## 45:1-7.4 to 45:1-7.5 et al.

LEGISLATIVE HISTORY CHECKLIST

			Com	piled by the NJ Sta	ate Law Library		
LAWS OF:	2013	CHAP.	TER:	182			
NJSA:	45:1-7.4 to 45:1-7.5 et al. (Revises law concerning certain professional and occupational licenses)						
BILL NO:	A1545	(Subst	ituted for	r S2116)			
SPONSOR(S)	Burzich	elli and others					
DATE INTROD	UCED:	January 10, 20	12				
COMMITTEE:		ASSEMBLY:	Regula	atory Oversight an	d Gaming		
		SENATE:	Comm	ierce			
AMENDED DU	RING PA	ASSAGE:	Yes				
DATE OF PAS	SAGE:	ASSE	MBLY:	December 19, 2	2013		
		SENA	ſE:	November 18, 2	2013		
DATE OF APP	ROVAL:	Januar	y 13, 20	14			
	ARE ATT	ACHED IF AVA	ILABLE	:			
FINAL	TEXT O	F BILL (Fourth F	Reprint e	enacted)			
A1545	SDONG		ENT: /D	egins on page 7 o	f introduced hill)	Yes	
				egins on page 7 o			
	СОММ	ITTEE STATEM	ENT:		ASSEMBLY:	Yes	
					SENATE:	Yes	
(Audio archived recordings of the committee meetings, corresponding to the date of the committee statement, <i>may possibly</i> be found at www.njleg.state.nj.us)							
	FLOOF	R AMENDMENT	STATE	MENT:		Yes	6-21-12 2-21-13
	LEGISI	LATIVE FISCAL	ESTIM	ATE:		Yes	6-26-12 3-25-13 11-20-13
S2116							11 20 10

SPONSOR'S STATEMENT: (Begins on page 7 of introduced bill)		
COMMITTEE STATEMENT: ASSEMBLY:		
	SENATE:	Yes
FLOOR AMENDMENT STATEMENT:		No
LEGISLATIVE FISCAL ESTIMATE:		

(continued)

VETO MESSAGE:	No
GOVERNOR'S PRESS RELEASE ON SIGNING:	No
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REPORTS:	No
HEARINGS:	No
NEWSPAPER ARTICLES:	No

LAW/RWH

§§2,3 C.45:1-7.4 to
45:1-7.5
§4 - Repealer
§5 - Note

#### (CORRECTED COPY)

### P.L.2013, CHAPTER 182, approved January 13, 2014 Assembly, No. 1545 (Fourth Reprint)

1 AN ACT concerning professional and occupational licenses, revising 2 various parts of the statutory law, and supplementing P.L.1999, 3 c.403 (C.45:1-7.1 et seq.). 4 5 **BE IT ENACTED** by the Senate and General Assembly of the State 6 of New Jersey: 7 8 1. Section 5 of P.L.1999, c.403 (C.45:1-7.1) is amended to read 9 as follows: 10 5. a. Notwithstanding any other act or regulation to the 11 contrary, the provisions of this section **[**and sections section 6 and 7 of P.L.1999, c.403 (C.45:1-7.2 and C.45:1-7.3) shall apply to 12 13 every holder of a professional or occupational license or certificate 14 of registration or certification issued or renewed by a board 15 specified in section 2 of P.L.1978, c.73 (C.45:1-15), who seeks 16 renewal of that license or certificate. 17 b. Every holder of a professional or occupational license or certificate of registration or certification, issued or renewed by a 18 19 board specified in section 2 of P.L.1978, c.73 (C.45:1-15), who 20 seeks renewal shall submit a renewal application and pay a renewal 21 fee prior to the date of expiration of the license or certificate of 22 registration or certification. If the holder does not renew the license 23 or certificate prior to its expiration date, the holder may renew it 24 within 30 days of its expiration date by submitting a renewal 25 application and paying a renewal fee and a late fee. During the 30day period, the license shall be valid and the licensee shall not be 26 deemed practicing without a license. 27 Any professional or occupational license or certificate of registration or certification not 28 29 renewed within 30 days of its expiration date shall be suspended 30 without a hearing. 31 Any individual who continues to practice [with an expired] c. 32 after the 30 days following the expiration date of that individual's license or certificate of registration or certification [after 30 days 33 34 following its expiration date] shall be deemed to be engaged in 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:

Assembly ARG committee amendments adopted June 18, 2012.

<sup>2</sup>Assembly floor amendments adopted June 21, 2012.

<sup>3</sup>Assembly floor amendments adopted February 21, 2013. <sup>4</sup>Senate SCM committee amendments adopted September 30, 2013.

1 unlicensed practice of the regulated profession or occupation, even 2 if no notice of suspension has been provided to the individual. 3 d. A professional or occupational license or certificate of 4 registration or certification suspended pursuant to this section may 5 be reinstated [within five years following its date of expiration 6 upon submission of a renewal application and payment of an 7 additional reinstatement fee. An applicant seeking reinstatement of 8 a license or certificate suspended pursuant to this section more than 9 five years past its expiration date shall successfully complete the 10 examination required for initial licensure, registration or 11 certification and submit a renewal application and payment of an 12 additional reinstatement fee] as provided in section 2 of P.L. 13 c. (C. ) (pending before the Legislature as this bill). 14 e. A board specified in section 2 of P.L.1978, c.73 (C.45:1-15) 15 shall send a notice of renewal to each of its holders of a professional or occupational license or certificate of registration or 16 17 certification, as applicable, at least 60 days prior to the expiration of 18 the license or certificate. The notice of renewal shall explain 19 inactive renewal and advise the licensee of the option to renew as 20 inactive. If the notice to renew is not sent at least 60 days prior to 21 the expiration date, no monetary penalties or fines shall apply to the 22 holder for failure to renew provided that the license is renewed 23 within 60 days from the date the notice is sent. 24 f. A renewal applicant electing to renew as inactive shall not 25 engage in professional or occupational practice within the State or hold himself out as eligible to engage in professional or 26 27 occupational practice within the State. 28 (cf: P.L.1999, c.403, s.5) 29 30 2. (New section) a. An applicant seeking reinstatement of a 31 license or certificate suspended pursuant to section 5 of P.L.1999, 32 c.403 (C.45:1-7.1) shall submit: 33 (1) A renewal application; 34 (2) A certification of employment listing each job held during 35 the period of suspended license, registration, or certification, which 36 includes the names, addresses, and telephone numbers of each 37 employer; 38 (3) Payment of the renewal fee for the biennial or triennial 39 period for which reinstatement is sought; 40 (4) Payment of the unpaid renewal fee for the biennial or 41 triennial period immediately preceding the renewal period for which 42 reinstatement is sought; 43 (5) Payment of a reinstatement fee; and 44 (6) Proof of having satisfied all conditions precedent to renewal, 45 including, but not limited to, the continuing education credits that 46 were required to be completed during the biennial or triennial

period immediately prior to the renewal period for which
 reinstatement is sought.

b. An applicant seeking reactivation of a license or certificate
that was in inactive status pursuant to section 5 of P.L.1999, c.403

5 (C.45:1-7.1) shall submit:

6 (1) A renewal application;

7 (2) A certification of employment listing each job held during
8 the period of suspended license, registration, or certification, which
9 includes the names, addresses, and telephone numbers of each
10 employer;

(3) Payment of the renewal fee for the biennial or triennial
period for which reinstatement is sought, or, in the discretion of the
board, a prorated fee if there is less than one year remaining in the
biennial or triennial period; and

(4) Proof of having satisfied all conditions precedent to renewal,
including, but not limited to, the continuing education credits that
were required to be completed during the biennial or triennial
period immediately prior to the renewal period for which
reinstatement is sought.

An applicant seeking reinstatement of a license or certificate 20 c. suspended pursuant to section 5 of P.L.1999, c.403 (C.45:1-7.1), or 21 22 an applicant seeking reactivation of a license or certificate that was 23 in inactive status pursuant to section 5 of P.L.1999, c.403 (C.45:1-24 7.1), who holds a valid, current, corresponding professional or 25 occupational license, certificate of registration, or certification in 26 good standing issued by another state, who submits proof of having 27 satisfied that state's continuing education requirements for that 28 license, certification of registration, or certification, shall be 29 deemed to have satisfied paragraph (6) of subsection a. and 30 paragraph (4) of subsection b. of this section.

d. To the extent that specific courses are required to satisfy the
continuing education requirement for, or are required to have been
satisfied prior to, the biennial or triennial period for which renewal
is sought, a board may permit those courses to be taken in the 12
months following renewal. Credit for those courses may be applied
to the continuing education requirement for the next renewal period.

37 If a board review of an application for reinstatement or e. 38 reactivation under this section establishes a basis for concluding 39 that there may be practice deficiencies in need of remediation prior 40 to reinstatement or reactivation, the board may require the applicant 41 to submit to and successfully pass an examination or an assessment 42 of skills, a refresher course, or other requirements as determined by 43 the board prior to reinstatement or reactivation of the license. If 44 that examination or assessment identifies clinical deficiencies or 45 educational needs, the board may require the applicant, as a 46 condition of reinstatement or reactivation of licensure, to take and 47 successfully complete any education or training, or to submit to any

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supervision, monitoring, or limitations, as the board determines are necessary to assure that the applicant practices with reasonable skill and safety. The board, in its discretion, may restore the license subject to the applicant's completion of the training within a period of time prescribed by the board following the restoration of the license.

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8 3. (New section) a. Upon receipt of a completed application, 9 application fee, consent to a criminal history record background 10 check, if applicable, and requisite fee for such a check, a board shall issue a professional or occupational license, certificate of 11 12 registration, or certification to any person who documents that the 13 person holds a valid, current corresponding professional or 14 occupational license, certificate of registration, or certification in 15 good standing issued by another state, if:

(1) the state that issued the license has, or had at the time of
issuance, education, training, and examination requirements for
licensure, registration, or certification substantially equivalent to
the current standards of this State, as determined by the board or
committee;

(2) the applicant had been practicing <sup>2</sup>[under that license] in
<sup>4</sup>[a field or profession substantially related, as determined by the
board or committee, to]<sup>4</sup> the profession for which licensure in this
State is sought,<sup>2</sup> within the five years prior to the date of the
application; and

26 (3) the requirements of subsection b. of this section have been27 satisfied with respect to the person.

b. Prior to the issuance of the license, certificate of registration,
or certification pursuant to subsection a. of this section, the board or
committee shall have received or obtained:

(1) documentation reasonably satisfactory to the board that the
applicant's license, certificate of registration, or certification in that
other state is valid, current, and in good standing;

34 (2) if a person is seeking licensure as a health care professional 35 as defined in section 1 of P.L.2002, c.104 (C.45:1-28), or if a 36 criminal history record background check is otherwise required 37 prior to licensure in this State, the results of a criminal history 38 record background check of the files of the Criminal Justice Information Services Division in the Federal Bureau of 39 Investigation and the State Bureau of Identification in the Division 40 41 of State Police that does not disclose a conviction for a 42 disqualifying crime; and

(3) designation of an agent in this State for service of process if
the applicant is not a New Jersey resident and does not have an
office in New Jersey.

46 c. For purposes of this section, "good standing" means that:

1 (1) no action has been taken against the applicant's license by 2 any licensing board; 3 (2) no action affecting the applicant's privileges to practice that 4 applicant's profession has been taken by any out-of-State 5 institution, organization, or employer; (3) no disciplinary proceeding is pending that could affect the 6 7 applicant's privileges to practice that applicant's profession; 8 (4) all fines levied by any out-of-State board have been paid; and 9 (5) there is no pending or final action by any criminal authority 10 for violation of law or regulation, or any arrest or conviction for any criminal or quasi-criminal offense under the laws of the United 11 12 States, this State, or any other state including, but not limited to: 13 criminal homicide; aggravated assault; sexual assault, criminal 14 sexual contact, or lewdness; or an offense involving any controlled 15 dangerous substance or controlled dangerous substance analog. 16 For purposes of this section, a "substantially equivalent" d. 17 examination need not be identical to the current examination 18 requirements of this State, but such examination shall be nationally 19 recognized and of comparable scope and rigor. An applicant's experience may be considered by the board 20 e. or committee to compensate for disparity in substantial equivalence 21 22 in education and examination requirements under subsection a. of 23 this section. 24 f. An applicant shall satisfy or shall have satisfied all 25 applicable prerequisites required for initial licensure in this State, such as obtaining insurance, including malpractice insurance, a 26 27 surety bond, or a pressure seal. 28 g. An applicant shall answer truthfully all questions asked of an 29 applicant for initial licensure. 30 h. Not later than six months after the issuance of the license, the board or committee shall have received documentation 31 32 reasonably satisfactory to the board verifying the person's 33 education, training, and examination results. 34 i. A board or committee, after the licensee has been given 35 notice and an opportunity to be heard, may revoke any license based 36 on a license issued by another state obtained through fraud, 37 deception, or misrepresentation. Nothing contained in this section shall preclude a board from 38 j. 39 requiring an applicant for licensure based on an out-of-State license to take an on-line jurisprudence course or an orientation available to 40 41 the applicant at any time. k. <sup>2</sup>[A board shall only grant] <u>Nothing contained in this</u> 42 section shall preclude a board from only granting<sup>2</sup> a license, 43 certificate of registration, or certification without examination to an 44 45 applicant seeking reciprocity who holds a corresponding license, 46 certificate of registration, or certification from another state if equal

1 reciprocity is provided for a New Jersey applicant for licensure 2 under the law of that other state. 3 Nothing in this section shall preclude a board from 1. 4 exercising its discretion to grant a license, certificate of registration, 5 or certification without examination to an applicant seeking reciprocity who holds a corresponding license, certificate of 6 7 registration, or certification from another state who does not meet 8 the good standing requirement of subsection a. of this section due to 9 a pending action by a licensing board, a pending action by an outof-State institution, organization, or employer affecting the 10 11 applicant's privileges to practice, a pending disciplinary proceeding, or a pending criminal charge or arrest for a crime. 12 13 m. Notwithstanding any law or regulation to the contrary, the 14 provisions of this section shall apply to every holder of a 15 professional or occupational license or certificate of registration or 16 certification issued or renewed by a board specified in section 2 of 17 P.L.1978, c.73 (C.45:1-15)<sup>1</sup>, except that the provisions of this section shall not apply to any holder of a license issued or renewed 18 19 by the Board of Examiners of Electrical Contractors pursuant to P.L.1962, c.162 (C.45:5A-1 et seq.), the State Board of Examiners 20 21 of Master Plumbers pursuant to P.L.1968, c. 362 (C.45:14C-1 et seq.), <sup>3</sup>the New Jersey Real Estate Commission pursuant to 22 R.S.45:15-1 et seq.,<sup>3</sup> or the State Board of Examiners of Heating, 23 24 Ventilating, Air Conditioning and Refrigeration Contractors 25 pursuant to P.L.2007, c.211 (C.45:16A-1 et seq.)<sup>1</sup>. 26 27 4. The following sections are repealed: 28 Section 6 of P.L.1999, c.403 (C.45:1-7.2); and 29 Section 7 of P.L.1999, c.403 (C.45:1-7.3). 30 31 5. This act shall take effect on the first day of the sixth month 32 following enactment. 33 34 35 36 37 Revises law concerning certain professional and occupational 38 licenses.

# ASSEMBLY, No. 1545 STATE OF NEW JERSEY 215th LEGISLATURE

PRE-FILED FOR INTRODUCTION IN THE 2012 SESSION

Sponsored by: Assemblyman JOHN J. BURZICHELLI District 3 (Cumberland, Gloucester and Salem) Assemblyman SCOTT T. RUMANA District 40 (Bergen, Essex, Morris and Passaic)

Co-Sponsored by: Assemblywoman Spencer

#### **SYNOPSIS**

Revises law concerning certain professional and occupational licenses.

### **CURRENT VERSION OF TEXT**

Introduced Pending Technical Review by Legislative Counsel



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1 AN ACT concerning professional and occupational licenses, revising 2 various parts of the statutory law, and supplementing P.L.1999, 3 c.403 (C.45:1-7.1 et seq.). 4 5 **BE IT ENACTED** by the Senate and General Assembly of the State 6 of New Jersey: 7 8 1. Section 5 of P.L.1999, c.403 (C.45:1-7.1) is amended to read 9 as follows: 10 5. a. Notwithstanding any other act or regulation to the 11 contrary, the provisions of this section and sections section 6 and 7 12 of P.L.1999, c.403 (C.45:1-7.2 and C.45:1-7.3) shall apply to 13 every holder of a professional or occupational license or certificate 14 of registration or certification issued or renewed by a board 15 specified in section 2 of P.L.1978, c.73 (C.45:1-15), who seeks 16 renewal of that license or certificate. 17 b. Every holder of a professional or occupational license or 18 certificate of registration or certification, issued or renewed by a 19 board specified in section 2 of P.L.1978, c.73 (C.45:1-15), who 20 seeks renewal shall submit a renewal application and pay a renewal 21 fee prior to the date of expiration of the license or certificate of 22 registration or certification. If the holder does not renew the license 23 or certificate prior to its expiration date, the holder may renew it 24 within 30 days of its expiration date by submitting a renewal 25 application and paying a renewal fee and a late fee. During the 30day period, the license shall be valid and the licensee shall not be 26 27 deemed practicing without a license. Any professional or 28 occupational license or certificate of registration or certification not 29 renewed within 30 days of its expiration date shall be suspended 30 without a hearing. 31 Any individual who continues to practice [with an expired] c. 32 after the 30 days following the expiration date of that individual's 33 license or certificate of registration or certification [after 30 days 34 following its expiration date] shall be deemed to be engaged in 35 unlicensed practice of the regulated profession or occupation, even 36 if no notice of suspension has been provided to the individual. 37 d. A professional or occupational license or certificate of 38 registration or certification suspended pursuant to this section may 39 be reinstated [within five years following its date of expiration 40 upon submission of a renewal application and payment of an 41 additional reinstatement fee. An applicant seeking reinstatement of 42 a license or certificate suspended pursuant to this section more than 43 five years past its expiration date shall successfully complete the 44 examination required for initial licensure, registration or

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

Matter underlined <u>thus</u> is new matter.

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1 certification and submit a renewal application and payment of an 2 additional reinstatement fee] as provided in section 2 of P.L., c. 3 ) (pending before the Legislature as this bill). (C. A board specified in section 2 of P.L.1978, c.73 (C.45:1-15) 4 e. 5 shall send a notice of renewal to each of its holders of a professional or occupational license or certificate of registration or 6 7 certification, as applicable, at least 60 days prior to the expiration of 8 the license or certificate. The notice of renewal shall explain 9 inactive renewal and advise the licensee of the option to renew as 10 inactive. If the notice to renew is not sent at least 60 days prior to 11 the expiration date, no monetary penalties or fines shall apply to the 12 holder for failure to renew provided that the license is renewed 13 within 60 days from the date the notice is sent. 14 f. A renewal applicant electing to renew as inactive shall not 15 engage in professional or occupational practice within the State or 16 hold himself out as eligible to engage in professional or 17 occupational practice within the State. 18 (cf: P.L.1999, c.403, s.5) 19 20 2. (New section) a. An applicant seeking reinstatement of a 21 license or certificate suspended pursuant to section 5 of P.L.1999, 22 c.403 (C.45:1-7.1) shall submit: 23 (1) A renewal application; 24 (2) A certification of employment listing each job held during 25 the period of suspended license, registration, or certification, which 26 includes the names, addresses, and telephone numbers of each 27 employer; 28 (3) Payment of the renewal fee for the biennial or triennial 29 period for which reinstatement is sought; 30 (4) Payment of the unpaid renewal fee for the biennial or 31 triennial period immediately preceding the renewal period for which 32 reinstatement is sought; 33 (5) Payment of a reinstatement fee; and 34 (6) Proof of having satisfied all conditions precedent to renewal, including, but not limited to, the continuing education credits that 35 36 were required to be completed during the biennial or triennial 37 period immediately prior to the renewal period for which 38 reinstatement is sought. 39 b. An applicant seeking reactivation of a license or certificate 40 that was in inactive status pursuant to section 5 of P.L.1999, c.403 (C.45:1-7.1) shall submit: 41 42 (1) A renewal application; 43 (2) A certification of employment listing each job held during 44 the period of suspended license, registration, or certification, which 45 includes the names, addresses, and telephone numbers of each 46 employer;

1 (3) Payment of the renewal fee for the biennial or triennial 2 period for which reinstatement is sought, or, in the discretion of the 3 board, a prorated fee if there is less than one year remaining in the 4 biennial or triennial period; and

5 (4) Proof of having satisfied all conditions precedent to renewal, 6 including, but not limited to, the continuing education credits that 7 were required to be completed during the biennial or triennial 8 period immediately prior to the renewal period for which 9 reinstatement is sought.

10 c. An applicant seeking reinstatement of a license or certificate 11 suspended pursuant to section 5 of P.L.1999, c.403 (C.45:1-7.1), or 12 an applicant seeking reactivation of a license or certificate that was 13 in inactive status pursuant to section 5 of P.L.1999, c.403 (C.45:1-14 7.1), who holds a valid, current, corresponding professional or 15 occupational license, certificate of registration, or certification in 16 good standing issued by another state, who submits proof of having 17 satisfied that state's continuing education requirements for that 18 license, certification of registration, or certification, shall be 19 deemed to have satisfied paragraph (6) of subsection a. and 20 paragraph (4) of subsection b. of this section.

d. To the extent that specific courses are required to satisfy the
continuing education requirement for, or are required to have been
satisfied prior to, the biennial or triennial period for which renewal
is sought, a board may permit those courses to be taken in the 12
months following renewal Credit for those courses may be applied
to the continuing education requirement for the next renewal period.

27 If a board review of an application for reinstatement or e. 28 reactivation under this section establishes a basis for concluding 29 that there may be practice deficiencies in need of remediation prior 30 to reinstatement or reactivation, the board may require the applicant 31 to submit to and successfully pass an examination or an assessment 32 of skills, a refresher course, or other requirements as determined by 33 the board prior to reinstatement or reactivation of the license. If 34 that examination or assessment identifies clinical deficiencies or 35 educational needs, the board may require the applicant, as a 36 condition of reinstatement or reactivation of licensure, to take and 37 successfully complete any education or training, or to submit to any 38 supervision, monitoring, or limitations, as the board determines are 39 necessary to assure that the applicant practices with reasonable skill 40 and safety. The board, in its discretion, may restore the license 41 subject to the applicant's completion of the training within a period 42 of time prescribed by the board following the restoration of the 43 license.

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45 3. (New section) a. Upon receipt of a completed application,
46 application fee, consent to a criminal history record background
47 check, if applicable, and requisite fee for such a check, a board shall

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issue a professional or occupational license, certificate of
 registration, or certification to any person who documents that the
 person holds a valid, current corresponding professional or
 occupational license, certificate of registration, or certification in
 good standing issued by another state, if:

6 (1) the state that issued the license has, or had at the time of 7 issuance, education, training, and examination requirements for 8 licensure, registration, or certification substantially equivalent to 9 the current standards of this State, as determined by the board or 10 committee;

(2) the applicant had been practicing under that license withinthe five years prior to the date of the application; and

(3) the requirements of subsection b. of this section have beensatisfied with respect to the person.

b. Prior to the issuance of the license, certificate of registration,
or certification pursuant to subsection a. of this section, the board or
committee shall have received or obtained:

(1) documentation reasonably satisfactory to the board that the
applicant's license, certificate of registration, or certification in that
other state is valid, current, and in good standing;

21 (2) if a person is seeking licensure as a health care professional 22 as defined in section 1 of P.L.2002, c.104 (C.45:1-28), or if a 23 criminal history record background check is otherwise required 24 prior to licensure in this State, the results of a criminal history record background check of the files of the Criminal Justice 25 26 Information Services Division in the Federal Bureau of 27 Investigation and the State Bureau of Identification in the Division of State Police that does not disclose a conviction for a 28 29 disqualifying crime; and

30 (3) designation of an agent in this State for service of process if
31 the applicant is not a New Jersey resident and does not have an
32 office in New Jersey.

c. For purposes of this section, "good standing" means that:

34 (1) no action has been taken against the applicant's license by35 any licensing board;

36 (2) no action affecting the applicant's privileges to practice that
37 applicant's profession has been taken by any out-of-State
38 institution, organization, or employer;

39 (3) no disciplinary proceeding is pending that could affect the40 applicant's privileges to practice that applicant's profession;

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applicant's privileges to practice that applicant's profession;(4) all fines levied by any out-of-State board have been paid; and

(1) an intes levice by any out of blace board have been paid, and
(5) there is no pending or final action by any criminal authority
for violation of law or regulation, or any arrest or conviction for any
criminal or quasi-criminal offense under the laws of the United
States, this State, or any other state including, but not limited to:
criminal homicide; aggravated assault; sexual assault, criminal

sexual contact, or lewdness; or an offense involving any controlled
 dangerous substance or controlled dangerous substance analog.

d. For purposes of this section, a "substantially equivalent"
examination need not be identical to the current examination
requirements of this State, but such examination shall be nationally
recognized and of comparable scope and rigor.

e. An applicant's experience may be considered by the board
or committee to compensate for disparity in substantial equivalence
in education and examination requirements under subsection a. of
this section.

f. An applicant shall satisfy or shall have satisfied all
applicable prerequisites required for initial licensure in this State,
such as obtaining insurance, including malpractice insurance, a
surety bond, or a pressure seal.

g. An applicant shall answer truthfully all questions asked of anapplicant for initial licensure.

h. Not later than six months after the issuance of the license,
the board or committee shall have received documentation
reasonably satisfactory to the board verifying the person's
education, training, and examination results.

i. A board or committee, after the licensee has been given
notice and an opportunity to be heard, may revoke any license based
on a license issued by another state obtained through fraud,
deception, or misrepresentation.

j. Nothing contained in this section shall preclude a board from
requiring an applicant for licensure based on an out-of-State license
to take an on-line jurisprudence course or an orientation available to
the applicant at any time.

k. A board shall only grant a license, certificate of registration,
or certification without examination to an applicant seeking
reciprocity who holds a corresponding license, certificate of
registration, or certification from another state if equal reciprocity is
provided for a New Jersey applicant for licensure under the law of
that other state.

35 Nothing in this section shall preclude a board from 1 36 exercising its discretion to grant a license, certificate of registration, or certification without examination to an applicant seeking 37 reciprocity who holds a corresponding license, certificate of 38 39 registration, or certification from another state who does not meet the good standing requirement of subsection a. of this section due to 40 41 a pending action by a licensing board, a pending action by an out-42 of-State institution, organization, or employer affecting the 43 applicant's privileges to practice, a pending disciplinary 44 proceeding, or a pending criminal charge or arrest for a crime.

m. Notwithstanding any law or regulation to the contrary, the
provisions of this section shall apply to every holder of a
professional or occupational license or certificate of registration or

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certification issued or renewed by a board specified in section 2 of 1 2 P.L.1978, c.73 (C.45:1-15). 3 4 4. The following sections are repealed: 5 Section 6 of P.L.1999, c.403 (C.45:1-7.2); and 6 Section 7 of P.L.1999, c.403 (C.45:1-7.3). 7 8 5. This act shall take effect on the first day of the sixth month 9 following enactment. 10 11 12 **STATEMENT** 13 14 The bill revises the general provisions of Title 45 relating to the 15 reinstatement of suspended or inactive professional and 16 occupational licenses regulated by the Division of Consumer 17 Affairs, the renewal of those licenses, and the reciprocity of those 18 licenses with other states. 19 The bill creates a streamlined reciprocity process, superseding 20 provisions in individual practice acts, by allowing for quick 21 licensure upon proof of out-of-State licensure from jurisdictions 22 with "substantially equivalent" standards, along with: 1) evidence 23 that the license is in good standing in the other jurisdiction 24 (although the appropriate board is given discretion to grant the 25 license if the licensee is not in good standing due to certain pending 26 actions); 2) a clean criminal history record background check, if 27 required of other applicants; 3) the designation of an agent for 28 service of process if there is no New Jersey residence or office; and 29 4) a demonstration of prerequisites such as insurance coverage or a 30 surety bond. Reciprocity may only be granted if equal reciprocity is 31 provided to a New Jersey applicant for licensure under the law of 32 that other state. 33 Under the bill a board would only grant a license, certificate of 34 registration, or certification without examination to an applicant 35 seeking reciprocity who holds a corresponding license, certificate of 36 registration, or certification from another state if equal reciprocity is 37 provided for a New Jersey applicant for licensure under the law of 38 that other state. 39 The bill sets out, with greater clarity, the process for reactivation 40 of licenses that were affirmatively placed in inactive status and for 41 reinstatement of licenses that expired and were administratively 42 suspended by operation of law. Under the bill, applicants seeking 43 reinstatement of an administratively suspended license will be 44 obligated to pay additional fees-a reinstatement fee and the 45 biennial or triennial renewal fee for the cycle immediately 46 preceding the reinstatement. Thus, the provision recognizes that there is a value to the Division of Consumer Affairs in having 47

#### A1545 BURZICHELLI, RUMANA

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1 licensees submit the renewal and affirmatively elect inactive status,

2 so that its database is current. This bill requires the Division of

3 Consumer Affairs to provide notice that explains inactive renewal

4 and advises the licensee of the option to renew as inactive.

5 The bill replaces the current statutory provision mandating that 6 all those who were administratively suspended by operation of law 7 for a period of more than five years re-take the initial licensing 8 exam with a provision that allows a board to tailor remediation to 9 address clinical deficiencies or educational needs, either as a 10 condition precedent to restoration or as a requirement to be completed within a specified time frame after reactivation or 11 12 reinstatement.

The bill aligns the continuing education requirements for 13 14 reactivating and reinstating applicants. Under the bill, reactivating 15 and reinstating applicants must demonstrate that they have 16 completed the continuing education that would have been required 17 during the biennial or triennial period immediately preceding the 18 renewal. For those practicing out-of-State during the period they 19 were not authorized to practice in New Jersey, proof that they met 20 the continuing education requirement in that state will suffice to 21 meet New Jersey requirements. If the board has adopted specific 22 course requirements, applicants will have 12 months to satisfy those 23 requirements.

## ASSEMBLY REGULATORY OVERSIGHT AND GAMING COMMITTEE

## STATEMENT TO

## ASSEMBLY, No. 1545

with committee amendments

# STATE OF NEW JERSEY

#### DATED: JUNE 18, 2012

The Assembly Regulatory Oversight and Gaming Committee reports favorably and with committee amendments Assembly Bill No. 1545.

As amended by the committee, the bill revises the general provisions of Title 45 relating to the reinstatement of suspended or inactive professional and occupational licenses regulated by the Division of Consumer Affairs, the renewal of those licenses, and the reciprocity of those licenses with other states.

The bill creates a streamlined reciprocity process, superseding provisions in individual practice acts, by allowing for quick licensure upon proof of out-of-State licensure from jurisdictions with "substantially equivalent" standards, along with: 1) evidence that the license is in good standing in the other jurisdiction (although the appropriate board is given discretion to grant the license if the licensee is not in good standing due to certain pending actions); 2) a clean criminal history record background check, if required of other applicants; 3) the designation of an agent for service of process if there is no New Jersey residence or office; and 4) a demonstration of prerequisites such as insurance coverage or a surety bond. Reciprocity may only be granted if equal reciprocity is provided to a New Jersey applicant for licensure under the law of that other state.

Under the bill a board would only grant a license, certificate of registration, or certification without examination to an applicant seeking reciprocity who holds a corresponding license, certificate of registration, or certification from another state if equal reciprocity is provided for a New Jersey applicant for licensure under the law of that other state.

As amended, the reciprocity provisions established in the bill will not apply to any holder of a license issued or renewed by the Board of Examiners of Electrical Contractors pursuant to P.L.1962, c.162 (C.45:5A-1 et seq.), the State Board of Examiners of Master Plumbers pursuant to P.L.1968, c.362 (C.45:14C-1 et seq.), or the State Board of Examiners of Heating, Ventilating, Air Conditioning and Refrigeration Contractors pursuant to P.L.2007, c.211 (C.45:16A-1 et seq.).

The bill sets out, with greater clarity, the process for reactivation of licenses that were affirmatively placed in inactive status and for reinstatement of licenses that expired and were administratively suspended by operation of law. Under the bill, applicants seeking reinstatement of an administratively suspended license will be obligated to pay additional fees—a reinstatement fee and the biennial or triennial renewal fee for the cycle immediately preceding the reinstatement. Thus, the provision recognizes that there is a value to the Division of Consumer Affairs in having licensees submit the renewal and affirmatively elect inactive status, so that its database is current. This bill requires the Division of Consumer Affairs to provide notice that explains inactive renewal and advises the licensee of the option to renew as inactive.

The bill replaces the current statutory provision mandating that all those who were administratively suspended by operation of law for a period of more than five years re-take the initial licensing exam with a provision that allows a board to tailor remediation to address clinical deficiencies or educational needs, either as a condition precedent to restoration or as a requirement to be completed within a specified time frame after reactivation or reinstatement.

The bill aligns the continuing education requirements for reactivating and reinstating applicants. Under the bill, reactivating and reinstating applicants must demonstrate that they have completed the continuing education that would have been required during the biennial or triennial period immediately preceding the renewal. For those practicing out-of-State during the period they were not authorized to practice in New Jersey, proof that they met the continuing education requirement in that state will suffice to meet New Jersey requirements. If the board has adopted specific course requirements, applicants will have 12 months to satisfy those requirements.

This bill was pre-filed for introduction in the 2012-2013 session pending technical review. As reported, the bill includes the changes required by technical review, which has been performed.

#### **COMMITTEE AMENDMENTS**

The committee amended the bill to provide that the reciprocity provisions of the bill will not apply to any holder of a license issued or renewed by the Board of Examiners of Electrical Contractors pursuant to P.L.1962, c.162 (C.45:5A-1 et seq.), the State Board of Examiners of Master Plumbers pursuant to P.L.1968, c.362 (C:45:14C-1 et seq.), or the State Board of Examiners of Heating, Ventilating, Air Conditioning and Refrigeration Contractors pursuant to P.L.2007, c.211 (C.45:16A-1 et seq.).

## STATEMENT TO

## [First Reprint] ASSEMBLY, No. 1545

with Assembly Floor Amendments (Proposed by Assemblymen BURZICHELLI and RUMANA)

#### ADOPTED: JUNE 21, 2012

These Assembly amendments specify that an applicant holding a valid, current corresponding professional license issued by another state seeking reciprocity in New Jersey must demonstrate that the applicant had been practicing, instead of directly under that license, in a field or profession substantially related, as determined by the board or committee, to the profession for which licensure in this State is sought, within the five years prior to the date of the application. Additionally, these amendments allow the current laws and regulations of each professional board to continue with respect to whether the board grants reciprocity without examination to an applicant who holds a corresponding license from another state only if equal reciprocity is provided for a New Jersey applicant for licensure under the law of that other state.

# LEGISLATIVE FISCAL ESTIMATE [First Reprint] ASSEMBLY, No. 1545 STATE OF NEW JERSEY 215th LEGISLATURE

DATED: JUNE 26, 2012

## SUMMARY

Synopsis:	Revises law concerning certain professional and occupational licenses.	
Type of Impact:	Minimal to No Fiscal Impact.	
Agencies Affected:	Department of Law and Public Safety; Division of Consumer Affairs.	

## Office of Legislative Services Estimate

Fiscal Impact	<u>Year 1</u>	<u>Year 2</u>	<u>Year 3</u>
State Revenue and Cost	Μ	linimal to No Fiscal Impact.	

- The Office of Legislative Services (OLS) determined that the implementation of this bill will have minimal to no fiscal impact to the Division of Consumer Affairs.
- The bill revises the general provisions relating to licensure, renewal, and reinstatement of suspended or inactive professional and occupational licenses regulated by the Division of Consumer Affairs.
- The Division of Consumer Affairs cites that the office issues over 600,000 professional and occupational licenses, certifications, and registrations.
- This bill requires the Division of Consumer Affairs to provide notice that explains inactive renewal and advises the licensee of the option to renew as inactive.

## **BILL DESCRIPTION**

Assembly Bill No. 1545 (1R) of 2012 revises the general provisions of Title 45 relating to the reinstatement of suspended or inactive professional and occupational licenses regulated by

Office of Legislative Services State House Annex P.O. Box 068 Trenton, New Jersey 08625



the Division of Consumer Affairs, the renewal of those licenses, and the reciprocity of those licenses with other states.

The bill creates a streamlined reciprocity process, superseding provisions in individual practice acts, by allowing for quick licensure upon proof of out-of-State licensure from jurisdictions with "substantially equivalent" standards, along with:

1) evidence that the license is in good standing in the other jurisdiction (although the appropriate board is given discretion to grant the license if the licensee is not in good standing due to certain pending actions);

2) a clean criminal history record background check, if required of other applicants;

3) the designation of an agent for service of process if there is no New Jersey residence or office; and

4) a demonstration of prerequisites such as insurance coverage or a surety bond. Reciprocity may only be granted if equal reciprocity is provided to a New Jersey applicant for licensure under the law of that other state.

Under the bill, a board would only grant a license, certificate of registration, or certification without examination to an applicant seeking reciprocity who holds a corresponding license, certificate of registration, or certification from another state if equal reciprocity is provided for a New Jersey applicant for licensure under the law of that other state.

The reciprocity provisions established in the bill will not apply to any holder of a license issued or renewed by the Board of Examiners of Electrical Contractors pursuant to P.L.1962, c.162 (C.45:5A-1 et seq.), the State Board of Examiners of Master Plumbers pursuant to P.L.1968, c.362 (C.45:14C-1 et seq.), or the State Board of Examiners of Heating, Ventilating, Air Conditioning and Refrigeration Contractors pursuant to P.L.2007, c.211 (C.45:16A-1 et seq.).

The bill sets out, with greater clarity, the process for reactivation of licenses that were affirmatively placed in inactive status and for reinstatement of licenses that expired and were administratively suspended by operation of law. Under the bill, applicants seeking reinstatement of an administratively suspended license will be obligated to pay additional fees, a reinstatement fee and the biennial or triennial renewal fee for the cycle immediately preceding the reinstatement. Thus, the provision recognizes that there is a value to the Division of Consumer Affairs in having licensees submit the renewal and affirmatively elect inactive status, so that its database is current. This bill requires the Division of Consumer Affairs to provide notice that explains inactive renewal and advises the licensee of the option to renew as inactive.

The bill replaces the current statutory provision mandating that all those who were administratively suspended by operation of law for a period of more than five years re-take the initial licensing exam with a provision that allows a board to tailor remediation to address clinical deficiencies or educational needs, either as a condition precedent to restoration or as a requirement to be completed within a specified time frame after reactivation or reinstatement.

The bill aligns the continuing education requirements for reactivating and reinstating applicants. Under the bill, reactivating and reinstating applicants must demonstrate that they have completed the continuing education that would have been required during the biennial or triennial period immediately preceding the renewal. For those practicing out-of-State during the period they were not authorized to practice in New Jersey, proof that they met the continuing education requirement in that state will suffice to meet New Jersey requirements. If the board has adopted specific course requirements, applicants will have 12 months to satisfy those requirements.

## A1545 [1R]

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## FISCAL ANALYSIS

#### **EXECUTIVE BRANCH**

The Office of the Attorney General provided information regarding a similar bill, Assembly Bill No. 4384 of 2011, in which the Division of Consumer Affairs noted that the office is currently following the majority of the procedures outlined in the legislation.

The division noted further that any changes in procedure would have nominal or no fiscal impact on the professional boards or to the Division of Consumer Affair's operating budget.

Additionally, it was noted that the implementation of this bill would have minimal, if any, fiscal impact to the current revenues of the professional boards and the units issuing licenses and registrations.

#### **OFFICE OF LEGISLATIVE SERVICES**

The OLS determined that the implementation of this bill will have minimal to no fiscal impact to the Division of Consumer Affairs.

Section:	Law and Public Safety
Analyst:	Kristin Santos Senior Fiscal Analyst
Approved:	David J. Rosen Legislative Budget and Finance Officer

This fiscal estimate has been prepared pursuant to P.L.1980, c.67 (C.52:13B-6 et seq.).

## STATEMENT TO

## [Second Reprint] ASSEMBLY, No. 1545

with Assembly Floor Amendments (Proposed by Assemblyman BURZICHELLI)

ADOPTED: FEBRUARY 21, 2013

This floor amendment provides that the bill's license reciprocity provisions will not be applicable to any holder of a license issued or renewed by the New Jersey Real Estate Commission pursuant to R.S.45:15-1 et seq.

# LEGISLATIVE FISCAL ESTIMATE [Third Reprint] ASSEMBLY, No. 1545 STATE OF NEW JERSEY 215th LEGISLATURE

DATED: MARCH 25, 2013

## SUMMARY

Synopsis:	Revises law concerning certain professional and occupational licenses.	
Type of Impact:	Minimal to No Fiscal Impact.	
Agencies Affected:	Department of Law and Public Safety; Division of Consumer Affairs.	

## Office of Legislative Services Estimate

Fiscal Impact	<u>Year 1</u>	<u>Year 2</u>	<u>Year 3</u>
State Revenue and Cost	Ν	Ainimal to no fiscal impact	

- The Office of Legislative Services concludes that the enactment of this bill will have minimal to no fiscal impact on the Division of Consumer Affairs.
- The bill revises the general provisions relating to licensure, renewal, and reinstatement of suspended or inactive professional and occupational licenses regulated by the Division of Consumer Affairs.
- The Division of Consumer Affairs cites that the office issues over 600,000 professional and occupational licenses, certifications, and registrations.
- This bill requires the Division of Consumer Affairs to provide notice that explains inactive renewal and advises the licensee of the option to renew as inactive.

## **BILL DESCRIPTION**

Assembly Bill No. 1545 (3R) of 2012 revises the general provisions of Title 45 relating to the reinstatement of suspended or inactive professional and occupational licenses regulated by

Office of Legislative Services State House Annex P.O. Box 068 Trenton, New Jersey 08625



the Division of Consumer Affairs, the renewal of those licenses, and the reciprocity of those licenses with other states.

The bill creates a streamlined reciprocity process, superseding provisions in individual practice acts, by allowing for quick licensure upon proof of out-of-State licensure from jurisdictions with "substantially equivalent" standards, along with:

1) evidence that the license is in good standing in the other jurisdiction (although the appropriate board is given discretion to grant the license if the licensee is not in good standing due to certain pending actions);

2) a clean criminal history record background check, if required of other applicants;

3) the designation of an agent for service of process if there is no New Jersey residence or office; and

4) a demonstration of prerequisites such as insurance coverage or a surety bond. Reciprocity may only be granted if equal reciprocity is provided to a New Jersey applicant for licensure under the law of that other state.

Under the bill, a board would only grant a license, certificate of registration, or certification without examination to an applicant seeking reciprocity who holds a corresponding license, certificate of registration, or certification from another state if equal reciprocity is provided for a New Jersey applicant for licensure under the law of that other state.

The reciprocity provisions established in the bill will not apply to any holder of a license issued or renewed by the Board of Examiners of Electrical Contractors pursuant to P.L.1962, c.162 (C.45:5A-1 et seq.), the State Board of Examiners of Master Plumbers pursuant to P.L.1968, c.362 (C.45:14C-1 et seq.), the New Jersey Real Estate Commission pursuant to R.S.45:15-1 et seq., or the State Board of Examiners of Heating, Ventilating, Air Conditioning and Refrigeration Contractors pursuant to P.L.2007, c.211 (C.45:16A-1 et seq.).

The bill sets out, with greater clarity, the process for reactivation of licenses that were affirmatively placed in inactive status and for reinstatement of licenses that expired and were administratively suspended by operation of law. Under the bill, applicants seeking reinstatement of an administratively suspended license will be obligated to pay additional fees, a reinstatement fee and the biennial or triennial renewal fee for the cycle immediately preceding the reinstatement. This bill requires the Division of Consumer Affairs to provide notice that explains inactive renewal and advises the licensee of the option to renew as inactive.

The bill replaces the current statutory provision mandating that all those who were administratively suspended by operation of law for a period of more than five years re-take the initial licensing exam with a provision that allows a board to tailor remediation to address clinical deficiencies or educational needs, either as a condition precedent to restoration or as a requirement to be completed within a specified time frame after reactivation or reinstatement.

The bill aligns the continuing education requirements for reactivating and reinstating applicants. Under the bill, reactivating and reinstating applicants must demonstrate that they have completed the continuing education that would have been required during the biennial or triennial period immediately preceding the renewal. For those practicing out-of-State during the period they were not authorized to practice in New Jersey, proof that they met the continuing education requirement in that state will suffice to meet New Jersey requirements. If the board has adopted specific course requirements, applicants will have 12 months to satisfy those requirements.

#### FE to A1545 [3R] 3

### FISCAL ANALYSIS

#### **EXECUTIVE BRANCH**

The Office of the Attorney General provided information regarding a similar bill, Assembly Bill No. 4384 of 2011, in which the Division of Consumer Affairs noted that the office is currently following the majority of the procedures outlined in the legislation.

The division noted further that any changes in procedure would have nominal or no fiscal impact on the professional boards or to the Division of Consumer Affair's operating budget.

Additionally, it was noted that the implementation of this bill would have minimal, if any, fiscal impact to the current revenues of the professional boards and the units issuing licenses and registrations.

#### **OFFICE OF LEGISLATIVE SERVICES**

The Office of Legislative Services concludes that the implementation of this bill will have minimal to no fiscal impact to the Division of Consumer Affairs.

Section: Law and Public Safety Analyst: Kristin Santos Senior Fiscal Analyst Approved: David J. Rosen Legislative Budget and Finance Officer

This fiscal estimate has been prepared pursuant to P.L.1980, c.67 (C.52:13B-6 et seq.).

## SENATE COMMERCE COMMITTEE

## STATEMENT TO

## [Third Reprint] ASSEMBLY, No. 1545

with committee amendments

# STATE OF NEW JERSEY

#### DATED: SEPTEMBER 30, 2013

The Senate Commerce Committee reports favorably and with committee amendments Assembly Bill No. 1545 (3R).

The bill, as amended, revises the general provisions of Title 45 relating to the reinstatement of suspended or inactive professional and occupational licenses regulated by the Division of Consumer Affairs, the renewal of those licenses, and the reciprocity of those licenses with other states.

The bill, as amended, creates a streamlined reciprocity process, superseding provisions in individual practice acts, by allowing for quick licensure upon proof of out-of-State licensure from jurisdictions with "substantially equivalent" standards, along with:

1) evidence that the license is in good standing in the other jurisdiction (although the appropriate board is given discretion to grant the license if the licensee is not in good standing due to certain pending actions);

2) evidence that the applicant for reciprocity in this State also has been practicing in the profession for which licensure in this State is sought within the five years prior to the date of application to receive reciprocity;

3) a clean criminal history record background check, if required of other applicants; and

4) a demonstration of prerequisites such as insurance coverage or a surety bond.

Under the bill a board would not be precluded from only granting a license, certificate of registration, or certification without examination to an applicant seeking reciprocity who holds a corresponding license, certificate of registration, or certification from another state if equal reciprocity is provided for a New Jersey applicant for licensure under the law of that other state.

The reciprocity provisions of the amended bill do not apply to any holder of a license issued or renewed by the Board of Examiners of Electrical Contractors, the State Board of Examiners of Master Plumbers, the New Jersey Real Estate Commission, or the State Board of Examiners of Heating, Ventilating, Air Conditioning and Refrigeration Contractors.

The bill sets out, with greater clarity, the process for reactivation of licenses that were affirmatively placed in inactive status and for reinstatement of licenses that expired and were administratively suspended by operation of law. Under the bill, applicants seeking reinstatement of an administratively suspended license will be obligated to pay additional fees—a reinstatement fee and the biennial or triennial renewal fee for the cycle immediately preceding the reinstatement. Thus, the provision recognizes that there is a value to the Division of Consumer Affairs in having licensees submit the renewal and affirmatively elect inactive status, so that its database is current. This bill requires the Division of Consumer Affairs to provide notice that explains inactive renewal and advises the licensee of the option to renew as inactive.

The bill replaces the current statutory provision mandating that all those who were administratively suspended by operation of law for a period of more than five years re-take the initial licensing exam with a provision that allows a board to tailor remediation to address clinical deficiencies or educational needs, either as a condition precedent to restoration or as a requirement to be completed within a specified time frame after reactivation or reinstatement.

The bill aligns the continuing education requirements for reactivating and reinstating applicants. Under the bill, reactivating and reinstating applicants must demonstrate that they have completed the continuing education that would have been required during the biennial or triennial period immediately preceding the renewal. For those practicing out-of-State during the period they were not authorized to practice in New Jersey, proof that they met the continuing education requirement in that state will suffice to meet New Jersey requirements. If the board has adopted specific course requirements, applicants will have 12 months to satisfy those requirements.

As amended and reported by the committee, this bill is identical to Senate Bill No. 2116 (1R), which was also reported by the committee on this same date.

#### Committee amendment:

The committee amended the bill to clarify that an applicant for reciprocity in this State, who meets the other requirements of the bill, must also have been practicing in the profession for which licensure in this State is sought within the five years prior to the date of application to receive reciprocity.

# LEGISLATIVE FISCAL ESTIMATE [Fourth Reprint] ASSEMBLY, No. 1545 STATE OF NEW JERSEY 215th LEGISLATURE

DATED: NOVEMBER 20, 2013

## SUMMARY

Synopsis:	Revises law concerning certain professional and occupational licenses.	
Type of Impact:	Minimal to No Fiscal Impact.	
Agencies Affected:	Department of Law and Public Safety; Division of Consumer Affairs.	

## Office of Legislative Services Estimate

Fiscal Impact	<u>Year 1</u>	<u>Year 2</u>	Year 3
State Revenue and Cost	Ν	Inimal to No Fiscal Impact.	

- The Office of Legislative Services concludes that the enactment of this bill will have minimal to no fiscal impact on the Division of Consumer Affairs.
- The bill revises the general provisions relating to licensure, renewal, and reinstatement of suspended or inactive professional and occupational licenses regulated by the Division of Consumer Affairs.
- The Division of Consumer Affairs cites that the office issues over 600,000 professional and occupational licenses, certifications, and registrations.
- This bill requires the Division of Consumer Affairs to provide notice that explains inactive renewal and advises the licensee of the option to renew as inactive.

## **BILL DESCRIPTION**

Assembly Bill No. 1545 (4R) of 2012 revises the general provisions of Title 45 relating to the reinstatement of suspended or inactive professional and occupational licenses regulated by the Division of Consumer Affairs, the renewal of those licenses, and the reciprocity of those licenses with other states.

The bill creates a streamlined reciprocity process, superseding provisions in individual practice acts, by allowing for quick licensure upon proof of out-of-State licensure from jurisdictions with "substantially equivalent" standards, along with:



1) evidence that the license is in good standing in the other jurisdiction (although the appropriate board is given discretion to grant the license if the licensee is not in good standing due to certain pending actions);

2) a clean criminal history record background check, if required of other applicants;

3) the designation of an agent for service of process if there is no New Jersey residence or office; and

4) a demonstration of prerequisites such as insurance coverage or a surety bond. Reciprocity may only be granted if equal reciprocity is provided to a New Jersey applicant for licensure under the law of that other state.

The bill clarifies that nothing precludes a board from only granting a license, certificate of registration, or certification without examination to an applicant seeking reciprocity who holds a corresponding license, certificate of registration, or certification from another state if equal reciprocity is provided for a New Jersey applicant for licensure under the law of that other state.

The reciprocity provisions established in the bill will not apply to any holder of a license issued or renewed by the Board of Examiners of Electrical Contractors pursuant to P.L.1962, c.162 (C.45:5A-1 et seq.), the State Board of Examiners of Master Plumbers pursuant to P.L.1968, c.362 (C.45:14C-1 et seq.), the New Jersey Real Estate Commission pursuant to R.S.45:15-1 et seq., or the State Board of Examiners of Heating, Ventilating, Air Conditioning and Refrigeration Contractors pursuant to P.L.2007, c.211 (C.45:16A-1 et seq.).

The bill sets out, with greater clarity, the process for reactivation of licenses that were affirmatively placed in inactive status and for reinstatement of licenses that expired and were administratively suspended by operation of law. Under the bill, applicants seeking reinstatement of an administratively suspended license will be obligated to pay additional fees, a reinstatement fee and the biennial or triennial renewal fee for the cycle immediately preceding the reinstatement. This bill requires the Division of Consumer Affairs to provide notice that explains inactive renewal and advises the licensee of the option to renew as inactive.

The bill replaces the current statutory provision mandating that all those who were administratively suspended by operation of law for a period of more than five years re-take the initial licensing exam with a provision that allows a board to tailor remediation to address clinical deficiencies or educational needs, either as a condition precedent to restoration or as a requirement to be completed within a specified time frame after reactivation or reinstatement.

The bill aligns the continuing education requirements for reactivating and reinstating applicants. Under the bill, reactivating and reinstating applicants must demonstrate that they have completed the continuing education that would have been required during the biennial or triennial period immediately preceding the renewal. For those practicing out-of-State during the period they were not authorized to practice in New Jersey, proof that they met the continuing education requirement in that state will suffice to meet New Jersey requirements. If the board has adopted specific course requirements, applicants will have 12 months to satisfy those requirements.

### FISCAL ANALYSIS

#### **EXECUTIVE BRANCH**

The Office of the Attorney General provided information regarding a similar bill, Assembly Bill No. 4384 of 2011, in which the Division of Consumer Affairs noted that the office is currently following the majority of the procedures outlined in the legislation.

The division noted further that any changes in procedure would have nominal or no fiscal impact on the professional boards or to the Division of Consumer Affair's operating budget.

Additionally, it was noted that the implementation of this bill would have minimal, if any, fiscal impact to the current revenues of the professional boards and the units issuing licenses and registrations.

#### **OFFICE OF LEGISLATIVE SERVICES**

The Office of Legislative Services concludes that the implementation of this bill will have minimal to no fiscal impact to the Division of Consumer Affairs.

Section: Law and Public Safety Analyst: Kristin Brunner Santos Senior Fiscal Analyst Approved: David J. Rosen Legislative Budget and Finance Officer

This fiscal estimate has been prepared pursuant to P.L.1980, c.67 (C.52:13B-6 et seq.).

# SENATE, No. 2116 **STATE OF NEW JERSEY** 215th LEGISLATURE

INTRODUCED JUNE 28, 2012

Sponsored by: Senator STEVEN V. OROHO District 24 (Morris, Sussex and Warren) Senator BRIAN P. STACK District 33 (Hudson)

#### **SYNOPSIS**

Revises law concerning certain professional and occupational licenses.

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

As introduced.



2

AN ACT concerning professional and occupational licenses, revising
 various parts of the statutory law, and supplementing P.L.1999,
 c.403 (C.45:1-7.1 et seq.).

4 5

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

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1. Section 5 of P.L.1999, c.403 (C.45:1-7.1) is amended to read as follows:

5. a. Notwithstanding any other act or regulation to the contrary, the provisions of this section [and sections section 6 and 7 of P.L.1999, c.403 (C.45:1-7.2 and C.45:1-7.3)] shall apply to every holder of a professional or occupational license or certificate of registration or certification issued or renewed by a board specified in section 2 of P.L.1978, c.73 (C.45:1-15), who seeks renewal of that license or certificate.

17 b. Every holder of a professional or occupational license or 18 certificate of registration or certification, issued or renewed by a 19 board specified in section 2 of P.L.1978, c.73 (C.45:1-15), who 20 seeks renewal shall submit a renewal application and pay a renewal 21 fee prior to the date of expiration of the license or certificate of 22 registration or certification. If the holder does not renew the license 23 or certificate prior to its expiration date, the holder may renew it 24 within 30 days of its expiration date by submitting a renewal 25 application and paying a renewal fee and a late fee. During the 30-26 day period, the license shall be valid and the licensee shall not be 27 deemed practicing without a license. Any professional or occupational license or certificate of registration or certification not 28 29 renewed within 30 days of its expiration date shall be suspended 30 without a hearing.

c. Any individual who continues to practice [with an expired]
<u>after the 30 days following the expiration date of that individual's</u>
license or certificate of registration or certification [after 30 days
following its expiration date] shall be deemed to be engaged in
unlicensed practice of the regulated profession or occupation, even
if no notice of suspension has been provided to the individual.

37 A professional or occupational license or certificate of d. 38 registration or certification suspended pursuant to this section may 39 be reinstated [within five years following its date of expiration 40 upon submission of a renewal application and payment of an 41 additional reinstatement fee. An applicant seeking reinstatement of 42 a license or certificate suspended pursuant to this section more than 43 five years past its expiration date shall successfully complete the 44 examination required for initial licensure, registration or

Matter underlined <u>thus</u> is new matter.

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

1 certification and submit a renewal application and payment of an 2 additional reinstatement fee] as provided in section 2 of P.L., 3 c. (C. ) (pending before the Legislature as this bill). 4 A board specified in section 2 of P.L.1978, c.73 (C.45:1-15) e. 5 shall send a notice of renewal to each of its holders of a 6 professional or occupational license or certificate of registration or certification, as applicable, at least 60 days prior to the expiration of 7 8 the license or certificate. The notice of renewal shall explain 9 inactive renewal and advise the licensee of the option to renew as 10 inactive. If the notice to renew is not sent at least 60 days prior to 11 the expiration date, no monetary penalties or fines shall apply to the 12 holder for failure to renew provided that the license is renewed 13 within 60 days from the date the notice is sent. 14 f. A renewal applicant electing to renew as inactive shall not 15 engage in professional or occupational practice within the State or 16 hold himself out as eligible to engage in professional or 17 occupational practice within the State. 18 (cf: P.L.1999, c.403, s.5) 19 2. (New section) a. An applicant seeking reinstatement of a 20 license or certificate suspended pursuant to section 5 of P.L.1999, 21 22 c.403 (C.45:1-7.1) shall submit: 23 (1) A renewal application; 24 (2) A certification of employment listing each job held during 25 the period of suspended license, registration, or certification, which 26 includes the names, addresses, and telephone numbers of each 27 employer; 28 (3) Payment of the renewal fee for the biennial or triennial 29 period for which reinstatement is sought; 30 (4) Payment of the unpaid renewal fee for the biennial or 31 triennial period immediately preceding the renewal period for which 32 reinstatement is sought; 33 (5) Payment of a reinstatement fee; and 34 (6) Proof of having satisfied all conditions precedent to renewal, including, but not limited to, the continuing education credits that 35 were required to be completed during the biennial or triennial 36 37 period immediately prior to the renewal period for which 38 reinstatement is sought. 39 An applicant seeking reactivation of a license or certificate b. 40 that was in inactive status pursuant to section 5 of P.L.1999, c.403 41 (C.45:1-7.1) shall submit: 42 (1) A renewal application; 43 (2) A certification of employment listing each job held during 44 the period of suspended license, registration, or certification, which 45 includes the names, addresses, and telephone numbers of each 46 employer; 47 (3) Payment of the renewal fee for the biennial or triennial 48 period for which reinstatement is sought, or, in the discretion of the

board, a prorated fee if there is less than one year remaining in the
 biennial or triennial period; and

3 (4) Proof of having satisfied all conditions precedent to renewal,
4 including, but not limited to, the continuing education credits that
5 were required to be completed during the biennial or triennial
6 period immediately prior to the renewal period for which
7 reinstatement is sought.

8 c. An applicant seeking reinstatement of a license or certificate 9 suspended pursuant to section 5 of P.L.1999, c.403 (C.45:1-7.1), or 10 an applicant seeking reactivation of a license or certificate that was 11 in inactive status pursuant to section 5 of P.L.1999, c.403 (C.45:1-12 7.1), who holds a valid, current, corresponding professional or 13 occupational license, certificate of registration, or certification in 14 good standing issued by another state, who submits proof of having 15 satisfied that state's continuing education requirements for that 16 license, certification of registration, or certification, shall be 17 deemed to have satisfied paragraph (6) of subsection a. and 18 paragraph (4) of subsection b. of this section.

19 d. To the extent that specific courses are required to satisfy the 20 continuing education requirement for, or are required to have been satisfied prior to, the biennial or triennial period for which renewal 21 22 is sought, a board may permit those courses to be taken in the 12 23 months following renewal. Credit for those courses may be applied 24 to the continuing education requirement for the next renewal period. 25 If a board review of an application for reinstatement or e. 26 reactivation under this section establishes a basis for concluding 27 that there may be practice deficiencies in need of remediation prior to reinstatement or reactivation, the board may require the applicant 28 29 to submit to and successfully pass an examination or an assessment 30 of skills, a refresher course, or other requirements as determined by 31 the board prior to reinstatement or reactivation of the license. If 32 that examination or assessment identifies clinical deficiencies or 33 educational needs, the board may require the applicant, as a 34 condition of reinstatement or reactivation of licensure, to take and 35 successfully complete any education or training, or to submit to any 36 supervision, monitoring, or limitations, as the board determines are 37 necessary to assure that the applicant practices with reasonable skill 38 and safety. The board, in its discretion, may restore the license 39 subject to the applicant's completion of the training within a period 40 of time prescribed by the board following the restoration of the 41 license.

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3. (New section) a. Upon receipt of a completed application,
application fee, consent to a criminal history record background
check, if applicable, and requisite fee for such a check, a board shall
issue a professional or occupational license, certificate of
registration, or certification to any person who documents that the
person holds a valid, current corresponding professional or

1 occupational license, certificate of registration, or certification in 2 good standing issued by another state, if: 3 (1) the state that issued the license has, or had at the time of issuance, education, training, and examination requirements for 4 5 licensure, registration, or certification substantially equivalent to the current standards of this State, as determined by the board or 6 7 committee; 8 (2) the applicant had been practicing in a field or profession 9 substantially related, as determined by the board or committee, to 10 the profession for which licensure in this State is sought, within the 11 five years prior to the date of the application; and 12 (3) the requirements of subsection b. of this section have been satisfied with respect to the person. 13 14 Prior to the issuance of the license, certificate of registration, b. 15 or certification pursuant to subsection a. of this section, the board or 16 committee shall have received or obtained: 17 (1) documentation reasonably satisfactory to the board that the 18 applicant's license, certificate of registration, or certification in that 19 other state is valid, current, and in good standing; 20 (2) if a person is seeking licensure as a health care professional as defined in section 1 of P.L.2002, c.104 (C.45:1-28), or if a 21 22 criminal history record background check is otherwise required 23 prior to licensure in this State, the results of a criminal history 24 record background check of the files of the Criminal Justice 25 Information Services Division in the Federal Bureau of 26 Investigation and the State Bureau of Identification in the Division of State Police that does not disclose a conviction for a 27 28 disqualifying crime; and 29 (3) designation of an agent in this State for service of process if 30 the applicant is not a New Jersey resident and does not have an 31 office in New Jersey. 32 c. For purposes of this section, "good standing" means that: 33 (1) no action has been taken against the applicant's license by 34 any licensing board; (2) no action affecting the applicant's privileges to practice that 35 applicant's profession has been taken by any out-of-State 36 37 institution, organization, or employer; 38 (3) no disciplinary proceeding is pending that could affect the 39 applicant's privileges to practice that applicant's profession; 40 (4) all fines levied by any out-of-State board have been paid; 41 and 42 (5) there is no pending or final action by any criminal authority 43 for violation of law or regulation, or any arrest or conviction for any 44 criminal or quasi-criminal offense under the laws of the United 45 States, this State, or any other state including, but not limited to: 46 criminal homicide; aggravated assault; sexual assault, criminal 47 sexual contact, or lewdness; or an offense involving any controlled 48 dangerous substance or controlled dangerous substance analog.

d. For purposes of this section, a "substantially equivalent"
examination need not be identical to the current examination
requirements of this State, but such examination shall be nationally
recognized and of comparable scope and rigor.

e. An applicant's experience may be considered by the board
or committee to compensate for disparity in substantial equivalence
in education and examination requirements under subsection a. of
this section.

9 f. An applicant shall satisfy or shall have satisfied all 10 applicable prerequisites required for initial licensure in this State, 11 such as obtaining insurance, including malpractice insurance, a 12 surety bond, or a pressure seal.

g. An applicant shall answer truthfully all questions asked of anapplicant for initial licensure.

h. Not later than six months after the issuance of the license,
the board or committee shall have received documentation
reasonably satisfactory to the board verifying the person's
education, training, and examination results.

i. A board or committee, after the licensee has been given
notice and an opportunity to be heard, may revoke any license based
on a license issued by another state obtained through fraud,
deception, or misrepresentation.

j. Nothing contained in this section shall preclude a board from
requiring an applicant for licensure based on an out-of-State license
to take an on-line jurisprudence course or an orientation available to
the applicant at any time.

k. Nothing contained in this section shall preclude a board from
only granting a license, certificate of registration, or certification
without examination to an applicant seeking reciprocity who holds a
corresponding license, certificate of registration, or certification
from another state if equal reciprocity is provided for a New Jersey
applicant for licensure under the law of that other state.

33 Nothing in this section shall preclude a board from 1. 34 exercising its discretion to grant a license, certificate of registration, or certification without examination to an applicant seeking 35 36 reciprocity who holds a corresponding license, certificate of 37 registration, or certification from another state who does not meet 38 the good standing requirement of subsection a. of this section due to 39 a pending action by a licensing board, a pending action by an out-40 of-State institution, organization, or employer affecting the 41 applicant's privileges to practice, a pending disciplinary 42 proceeding, or a pending criminal charge or arrest for a crime.

m. Notwithstanding any law or regulation to the contrary, the
provisions of this section shall apply to every holder of a
professional or occupational license or certificate of registration or
certification issued or renewed by a board specified in section 2 of
P.L.1978, c.73 (C.45:1-15), except that the provisions of this
section shall not apply to any holder of a license issued or renewed

#### **S2116** OROHO, STACK 7

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1 by the Board of Examiners of Electrical Contractors pursuant to 2 P.L.1962, c.162 (C.45:5A-1 et seq.), the State Board of Examiners 3 of Master Plumbers pursuant to P.L.1968, c. 362 (C.45:14C-1 et 4 seq.), or the State Board of Examiners of Heating, Ventilating, Air 5 Conditioning and Refrigeration Contractors pursuant to P.L.2007, c.211 (C.45:16A-1 et seq.). 6 7 8 4. The following sections are repealed: 9 Section 6 of P.L.1999, c.403 (C.45:1-7.2); and 10 Section 7 of P.L.1999, c.403 (C.45:1-7.3). 11 12 5. This act shall take effect on the first day of the sixth month 13 following enactment. 14 15 16 **STATEMENT** 17 18 The bill revises the general provisions of Title 45 relating to the 19 reinstatement of suspended or inactive professional and 20 occupational licenses regulated by the Division of Consumer Affairs, the renewal of those licenses, and the reciprocity of those 21 22 licenses with other states. 23 The bill creates a streamlined reciprocity process, superseding 24 provisions in individual practice acts, by allowing for quick 25 licensure upon proof of out-of-State licensure from jurisdictions 26 with "substantially equivalent" standards, along with: 1) evidence 27 that the license is in good standing in the other jurisdiction 28 (although the appropriate board is given discretion to grant the 29 license if the licensee is not in good standing due to certain pending 30 actions); 2) a clean criminal history record background check, if 31 required of other applicants; 3) the designation of an agent for 32 service of process if there is no New Jersey residence or office; and 33 4) a demonstration of prerequisites such as insurance coverage or a 34 surety bond. The reciprocity provisions of the bill do not apply to 35 any holder of a license issued or renewed by the Board of 36 Examiners of Electrical Contractors, the State Board of Examiners 37 of Master Plumbers, or the State Board of Examiners of Heating, 38 Ventilating, Air Conditioning and Refrigeration Contractors. 39 The bill sets out, with greater clarity, the process for reactivation 40 of licenses that were affirmatively placed in inactive status and for 41 reinstatement of licenses that expired and were administratively 42 suspended by operation of law. Under the bill, applicants seeking 43 reinstatement of an administratively suspended license will be 44 obligated to pay additional fees-a reinstatement fee and the 45 biennial or triennial renewal fee for the cycle immediately 46 preceding the reinstatement. Thus, the provision recognizes that 47 there is a value to the Division of Consumer Affairs in having 48 licensees submit the renewal and affirmatively elect inactive status,

so that its database is current. This bill requires the Division of
 Consumer Affairs to provide notice that explains inactive renewal
 and advises the licensee of the option to renew as inactive.

The bill replaces the current statutory provision mandating that 4 5 all those who were administratively suspended by operation of law for a period of more than five years re-take the initial licensing 6 7 exam with a provision that allows a board to tailor remediation to address clinical deficiencies or educational needs, either as a 8 9 condition precedent to restoration or as a requirement to be 10 completed within a specified time frame after reactivation or 11 reinstatement.

The bill aligns the continuing education requirements for 12 13 reactivating and reinstating applicants. Under the bill, reactivating 14 and reinstating applicants must demonstrate that they have 15 completed the continuing education that would have been required 16 during the biennial or triennial period immediately preceding the 17 renewal. For those practicing out-of-State during the period they 18 were not authorized to practice in New Jersey, proof that they met 19 the continuing education requirement in that state will suffice to 20 meet New Jersey requirements. If the board has adopted specific 21 course requirements, applicants will have 12 months to satisfy those 22 requirements.

## SENATE COMMERCE COMMITTEE

## STATEMENT TO

## **SENATE, No. 2116**

with committee amendments

# **STATE OF NEW JERSEY**

#### DATED: SEPTEMBER 30, 2013

The Senate Commerce Committee reports favorably and with committee amendments Senate Bill No. 2116.

The bill, as amended, revises the general provisions of Title 45 relating to the reinstatement of suspended or inactive professional and occupational licenses regulated by the Division of Consumer Affairs, the renewal of those licenses, and the reciprocity of those licenses with other states.

The bill, as amended, creates a streamlined reciprocity process, superseding provisions in individual practice acts, by allowing for quick licensure upon proof of out-of-State licensure from jurisdictions with "substantially equivalent" standards, along with:

1) evidence that the license is in good standing in the other jurisdiction (although the appropriate board is given discretion to grant the license if the licensee is not in good standing due to certain pending actions);

2) evidence that the applicant for reciprocity in this State also has been practicing in the profession for which licensure in this State is sought within the five years prior to the date of application to receive reciprocity;

3) a clean criminal history record background check, if required of other applicants; and

4) a demonstration of prerequisites such as insurance coverage or a surety bond.

Under the bill a board would not be precluded from only granting a license, certificate of registration, or certification without examination to an applicant seeking reciprocity who holds a corresponding license, certificate of registration, or certification from another state if equal reciprocity is provided for a New Jersey applicant for licensure under the law of that other state.

The reciprocity provisions of the amended bill do not apply to any holder of a license issued or renewed by the Board of Examiners of Electrical Contractors, the State Board of Examiners of Master Plumbers, the New Jersey Real Estate Commission, or the State Board of Examiners of Heating, Ventilating, Air Conditioning and Refrigeration Contractors. The bill sets out, with greater clarity, the process for reactivation of licenses that were affirmatively placed in inactive status and for reinstatement of licenses that expired and were administratively suspended by operation of law. Under the bill, applicants seeking reinstatement of an administratively suspended license will be obligated to pay additional fees—a reinstatement fee and the biennial or triennial renewal fee for the cycle immediately preceding the reinstatement. Thus, the provision recognizes that there is a value to the Division of Consumer Affairs in having licensees submit the renewal and affirmatively elect inactive status, so that its database is current. This bill requires the Division of Consumer Affairs to provide notice that explains inactive renewal and advises the licensee of the option to renew as inactive.

The bill replaces the current statutory provision mandating that all those who were administratively suspended by operation of law for a period of more than five years re-take the initial licensing exam with a provision that allows a board to tailor remediation to address clinical deficiencies or educational needs, either as a condition precedent to restoration or as a requirement to be completed within a specified time frame after reactivation or reinstatement.

The bill aligns the continuing education requirements for reactivating and reinstating applicants. Under the bill, reactivating and reinstating applicants must demonstrate that they have completed the continuing education that would have been required during the biennial or triennial period immediately preceding the renewal. For those practicing out-of-State during the period they were not authorized to practice in New Jersey, proof that they met the continuing education requirement in that state will suffice to meet New Jersey requirements. If the board has adopted specific course requirements, applicants will have 12 months to satisfy those requirements.

As amended and reported by the committee, this bill is identical to Assembly Bill No. 1545 (4R), which was also reported by the committee on this same date.

#### Committee amendments:

The committee amended the bill to:

- provide that the bill's license reciprocity provisions will not be applicable to any holder of a license issued or renewed by the New Jersey Real Estate Commission.

- clarify that an applicant for reciprocity in this State, who meets the other requirements of the bill, must also have been practicing in the profession for which licensure in this State is sought within the five years prior to the date of application to receive reciprocity.