disability, not the period of family temporary disability.

- (k) "Child" means a biological, adopted, or foster child, stepchild or legal ward of a covered individual, child of a domestic partner of the covered individual, or child of a civil union partner of the covered individual, who is less than 19 years of age or is 19 years of age or older but incapable of self-care because of mental or physical impairment.
- (l) "Domestic partner" means a domestic partner as defined in section 3 of P.L.2003, c.246 (C.26:8A-3).
- (m) "Civil union" means a civil union as defined in section 2 of P.L.2006, c.103 (C.37:1-29).
- (n) "Family member" means a child, spouse, domestic partner, civil union partner or parent of a covered individual.
- (o) "Family temporary disability leave" means leave taken by a covered individual from work with an employer to (1) participate in 28
- 29 the providing of care, as defined in the "Family Leave Act,"
- 30 P.L.1989, c.261 (C.34:11B-1 et seq.) and regulations adopted
- 31 pursuant to that act, for a family member of the individual made
- 32 necessary by a serious health condition of the family member; or (2)
- 33 be with a child during the first 12 months after the child's birth, if
- 34 the individual, or the domestic partner or civil union partner of the
- 35 individual, is a biological parent of the child, or the first 12 months
- 36 after the placement of the child for adoption with the individual.
- 37 "Family temporary disability leave" does not include any period of
- 38 time in which a covered individual is paid benefits pursuant to
- 39 P.L.1948, c.110 (C.43:21-25 et al.) because the individual is unable
- 40 to perform the duties of the individual's employment due to the
- 41 individual's own disability.
  - (p) "Health care provider" means a health care provider as defined in the "Family Leave Act," P.L.1989, c.261 (C.34:11B-1 et seq.), and any regulations adopted pursuant to that act.
- 45 (q) "Parent of a covered individual" means a biological parent, 46 foster parent, adoptive parent, or stepparent of the covered 47 individual or a person who was a legal guardian of the covered
- 48 individual when the covered individual was a child.

- (r) "Placement for adoption" means the time when a covered individual adopts a child or becomes responsible for a child pending adoption by the covered individual.
- (s) "Serious health condition" means an illness, injury, impairment or physical or mental condition which requires: inpatient care in a hospital, hospice, or residential medical care facility; or continuing medical treatment or continuing supervision by a health care provider.
- (t) "12-month period" means, with respect to an individual who establishes a valid claim for disability benefits during a period of family temporary disability leave, the 365 consecutive days that begin with the first day that the individual first establishes the claim.

14 (cf: P.L.2008, c.17, s.2)

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- 120. Section 22 of P.L.1948, c.110 (C.43:21-46) is amended to read as follows:
- 18 State disability benefits fund. (a) The State disability 19 benefits fund, hereinafter referred to as the fund, is hereby 20 established. The fund shall remain in the custody of the State Treasurer, and to the extent of its cash requirements shall be 21 22 deposited in authorized public depositories in the State of New 23 Jersey. There shall be deposited in and credited to the fund the 24 amount of worker and employer contributions provided under 25 subparagraph (G) of paragraph (1) of subsection (d) of R.S.43:21-7 26 and subsection (e) of R.S.43:21-7, less refunds authorized by the 27 chapter (R.S.43:21-1 et seq.) to which this act is a supplement, and 28 the entire amount of interest and earnings from investments of the 29 fund, and all assessments, fines and penalties collected under this 30 act. The fund shall be held in trust for the payment of disability 31 benefits pursuant to this act, for the payment of benefits pursuant to 32 subsection (f) of R.S. 43:21-4, and for the payment of any authorized refunds of contributions. All warrants for the payment 33 34 of benefits shall be issued by and bear only the signature of the 35 Director of the Division of Unemployment and Temporary 36 Disability Insurance or his duly authorized agent for that purpose. 37 All other moneys withdrawn from the fund shall be upon warrant 38 signed by the State Treasurer and countersigned by the Director of 39 the Division of Unemployment and Temporary Disability Insurance 40 of the Department of Labor of the State of New Jersey. 41 Treasurer shall maintain books, records and accounts for the fund, 42 appoint personnel and fix their compensation within the limits of 43 available appropriations. The expenses of the Treasurer in 44 administering the fund and its accounts shall be charged against the 45 administration account, as hereinafter established. 46 account, to be known as the administration account, shall be 47 maintained in the fund, and there shall be credited to such account 48 an amount determined to be sufficient for proper administration, not

- 1 to exceed, however, 1/10 of 1% of the wages with respect to which
- 2 current contributions are payable into the fund, and the entire
- 3 amount of any assessments against covered employers, as
- 4 hereinafter provided, for costs of administration prorated among
- 5 approved private plans. The costs of administration of this act,
- including R.S.43:21-4(f), shall be charged to the administration 6
- 7 account.
- 8 (b) further separate account, to be known as the unemployment
- 9 disability account, shall be maintained in the fund. Such account
- 10 shall be charged with all benefit payments under R.S.43:21-4(f).
- 11 Prior to July 1 of each calendar year, the Division of
- 12 Unemployment and Temporary Disability Insurance of the
- 13 Department of Labor of the State of New Jersey shall determine the
- average rate of interest and other earnings on all investments of the 14
- 15 State disability benefits fund for the preceding calendar year. An
- 16 amount equal to the sum of the amounts withdrawn from the
- 17 unemployment trust fund pursuant to section 23 hereof multiplied
- 18 by such average rate shall be determined by the division and
- 19 credited to the unemployment disability account as of the end of the
- 20 preceding calendar year.
- 21 If the unemployment disability account shall show an accumulated
- 22 deficit in excess of \$200,000.00 at the end of any calendar year
- 23 after interest and other earnings have been credited as provided
- 24 hereinabove, the division shall determine the ratio of such deficit to
- 25 the total of all taxable wages paid during the preceding calendar
- 26 year, and shall make an assessment against all employers in an
- 27 amount equal to the taxable wages paid by them during such
- 28 preceding calendar year to employees, multiplied by such ratio, but
- 29 in no event shall any such assessment exceed 1/10 or 1% of such 30
- wages; provided, however, that the assessment made against the State (including Rutgers, The State University [, the University of 31
- 32 Medicine and Dentistry of New Jersey and the New Jersey
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- Institute of Technology) shall not exceed the sum of all benefits
- 34 paid under the provisions of R.S.43:21-4(f) as the result of
- 35 employment with the State. Such amounts shall be collectible by 36
- the division in the same manner as provided for the collection of 37 employee contributions under this chapter (R.S.43:21-1 et seq.). In
- 38 making this assessment, the division shall furnish to each affected
- 39 employer a brief summary of the determination thereof.
- 40 amount of such assessments collected by the division shall be
- 41 credited to the unemployment disability account.
- 42 As used in this section, "taxable wages" shall mean wages with
- 43 respect to which employer contributions have been paid or are
- 44 payable pursuant to subsections (a), (b) and (c) of R.S.43:21-7.
- 45 (c) A board of trustees, consisting of the State Treasurer, the
- 46 Secretary of State, the Commissioner of Labor and Industry, the
- 47 director of the division, and the State Comptroller, is hereby
- 48 created. The board shall invest and reinvest all moneys in the fund

- 1 in excess of its cash requirements, and such investments shall be
- 2 made in obligations legal for savings banks; provided, however, that
- 3 the provisions of this subsection shall in all respects be subject to
- 4 the provisions of P.L.1950, c.270 (C.52:18A-79 et seq.).
- 5 (d) There is hereby appropriated, to be paid out of the fund, such
- 6 amounts as may from time to time be required for the payment of
- 7 disability benefits, and such amounts as may be required each year,
- 8 as contained in the annual appropriation act, for the administration
- 9 of this act, including R.S.43:21-4(f).
- 10 (cf: P.L.1994, c.112, s.3)

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- 12 121. Section 2 of P.L.1999, c.201 (C.52:9E-2) is amended to read as follows:
  - 2. As used in this act:
  - a. "Approved research project" means a peer reviewed scientific research project, which is approved by the commission and which focuses on the treatment and cure of spinal cord injuries and diseases that damage the spinal cord.
- b. "Commission" means the New Jersey Commission onSpinal Cord Research established pursuant to this act.
- c. "Institutional support services" means all services, facilities,
   equipment, personnel and expenditures associated with the creation
   and maintenance of approved research projects.
- d. "Qualifying research institution" means [the University of Medicine and Dentistry of New Jersey;] Rutgers, The State
- 26 University; Princeton University; the Kessler Medical
- 27 Rehabilitation Research and Education Corporation; the Coriell
- 28 Institute for Medical Research; and any other research institution in
- 29 the State approved by the commission.
- 30 (cf: P.L.1999, c.201, s.2)

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- 32 122. Section 3 of P.L.1999, c. 201 (C.52:9E-3) is amended to read as follows:
- 34 3. a. There is established in the Executive Branch of the State

government, the New Jersey Commission on Spinal Cord Research.

- 36 For the purposes of complying with the provisions of Article V,
- 37 Section IV, paragraph 1 of the New Jersey Constitution, the
- 38 commission is allocated within the Department of Health and
- 39 Senior Services, but notwithstanding that allocation, the
- 40 commission shall be independent of any supervision or control by
- 41 the department or by any board or officer thereof.
- b. The commission shall consist of [11] 10 members,
- 43 including the Commissioner of Health and Senior Services, or his
- designee, who shall serve ex officio; [one representative of the
- 45 University of Medicine and Dentistry of New Jersey;] one
- 46 representative of Rutgers, The State University; one representative
- of the federally designated Spinal Cord Injury Model System; one

- representative from the American Paralysis Association; and six public members who are residents of the State knowledgeable about spinal cord injuries and who include at least one physician licensed in this State and at least one person with a spinal cord injury. The members shall be appointed by the Governor with the advice and consent of the Senate.
  - c. The term of office of each appointed member shall be three years, but of the members first appointed, three shall be appointed for a term of one year, four for terms of two years, and three for terms of three years. All vacancies shall be filled for the balances of the unexpired terms in the same manner as the original appointments. Appointed members are eligible for reappointment upon the expiration of their terms. A member shall continue to serve upon the expiration of his term until a successor is appointed.
  - The members of the commission shall not receive compensation for their services, but shall be reimbursed for the actual and necessary expenses incurred in the performance of their duties as members of the commission.
- 19 (cf: P.L.1999, c.201, s.3)

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- 123. Section 2 of P.L.2003, c.200 (C.52:9EE-2) is amended to read as follows:
  - 2. As used in this act:
- "Approved research project" means a scientific research project, which is approved by the commission and which focuses on the treatment and cure of brain injuries.
- "Commission" means the New Jersey State Commission on Brain Injury Research established pursuant to this act.
- "Institutional support services" means all services, facilities, equipment, personnel and expenditures associated with the creation and maintenance of approved research projects.
- "Qualifying research institution" means [the University of Medicine and Dentistry of New Jersey and] Rutgers, The State University of New Jersey and any other institution approved by the commission, which is conducting an approved research project.
- 36 (cf: P.L.2003, c.200, s.2)

- 38 124. Section 3 of P.L.2003, c.200 (C.52:9EE-3) is amended to read as follows:
- 3. a. There is established in the Executive Branch of the State government, the New Jersey State Commission on Brain Injury Research. For the purposes of complying with the provisions of Article V, Section IV, paragraph 1 of the New Jersey Constitution,
- 44 the commission is allocated within the Department of Health and
- 45 Senior Services, but notwithstanding that allocation, the
- 46 commission shall be independent of any supervision or control by
- 47 the department or by any board or officer thereof.

- The commission shall consist of [11] 10 members, including the Commissioner of Health and Senior Services, or his designee, who shall serve ex officio; [one representative of the University of Medicine and Dentistry of New Jersey;] one representative of Rutgers, The State University of New Jersey; six public members, appointed by the Governor with the advice and consent of the Senate, one of whom shall be a licensed physician in this State and one of whom shall be a person with a brain injury; and two public members, one of whom shall be appointed by the President of the Senate and one of whom shall be appointed by the Speaker of the General Assembly. All public members shall be residents of the State or otherwise associated with the State, and shall be known for their knowledge, competence, experience or interest in brain injury medical research.
  - c. The term of office of each public member shall be three years, but of the members first appointed, three shall be appointed for terms of one year, three for terms of two years, and two for terms of three years. All vacancies shall be filled for the balances of the unexpired terms in the same manner as the original appointments. Appointed members are eligible for reappointment upon the expiration of their terms. A member shall continue to serve upon the expiration of his term until a successor is appointed.

The members of the commission shall not receive compensation for their services, but shall be reimbursed for the actual and necessary expenses incurred in the performance of their duties as members of the commission.

(cf: P.L.2003, c.200, s.3)

- 125. Section 3 of P.L.1983, c.6 (C.52:9U-3) is amended to read as follows:
  - 3. As used in this act:
- a. "Approved research project" means a scientific research project, which is approved by the commission and which focuses on the genetic, biochemical, viral, microbiological and environmental causes of cancer, and may include, but is not limited to, behavioral, socio-economic, demographic and psychosocial research or research into methods of clinical treatment; or which focuses on pain management and palliative care for persons diagnosed with cancer.
- b. "Commission" means the New Jersey State Commission on Cancer Research established pursuant to this act.
- c. "Institutional support services" means all services, facilities, equipment, personnel and expenditures associated with the creation and maintenance of approved research projects.
- d. "Qualifying research institution" means the Institute for Medical Research in Camden, New Jersey, [the University of Medicine and Dentistry of New Jersey,] Rutgers--The State University, Princeton University and any other institution approved

1 by the commission, which is conducting an approved research 2 project.

3 (cf: P.L.2000, c.63, s.1)

- 5 126. Section 2 of P.L.2008, c.85 (C.52:16A-100) is amended to fead as follows:
  - 2. a. The Ellis Island Advisory Commission is hereby created and established in the Executive Branch of the State Government. For the purposes of complying with the provisions of Article V, Section IV, paragraph 1, of the New Jersey Constitution, the commission is allocated within the Department of State.

The commission shall consist of [20] 19 voting members, as follows:

- (1) a representative of the Governor's office, the Secretary of State or a designee, the State Treasurer or a designee, the Attorney General or a designee, the Commissioner of Environmental Protection or a designee, the Commissioner of Education or a designee, the Executive Director of the New Jersey Commerce Commission or a designee, the Commissioner of Health and Senior Services or a designee, the Commissioner of Transportation or a designee, the New Jersey State representative of the National Trust for Historic Preservation or a designee, and the President of Save Ellis Island, Inc. or a designee, each serving ex officio;
- (2) four members of the Legislature, of whom one shall be appointed by the Senate President, one by the Senate Minority Leader, one by the Speaker of the General Assembly and one by the Minority Leader of the General Assembly. Legislators appointed to the commission shall serve as members thereof for terms coextensive with their respective terms as members of the Houses of the Legislature from which they were appointed; and
- (3) [five] four members shall be appointed by the Governor, with the advice and consent of the Senate, of whom one shall be a representative of Rutgers, the State University of New Jersey, chosen with expertise in immigration issues, [and one shall be a representative of the University of Medicine and Dentistry of New Jersey, chosen with expertise in public health issues,] and three shall be members of the public, chosen with due regard for their knowledge of the role of Ellis Island in American history, including one member with expertise in the hospitality industry and one member with expertise in the development industry. No public members shall hold elective office.
- b. Each public member of the commission shall serve for a term of three years, except that of the initial members so appointed: one member shall serve for one year, two members shall serve for two years, and two members shall serve for three years. Public members shall be eligible for reappointment. They shall serve until their successors are appointed and qualified, and the term of any successor of any incumbent shall be calculated from the expiration

- 1 of the term of that incumbent. A vacancy occurring other than by 2 expiration of the term shall be filled in the same manner as the 3 original appointment but for the unexpired term only. Public members may be removed by the Governor for cause. 4
  - The members of the commission shall serve without compensation but shall be reimbursed for necessary expenses incurred in the performance of their duties subject to the availability of funds.
  - d. The Secretary of State, or a designee, shall serve as chair, and the members of the commission shall elect annually one of the public members to serve as vice-chair. The chair may appoint a secretary, who need not be a member of the commission. The presence of a majority of the full membership of the commission shall be required for the conduct of official business.
  - e. The commission shall meet at the call of the chair. The commission shall hold at least two meetings annually which shall be held at the State capitol and at such other times and places as the commission may deem expedient, including on Ellis Island.
- 19 (cf: P.L.2008, c.85, s.2)

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- 127. Section 12 of P.L.1978, c.39 (C.52:18A-174) is amended to read as follows:
- 23 12. Subject to the independent approval of the State Treasurer, 24 the board may authorize the transfer of funds necessary to permit 25 individuals employed at the University of Medicine and Dentistry 26 of New Jersey, I the New Jersey Institute of Technology, Rutgers, 27 The State University, Rowan University, and any other agency, authority, commission, or instrumentality of State government 28 which has an independent corporate existence, to participate in the 29 30
- 31 (cf: P.L.1985, c.449, s.1)

- 33 128. Section 1 of P.L.1959, c.40 (C.52:27B-56.1) is amended to 34 read as follows:
- 35 1. The Director of the Division of Purchase and Property may, 36 by joint action, purchase any articles used or needed by the State 37 and the Palisades Interstate Park Commission, the New Jersey 38 Highway Authority, the New Jersey Turnpike Authority, the 39 Delaware River Joint Toll Bridge Commission, the Port Authority 40 of New York and New Jersey, the South Jersey Port Corporation, 41 the Passaic Valley Sewerage Commission, the Delaware River Port 42 Authority, Rutgers, The State University, [the University of 43 Medicine and Dentistry of New Jersey Rowan University, the New Jersey Sports and Exposition Authority, the New Jersey 44 Housing Finance Agency, the New Jersey Mortgage Finance
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- Authority, the New Jersey Health Care Facilities Financing 46
- 47 Authority, the New Jersey Education Facilities Authority, the New
- Jersey Economic Development Authority, the South Jersey 48

- 1 Transportation Authority, the Hackensack Meadowlands
- 2 Development Commission, the New Jersey Water Supply
- 3 Authority, the Higher Education Student Assistance Authority or
- any other agency, commission, board, authority or other such 4
- 5 governmental entity which is established and is allocated to a State
- 6 department or any bi-state governmental entity of which the State of
- 7 New Jersey is a member.
- 8 (cf: P.L.1999, c.440, s.89)

- 10 129. Section 2 of P.L.2005, c.373 (C.52:27C-97) is amended to 11 read as follows:
- 12 2. The Foundation for Technology Advancement shall be 13 governed by a [23-member] 22-member board of trustees who are 14 appointed as follows:
- 15 a. The Executive Director of the New Jersey Commerce Commission; the Executive Director of the New Jersey Economic 16
- 17 Development Authority; the Executive Director of the New Jersey
- 18 Commission on Science and Technology; and the Chief Technology
- 19 Officer in the Office of Information Technology; or their designees,
- 20 all of whom shall serve ex officio;
- 21 b. A faculty member appointed by the president of each of the
- 22 following academic institutions: The New Jersey Institute of
- Technology; Rutgers, the State University; [The University of 23
- Medicine and Dentistry of New Jersey; I and Princeton University, 24
- 25 all of whom shall serve ex officio; and
- 26 c. Fifteen public members appointed by the Governor as
- 27 follows: a representative of each of the following organizations: the
- 28 New Jersey Technology Council, the Biotechnology Council of 29
- New Jersey, the Forum for Academicians, Scientists and 30 Technologists of New Jersey, the Strengthening the Mid-Atlantic
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- Region for Tomorrow States Organization, the New Jersey Business 32 and Industry Association, the Commerce and Industry Association
- 33 of New Jersey, the New Jersey State Chamber of Commerce, the
- 34 New Jersey Tooling and Manufacturing Association, the Research
- 35 and Development Council of New Jersey, the American Electronics
- 36 New Jersey/Pennsylvania Council,
- 37 representative employed by a corporation from each of the
- 38 following industry sectors: pharmaceuticals, financial services,
- 39 advanced technology, information technology, and nanotechnology.
- 40 Of the public members first appointed, four shall serve for a term 41 of two years, four for a term of three years, four for a term of four
- 42 years, and three for a term of five years.
- 43 Members appointed thereafter shall serve five-year terms, and
- 44 any vacancy shall be filled by appointment for the unexpired term
- 45 only. A member is eligible for reappointment. Vacancies in the
- 46 membership of the foundation shall be filled in the same manner as
- 47 the original appointments were made.

1 The members shall elect a chair and vice chair from the 2 membership of the board of trustees.

(cf: P.L.2007, c.253, s.38)

- 130. Section 5 of P.L.2001, c.154 (C.58:10B-17.1) is amended to read as follows:
- 5. a. (1) Except where a limitations provision expressly and specifically applies to actions commenced by the State or where a longer limitations period would otherwise apply, and subject to any statutory provisions or common law rules extending limitations periods, any civil action concerning the remediation of a contaminated site or the closure of a sanitary landfill facility commenced by the State pursuant to the State's environmental laws shall be commenced within three years next after the cause of action shall have accrued.
- (2) For purposes of determining whether a civil action subject to the limitations periods specified in paragraph (1) of this subsection has been commenced within time, no cause of action shall be deemed to have accrued prior to January 1, 2002 or until the contaminated site is remediated or the sanitary landfill has been properly closed, whichever is later.
- b. (1) Except where a limitations provision expressly and specifically applies to actions commenced by the State or where a longer limitations period would otherwise apply, and subject to any statutory provisions or common law rules extending limitations periods, any civil action concerning the payment of compensation for damage to, or loss of, natural resources due to the discharge of a hazardous substance, commenced by the State pursuant to the State's environmental laws, shall be commenced within five years and six months next after the cause of action shall have accrued.
- (2) For purposes of determining whether a civil action subject to the limitations periods specified in paragraph (1) of this subsection has been commenced within time, no cause of action shall be deemed to have accrued prior to January 1, 2002 or until the completion of the remedial action for the entire contaminated site or the entire sanitary landfill facility, whichever is later.
  - c. As used in this section:
- "State's environmental laws" means the "Spill Compensation and Control Act," P.L.1976, c.141 (C.58:10-23.11 et seq.), the "Water Pollution Control Act," P.L.1977, c.74 (C.58:10A-1 et seq.), P.L.1986, c.102 (C.58:10A-21 et seq.), the "Brownfield and Contaminated Site Remediation Act," P.L.1997, c.278 (C.58:10B-1.1 et al.), the "Industrial Site Recovery Act," P.L.1983, c.330 (C.13:1K-6 et al.), the "Solid Waste Management Act," P.L.1970, c.39 (C.13:1E-1 et seq.), the "Comprehensive Regulated Medical Waste Management Act," P.L.1989, c.34 (C.13:1E-48.1 et seq.), the "Major Hazardous Waste Facilities Siting Act," P.L.1981, c.279 (C.13:1E-49 et seq.), the "Sanitary Landfill Facility Closure and

- 1 Contingency Fund Act," P.L.1981, c.306 (C.13:1E-100 et seq.), the
- 2 "Regional Low-Level Radioactive Waste Disposal Facility Siting
- 3 Act," P.L.1987, c.333 (C.13:1E-177 et seq.), or any other law or
- 4 regulation by which the State may compel a person to perform
- 5 remediation activities on contaminated property; and
- "State" means the State, its political subdivisions, any office, 6 7 department, division, bureau, board, commission or agency of the 8 State or one of its political subdivisions, and any public authority or 9 public agency, including, but not limited to, the New Jersey Transit 10 Corporation Land the University of Medicine and Dentistry of New
- 11 Jersey .
- 12 d. Nothing in the amendatory provisions to this section adopted 13 pursuant to P.L.2009, c.60 (C.58:10C-1 et al.) shall extend a 14 limitations period that has expired prior to the date of enactment of
- 15 P.L.2009, c.60 (C.58:10C-1 et al.).
- 16 (cf: P.L.2009, c.60, s.50)

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- 18 131. Section 8 of P.L.2001, c.246 (App.A:9-71) is amended to 19 read as follows:
  - 8. a. There is established in the Department of Law and Public Safety the Domestic Security Preparedness Planning Group, which shall assist the task force in performing its duties under this act. In cooperation with the task force, the planning group shall develop and provide to the task force, for consideration, a coordinated plan to be included in the State Emergency Operations Plan to prepare for, respond to, mitigate and recover from incidents of terrorism.
- 27 b. The members of the planning group shall include the Director of the New Jersey Office of Emergency Management, the 28 29 Adjutant General of Military and Veterans' Affairs or his designee,
- 30 the Commissioner of Agriculture or his designee, the Commissioner
- 31 of Community Affairs or his designee, the Commissioner of 32 Corrections or his designee, the Commissioner of Environmental
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- Protection or his designee, the Commissioner of Health and Senior
- 34 Services or his designee, the Commissioner of Human Services, or
- 35 his designee, the Commissioner of Transportation or his designee,
- 36 the Executive Director of the New Jersey Transit Corporation or his 37 designee, the State Treasurer or his designee, the New Jersey State
- Medical Examiner or his designee, [a representative of the 38
- 39 University of Medicine and Dentistry of New Jersey, I the President
- 40 of the Board of Public Utilities or his designee, a representative of
- 41 the New Jersey County Emergency Management Coordinators
- 42 Association, a representative of the New Jersey State Fire Chiefs
- 43 Association, and a representative of the New Jersey State Police
- 44 Chiefs Association. The planning group may include, to the extent
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- such individuals may be made available for such purpose, a 46 representative of the Federal Emergency Management Agency, a
- 47 representative of the Federal Bureau of Investigation, a
- 48 representative of the American Red Cross, and a representative of

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1 such other charitable groups as may be appropriate. 2 chairperson of the task force shall appoint the chair and vice chair 3 of the planning group. 4 (cf: P.L.2001, c.246, s.8) 5 6 132. The following sections are repealed: 7 P.L.1970, c.102 (C.18A:64G-1 et seq.); 8 Sections 3, 6, 19, 20, 21, and 22 of P.L.1981, c.325 (C.18A:64G-9 18A:64G-4.1, 18A:64G-3.3, 18A:64G-3.4, 18A:64G-3.5, 10 18A:64G-3.6); 11 Sections 1, 7, and 8 of P.L.1992, c.84 (C.18A:64G-3.8, 12 18A:64G-3.9, and 18A:64G-3.); 13 Section 4 of P.L.2006, c.95 (C.18A:64G-6.2); and 14 Section 1 of P.L.1979, c.1 (C.18A:64G-20.1). 15 16 133. This act shall take effect on the 180th day after the date of 17 enactment, but anticipatory administrative action may be taken in advance of the operative date as shall be necessary for the 18 19 implementation of this act. 20 21 22 **STATEMENT** 23 24 This bill, the "New Jersey Medical and Health Sciences 25

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Education Restructuring Act," implements numerous changes to the State's public system of higher education.

The bill transfers all schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey, other than the School of Osteopathic Medicine, to Rutgers, The State University. The bill provides for the appropriate transfer of: facilities; appropriations, grants and other moneys available to the transferred entities; employees of; and all files, books, papers, records, equipment, and other property of the transferred entities to Rutgers, The State University. The bill provides that all orders, rules or regulations made or promulgated by the schools, institutes, and centers, or by the University of Medicine and Dentistry of New Jersey on their behalf, will be continued with full force and effect as the orders, rules and regulations of Rutgers, The State University until amended or repealed pursuant to law. The bill further provides that the bill will not affect any actions or proceedings, civil or criminal, brought by or against the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey.

The bill provides that all debts of the University of Medicine and Dentistry associated with the schools, institutes, and centers will be transferred to Rutgers, The State University.

46 This bill also transfers the School of Osteopathic Medicine of the 47 University of Medicine and Dentistry of New Jersey to Rowan 48 University. The bill provides for the appropriate transfer of:

- 1 facilities; appropriations, grants and other moneys available to the
- 2 school; employees of; and all files, books, papers, records,
- 3 equipment, and other property of the school to Rowan University.
- 4 The bill provides that all orders, rules or regulations made or
- 5 promulgated by the school, or by the University of Medicine and
- 6 Dentistry of New Jersey on its behalf, will be continued with full
- 7 force and effect as the orders, rules and regulations of Rowan
- 8 University until amended or repealed pursuant to law. The bill
- 9 further provides that the bill will not affect any actions or
- proceedings, civil or criminal, brought by or against the School of

11 Osteopathic Medicine.

The bill provides that all debts of the University of Medicine and Dentistry of New Jersey associated with the School of Osteopathic Medicine will be transferred to Rowan University.

The bill provides protections for University of Medicine and Dentistry of New Jersey employees with regard to pension rights, health benefits, collective bargaining, and civil service status if any, as well as the tenure, rank, or academic track of any person holding a faculty position, who may be transferred to, or otherwise become employees of, Rutgers, The State University or Rowan University as a result of a reorganization pursuant or subsequent to the bill. The employees, upon transfer to a new entity, are to retain any accrued seniority, rank, and tenure, which are to be applied when determining eligibility for all benefits, including all paid leave time, longevity increases, and promotions.

The bill designates University Hospital as the principal teaching hospital of New Jersey Medical School, but stipulates that University Hospital is to be treated and accounted for as a separate legal entity from the university, and prohibits its assets, liabilities, and funds from being consolidated or commingled with those of the university.

The bill requires that all monies allocated to the University of Medicine and Dentistry of New Jersey for the use of University Hospital, regardless of their source, and which remain unexpended on the effective date of the bill, be transferred to the hospital, and that all appropriations intended for the use of University Hospital, on or after the effective date of the bill, be made directly to the hospital.

The bill establishes a nine-member board, to be designated as the University Hospital Community Oversight Board, which is responsible for ensuring community access to services provided at University Hospital. The membership of the board is comprised of: (1) four ex officio members, including the President of Rutgers University; and the Chief Executive Officer, Chief Financial Officer, and Chief Medical Officer of University Hospital; and (2) five public members, including two representatives of organized labor appointed by the heads of labor unions that represent persons employed at University Hospital and three persons with one each

1 appointed by the Governor with the advice and consent of the 2 Senate, the President of the Senate, and the Speaker of the General 3 Assembly. The board is to meet at such times and places as it

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designates, and University Hospital is to provide such staff support 5

to the board as it deems necessary to carry out its duties.

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The bill provides protections for University Hospital officers and employees with regard to pension rights, health benefits, collective bargaining, and civil service status if any, as well as the tenure, rank, or academic track of any person holding a faculty position that is associated with University Hospital, who may be transferred to, or otherwise become employees of, a new entity as a result of a restructuring or reorganization pursuant or subsequent to the bill. The employees, upon transfer to a new entity, are to retain any accrued seniority, rank, and tenure, which are to be applied when determining eligibility for all benefits, including all paid leave time, longevity increases, and promotions.

The bill requires that University Hospital obtain approval from the Superior Court of New Jersey prior to entering into a transaction that results in the acquisition of the hospital, and satisfy the requirements of the "Community Health Care Assets Protection Act," P.L.2000, c.143 (C.26:2H-7.10 et seq.), to the maximum extent to which those provisions are determined applicable by the Attorney General, in consultation with the Commissioner of Health and Senior Services.

The bill adds three nonvoting, ex-officio members to the University Hospital Board of Directors, as follows: the Dean of New Jersey Medical School, the Dean of New Jersey Dental School; and the Commissioner of Health and Senior Services. In addition, the bill revises the existing membership of the board of directors by replacing the four ex-officio members of the University Hospital Board of Trustees with four public members appointed by the Governor, with the advice and consent of the Senate, in addition to the five public members of the board of directors who are already appointed in that manner. A person who is a member of the board of directors on the effective date of the bill would, however, be permitted to serve for the balance of the term for which that person was appointed.

This bill establishes new governance structures for Rutgers University-Newark and Rutgers University-Camden. Under the bill's provisions, a board of governors is established at Rutgers University –Newark. The membership of the board will include the chancellor of Rutgers University-Newark, two members appointed by the board of governors of Rutgers University from among its members, one member appointed by the board of trustees of Rutgers University from among its members, and four members who are residents of the northern counties of the State appointed by the Governor. The campus board of governors will have authority to: maintain a separate debt service account for Rutgers University-

- 1 Newark; propose capital projects and bonding for Rutgers
- 2 University-Newark to the board of governors of Rutgers University;
- 3 propose an annual budget for Rutgers University-Newark to the
- 4 board of governors of Rutgers University; recommend new
- 5 programs and degree requirements for
- 6 University-Newark to the board of governors of Rutgers University;
- 7 and recommend candidates for promotion and tenure at Rutgers
- 8 University-Newark to the board of governors of Rutgers University.
- 9 Under the bill's provisions, a campus board of trustees is 10 established at Rutgers University-Camden. The membership of the
- 11 board will include the chancellor of Rutgers University-Camden,
- 12 two members appointed by the board of governors of Rutgers
- 13 University from among its members, one member appointed by the
- 14 board of trustees of Rutgers University from among its members,
- 15 and four members who are residents of the southern counties of the
- 16 State appointed by the Governor.
- 17 The campus board of trustees of Rutgers University-Camden 18
- trustees will have authority similar to that of the board of governors 19 of the university, such as setting tuition and fees, disbursing funds
- 20 appropriated to each of those campuses, preparing an annual
- 21 budget, planning for capital projects, and entering into contracts for
- 22 the construction of such projects. However, the board of governors
- 23 University will determine standards for Rutgers
- 24 establishment and evaluation of academic programs, standards for
- 25 the award of degrees, and standards for the promotion and award of
- 26 tenure to faculty.
- 27 Under the bill's provisions, the board of governors of Rutgers
- 28 University will continue to hold title to the property and assets
- 29 located on Rutgers University-Camden. However, the board of
- 30 governors will enter into a 99-year lease agreement with the campus
- 31 board of trustees under which the board of governors will have no
- 32 responsibility or control over the property and assets. Under the
- 33 lease agreements, the board of trustees of Rutgers University-
- 34 Camden will make an annual payment of \$1 and will also pay any
- 35 debt service associated with the facilities and properties located on
- 36 the campus. At the end of the lease agreement Rutgers University-
- 37 Camden will have the option to purchase the property at fair market
- 38 value.

- 39 The Rutgers University board of governors and the Rutgers
- University-Camden board of trustees will also enter into an 41 agreement in regard to participation of the campus in the central
- 42 administrative services and systems provided by
- 43 University, such as the library system and information technology
- 44 systems.
- 45 The bill establishes the Joint Rowan University-Rutgers Camden
- 46 Board of Governors. Under the bill, the authorities granted to the
- 47 boards of trustees at Rutgers University-Camden and Rowan
- 48 University will be subject to the approval of the joint board. In

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- addition, the bill authorizes the joint board to: approve or disapprove of any decision of the board of trustees of Rowan University or the board of trustees of Rutgers University-Camden; determine policies for the organization, administration, and development of curriculum and programs of Rowan University and Rutgers University-Camden, including dual degree programs and partnerships between the institutions; make joint faculty appointments to Rowan University and Rutgers University-Camden; determine policies for the shared utilization of each institution's resources including housing, student affairs, and security; provide curricular oversight of joint programs of Rowan University and Rutgers University-Camden; and develop plans and policies for the operation and governance of health science facilities, including policies concerning the development and financing of capital
  - Under the bill, Rowan University is established as a public research university along with Rutgers, The State University and the New Jersey Institute of Technology. Currently, Rowan University is one of nine State colleges organized pursuant to chapter 64 of Title 18A of the New Jersey Statutes.

improvements or expansions of health science facilities

Under this bill, the current board of trustees of Rowan University is continued. The board of trustees is given authority similar to that of the boards of the other public research universities in the State, including the authority to participate as the general partner or as a limited partner, either directly or through a subsidiary corporation created by the university, in limited partnerships, general partnerships, or joint ventures engaged in the development, manufacture, or marketing of products, technology, scientific information or health care services.

### SENATE HIGHER EDUCATION COMMITTEE

## STATEMENT TO

# **SENATE, No. 2063**

with committee amendments

# STATE OF NEW JERSEY

**DATED: JUNE 14, 2012** 

The Senate Higher Education Committee reports favorably Senate Bill No. 2063 with committee amendments.

As amended, this bill, the "New Jersey Medical and Health Sciences Education Restructuring Act," implements numerous changes to the State's public system of higher education.

The bill transfers all schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey, other than the School of Osteopathic Medicine, to Rutgers, The State University. The bill provides for the appropriate transfer of: facilities; appropriations, grants and other moneys available to the transferred entities; employees of; and all files, books, papers, records, equipment, and other property of the transferred entities to Rutgers, The State University. The bill provides that all orders, rules or regulations made or promulgated by the schools, institutes, and centers, or by the University of Medicine and Dentistry of New Jersey on their behalf, will be continued with full force and effect as the orders, rules and regulations of Rutgers, The State University until amended or repealed pursuant to law. The bill further provides that the bill will not affect any actions or proceedings, civil or criminal, brought by or against the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey.

The bill provides that all debts of the University of Medicine and Dentistry associated with the schools, institutes, and centers will be transferred to Rutgers, The State University.

This bill also transfers the School of Osteopathic Medicine of the University of Medicine and Dentistry of New Jersey to Rowan University. The bill provides for the appropriate transfer of: facilities; appropriations, grants and other moneys available to the school; employees of; and all files, books, papers, records, equipment, and other property of the school to Rowan University. The bill provides that all orders, rules or regulations made or promulgated by the school, or by the University of Medicine and Dentistry of New Jersey on its behalf, will be continued with full force and effect as the orders, rules and regulations of Rowan University until amended or repealed pursuant to law. The bill further provides that the bill will not affect

any actions or proceedings, civil or criminal, brought by or against the School of Osteopathic Medicine.

The bill provides that all debts of the University of Medicine and Dentistry of New Jersey associated with the School of Osteopathic Medicine will be transferred to Rowan University.

The bill provides protections for University of Medicine and Dentistry of New Jersey employees with regard to pension rights, health benefits, collective bargaining, and civil service status if any, as well as the tenure, rank, or academic track of any person holding a faculty position, who may be transferred to, or otherwise become employees of, Rutgers, The State University or Rowan University as a result of a reorganization pursuant or subsequent to the bill. The employees, upon transfer to a new entity, are to retain any accrued seniority, rank, and tenure, which are to be applied when determining eligibility for all benefits, including all paid leave time, longevity increases, and promotions.

The bill designates University Hospital as the principal teaching hospital of New Jersey Medical School and New Jersey Dental School, but stipulates that University Hospital is to be treated and accounted for as a separate legal entity from the university, and prohibits its assets, liabilities, and funds from being consolidated or commingled with those of the university.

The bill requires that all monies allocated to the University of Medicine and Dentistry of New Jersey for the use of University Hospital, regardless of their source, and which remain unexpended on the effective date of the bill, be transferred to the hospital, and that all appropriations intended for the use of University Hospital, on or after the effective date of the bill, be made directly to the hospital.

The bill establishes a nine-member board, to be designated as the University Hospital Community Oversight Board, which is responsible for ensuring community access to services provided at University Hospital. The membership of the board is comprised of: (1) four ex officio members, including the President of Rutgers University; and the Chief Executive Officer, Chief Financial Officer, and Chief Medical Officer of University Hospital; and (2) five public members, including two representatives of organized labor appointed by the heads of labor unions that represent persons employed at University Hospital and three persons with one each appointed by the Governor with the advice and consent of the Senate, the President of the Senate, and the Speaker of the General Assembly. The board is to meet at such times and places as it designates, and University Hospital is to provide such staff support to the board as it deems necessary to carry out its duties.

The bill provides protections for University Hospital officers and employees with regard to pension rights, health benefits, collective bargaining, and civil service status if any, as well as the tenure, rank, or academic track of any person holding a faculty position that is associated with University Hospital, who may be transferred to, or

otherwise become employees of, a new entity as a result of a restructuring or reorganization pursuant or subsequent to the bill. The employees, upon transfer to a new entity, are to retain any accrued seniority, rank, and tenure, which are to be applied when determining eligibility for all benefits, including all paid leave time, longevity increases, and promotions.

The bill requires that University Hospital obtain approval from the Superior Court of New Jersey prior to entering into a transaction that results in the acquisition of the hospital, and satisfy the requirements of the "Community Health Care Assets Protection Act," P.L.2000, c.143 (C.26:2H-7.10 et seq.), to the maximum extent to which those provisions are determined applicable by the Attorney General, in consultation with the Commissioner of Health and Senior Services.

The bill adds three nonvoting, ex-officio members to the University Hospital Board of Directors, as follows: the Dean of New Jersey Medical School, the Dean of New Jersey Dental School; and the Commissioner of Health and Senior Services. In addition, the bill revises the existing membership of the board of directors by replacing the four ex-officio members of the University Hospital Board of Trustees with four public members appointed by the Governor, with the advice and consent of the Senate, in addition to the five public members of the board of directors who are already appointed in that manner. A person who is a member of the board of directors on the effective date of the bill would, however, be permitted to serve for the balance of the term for which that person was appointed.

This bill establishes new governance structures for Rutgers University-Newark and Rutgers University-Camden. Under the bill's provisions, a board of governors is established at Rutgers University – Newark. The membership of the board will include the chancellor of Rutgers University-Newark, two members appointed by the board of governors of Rutgers University from among its members, one member appointed by the board of trustees of Rutgers University from among its members, and four members who are residents of the northern counties of the State appointed by the Governor. The campus board of governors will have authority to: maintain a separate debt service account for Rutgers University-Newark; propose capital projects and bonding for Rutgers University-Newark to the board of governors of Rutgers University; propose an annual budget for Rutgers University-Newark to the board of governors of Rutgers University; recommend new academic programs and degree requirements for Rutgers University-Newark to the board of governors of Rutgers University; and recommend candidates for promotion and tenure at Rutgers University-Newark to the board of governors of Rutgers University.

Under the bill's provisions, a campus board of trustees is established at Rutgers University-Camden. The membership of the board will include the chancellor of Rutgers University-Camden, two

members appointed by the board of governors of Rutgers University from among its members, one member appointed by the board of trustees of Rutgers University from among its members, and four members who are residents of the southern counties of the State appointed by the Governor.

The campus board of trustees of Rutgers University-Camden will have authority similar to that of the board of governors of the university, such as setting tuition and fees, disbursing funds appropriated to each of those campuses, preparing an annual budget, planning for capital projects, and entering into contracts for the construction of such projects. However, the board of governors of Rutgers University will determine standards for the establishment and evaluation of academic programs, standards for the award of degrees, and standards for the promotion and award of tenure to faculty.

Under the bill's provisions, the board of governors of Rutgers University will continue to hold title to the property and assets located on Rutgers University-Camden. However, the board of governors will enter into a 99-year lease agreement with the campus board of trustees under which the board of governors will have no responsibility or control over the property and assets. Under the lease agreements, the board of trustees of Rutgers University-Camden will make an annual payment of \$1 and will also pay any debt service associated with the facilities and properties located on the campus. At the end of the lease agreement Rutgers University-Camden will have the option to purchase the property at fair market value.

The Rutgers University board of governors and the Rutgers University-Camden board of trustees will also enter into an agreement in regard to participation of the campus in the central administrative services and systems provided by Rutgers University, such as the library system and information technology systems.

The bill establishes the Joint Rowan University-Rutgers Camden Board of Governors. Under the bill, the authorities granted to the boards of trustees at Rutgers University-Camden and Rowan University will be subject to the approval of the joint board. addition, the bill authorizes the joint board to: approve or disapprove of any decision of the board of trustees of Rowan University or the board of trustees of Rutgers University-Camden; determine policies for the organization, administration, and development of curriculum and programs of Rowan University and Rutgers University-Camden, including dual degree programs and partnerships between the institutions; make joint faculty appointments to Rowan University and Rutgers University-Camden; determine policies for the shared utilization of each institution's resources including housing, student affairs, and security; provide curricular oversight of joint programs of Rowan University and Rutgers University-Camden; and develop plans and policies for the operation and governance of health science

facilities, including policies concerning the development and financing of capital improvements or expansions of health science facilities

Under the bill, Rowan University is established as a public research university along with Rutgers, The State University and the New Jersey Institute of Technology. Currently, Rowan University is one of nine State colleges organized pursuant to chapter 64 of Title 18A of the New Jersey Statutes.

Under this bill, the current board of trustees of Rowan University is continued. The board of trustees is given authority similar to that of the boards of the other public research universities in the State, including the authority to participate as the general partner or as a limited partner, either directly or through a subsidiary corporation created by the university, in limited partnerships, general partnerships, or joint ventures engaged in the development, manufacture, or marketing of products, technology, scientific information or health care services.

The committee amended the bill to provide that University Hospital will be the principal teaching hospital of New Jersey Dental School, in addition to New Jersey Medical School. The committee amendments also revise the provision of the bill which allows the board of directors of University Hospital to enter into a contract for the operation and management of the hospital. Under the amendments, such a contract could only be entered into with a nonprofit corporation. The bill in its original form would have authorized a contract with either a for-profit or not-for-profit entity.

The committee also amended the bill to provide that the School of Osteopathic Medicine must maintain a primary clinical affiliation with an osteopathic principal affiliate hospital, which must maintain sole responsibility for any graduate medical education program that is operated under its auspices and which receives funding through the Medicare program.

# SENATE BUDGET AND APPROPRIATIONS COMMITTEE

## STATEMENT TO

# [First Reprint] **SENATE, No. 2063**

with committee amendments

# STATE OF NEW JERSEY

**DATED: JUNE 18, 2012** 

The Senate Budget and Appropriations Committee favorably reports Senate Bill No. 2063 (1R), with committee amendments.

The bill, designated as the "New Jersey Medical and Health Sciences Education Restructuring Act," implements numerous changes to the State's public system of higher education.

As amended, the bill transfers all schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey (UMDNJ), other than the School of Osteopathic Medicine and University Hospital, to Rutgers, The State University. The bill provides that all debts of the University of Medicine and Dentistry associated with the schools, institutes, and centers will be transferred to Rutgers, The State University.

This bill also transfers the School of Osteopathic Medicine of the University of Medicine and Dentistry of New Jersey to Rowan University. The bill provides that all debts of UMDNJ incurred in the operation and administration of the School of Osteopathic Medicine and debt specifically and directly related to the real and personal property being transferred in Stratford will be transferred to Rowan University.

The bill provides protections for all employees of University Hospital and the institutions of higher education that may be impacted by the bill, including employees of UMDNJ, University Hospital, Rutgers University-Newark, Rutgers University-Camden, and Rowan University with regard to pension rights, health benefits, collective bargaining, and civil service status, as well as the tenure, rank, or academic track of any person holding a faculty position. The employees, upon transfer to a new entity, are to retain any accrued seniority, rank, and tenure, which are to be applied when determining eligibility for all benefits, including all paid leave time, longevity increases, and promotions.

The bill provides that UMDNJ employees will continue to be represented by the majority representative that represented them on the bill's effective date, unless they choose to change their representative

pursuant to law. The bill provides that Rutgers, The State University, Rowan University, and University Hospital must assume all obligations under existing or expired collective negotiations agreements that covered employees of UMDNJ on the bill's effective date for the employees that are transferred to those institutions. The bill further provides that employees in an existing UMDNJ negotiations unit who are transferred to or become employees of Rutgers, The State University, Rowan University, or University Hospital will be deemed to constitute an appropriate collective negotiations unit under the "New Jersey Employer-Employee Relations Act."

The bill provides that a Labor Management Committee (LMC) must be established within 60 days of the bill's effective date. The LMC will be comprised of one representative from each of the majority representatives representing employees of Rutgers, The State University and UMDNJ and representatives of the administration of Rutgers, The State University. The LMC will review all proposed restructuring and reorganization plans and will make recommendations to the board of governors of Rutgers, The State University regarding personnel and labor relations related to the proposed plans.

The bill designates University Hospital as the principal teaching hospital of New Jersey Medical School and New Jersey Dental School and any other Newark-based medical education program, but stipulates that University Hospital is to be treated and accounted for as a separate legal entity from Rutgers, The State University, and prohibits its assets, liabilities, and funds from being consolidated or commingled with those of Rutgers, The State University.

The bill requires that all monies allocated to UMDNJ for the use of University Hospital, regardless of their source, and which remain unexpended on the effective date of the bill, be transferred to the hospital, and that all appropriations intended for the use of University Hospital, on or after the effective date of the bill, be made directly to the hospital.

The bill establishes a nine-member advisory board, to be designated as the University Hospital Community Oversight Board. The purpose of the board is to ensure that the mission of the hospital and the intent of the "Newark Agreements" are upheld.

The bill requires that University Hospital obtain approval from the Superior Court of New Jersey prior to entering into a transaction that results in the acquisition of the hospital, and satisfy the requirements of the "Community Health Care Assets Protection Act," P.L.2000, c.143 (C.26:2H-7.10 et seq.). The bill establishes criteria to be considered by the Attorney General when making a determination that a proposed acquisition is in the public interest. The bill also provides that prior to entering into a contract with a nonprofit corporation for the management or operation of University Hospital, the Department

of Health and Senior Services will review and approve such contracts. The bill establishes criteria for such review and approval.

The bill adds three nonvoting, ex-officio members to the University Hospital Board of Directors, as follows: the Dean of New Jersey Medical School, the Dean of New Jersey Dental School; and the Commissioner of Health and Senior Services. In addition, the bill revises the existing membership of the board of directors by replacing the four ex-officio members of the University Hospital Board of Trustees with four public members appointed by the Governor, with the advice and consent of the Senate, in addition to the five public members of the board of directors who are already appointed in that manner. A person who is a member of the board of directors on the effective date of the bill would, however, be permitted to serve for the balance of the term for which that person was appointed.

The bill revises the membership of the board of governors of Rutgers, The State University. The bill increases the membership of the board from 11 to 15 voting members by: increasing the number of members appointed by the Governor from six to nine; and providing for the appointment of one member jointly by the President of the Senate and the Speaker of the General Assembly which member must be a resident of Essex County. The bill also provides that of the five members of the board of trustees of Rutgers University who serve on the board of governors, one must be a resident of Essex County and one must be a resident of Middlesex County.

This bill establishes new governance structures for Rutgers University-Newark and Rutgers University-Camden. Under the bill's provisions, a board of governors is established at Rutgers University – Newark. The membership of the board will include the chancellor of Rutgers University-Newark, two members appointed by the board of governors of Rutgers University from among its members, one member appointed by the board of trustees of Rutgers University from among its members, and four members who are residents of the northern counties of the State appointed by the Governor. The campus board of governors will have authority to: maintain a separate debt service account for Rutgers University-Newark; propose capital projects and bonding for Rutgers University-Newark to the board of governors of Rutgers University; propose an annual budget for Rutgers University-Newark to the board of governors of Rutgers University; and recommend new academic programs and degree requirements for Rutgers University-Newark to the board of governors of Rutgers University. The bill directs the board of governors of Rutgers, The State University to appoint a second chancellor at Rutgers University-Newark to oversee the Newark-based schools, institutes and centers of UMDNJ that are transferred to Rutgers, The State University.

Under the bill's provisions, a campus board of trustees is established at Rutgers University-Camden. The membership of the board will include the chancellor of Rutgers University-Camden, two

members appointed by the board of governors of Rutgers University from among its members, one member appointed by the board of trustees of Rutgers University from among its members, and four members who are residents of the southern counties of the State appointed by the Governor.

The campus board of trustees of Rutgers University-Camden will have authority similar to that of the board of governors of Rutgers University, such as setting tuition and fees, disbursing funds appropriated to each of those campuses, preparing an annual budget, planning for capital projects, and entering into contracts for the construction of such projects. However, the board of governors of Rutgers University will determine standards for the establishment and evaluation of academic programs, standards for the award of degrees, and standards for the promotion and award of tenure to faculty.

University will continue to hold title to the property and assets located on Rutgers University-Camden. However, the board of governors will enter into a 99-year lease agreement with the campus board of trustees under which the board of governors will have no responsibility or control over the property and assets. Under the lease agreement, the board of trustees of Rutgers University-Camden will make an annual payment of \$1 and will also pay any debt service directly related to the facilities and properties located on the campus. At the end of the lease agreement Rutgers University-Camden will have the option to purchase the property at fair market value.

The Rutgers University board of governors and the Rutgers University-Camden board of trustees will also enter into an agreement in regard to participation of the campus in the central administrative services and systems provided by Rutgers University, such as the library system and information technology systems.

The bill establishes the Rowan University-Rutgers Camden Board of Governors. Under the bill, the authorities granted to the boards of trustees at Rutgers University-Camden and Rowan University will be subject to the approval of the board. In addition, the bill authorizes the board to: approve or disapprove of any decision of the board of trustees of Rowan University or the board of trustees of Rutgers University-Camden; determine policies for the organization, administration, and development of curriculum and programs of Rowan University and Rutgers University-Camden, including dual degree programs and partnerships between the institutions; make joint faculty appointments to Rowan University and Rutgers University-Camden; determine policies for the shared utilization of each institution's resources including housing, student affairs, and security; provide curricular oversight of joint programs of Rowan University and Rutgers University-Camden; and develop plans and policies for the operation and governance of health science facilities, including

policies concerning the development and financing of capital improvements or expansions of health science facilities.

Under the bill, Rowan University is established as a public research university along with Rutgers, The State University and the New Jersey Institute of Technology. Currently, Rowan University is one of nine State colleges organized pursuant to chapter 64 of Title 18A of the New Jersey Statutes.

The current board of trustees of Rowan University is continued. The board of trustees is given authority similar to that of the boards of the other public research universities in the State, including the authority to participate as the general partner or as a limited partner, either directly or through a subsidiary corporation created by the university, in limited partnerships, general partnerships, or joint ventures engaged in the development, manufacture, or marketing of products, technology, scientific information or health care services.

### **COMMITTEE AMENDMENTS:**

The committee amended the bill to:

- clarify that the transfer of all schools, institutes, and centers of UMDNJ to Rutgers, The State University does not include University Hospital;
- limit the debts being transferred to Rowan University as a result of the transfer of the School of Osteopathic Medicine to debts of UMDNJ incurred in the operation and administration of that school and debt related to the property being transferred in Stratford to Rowan University;
- provide that the amount of State funding provided to University Hospital must be sufficient to maintain the current level of community services and to maintain University Hospital as an acute care facility and trauma center;
- require that any nonprofit corporation that enters into a contract to operate and manage or assist in the operation and management of University Hospital must have its contract reviewed and approved by the Department of Health and Senior Services;
- establish criteria by which the Department of Health and Senior Services must evaluate any contract between University Hospital and a nonprofit entity for the management or operation of the hospital;
- establish criteria that the Attorney General must consider when determining whether a proposed acquisition of University Hospital is in the public interest;
- provide for the establishment of a Labor Management Committee (LMC), comprised of majority representatives of employees of Rutgers, The State University and UMDNJ and

representatives of the administration of Rutgers, The State University;

- direct the board of governors of Rutgers, The State University to appoint a second chancellor at Rutgers University-Newark to oversee the Newark-based schools, institutes and centers of UMDNJ that are transferred to Rutgers, The State University pursuant to the bill's provisions;
- provide that in addition to the three additional voting members to be appointed by the Governor to the board of governors of Rutgers University, there will be another voting member added to the board of governors who will be appointed jointly by the President of the Senate and the Speaker of the General Assembly and who must be a resident of Essex County. The amendments also eliminate the requirement included in the original bill that the chairperson of the board of governors of Rutgers University-Newark be a member of the board of governors of Rutgers University;
- provide that of the five Rutgers University board of trustee members who sit on the board of governors of Rutgers University, one must be a resident of Essex County and one must be a resident of Middlesex County;
- provide employee protections to employees of Rutgers University-Newark and Rowan University;
- provide that the Rowan University-Rutgers Camden Board of Governors is authorized to not take any action that would violate any of the bond covenants of Rutgers, The State University or Rowan University;
- restrict the Rowan University-Rutgers Camden Board of Governors from reallocating any funds or endowments from one university to the other, or from exerting any authority over the tenure of faculty at either institution;
- prohibit, for a period of 12 months following the bill's effective date, the layoff of any employee of UMDNJ, Rutgers, The State University, or Rowan University, who was represented by a majority representative on the bill's effective date, as a result of any reorganization, restructuring, merger or acquisition that occurs as a result of the implementation of the bill's provisions; and
- change the bill's effective date to July 1, 2013 and provide that the bill will first apply to the 2013-2014 academic year. The bill in its original form had an effective date of 180 days after the date of enactment.

## **FISCAL IMPACT:**

The Office of Legislative Services (OLS) cannot estimate the potential impact of the legislation due to key information that has not been made

available at this time. However, the OLS notes several areas of the bill that may have a fiscal impact.

### **Rutgers University**

- There may be transition costs associated with acquiring and integrating the University of Medicine and Dentistry of New Jersey (UMDNJ), except for the School of Osteopathic Medicine, such as integrating information technology systems and payroll processing.
- Transferring the debt obligations of UMDNJ to Rutgers University may require Rutgers University to restructure or defease the bonds in order to satisfy bondholder obligations. The debt transfer to Rutgers University may also impact its bond rating and borrowing costs, but this may not be known until a bond credit rating agency such as Moody's completes an analysis of the final reorganization plan.
- Rutgers University may be required to incur costs to defease its bonds after leasing the property and assets of Rutgers University Camden.

### **University Hospital**

- In prior years, University Hospital has incurred annual operating losses, which UMDNJ has consistently subsidized. In FY 2009-2010, the State appropriated \$30.9 million for the "UMDNJ Stabilization" which supported University Hospital operations. Under the bill, University Hospital would receive a direct State appropriation and due to its operating losses, may need additional State appropriations to maintain its current level of operations.
- University Hospital owes an unspecified amount to UMDNJ for funds that UMDNJ provided to cover the operating losses over the past few years.
- University Hospital may be required to obtain, at the minimum, medical malpractice insurance, for any claims or suits. A significant part of the \$138 million in claims against UMDNJ involves University Hospital.
- Under the bill, University Hospital will be allowed to enter into an agreement with a non-profit corporation to operate and manage University Hospital, without a competitive bidding process. The costs of such an agreement are not yet known.

### **Rutgers University - Camden**

 Under the bill, Rutgers University – Camden will enter into a 99-year lease agreement for the property and assets located on Rutgers-Camden. The lease agreement will provide for an annual payment of \$1 per year to Rutgers University, and include the payment by Rutgers-Camden of any debt service associated with the facilities and property of Rutgers-Camden. The size of the debt and the debt service have not yet been determined. Rutgers University may need to defease some or all of its outstanding bonds to satisfy bondholders, and Rutgers-Camden may be responsible for some of those costs.

- The cost of maintaining, insuring, and developing the property and assets on Rutgers-Camden is not known.
- The bill requires Rutgers-Camden to utilize the central administrative services and systems provided by Rutgers University, such as information technology systems and the library system, at a proportional amount of reimbursement for its use of the services. This rate has yet to be determined.

### **Rowan University**

- The "public research university" designation bestowed on Rowan University has an indeterminate impact, as there is no State funding formula for the senior public institutions that appropriates additional funds to institutions with this designation.
- There may be transition costs associated with acquiring and integrating the School of Osteopathic Medicine from UMDNJ, such as integrating information technology systems and payroll processing.
- Rowan University may need significant infrastructure improvements, the extent and costs of which are currently unknown, to support the research capabilities of the School of Osteopathic Medicine that would help the School of Osteopathic Medicine maintain accreditation.
- Any debt incurred in the operation and administration of the School of Osteopathic Medicine and debt specifically and directly related to the real and personal property being transferred in Stratford would transfer to Rowan University. The size of this debt and the debt service payments associated with it are not yet available.
- Rowan University may need to obtain sufficient medical malpractice insurance for the physicians and other employees at the School of Osteopathic Medicine, which was previously covered by UMDNJ.

### STATEMENT TO

# [Second Reprint] SENATE, No. 2063

with Senate Floor Amendments (Proposed by Senators NORCROSS, VITALE and SWEENEY)

ADOPTED: JUNE 21, 2012

These Senate floor amendments:

- provide that State support for the operations of Rutgers University-Newark must be appropriated by the Legislature directly to Rutgers University-Newark;
- direct the board of governors of Rutgers, The State University to establish an annual certified public reporting process of its finances;
- make changes to the membership of the board of governors of Rutgers, The State University, increasing membership from 11 members to 15 members, including one additional appointment by the Governor, one additional appointment by the Legislature who must be a resident of Essex county, and 2 additional appointments by the board of trustees of the university from among its members, one of whom must be a resident from Essex County and one of whom must be a resident from Middlesex County.
- change the provision in the bill prohibiting the layoff of any employee of UMDNJ, Rutgers, The State University, or Rowan University who was represented by a majority representative on the bill's effective date to prohibit such layoffs between the bill's enactment date and July 1, 2014;
- clarify that the properties and assets on the Stratford campus of UMDNJ that are being transferred to Rowan University are limited to those of the School of Osteopathic Medicine, and direct Rowan University and Rutgers, The State University to continue to share those facilities, equipment, and fixtures of the Stratford campus that are shared on the bill's effective date until such time as the boards of trustees of the two institutions reach an agreement on their shared use;
- provide Rutgers, The State University and Rowan University with a process for the handling of medical malpractice claims incurred at schools of UMDNJ before or after the bill's effective date;
- change the effective date of the bill to provide that the sections of the bill establishing the governing boards of Rowan University, Rutgers University-Newark, Rutgers University-Camden, the Rowan University-Rutgers Camden Board of Governors, and the University Hospital Community Oversight Board will take effect and become operational on the 90th day after the date of enactment and the remainder of the bill will take effect on July 1, 2013 and first apply to the 2013-2014 academic year;

- require the Treasurer to establish a Transition Committee to advise the Treasurer on matters related to the division, allocation, and assignment of State appropriations, debt issues, allocation of budgets and State personnel, and costs and resources of centralized services involving the various schools;
- provide that the transfers under the bill are considered interdependent and essential and are non-severable. If any transfer is deemed unenforceable or invalid, the remaining transfers will be deemed unenforceable and invalid; and
- provide that Rutgers be held harmless, subject to annual appropriations, for costs or losses experienced in 2014 or 2015 associated with liabilities of UMDNJ that were not identified in UMDNJ's certified financial statements for periods preceding the cost or loss.

## STATEMENT TO

# [Third Reprint] **SENATE, No. 2063**

with Senate Floor Amendments (Proposed by Senators NORCROSS, VITALE, & SWEENEY)

ADOPTED: JUNE 28, 2012

### These floor amendments:

- change the governance structure proposed in the bill for Rutgers University-Camden to include a campus board of directors that will have the authority to determine policies for the organization, administration, and development of Rutgers University-Camden, but which are subject to the policies of Rutgers, The State University;
- remove provisions in the bill that would have enabled Rutgers-Camden to set its own tuition and fees, borrow money for its needs, and purchase lands, buildings, equipment, materials, and supplies;
- remove a provision in the bill that would have given the Rowan University-Rutgers Camden Board of Governors authority over all matters concerning the supervision and operations of Rowan University and Rutgers University-Camden:
- provide that the Rowan University-Rutgers Camden Board of Governors will have the authority to approve or disapprove of the establishment or expansion of any schools, programs, or departments after the bill's effective date in the area of the health sciences:
- direct Rowan University and Rutgers University-Camden to appropriate \$2.5 million per year to the Rowan University-Rutgers Camden Board of Governors for administration and other necessary expenses;
- remove a provision in the bill that directed the board of governors of Rutgers University to enter into a 99-year lease with Rutgers University Camden;
- provide for the establishment of a campus advisory board at Rutgers University-Newark and establishing its membership;
- provide that to the maximum extent possible and consistent with State law, the State will assist University Hospital in the refinancing of that portion of the debt of the University of Medicine and Dentistry of New Jersey which is attributable to the hospital;
- provide that all monies previously allocated or otherwise provided to the University of Medicine and Dentistry

of New Jersey for the use of Robert Wood Johnson Medical School, regardless of source, which remain unexpended on the effective date of the bill will be transferred to Rutgers University;

- establish a "School of Biomedical and Health Sciences" within Rutgers University comprised of the schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey that are transferred to Rutgers University and also the Rutgers University School of Nursing, the Ernest Mario School of Pharmacy, the Institute of Health, Health Policy, and Aging Research, and the University Behavioral Healthcare, and all other schools, institutes, and centers as deemed by the president of Rutgers, The State University. The "School of Biomedical and Health Sciences will be led by a chancellor who will be appointed by the board of governors of Rutgers University;
- provide that for a period of five years after the effective date of the bill, any substantive changes that result in the diminution, deterioration or reduction to essential health care services currently provided by University Hospital, will be reviewed by the University Hospital Community Oversight Board and approved by the Department of Health and Senior Services through a licensing review process;
- establish a campus advisory board of Rutgers University-New Brunswick
- direct the president of Rutgers, The State University, in consultation with the campus advisory boards of Newark and New Brunswick, to appoint a chancellor for each campus;
- provide that the chancellor of the School of Biomedical and Health Sciences and the president of Rutgers, or his designee shall be members of the board of directors of University Hospital;
- provide that of the seven Governor's appointees to the board of governors of Rutgers, The State University, one shall be a resident of Camden County;
- change the provision prohibiting the layoff of employees of UMDNJ, University Hospital, Rutgers, or Rowan as a result of any reorganization, restructuring, transfer, or acquisition that occurs pursuant to the bill to include employees of University Hospital and to clarify that the provision applies to employees employed as of the enactment date;
- provide Rutgers, The State University, Rowan University, and University Hospital with a process for the handling of medical malpractice claims incurred at schools of UMDNJ before or after the bill's effective date; and
- provide that the transfer of the schools institutes, and centers of the University of Medicine and Dentistry of New Jersey to Rutgers University will require the accreditation approval of the appropriate accrediting bodies prior to transfer.

# **FISCAL NOTE**

[Second Reprint]

# SENATE, No. 2063 STATE OF NEW JERSEY 215th LEGISLATURE

**DATED: JUNE 26, 2012** 

### **SUMMARY**

Synopsis: "New Jersey Medical and Health Sciences Education Restructuring

Act."

**Type of Impact:** Indeterminate.

**Agencies Affected:** State; Certain public institutions of higher education.

#### **Executive Estimate**

Fiscal Impact	Year 1	Year 2	Year 3
State	No im	pact on State revenues	or expenditures
Certain Public Institutions of Higher Education	Specific costs a	nd savings not identifie	d - See comments below

### Office of Legislative Services Estimate

Fiscal Impact	Year 1	Year 2	Year 3
State		Indeterminate – See comm	ents below
Certain Public Institutions of Higher Education		Indeterminate – See comm	nents below

- Neither the Executive nor the Office of Legislative Services (OLS) has obtained sufficient information to make a comprehensive analysis of the fiscal impact of Senate Bill No. 2063 (2R), the "New Jersey Medical and Health Sciences Education Restructuring Act." While the Executive and Rutgers University have independently estimated the impact of certain aspects of the bill, the OLS neither concurs nor disagrees with these estimates, since it has no access to the information on which those estimates are based.
- Rutgers University estimates that the bill will necessitate the defeasance of its outstanding bonded indebtedness at a cost of \$155 million. The Executive offers no estimate of the



impact of Rutgers University's refunding of the outstanding bonds because it assumes the bill will not violate any bond covenants. The OLS acknowledges the possibility, but not the certainty, that the bill would require defeasance of the debt, and has no information upon which to base an estimate of such costs. In addition, Rutgers University may be required to refund \$494.3 million of outstanding debt transferred from the University of Medicine and Dentistry of New Jersey (UMDNJ). The Executive estimates a net present value savings of approximately \$43.6 million, due to lower interest rates, if the debt were refunded. The OLS cannot estimate the potential for restructuring the debt obligations at a lower interest rate, nor any costs or savings that could result.

- University Hospital has \$110.0 million in outstanding bond debt and \$101.2 million in liabilities from the various units of UMDNJ. The Executive assumes that University Hospital can refund the bonds with bonds backed by the credit of the State and that doing so could result in net present value savings of \$8.5 million. The Executive does not consider the \$101.2 million as a liability owed by University Hospital to UMDNJ. The OLS neither concurs nor disagrees with these assessments, but notes that University Hospital may need additional State appropriations to maintain its current level of operations and to refund University Hospital debt.
- Rutgers University estimates \$20-\$40 million for transition costs associated with acquiring and integrating UMDNJ, except for the School of Osteopathic Medicine and University Hospital. Rowan University has not provided an estimate for transition costs associated with acquiring and integrating the School of Osteopathic Medicine. The Executive anticipates one-time expenditures borne by Rutgers University and Rowan University for their respective acquisitions, but does not identify any specific costs. The OLS neither concurs nor disagrees with these assessments, since it has no access to the information on which those assessments are based.
- The Executive makes no analysis about the liabilities arising from claims against University Hospital. The OLS notes that the bill does not include University Hospital in the Self-Insurance Reserve Fund and that University Hospital may be required to obtain its own insurance, the size and costs of which cannot be determined.

### **BILL DESCRIPTION**

Senate Bill No. 2063 (2R) of 2012, the "New Jersey Medical and Health Sciences Education Restructuring Act," implements numerous changes to the State's public system of higher education. The key provisions of the bill:

- transfer all schools, institutes, and centers of the University of Medicine and Dentistry of New Jersey (UMDNJ), except for the School of Osteopathic Medicine and University Hospital, to Rutgers University, along with the associated debts;
- transfer the School of Osteopathic Medicine of UMDNJ to Rowan University, along with the debts of UMDNJ incurred in the operation and administration of the School of Osteopathic Medicine and related real and personal property;
- designate University Hospital as a separate legal entity from Rutgers University and prohibits its assets, liabilities, and funds from being consolidated or commingled with those of Rutgers University. The hospital's board of directors is reconstituted and

empowered to enter into a contract with a nonprofit corporation for the management or operation of University Hospital, subject to the approval of the Department of Health and Senior Services;

- designate University Hospital as the principal teaching hospital of New Jersey Medical School and New Jersey Dental School and any other Newark-based medical education program;
- establish the board of trustees at Rutgers University Camden, which will have authority similar to the board of governors of Rutgers University, such as setting tuition and fees, disbursing funds appropriated, preparing an annual budget, planning for capital projects, and entering into contracts for the construction of such projects;
- authorize Rutgers University Camden to lease the property and assets located on the campus from Rutgers University for \$1 per year. Rutgers University will retain title to the property and assets on the campus, but have no responsibility or control. Rutgers University Camden will be required to pay any debt service directly related to the facilities and properties located on the campus, with the option to purchase the property from Rutgers University at fair market value at the end of the lease. Rutgers University Camden will also enter into an agreement for utilizing central administrative services and systems provided by Rutgers University, such as the library system and information technology systems;
- establish the Rowan University Rutgers Camden Board of Governors that is authorized to: approve or disapprove any decision of the board of trustees of Rowan University or the board of trustees of Rutgers University Camden; determine policies for the organization, administration, and development of curriculum of Rowan University and Rutgers University Camden; make joint faculty appointments to either university; determine policies for shared utilization of resources; provide curricular oversight; and develop plans and policies for the operation and governance of health science facilities;
- provide protections for all employees of University Hospital and the institutions of higher education that may be impacted by the bill, with regard to pension rights, health benefits, collective bargaining, and civil service status, as well as the tenure, rank, or academic track of any person holding a faculty position;
- establish Rowan University as a public research university;
- create a Labor Management Committee within 60 days of the bill's effective date to review all proposed restructuring and reorganization plans and make recommendations to the Board of Governors of Rutgers University regarding personnel and labor relations related to the proposed plans; and
- create the University Hospital Community Oversight Board to ensure that the mission of the hospital and the intent of the "Newark Agreements" are upheld.

The bill has an effective date of July 1, 2013 and provides that the provisions will first apply to the 2013-2014 academic year.

### FISCAL ANALYSIS

### **EXECUTIVE BRANCH**

The Executive does not expect Senate Bill No. 2063 (2R) will impose any substantial impact on the State in FY 2012-2013, and suggests that any fiscal impact to the State will start in FY 2013-2014, when the bill becomes effective on July 1, 2013. The Executive's analysis

anticipates costs and savings to be significantly less than might be expected for the establishment of a new or separate institution.

The Executive expects the merger of UMDNJ with Rutgers University to produce one-time savings. Combining similar functions and services should result in administrative overhead savings, though the specific amount of savings is unidentified. The Executive notes that a 5 percent level of annual operating savings would equal \$4.3 million. The institutions' current Federal Indirect Cost Recovery Rate for on-site research is 58 percent for UMDNJ and 55 percent for Rutgers. The Executive notes that if the post-merger rate becomes 58 percent, that would result in additional funds that would help overcome one-time merger expenses.

The Executive states that one-time expenses will arise from the restructuring, in the areas of human resources administration, information technology, accreditation, and other areas. However, no specific costs are identified and the Executive states that the universities, not the State, will bear these expenses. The Executive notes that these expenses will not be borne by the State, but instead be absorbed by the universities over several fiscal years. It further observes that the bill's impacts will not, by themselves, trigger a significant change in the level of State aid to higher education.

The Executive believes that the transfer of debt to Rutgers University from UMDNJ and the subsequent refunding of that debt by Rutgers University would produce an estimated net present value savings<sup>1</sup> of \$43.6 million due to low interest rates. The Executive expects Rutgers University to retain its current bond rating after the assumption of UMDNJ debt.

The Executive believes that the transfer of debt to Rowan University from the School of Osteopathic Medicine at UMDNJ and the subsequent refunding of that debt by Rowan University would produce an estimated net present value savings of \$3.6 million. The Executive also expects Rowan University to retain its current bond rating after the assumption of School of Osteopathic Medicine debt. The Executive suggests, but does not conclude, that if Rowan University would be compelled to refund its debt immediately, because its current bond rating is higher than that of UMDNJ, a savings could result.

The Executive also believes that University Hospital can refund \$110.0 million in outstanding debt to produce an estimated net present value savings of \$8.5 million. The Executive assumes that the bonds could be refunded by bonds backed by the credit of the State, an action that is neither permitted nor prohibited by the bill.

### OFFICE OF LEGISLATIVE SERVICES

The OLS cannot estimate the fiscal impact of Senate Bill No. 2063 (2R). The OLS notes that the costs and savings will be borne primarily by the institutions impacted by the legislation, Rutgers University, Rowan University, and University Hospital. The impact, if any, on State resources, is conjectural.

### **Debt Considerations**

Without access to analysis conducted by bond counsel, financial advisors, and other experts retained by Rutgers University and Rowan University, the OLS does not have the necessary information to make an accurate and complete assessment of the outstanding debt obligations,

<sup>&</sup>lt;sup>1</sup> It should be noted that a net present value savings of \$40 million is not the same as a budget savings of \$40 million in a given fiscal year.

and of the bill's impact on transferring those obligations and subsequent events necessitated by their transfer.

Rutgers University is assuming the debt obligations of UMDNJ, except for the School of Osteopathic Medicine and University Hospital. According to UMDNJ, these debt obligations equal \$494.3 million, which Rutgers University would need to refinance. The OLS cannot estimate the cost of restructuring these debt obligations, including any issuance costs and early repayment. Without further information that is currently unavailable, the OLS cannot estimate the potential for restructuring the debt obligations at a lower interest rate, nor any savings that could result.

Rowan University is assuming the debt obligations of the School of Osteopathic Medicine. According to UMDNJ, these debt obligations total \$58.2 million, with debt service payments of almost \$2.0 million. The OLS cannot determine if the entire debt obligation of \$58.2 million transfers to Rowan University or some portion will become part of Rutgers University. Additionally, the OLS is unable to determine whether Rowan University will be required to restructure its debt upon assuming any debt associated with the School of Osteopathic Medicine.

According to UMDNJ, University Hospital has \$110.0 million in outstanding bond debt, with debt service costs of \$6.7 million. University Hospital may not be able to support such debt and may thus require additional State support. In addition, the Executive assumes that the refunding of University Hospital debt can be achieved through bonds backed by the credit of the State. While this is neither permitted nor prohibited under the bill, the OLS notes that such an action may have implications for the State's credit rating and borrowing costs.

University Hospital also has \$101.2 million in liabilities that represent the amount of funds the hospital borrowed from other institutions of UMDNJ, such as the New Jersey Medical School, to cover the cash flow of its operations. Because the bill prohibits University Hospital assets, liabilities, and funds from being consolidated or commingled with those of Rutgers University, it is unclear where the ultimate responsibility for this portion of the hospital's liabilities lies. The State, given its history of supporting University Hospital operations, may need to repay all or a portion of the \$101.2 million through additional State appropriations.

Rutgers University currently has an estimated \$950 million in bond debt obligations, with some portion associated with Rutgers University – Camden. Rutgers University will lease the property and assets to Rutgers University – Camden for \$1 per year, and the lease agreement also provides that Rutgers University – Camden will pay Rutgers University any debt service associated with the campus. According to Rutgers University, transferring control of the property and assets would require defeasance of their bonds. Rutgers University estimates the cost of defeasing all of its bonds at \$155 million, which includes repaying bondholders, early repayment penalties, transaction costs, and fees to underwriters, financial advisors, and attorneys. Without access to further information and analyses, the OLS cannot conclude whether the transfer of the property and assets of the campus requires defeasance of the bonds nor can it estimate how this action would affect either Rutgers University or Rutgers University – Camden.

Additionally, Moody's estimates that Rutgers University has "about \$64 million in debt outstanding related to its Camden facilities and has another roughly \$60 million that it has internally financed and expects to be reimbursed from the proceeds of a bond issue in early 2013." The OLS cannot verify the debts associated with Rutgers University – Camden.

### **Bond Rating**

The Executive expects Rutgers University and Rowan University to retain their long-term ratings after the reorganization, which might reduce the cost of the UMDNJ debt those

institutions are assuming. However, Moody's Investment Services has noted that the reorganization plan may likely have direct implications for both institutions. Currently, Moody's rates UMDNJ's bonds "Baa1," with a "negative" outlook. Rutgers University has a higher bond rating of "Aa2" and a "stable" outlook. With Rutgers University assuming the debt obligations of UMDNJ under the bill, this could have an impact on the credit rating of Rutgers University that may affect future borrowing costs. In addition, the impact on Rutgers University's bond rating is unclear when Rutgers University – Camden becomes responsible for some amount of Rutgers University's current debts and is able to issue its own debt, and if it were to receive a separate line-item in the annual State appropriations act. Rutgers University notes that this loss of control over the use of appropriations to its campus would mean less financial flexibility and lower revenues to support debt service payments for the entire university.

On June 1, 2012, Moody's revised Rowan University's outlook from stable to negative, to reflect the institution's "high leverage relative to its balance sheet and operations, and the pressure that Rowan University has to continue to generate revenue and operating cash flow to provide adequate debt service coverage consistent with its rating level." The OLS notes that the ability of Rowan University to absorb debt attributable to the School of Osteopathic Medicine may impact the university's bond rating and borrowing costs.

### **Operational Expenditures**

#### **Rutgers University/UMDNJ**

The Executive assumes the post-reorganization Rutgers University may have a 58 percent Federal Indirect Cost Recovery Rate, instead of the current 55 percent, for on-site research to offset some of the costs of the reorganization. UMDNJ notes that while it is reasonable for Rutgers University to seek a higher rate in the next proposal, any rate revisions would require discussion and negotiation with the federal Department of Health and Human Services. It is not clear whether Rutgers University will secure a higher reimbursement rate for all research grants, or whether only those grants that relate to former components of UMDNJ will secure the higher rate. The OLS cannot determine whether the Federal Indirect Cost Recoveries will help overcome one-time merger expenses, discussed below, and provide additional long-term resources for the post-reorganization Rutgers University.

### **University Hospital**

The OLS notes that given University Hospital's history, additional State support may be necessary to maintain operations. University Hospital has incurred operating losses in the past several years, ranging as high as \$57.1 million in FY 2007-2008 to a low of \$2.5 million in FY 2010-2011. As a result, in FY 2009-2010, the State appropriated \$30.9 million for "UMDNJ – Stabilization" to support University Hospital operations. Due to the operating losses and University Hospital's potential inability to continue operations without supplemental funds, the State may need to appropriate indeterminate additional funds to maintain University Hospital operations.

Under the bill, University Hospital is allowed to enter into an agreement with a non-profit corporation to operate and manage or assist in the operation and management of University

<sup>&</sup>lt;sup>2</sup> According to Moody's, a "negative" outlook indicates the possibility of a downgrade.

Hospital, without a competitive bidding process. The scope of the agreement has yet to be determined and therefore, the impact of the agreement is indeterminate.

### Rutgers University - Camden

Under the bill, Rutgers University will continue to hold title to the property and assets located on Rutgers University – Camden but will relinquish responsibility and control over their maintenance, insurance, and development. The OLS notes that the funds Rutgers University – Camden will need to expend to maintain, insure, and develop the property and assets on the campus for the duration of the 99-year lease, are indeterminate.

Rutgers University – Camden will be required to utilize the central administrative services and systems provided by Rutgers University, such as information technology systems and the library system, at a negotiated rate of reimbursement. Currently, these services and systems are shared without an allocation of cost or usage per campus. The rate of reimbursement has yet to be determined.

### **Rowan University**

The bill provides that Rowan University would be designated a "public research university," making it only one of three public institutions of higher education in the State to have that status. This change in designation has an indeterminate fiscal impact because there is no State funding formula for the senior public institutions that appropriates additional funds to institutions with "public research university" status.

Rowan University may need significant infrastructure improvements, the extent and costs of which are currently indeterminate, to maintain the accreditation of the School of Osteopathic Medicine. The American Osteopathic Association (AOA) raised concerns about Rowan University not having the infrastructure and systems in place, as UMDNJ already does, to train primary care physicians and deliver medical care to citizens of the State. Additionally, the AOA is concerned that Rowan University has inadequate or non-existent research facilities that is needed to support the nationally and internationally recognized research programs at the School of Osteopathic Medicine. The AOA indicated that these concerns may jeopardize the School of Osteopathic Medicine's accreditation from the AOA Commission on Osteopathic College Accreditation.

### **Transition Savings/Expenses**

Rutgers University indicates that the transition costs associated with acquiring and integrating the University of Medicine and Dentistry of New Jersey (UMDNJ), except for the School of Osteopathic Medicine and University Hospital, range from \$20 million to \$40 million. These costs may include, but are not limited to: hiring an outside transition team to facilitate the process; combining payroll and other human resource functions; integrating computer and information technology functions; identifying and reducing personnel redundancies; and ensuring Health Insurance Portability and Accountability Act (HIPAA) compliance. The OLS acknowledges the likelihood of these transition costs, but cannot confirm Rutgers University's estimates.

The transition costs to Rowan University of acquiring and integrating the School of Osteopathic Medicine from UMDNJ are undetermined. The costs may include, but are not limited to: hiring an outside transition team to facilitate the process; combining payroll and other

human resource functions; integrating computer systems and information technology functions; identifying and combining personnel staffing; and ensuring HIPAA compliance.

### **Self-Insurance Reserve Fund**

The OLS cannot estimate the cost that University Hospital will incur to obtain insurance to cover claims. Currently, UMDNJ participates in the Self-Insurance Reserve Fund, which it maintains with the Department of the Treasury to pay claims related to professional and comprehensive general liability, directors' and officers' liability, auto liability, and insurance premiums. UMDNJ also purchases commercial excess liability insurance coverage. Monies in the Self-Insurance Reserve Fund, existing commercial excess liability insurance coverage, and coverage provided by the State's Tort Claims Act are used to meet the cost of claims against UMDNJ, which currently totals \$138.4 million. The State has ultimate liability for any claims in excess of the fund's assets. Under the bill, Rowan University will participate in the Self-Insurance Reserve Fund, thereby ensuring coverage for the School of Osteopathic Medicine. However, University Hospital will not be participating and may be required to obtain its own insurance for claims against its employees and the hospital. The size and cost of obtaining sufficient insurance are indeterminate. Furthermore, for reasons stated earlier, the State may be required to increase or supplement State appropriations to support these University Hospital expenses in order to maintain hospital operations.

The OLS concludes by noting the possibility, given the complexities of the bill and the entities to which it applies, and given the absence of significant information from which to assess the bill's fiscal impact, that the bill could cause significant unanticipated costs to each or all of the respective institutions of higher education and University Hospital. Should this occur and should such costs be significant in relation to the financial resources under the direct control of the entity, then the entity's dependence upon State financial support for continued operations would also increase by the extent to which its own resources were insufficient.

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This fiscal note has been prepared pursuant to P.L.1980, c.67 (C.52:13B-6 et seq.).

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# Governor Christie Signs Historic Legislation to Reorganize and Secure Future of New Jersey's Higher Education System

Wednesday, August 22, 2012

Tags: Education

Bipartisan Higher Education Achievements Create Three Centers of Excellence, Strengthen State's Economic Future and Competitiveness and Move Forward \$750 Million Capital Investment

Trenton, NJ – Continuing his strong record of bipartisan cooperation and compromise to put results before politics, Governor Chris Christie today signed the bipartisan "New Jersey Medical and Health Sciences Education Restructuring Act" into law, achieving a long-awaited, dramatic overhaul and strengthening of the state's higher education system that had eluded leaders in the state for more than a decade. This significant accomplishment represents the latest action of Governor Christie's commitment to improving New Jersey's system of higher education, including his signing of a \$750 million bond referendum for capital improvements – the first in 24 years – the enactment of multiple pieces of legislation to support public-private partnerships for infrastructure improvements and investments at colleges and universities, an overall state aid increase of \$65 million to colleges and universities this year, and \$28 million in additional student financial assistance this year.

"This is a transformative and historic day for higher education in New Jersey. After decades of politics getting in the way of a desperately needed rethinking and restructuring of our higher education system, we have again come together in a bipartisan way to put our state's students, our long-term economic viability and our future generations first," said Governor Christie. "Along with our commitment to support a bond referendum to invest three-quarters of a billion dollars in capital improvements, we are undertaking the broadest, boldest, and most important restructuring of New Jersey's higher education landscape in decades."

This significant and sweeping restructuring legislation, A-3102, will promote long-term, sustainable economic growth and high academic achievement by fostering three hubs of higher education excellence in the northern, central, and southern parts of the state. The reform, effective July 1, 2013, transfers all schools, institutes and centers of the University of Medicine and Dentistry of New Jersey (UMDNJ), other than the School of Osteopathic Medicine and University Hospital, to Rutgers, while establishing Rowan University as a public research university. Rutgers University will become a Top-25 research institute based on the combined outside funding sources of the merged universities, a reality that will attract more top faculty and students, creating a cycle of excellence that will propel Rutgers to sustained excellence.

"Today, we give Rutgers University the medical school and research potential it needs to earn a place among the finest academic institutions in the world. We also establish a framework that will support rapid growth in the southern part of the state and, critically for our most-vulnerable residents, we protect medical facilities that provide lifesaving care and services to thousands of people in the northern part of New Jersey," added Governor Christie. "By establishing Rowan University as a research institution, we help Rowan continue its rapid climb and capitalize on the opportunity to grow this hub of higher education in South Jersey and give students in every part of our state the chance to obtain a world-class education near home."

Secretary of Higher Education Rochelle Hendricks said the Act creates unprecedented opportunities for newly restructured institutions to dramatically enhance educational programs and increased federal, private and philanthropic research dollars.

"Today, the Governor fulfills his promise to make higher education in New Jersey a priority after decades of neglect," said Secretary Hendricks. "The changes enacted by this legislation will help the state attract and retain exceptional talent. The creation of regional centers of excellence will aid New Jersey's comeback by making it easier for our higher education institutions to create innovative partnerships with New Jersey's worldwide leaders in pharmaceutical research. Today's restructuring will help New Jersey win its fair share of research funding that has, for decades, been going to other states."

The restructuring transfers the School of Osteopathic Medicine in Stratford from UMDNJ to Rowan. In Newark, University Hospital becomes an independent entity while maintaining its affiliation with the medical school and other programs that are now part of Rutgers. In Camden, the Cooper Medical School of Rowan University already has welcomed the arrival of its first class of students for the fall semester.

"A highly trained, capable work force is essential to New Jersey's future, because it is the most important element in attracting new businesses to our state," said Senate President Steve Sweeney. "That is what made this legislation so

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critical. Not only will it dramatically increase the standing of our institutions of higher learning, but it will, in the long term, create a thriving business climate for New Jersey. It is a win-win for everyone."

"This law will provide for the future growth and development of Rutgers-Newark and the expansion of graduate medical education in Newark, creating a focal point that will serve residents from throughout the state," said Speaker Sheila Oliver. "The reorganization will position New Jersey to develop economic opportunity and jobs in the health professions - the fastest growing sector of our nation's economy - to the benefit of not just Newark and surrounding counties but the state as a whole. This is a good thing for everyone. This was always about creating a better and stronger New Jersey and building a better future, and in the end the bill sent to the Governor was written in a way to ensure that indeed is the case. I look forward to seeing the progress it brings in the coming years."

"This restructuring will create a world-class network of institutions in the area of life sciences that will spur research and development, create new jobs and fuel economic growth," said Senator Donald Norcross, "In South Jersey, it will improve access to college for our students and help meet the educational demands of a rapidly-growing region. Most importantly, it will fulfill a promise I made to keep Rutgers in South Jersey, a brand which is a symbol of pride for current and former students and faculty as well as the community. And it will correct long-standing regional funding disparities by bringing substantially more education-related funds into our region at the same time it creates new funding opportunities statewide."

"This restructuring will create a 'perfect match' between the medical and academic institutions in New Jersey," said Senator Joseph Vitale. "We have some of the best hospitals, medical schools and universities in the country and now they will be empowered to capitalize on their abilities to pursue research, to train new generations of doctors and to put New Jersey on the cutting edge of life sciences. This is good for education, for medical care and for economic progress."

The New Jersey Medical and Health Sciences Education Restructuring Act is the third significant higher education bill signed by the Governor this month. On August 8, Governor Christie signed legislation to allow a \$750 million higher education bond referendum to appear on the ballot in November. If voters approve, the initiative would provide the first higher education general obligation bond issue for capital improvements since 1988. The Governor also signed a bill that will make it easier for public colleges and universities in the State to enter into public-private partnerships for construction on campus, enabling the deployment of investment dollars by giving public colleges and universities a new tool at their disposal.

Primary sponsors of A-3102/S-2063 were Assembly members Thomas Giblin (D-Essex, Passaic), Vincent Prieto (D-Essex, Passai Bergen, Hudson), Celeste Riley (D-Cumberland, Gloucester, Salem), and John Wisniewski (D-Middlesex), and Senators Stephen M. Sweeney (D-Cumberland, Gloucester, Salem), Donald Norcross (D-Camden, Gloucester), and Joseph F. Vitale (D-Middlesex).

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