LEGISLATIVE HISTORY CHECKLIST

MJSA 52:14-17.26	(Institute of Technology - Employee Health Benefits)
LAUS OF	CHAPTER 90
Bill NoA1752	
Sponsor(s) <u>Hollenbeck</u>	
Date Introduced Oct. 19, 1978	
Committee: Assembly St. Gov't., Fed	eral & Interstate Relations & Veterans Affairs
Senate "	11
Amended during passage Yes	a 1
Date of Passage: Assembly Jan. 11,	
Senate April 23,	1979
Date of approval May 15, 1979	
Following statements are attached if ava-	ilable:
Sponsor statement Yes	s XX
Committee Statement: Assembly Ye.	. N.V
Senate XX	ex No Sex
Fiscal Note You	ex No Same
Veto Lessage Yes	sex to Section 1
Hessage on signing Ye	S XOX
Following were printed:	
Reports Yo	xx No
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[OFFICIAL COPY REPRINT] ASSEMBLY, No. 1752

STATE OF NEW JERSEY

INTRODUCED OCTOBER 19, 1978

By Assemblymen HOLLENBECK, VISTOCKY, SCHUCK and JACKMAN

Referred to Committee on State Government, Federal and Interstate Relations and Veterans Affairs

An Acr to extend certain benefits to employees of the New Jersey Institute of Technology and amending *TP. L. 1954, c. 84 and *P. L. 1961, c. 49.

- 1 Be it enacted by the Senate and General Assembly of the State
- 2 of New Jersey:
- 1 *L1. Section 73 of P. L. 1954, c. 84 (C. 43:15A-73) is amended to
- 2 read as follows:
- 3 73. a. The Public Employees' Retirement System is hereby
- 4 authorized and directed to enroll eligible employees of the New
- 5 Jersey Turnpike Authority, the New Jersey Highway Authority,
- 6 Palisades Interstate Park Commission, Interstate Sanitation Com-
- 7 mission, the Delaware River Basin Commission and the Delaware
- 8 River Joint Toll Bridge Commission.
- 9 In the case of the Delaware River Joint Toll Bridge Commission,
- 10 the eligible employees shall be only those who are employed on the
- 11 free bridges across the Delaware river, under the control of said
- 12 commission.
- 13 The said employees shall be subject to the same membership, con-
- 14 tribution and benefit provisions of the retirement system as State
- 15 employees.
- b. The State University of New Jersey, as an instrumentality
- 17 of the State and the New Jersey Institute of Technology, during
- 18 such time as the Trustees of the Institute are party to a contractual
- 19 agreement with the State Board of Higher Education for the
- 20 provision of educational services, shall, for all purposes of this
- 21 act, be deemed an employer and its eligible employees, both veterans
- 22 and nonveterans, shall be subject to the same membership, con-
- 23 tribution and benefit provisions of the retirement system and to
- 24 the provisions of chapter 3 of Title 43 of the Revised Statutes as

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

25 are applicable to State employees and for all purposes of this act

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26 employment by the State University of New Jersey after April

27 16, 1945, and for the purposes of chapter 3 of Title 43 of the Revised

28 Statutes any new employment after January 1, 1955, shall be

29 deemed to be and shall be construed as service to and employment

30 by the State of New Jersey.

c. The Compensation Rating and Inspection Bureau, created and established pursuant to the provisions of R. S. 34:15–89, shall, for all purposes of this act, be deemed an employer and its eligible employees, both veterans and nonveterans, shall be subject to the same membership, contribution and benefit provisions of the retirement system and to the provisions of chapter 3 of Title 43 of the Revised

37 Statutes as both are applicable to State employees.

38 The retirement system shall certify to the Commissioner of Insurance and the Commissioner of Insurance shall direct the Com-39 pensation Rating and Inspection Bureau to provide the necessary 40 payments to the retirement system in accordance with procedures 41 established by the retirement system. Such payments shall in-42 clude (1) the contributions and charges, similar to those paid by 43 other public agency employers, to be paid by the Compensation 44 Rating and Inspection Bureau to the retirement system on behalf 45 of its employee members, and (2) the contributions to be paid by 46 47 the Compensation Rating and Inspection Bureau to provide the past service credits up to June 30, 1965 for these members, both 48 49 veterans and nonveterans, who enroll before July 1, 1966.

d. The New Jersey Sports and Exposition Authority, created 50 and established pursuant to the "New Jersey Sports and Exposi-51 tion Authority Law," P. L. 1971, c. 137 (C. 5:10-1 et seq.) shall for 52 all purposes of this act, be deemed an employer and its eligible 53 employees both veterans and nonveterans, shall be subject to the 54 same membership, contribution and benefit provisions of the retire-55 ment system and to the provisions of chapter 3 of Title 43 of the 56 Revised Statutes as are applicable to State employees. 57

(1) Eligible employees as used herein shall not include persons who are not classified as salaried, or who are compensated on an hourly or per diem basis, or whose employment is normally covered by other retirement systems to which the authority makes contributions.

(2) Eligible employees previously permitted to enroll in the retirement system shall redeposit the contributions previously made by them and all service credit shall then be restored and future contributions made at the rate of contribution as originally assigned. The authority shall redeposit the employer payments it had made, with interest to the date of redeposit.

- 1 *[2.]* *1.* Section 2 of P. L. 1961, c. 49 (C. 52:14-17.26) is 2 amended to read as follows:
- 3 2. As used in this act
- 4 (a) The term "State" means the State of New Jersey.
- 5 (b) The term "commission" means the State Health Benefits
- 6 Commission, created by section 3 of this act.
- 7 (c) The term "employee" means an appointive or elective officer
- 8 or full-time employee of the State of New Jersey. For the purposes
- 9 of this act an employee of Rutgers, The State University of New
- 10 Jersey, shall be deemed to be an employee of the State* [. For the
- 11 purposes of this act ** *, and * an employee of the New Jersey Insti-
- 12 tute of Technology shall be considered to be an employee of the
- 13 State during such time as the Trustees of the Institute are party to
- 14 a contractual agreement with the State Board of Higher Education
- 15 for the provision of educational services. For the purposes of this
- 16 act the term "employee" shall not include persons employed on a
- 17 short-term, seasonal, intermittent or emergency basis, persons
- 18 compensated on a fee basis, persons having less than 2 months
- 19 of continuous service or persons whose compensation from the
- 20 State is limited to reimbursement of necessary expenses actually
- 21 incurred in the discharge of their official duties. An employee paid
- 22 on a 10-month basis, pursuant to an annual contract, will be deemed
- 23 to have satisfied the 2-month waiting period if he begins employ-
- 24 ment at the beginning of the contract year. The term "employee"
- 25 shall also not include persons, active or retired, who are otherwise
- 26 eligible for benefits under this act but who, although they meet
- 27 the age eligibility requirement of the Federal medicare program,
- 28 are not covered by the complete Federal program. A determination
- 29 by the commission that a person is an eligible employee within the
- 30 meaning of this act shall be final and shall be binding on all parties.
- 31 (d) The term "dependents" means an employee's spouse and
- 32 the employee's unmarried children under the age of 23 years who
- 33 live with the employee in a regular parent-child relationship.
- 34 "Children" shall include stepchildren, legally adopted children and
- 35 foster children provided they are reported for coverage and are
- 36 wholly dependent upon the employee for support and maintenance.
- 37 A spouse or child enlisting or inducted into military service shall
- 38 not be considered a dependent during such military service. The
- 39 term "dependents" shall not include spouses of persons, active
- 40 or retired, who are otherwise eligible for the benefits under this
- 41 act but who, although they meet the age eligibility requirement
- 42 of the Federal medicare program, are not covered by the complete
- 43 Federal program.

- (e) The term "carrier" means a voluntary association, corporation or other organization which is lawfully engaged in providing or paying for or reimbursing the cost of, personal health services, including hospitalization, medical and surgical services, under insurance policies or contracts, membership or subscription contracts, or the like, in consideration of premiums or other periodic charges payable to the carrier.
- (f) The term "hospital" means (1) an institution operated 51 pursuant to law which is primarily engaged in providing on its own 52premises, for compensation from its patients, medical diagnostic 53and major surgical facilities for the care and treatment of sick and 54 55 injured persons on an inpatient basis, and which provides such facilities under the supervision of a staff of physicians and with 24 56 hour a day nursing service by registered graduate nurses, or (2) 57 an institution not meeting all of the requirements of (1) but which 58 is accredited as a hospital by the Joint Commission on Accredita-59 tion of Hospitals. In no event shall the term "hospital" include 60a convalescent nursing home or any institution or part thereof 61 which is used principally as a convalescent facility, residential 62center for the treatment and education of children with mental dis-63 orders, rest facility, nursing facility or facility for the aged or for 64 65the care of drug addicts or alcoholics.
 - 1 *[3.]* *2.* This act shall take effect immediately.

- 44 (e) The term "carrier" means a voluntary association, corpora-45 tion or other organization which is lawfully engaged in providing 46 or paying for or reimbursing the cost of, personal health services, 47 including hospitalization, medical and surgical services, under 48 insurance policies or contracts, membership or subscription con-49 tracts, or the like, in consideration of premiums or other periodic 50 charges payable to the carrier.
- (f) The term "hospital" means (1) an institution operated 51 pursuant to law which is primarily engaged in providing on its own 5253 premises, for compensation from its patients, medical diagnostic and major surgical facilities for the care and treatment of sick and 54 injured persons on an inpatient basis, and which provides such 55 facilities under the supervision of a staff of physicians and with 24 56 hour a day nursing service by registered graduate nurses, or (2) 57 an institution not meeting all of the requirements of (1) but which 58is accredited as a hospital by the Joint Commission on Accredita-59 tion of Hospitals. In no event shall the term "hospital" include 60 61 a convalescent nursing home or any institution or part thereof which is used principally as a convalescent facility, residential 6263 center for the treatment and education of children with mental disorders, rest facility, nursing facility or facility for the aged or for 64 the care of drug addicts or alcoholics. 65
 - 3. This act shall take effect immediately.

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STATEMENT

The New Jersey Institute of Technology (NJIT) provides educational services to the State of New Jersey under a contract with the Board of Higher Education. A portion of the moneys derived from this contract are utilized by NJIT to provide health benefits for its employees. This legislation will place NJIT employees within the State employees health benefits program. By including NJIT employees with all State employees their health benefits can be purchased at a lower group rate. The State of New Jersey will consequently realize savings in its annual contract with NJIT.

NJIT non-faculty employees are currently enrolled in the Public Employees' Retirement System. The statutory authority for such enrollment is unclear. The purpose of this legislation is also to clarify and authorize the enrollment of non-faculty employees of NJIT in the Public Employees' Retirement System. These employees are not covered by any other pension program. There is no increased cost to the State by this legislation because the State currently provides a contribution for pension benefits for these employees through its contract with NJIT.

A1752 (1979)

ASSEMBLY STATE GOVERNMENT, FEDERAL AND INTERSTATE RELATIONS AND VETERANS AFFAIRS COMMITTEE

STATEMENT TO

ASSEMBLY, No. 1752

with Assembly committee amendments

STATE OF NEW JERSEY

DATED: JANUARY 9, 1979

SPONSOR'S STATEMENT:

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The New Jersey Institute of Technology (NJIT) provides educational services to the State of New Jersey under a contract with the Board of Higher Education. A portion of the moneys derived from this contract are utilized by NJIT to provide health benefits for its employees. This legislation will place NJIT employees within the State employees health benefits program. By including NJIT employees with all State employees their health benefits can be purchased at a lower group rate. The State of New Jersey will consequently realize savings in its annual contract with NJIT.

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COMMITTEE STATEMENT:

The committee amended this bill to delete the section placing certain NJIT employees in the Public Employees' Retirement System as State employees. (At present, they are enrolled in PERS as local employees.) This action was taken because it was not clear that there would, in fact, be "no increased cost to the State. . . ." It was felt that this matter could be explored further and handled in separate legislation if necessary.

Governor Brendan Byrne today signed into law the following bills:

A-867, sponsored by Assemblyman Walter M. D. Kern, Jr. (R-Bergen) which requires a creditor to inform a consumer of his credit balance at the end of the first billing cycle in which the balance was posted, and, thereafter, at least once in every three billing cycles.

Under the bill, the creditor must refund the full amount of the credit balance within 30 days of receiving a request for refund from the consumer.

In cases in which there is a credit balance and there has been no activity for six consecutive billing cycles, the creditor must refund the amount of credit within 30 days.

A-868, also sponsored by Assemblyman Kern, which provides that consumer credit balances which remain unclaimed for five years will escheat to the state.

A-1657, also sponsored by Assemblyman Kern, which would validate any deed which has been recorded for five or more years, which is otherwise valid, despite a defect in the acknowledgement or proof of such deed.

The bill would not apply to any deed which is the subject of a court proceeding already in progress or which is instituted within 30 days after the bill's signing.

A-1752, sponsored by Assemblyman Robert P. Hollenbeck (D-Bergen) which places employees of the New Jersey Institute of Technology within the state employees health benefits program.

This is a Byrne Administration-proposed measure.

NJIT provides educational services to the State of New Jersey under a contract with the Board of Higher Education. Since the health benefits for NJIT's approximately 500 employees are not budgeted for in the state's central health benefits account, the Institute uses a portion of the funds derived from the contract to provide the health benefits.

By including NJIT employees with all other state employees, the health benefits can be purchased at a lower group rate and the state will consequently realize a savings in its annual contract with NJIT.

 $\underline{S-999}$, the "Omnibus Corrections Bill", sponsored by Senator Joseph P. Merlino (D-Mercer) which amends various statutes to correct technical errors, inadvertently made, in prior enactments.

Governor Byrne conditionally vetoed the bill on April 5 because of a change in the sales tax law relating to the sale of food and beverages through coin-operated vending machines. The Legislature concurred in the conditional veto and re-passed the legislation.