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#### LEGISLATIVE HISTORY CHECKLIST

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**LAWS OF: 1998** 

**CHAPTER:44** 

NJSA: 52:27C-61 to 52:27C-93

"Establishes NJ Commerce & Economic Growth Comm.; Abolish Dept. of Commerce & Economic Development"

**BILL NO:** A2159 (Substituted for S1205)

**SPONSOR(S):** LeFevre and Azzolina

**DATE INTRODUCED:**June 1, 1998

**COMMITTEE:** 

**ASSEMBLY:**Commerce; Appropriations

*SENATE*: ~~~~

**AMENDED DURING PASSAGE: Yes** 

DATE OF PASSAGE:

**ASSEMBLY:** June 29, 1998 **SENATE:** June 29, 1998

DATE OF APPROVAL: June 30, 1998

#### THE FOLLOWING ARE ATTACHED IF AVAILABLE:

**FINAL TEXT OF BILL:** 2<sup>nd</sup> reprint

(Amendments during passage denoted by superscript numbers)

A2159

**SPONSORS STATEMENT:** Yes (Begins on page 19 of original bill)

**COMMITTEE STATEMENT:** 

**ASSEMBLY:** Yes

6-15-98

6-22-98

SENATE: No.

#### **FLOOR AMENDMENT STATEMENTS: Yes**

**LEGISLATIVE FISCAL ESTIMATE:** No

#### **S1205**

**SPONSORS STATEMENT:** Yes (Begins on page 19 of original bill)

(Bill and Sponsors Statement identical to A2159)

#### **COMMITTEE STATEMENT:**

ASSEMBLY: No **SENATE:** Yes

FLOOR AMENDMENT STATEMENTS: No

**LEGISLATIVE FISCAL ESTIMATE: No** 

**VETO MESSAGE:** No

**GOVERNOR'S PRESS RELEASE ON SIGNING: No** 

#### THE FOLLOWING WERE PRINTED:

To check for circulating copies contact New Jersey State Government Publications at the State Library (609) 278-2640 ext. 102 or refdesk@njstatelib.org

**REPORTS:** No

#### **HEARINGS:**

#### 974.90 R424 1998

New Jersey. Legislature. General Assembly. Commerce, Tourism, Gaming, and Military and Veterans' Affairs Committee. New Jersey. Legislature. General Assembly. Task Force on Business Retention, Expansion, and Export Opportunities.

Public hearing before Assembly Commerce, Tourism, Gaming, and Military and Veterans' Affairs Committee and Assembly Task Force on Business Retention, Expansion, and Export Opportunities: to consider the recently proposed plan to restructure the Department of Commerce and Economic Development into a "public-private commission": [March 12, 1998, Trenton, New Jersey]

#### **NEWSPAPER ARTICLES:**

"Commerce department to evolve," 7-1-98, Newark Star Ledger, p. 45.

"Legislators ok change in Commerce Commission," 7-1-98, Trenton <u>Times</u>, p. D1.

## [Second Reprint] ASSEMBLY, No. 2159

# STATE OF NEW JERSEY 208th LEGISLATURE

INTRODUCED JUNE 1, 1998

Sponsored by: Assemblyman KENNETH C. LEFEVRE District 2 (Atlantic) Assemblyman JOSEPH AZZOLINA District 13 (Middlesex and Monmouth)

Co-Sponsored by: Senators Bark and Bennett

#### **SYNOPSIS**

Establishes New Jersey Commerce and Economic Growth Commission; abolishes the Department of Commerce and Economic Development.

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

As amended by the General Assembly on June 25, 1998.



(Sponsorship Updated As Of: 6/30/1998)

1 **AN ACT** establishing the New Jersey Commerce and Economic 2 Growth Commission, abolishing the Department of Commerce and 3 Economic Development and revising parts of the statutory law.

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

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8 1. (New section) This act shall be known and may be cited as the 9 "New Jersey Commerce and Economic Growth Commission Act of 10 1998."

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- 2. (New section) The Legislature finds and declares that:
- a. New Jersey is in a fierce competition for jobs and businesses, not only with other states, but throughout the world; and
- b. The State must do all it can to increase opportunities for New
   Jersey citizens to enjoy economic success and prosperity; and
- c. To attract business, New Jersey must think and act like a business, by <sup>2</sup>[stressing] <u>utilizing the best available personnel</u>, <u>without consideration of political affiliation</u>, <u>selected on the basis of the skills</u>, ability and experience, needed to provide enhanced <sup>2</sup> customer service, and <sup>2</sup>by <sup>2</sup> responding to the needs of the business community with flexibility and agility; and
  - d. Commerce and economic development are priorities for New Jersey because success in these endeavors means the creation of jobs for our citizens. As such, commerce and economic development deserve a unique and dynamic role in our State government; and
  - e. Because we soon will be entering the 21st century, New Jersey must now boldly transform its economic development mission to be market driven, mobile and responsive enough to the future's challenges to empower New Jersey to undertake new commercial and economic ventures as the economic engine of the Northeast; and
- 32 The State and its citizens will benefit from a more sharply 33 focused economic development vision, in which the State's efforts are 34 coordinated under one organization, the New Jersey Commerce and 35 Economic Growth Commission, that coordinates economic 36 development activities for the State with all related entities, including, but not limited to, the New Jersey Economic Development Authority, 37 the New Jersey Commission on Science and Technology, the New 38 39 Jersey Urban Enterprise Zone Authority, the Motion Picture and Television Development Commission, and the New Jersey 40
- 41 Development Authority for Small Businesses, Minorities' and Women's

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

Matter underlined thus is new matter.

Matter enclosed in superscript numerals has been adopted as follows:

<sup>1</sup> Assembly ACT committee amendments adopted June 15, 1998.

<sup>&</sup>lt;sup>2</sup> Assembly floor amendments adopted June 25, 1998.

Enterprises; and

- g. Just as the Legislature 25 years ago could not have predicted the technological and business changes that have taken place since then, this Legislature recognizes that it, too, cannot predict the future and must, therefore, ensure that the New Jersey Commerce and Economic Growth Commission has the agility and ability to retool its focus and priorities to ensure the State's capability to respond to the technological and business changes yet to come; and
  - h. Economic growth and prosperity are still the number one priorities for our citizens, and by creating an innovative and independent economic development entity, the New Jersey Commerce and Economic Growth Commission, the Legislature reaffirms that it is also a priority of government <sup>2</sup>[.]; and
  - i. The board of directors of the commission appointed pursuant to this act should assist the Chief Executive Officer and Secretary of the commission appointed pursuant to this act in assuring that persons appointed to the staff of the commission, because they will no longer be in the classified civil service pursuant to Title 11A of the New Jersey Statutes, will be selected on the basis of qualification and professional and technical competence, avoiding political considerations to the maximum extent possible.<sup>2</sup>

3. (New section) There is established a body corporate and politic, with corporate succession, to be known as the "New Jersey Commerce and Economic Growth Commission" (hereinafter "the commission").

The commission shall be established in the Executive Branch of the State Government and for the purposes of complying with the provisions of Article V, Section IV, paragraph 1 of the New Jersey Constitution, the commission is allocated, in but not of, the Department of the Treasury, but notwithstanding this allocation, the commission shall be independent of any supervision and control by the department or by any board or officer thereof.

4. (New section) The Department of Commerce and Economic Development created pursuant to P.L.1981, c.122 (C.52:27H-1 et seq.) is abolished as a principal department in the Executive Branch of State government, and all of its powers, functions, and duties <sup>1</sup>including, but not limited to, the Division of Travel and Tourism, and the Division of International Trade <sup>1</sup>, except as herein otherwise provided, are continued in the commission.

5. (New section) All appropriations and other moneys available and to become available to any department, division, bureau, board, commission, or other entity or agency, the functions, powers and duties of which have been assigned or transferred to the Department of Commerce and Economic Development, are hereby continued in the

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commission, except as herein otherwise provided, and shall be 1 2 available for the objects and purposes <sup>1</sup> [tor] for <sup>1</sup> which such monies 3 are appropriated subject to any terms, restrictions, limitations, or other 4 requirements imposed by State or federal law. Nothing herein shall 5 alter the provisions of section 4 of P.L.1983, c.190 (C.34:1B-39). Whenever, in any law, rule, regulation, order, contract, document, 6 7 judicial or administrative proceeding or otherwise, reference is made 8 to the Department of Commerce and Economic Development, the 9 same shall mean and refer to the "New Jersey Commerce and 10 Economic Growth Commission" in but not of the Department of the

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Treasury.

6. (New section) The offices and terms of the commissioner, deputy commissioner, assistant commissioners, directors, deputy directors, executive directors, and all other employees of the Department of Commerce and Economic Development and  ${}^{2}\underline{\text{of}}^{2}$  its various divisions and offices, except as herein otherwise provided, shall terminate upon the effective date of this act.

<sup>2</sup>The Commissioner of Personnel shall exercise all best efforts to find and offer employment within State service for employees of the Department of Commerce and Economic Development who are employed by the department on the date of enactment of this act, and who are not offered positions with the commission or who, having been offered such positions, choose not to accept employment with the commission.<sup>2</sup>

25 commission.26 Notwithst

Notwithstanding the requirements of Title 11A of the New Jersey Statutes or the regulations promulgated thereunder, no employee of the commission shall retain career service rights after the effective date of this act.

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7. (New section) The <sup>1</sup>Chief Executive Officer and Secretary of the commission as designated pursuant to section 8 this act, shall have the power to employ consultants and employees as may be required in the judgment of the commission to carry out the purposes of this act and to <sup>2</sup>establish job titles and descriptions, and to <sup>2</sup> fix and pay <sup>2</sup>[their] employees <sup>2</sup> compensation from funds available to the commission therefor, notwithstanding the provisions of Title 11A of the New Jersey Statutes. The commission shall establish the terms and conditions of employment <sup>2</sup>[, and such employees]. Employees of the commission shall, as appropriate, be covered under the State of New Jersey's collective negotiations agreements, provided however that only the contractual provisions of such agreements which apply to non-career service employees shall apply to the commission employees. For contractual purposes, previous State service in the career service shall be counted toward any contractual provision that requires unclassified seniority. Employees of the Department of

- 1 <u>Commerce and Economic Development who are employed by the</u>
- 2 department on the date of enactment of this act, and who are hired by
- 3 the commission shall retain their salary and leave time. Employees<sup>2</sup> of
- 4 the commission shall be enrolled in the Public Employees' Retirement
- 5 System and shall be eligible to participate in the State Health Benefits
- 6 Program established pursuant to the "New Jersey State Health Benefits
- 7 Program Act," P.L.1961, c.49 (C.52:14-17.25 et seq.). The
- 8 commission may elect to provide health benefits for its employees
- 9 through private insurance policies, hospital and medical service
- 10 corporations, health maintenance organizations, or any other manner
- available for the provision of health benefits, provided that the <sup>2</sup>[cost
- of the <u>lypes of</u> benefits shall not <u>lexceed</u> the cost of <u>provide less</u>
- 13 <u>coverage than<sup>2</sup></u> those benefits provided to other State employees.
  - <sup>2</sup>The commission shall advertise all available positions within the commission, except under circumstances where there is an emergent need as specified in the commission's personnel handbook.<sup>2</sup>

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- 8. (New section) The Board of Directors of the commission shall consist of the following 11 voting members <sup>2</sup> and two non-voting members<sup>2</sup>:
- a. The Governor, who shall be the Chair of the commission. The Governor may be represented by an official designee, whose name shall be filed with the commission.
- b. The Chief Executive Officer and Secretary of the commission <sup>1</sup>, who <sup>1</sup> shall <sup>2</sup>hold cabinet-level rank and who shall <sup>2</sup> be appointed by the Governor with the advice and consent of the Senate. The Chief Executive Officer and Secretary of the commission shall serve at the pleasure of the Governor during the Governor's term of office and until a successor is appointed and qualified <sup>2</sup>, and shall receive such salary as shall be fixed by the Governor <sup>2</sup>. The Chief Executive Officer and Secretary shall serve as an ex officio voting member of the commission and may be represented by an official designee, whose name shall be filed with the commission.
- The person in office as the Commissioner of the Department of Commerce and Economic Development on the effective date of this act shall hold the office of the Chief Executive Officer and Secretary of the commission without the advice and consent of the Senate and shall serve at the pleasure of the Governor during the Governor's term of office and until a successor is appointed and qualified.
- Whenever, in any law, rule, regulation, order, contract, document, judicial or administrative proceeding or otherwise, reference is made to the Commissioner of the Department of Commerce and Economic Development, the same shall mean and refer to the Chief Executive Officer and Secretary of the "New Jersey Commerce and Economic
- 45 Growth Commission."
- 46 c. One commissioner from each of the following departments who

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- 1 shall serve ex-officio: the Department of Environmental Protection;
- 2 the Department of Labor and the Department of Transportation.
- 3 These commissioners may be represented by an official designee,
- 4 whose name shall be filed with the commission.
- 5 d. The chairman of the <sup>1</sup>New Jersey<sup>1</sup> Commission on Higher 6 Education, who shall serve ex officio. This chairman may be 7 represented by an official designee, whose name shall be filed with the
- 8 commission.
- 9 e. <sup>1</sup>[Five] Three <sup>1</sup> public members who shall be appointed by <sup>1</sup>[, and serve at the pleasure of, the Governor 1 the Governor with the 10 advice and consent of the Senate <sup>2</sup>, not more than two of whom shall 11 be of the same political party<sup>2</sup> . The three public members shall serve 12 for a term of five years and shall serve until their successors are 13 14 appointed and qualified. Of the three public members first appointed pursuant to this subsection, two shall serve for a term of five years and 15 one shall serve for a term of <sup>2</sup>[four] three <sup>2</sup> years <sup>1</sup>. These members 16 shall be New Jersey residents <sup>1</sup>who shall provide appropriate 17 geographical representation from throughout the State and who shall 18 be employed by, owners of, or members of the board of directors of, 19 20 a business whose principal operation is located in New Jersey. Public 21 members shall receive no compensation for their services but shall be 22 entitled to reimbursement for expenses incurred in the performance of
  - <sup>1</sup>f. Two additional members who shall be appointed by, and serve at the pleasure of, the Governor. The Governor is authorized to appoint one member upon the recommendation of the President of the Senate and one member upon the recommendation of the Speaker of the General Assembly.
  - <sup>2</sup>g. One member of the Senate, to be appointed by the President of the Senate, and one member of the General Assembly, to be appointed by the Speaker of the General Assembly. These members are non-voting, advisory members, appointed solely for the purpose of developing and facilitating legislation to assist the commission in fulfilling its statutory mission, and may not exercise any of the executive powers delegated to the commission by law.<sup>2</sup>
  - <sup>2</sup>[g.] h.<sup>2</sup> Any vacancies in the appointed membership of the commission occurring other than by expiration of term shall be filled in the same manner as the original appointment, but for the unexpired term only.<sup>1</sup>

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their official duties.

9. (New section) a. The powers of the commission shall be vested in the members thereof in office from time to time, and a majority of the total authorized membership of the commission shall constitute a quorum at any meeting thereof. Action may be taken and motions and resolutions adopted by the commission at any meeting thereof by the affirmative vote of a majority of the membership, unless

- 1 in any case the bylaws of the commission shall require a larger number.
- 2 No vacancy in the membership of the commission shall impair the right
- of a quorum to exercise all the rights and perform all the duties of the
- 4 commission.
- b. Members of the commission shall be subject to the provisions
   of the "New Jersey Conflicts of Interest Law," P.L.1971, c.182
   (C.52:13D-12 et seq.)

10. (New section) A true copy of the minutes of every meeting of the commission shall be forthwith delivered by and under the certification of the secretary thereof to the Governor. No action taken at such a meeting by the commission shall have force or effect until 10 days, Saturday, Sundays, and public holidays excepted, after the copy of the minutes shall have been so delivered, unless during such 10 day period the Governor shall approve the same, in which case such action shall become effective upon such approval. If, in that 10 day period, the Governor returns such copies of the minutes with veto of any action taken by the commission or any member thereof at such meeting, such action shall be null and void and of no effect.

- 11. (New section) The Chief Executive Officer and Secretary of the commission shall devote full time to the performance of the duties assigned thereto, and shall:
  - a. Administer the work of the commission;
- b. Appoint and remove officers and other personnel employed within the commission, except as herein otherwise specifically provided;
- c. Have authority to organize and maintain an administrative office and to assign to employment therein such secretarial, clerical and other assistants in the commission as the Chief Executive Officer and Secretary and the internal operations of the commission may require;
- d. Perform, exercise and discharge the functions, powers and duties of the commission through such offices as may be established by this act or otherwise by law;
- e. Organize the work of the commission in such organizational units, not inconsistent with the provisions of this act, as the Chief Executive Officer and Secretary may determine to be necessary for the efficient and effective operation of the commission;
- f. Formulate and adopt rules and regulations for the efficient conduct of the work and general administration of the commission, its officers, and employees;
  - g. Institute or cause to be instituted such legal proceedings or processes as may be necessary to properly enforce and give effect to any of the powers or duties of the Chief Executive Officer and Secretary or the commission;
- h. Make reports of the commission's operations, and such other

reports, as the Governor shall from time to time request or as may be required by law;

- i. Coordinate the activities of the commission and the several organizational units therein, in a manner designed to eliminate overlapping and duplicative functions;
- j. Integrate within the commission, so far as practicable, all staff services of the commission and of the several organizational units therein:
  - k. Have access to all relevant files and records of other State agencies and require any officer or employee therein to provide such information as the Chief Executive Officer and Secretary may deem necessary to the performance of the functions of the commission;
  - 1. Lease or purchase suitable headquarters for the commission and such other quarters as the Chief Executive Officer and Secretary shall deem necessary to the proper functioning of the commission;
  - m. Enter into agreements with any individual, partnership, trust, association, or corporation, or any public agency, under which the commission, and such other entity or entities, shall undertake a project as a joint venture, with the commission providing such assistance or advice as the agreement may provide. Such a joint venture must directly further the statutory mission of the commission. Employees of any joint venture shall not be deemed public employees. A joint venture entered into by the commission shall not be deemed an instrumentality of the State of New Jersey. A joint venture entered into by the commission shall not be deemed or construed to create or constitute a debt, liability, or loan or pledge of the credit, or be payable out of property or funds of the State;
  - n. Organize or participate in the organization of nonprofit corporations which are exempt from federal taxation under section 501(c)(3) of the Internal Revenue Code. Any such nonprofit corporations must directly further the statutory mission of the commission. Expenses incurred by such nonprofit corporations shall be payable from funds raised by the nonprofit corporation, and no liability or obligation, in tort or contract, shall be incurred by the State for the operation of such nonprofit corporations. Any such nonprofit corporations shall obtain private counsel and shall not be represented by the Attorney General or indemnified by the State of New Jersey;
  - o. Serve as a member of any board, commission, corporation, or authority which by law designates the Commissioner of the Department of Commerce and Economic Development as an ex officio member;
  - p. Develop annually an economic development master plan identifying the commission's objectives, policies and programs which will encourage business attraction, expansion, and retention; and
- q. Perform such other functions as may be prescribed in this act or by any other law or by the commission.

1 12. (New section) Notwithstanding any other provision of law,
2 only the records of any nonprofit corporation on which the Chief
3 Executive Officer and Secretary serves and which are in the possession
4 of the Chief Executive Officer and Secretary in an official capacity
5 shall be deemed public records which may be subject to public
6 inspection under the provisions of the "Right to Know Law,"
7 P.L.1963, c.73 (C.47:1A-1 et seq.).

- 13. (New section) The commission shall have perpetual succession and shall have the following powers:
- 11 a. To make, amend and repeal rules and by-laws for its own governance and guidance not inconsistent with State and federal law;
  - b. To adopt an official seal and alter the same at its pleasure;
  - c. To maintain an office at such place or places within the State as it may designate;
  - d. To contract for, accept, solicit or collect any grants, loans, funds, property, or other aid in any form from the United States of America or any agency or instrumentality thereof, from the State or any agency, instrumentality or political subdivision thereof, or from any other public source;
  - e. To set an amount and to charge <sup>1</sup>reasonable <sup>1</sup> fees <sup>1</sup> for special projects or services that were not customarily provided by the department prior to the effective date of this act <sup>1</sup> to be paid to the commission for services rendered to persons, businesses, or other entities <sup>1</sup> [, including but not limited to, certifications, business relocation and expansion assistance, strategic investment consulting, international trade services and strategic partnerships ] which fees shall reflect the cost of providing such projects or services; notwithstanding the provisions of this subsection, the commission is authorized to set an amount and to charge reasonable fees for services for which fees were charged by the department prior to the effective date of this act <sup>1</sup>;
    - f. To exercise all of the powers, functions, and duties previously exercised by the Department of Commerce and Economic Development, except as herein provided pursuant to this act;
  - g. To act as the State's representative abroad and within the United States concerning trade and commerce issues;
- h. To adopt rules and regulations, pursuant to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.), necessary for the proper functioning of the commission and necessary to carry out the provisions of this act;
- out the purposes of the commission and to exercise the powers given and granted to the commission under this act;
- j. To coordinate the State's economic development activities among the commission's organizational units and the New Jersey Economic Development Authority, the New Jersey Commission on

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- 1 Science and Technology, the New Jersey Urban Enterprise Zone
- 2 Authority, the New Jersey Development Authority for Small
- 3 Businesses, Minorities' and Women's Enterprises, and the Motion
- 4 Picture and Television Development Commission, and to recommend
- 5 economic development policies to the Governor;
- 6 k. To enter into memoranda of understanding or other cooperative
- 7 agreements with the New Jersey Economic Development Authority,
- 8 the New Jersey Commission on Science and Technology, the New
- 9 Jersey Urban Enterprise Zone Authority, the New Jersey Development
- 10 Authority for Small Businesses, Minorities' and Women's Enterprises,
- 11 the Atlantic City Convention Center Authority, the Dredging Project
- 12 Task Force, the Economic Development Site Task Force, and the
- Motion Picture and Television Development Commission, or any other
- state agency for the provision of services or other cooperative efforts
- 15 to effectuate the purposes of this act and to ensure the coordination of
- 16 the State's economic development activities;
- 17 1. To make and enter into contracts, leases, agreements, and purchases necessary for the use, or incidental to the performance of,
- 19 the commission's duties and the exercise of its powers under the act;
- m. To do and perform any acts and things authorized by this act under, through or by means of its own officers, agents and employees,
- 22 or by contract with any person;
- n. To insure against any losses in connection with the commission's properties, operations or assets; and
- o. To approve annually the economic development master plan submitted by the Chief Executive Officer and Secretary.
- 28 14. (New section) The Attorney General shall provide legal representation to the commission.

31 15. (New section) The Director of the Division of Budget and

- 32 Accounting, in the Department of the Treasury, <sup>1</sup>[and]<sup>1</sup> the director's
- legally authorized representatives <sup>1</sup>, and the State Auditor <sup>1</sup> are hereby authorized and empowered from time to time to examine the accounts,
- 35 books, and records of the commission, and any of its related entities,
- 36 including its receipts, disbursements, contracts, investments and any
- 37 other matters relating thereto and to its financial standing.

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- 39 16. (New section) a. All purchases, contracts, or agreements,
- 40 where the cost or contract price exceeds the sum of <sup>2</sup>[\$50,000]
- 41 \$25,000<sup>2</sup>, or, after January 1, 1999, the amount determined pursuant
- 42 to subsection b. of this section, shall, except as otherwise provided in
- 43 this act, be made, negotiated, or awarded only after public 44 advertisement for bids therefor and shall be awarded to that
- 45 responsible bidder whose bid, conforming to the invitation for bids, is
- 46 most advantageous to the commission in its judgment, upon

consideration of price and other factors. Any bid may be rejected when the commission determines that it is in the public interest to do so.

Any purchase, contract, or agreement, where the cost or contract price is less than or equal to <sup>2</sup>[\$50,000] \$25,000<sup>2</sup>, or the amount determined pursuant to subsection b. of this section, shall be made, negotiated, or awarded by the commission without advertising and in any manner which the commission, in its judgment, deems necessary to serve its unique interests and purposes and which promotes, whenever practicable, full and free competition by the acceptance of quotations or proposals or by the use of other suitable methods.

b. Commencing January 1, 1999, the Governor, in consultation with the Department of the Treasury, shall no later than March 1 of each odd numbered-year adjust the threshold amount set forth in subsection a. of this section, or subsequent to 1999 the threshold amount resulting from any adjustment under this subsection, in direct proportion to the rise or fall of the consumer price index for all urban consumers in the New York City and the Philadelphia areas as reported by the United States Department of Labor. The Governor shall, no later than June 1 of each odd-number year, notify the commission of the adjustment. The adjustment shall become effective on July 1 of each odd-numbered year.

- 17. (New section) a. Any purchase, contract, or agreement, where the cost or contract price exceeds the amount set forth in subsection a. of section 16 of P.L. , c. (C. ) (now before the Legislature as this bill), or, after January I, 1999, the amount calculated by the Governor pursuant to subsection b. of section 16 of P.L. , c. (C. ) (now before the Legislature as this bill) may be made, negotiated, or awarded by the commission without advertisement for bids under the following circumstances:
  - (1) When the subject matter consists of:
- (a) Items or services supplied by a public utility subject to the jurisdiction of the Board of Public Utilities, and tariffs and schedules of the charges made, charged or extracted by the public utility for those items or services which are filed with the commission; or
- (b) The purchase, rental, or lease of such office space, office machinery, specialized equipment, buildings or real property as may be necessary for the use, or incidental to the performance, of the commission's duties and the exercise of its powers under this act; or
  - (2) When any one or more of the following circumstances exist:
- (a) Standardization of equipment and interchange ability of parts is in the public interest;
  - (b) Only one source of supply or service is available;
- 44 (c) The exigency of the commission's duties and responsibilities 45 will not admit of advertisement;
  - (d) More favorable terms can be obtained from a primary source

1 of supply of an item or service;

- (e) Bid prices, after advertising, are not reasonable or have not been independently arrived at in open competition, but no negotiated purchase, contract, or agreement may be entered into under this subsection after the rejection of all bids received unless: (i) notification of the intention to negotiate and reasonable opportunity to negotiate is given to each responsible bidder; (ii) the negotiated price is lower than the lowest rejected bid price of a responsible bidder; and (iii) the negotiated price is the lowest negotiated price offered by any responsible bidder;
- (f) The purchase is to be made from, or the contract is to be made with, any federal or State government or agency or other entity, or any political subdivision thereof; or
- (g) Purchases are made through or by the Director of the Division of Purchase and Property, in the Department of the Treasury, pursuant to section 1 of P.L.1959, c.40 (C.52:27B-56. 1).
- b. In any such instances as identified in subsection a. of this section, the commission may make, negotiate, or award the purchase, contract or agreement in any manner which the commission deems necessary to serve its unique interests and purposes and which promotes, whenever practicable, full and free competition by the acceptance of quotations or proposals or by the use of other suitable methods.
- c. In any case in which the commission shall make, negotiate, or award a purchase, contract, or agreement without public advertisement pursuant to subsection a. of this section, the commission shall, by resolution passed by the affirmative vote of a majority of its members, specify the subject matter or circumstances set forth in subsection a. which permit the commission to take such action.

18. (New section) The commission shall submit its budget request directly to the Division of Budget and Accounting in the Department of the Treasury in a format to be agreed upon 'jointly' by the commission '[and], the Joint Budget Oversight Committee of the Legislature, or its successor, and' the Division of Budget and

36 Accounting.

19. (New section) <sup>1</sup>[Three] <u>a.</u> No later than three<sup>1</sup> months after the end of its fiscal year, the commission shall make an annual report of its activities for the preceding fiscal year to the Governor and the Legislature. <sup>1</sup>Each report shall include, but not be limited to, a description of the short-term and long-term goals of the commission and an assessment of the effectiveness of the commission in meeting such goals, and any recommendations for legislation to improve the effectiveness of the commission.

46 <u>b. The commission shall include, in the report required by</u>

1 subsection a. of this section, a description setting forth information 2 concerning the imposition, collection and expenditure of the fees imposed by the commission. <sup>1</sup> Each such report shall <sup>1</sup>also <sup>1</sup> set forth 3 a complete operating and financial statement covering the operations 4 of the commission, and any of its related entities, during the year. The 5 6 commission shall cause an independent audit of its books and accounts 7 to be made at least once in each year by certified public accountants 8 and cause a copy thereof to be filed with the Secretary of State

9 <sup>1</sup> [and], <sup>1</sup> the Director of the Division of Budget and Accounting, in the

10 Department of the Treasury <sup>1</sup> and the State Auditor <sup>1</sup>.

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20. (New section) The commission shall organize within 90 days of the effective date of this act and shall be subject to the provisions of the "Open Public Meetings Act," P.L.1975, c.231 (C.10:4-6 et seq.).

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- 21. (New section) a. The New Jersey Development Authority for Small Businesses, Minorities' and Women's Enterprises, established pursuant to P.L.1985, c.386 (C.34:1B-47 et seq.), is transferred in but not of the Department of the Treasury, but, notwithstanding this transfer, the New Jersey Development Authority for Small Businesses, Minorities' and Women's Enterprise shall be independent of any supervision and control by the department or by any board or officer thereof.
- b. Whenever, in any law, role, regulation, order, contract, document, judicial or administrative proceeding or otherwise, reference is made to the New Jersey Development Authority for Small Businesses, Minorities' and Women's Enterprise, the same shall mean and refer to the New Jersey Development Authority for Small Businesses, Minorities' and Women's Enterprise in but not of the Department of the Treasury.
- c. This transfer shall be subject to the provisions of the "State Agency Transfer Act," P.L.1971, c.375 (C.52:14D-1 et seq.).
- 34 d. The New Jersey Development Authority for Small Businesses, 35 Minorities' and Women's Enterprise may, subject to the commission's 36 approval, develop and promulgate such rules and regulations in 37 accordance with the "Administrative Procedure Act," P.L.1968, c.410 38 (C.52:14B-1 et seq.) as are necessary to implement the provisions of 39 this act and to effectuate the purposes of the New Jersey Development 40 Authority for Small Businesses, Minorities' and Women's Enterprise 41 as provided by law.
- e. Regulations adopted by the New Jersey Development Authority for Small Businesses, Minorities' and Women's Enterprise shall continue with full force and effect until amended or repealed pursuant to law.

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- 1 22. (New section) a. The New Jersey Economic Development
- 2 Authority, established pursuant to P.L.1974, c.80 (C.34:1B-1 et seq.),
- 3 is transferred in but not of the Department of the Treasury, but,
- 4 notwithstanding this transfer, the New Jersey Economic Development
- 5 Authority shall be independent of any supervision and control by the
- 6 department or by any board or officer thereof.
- 7 b. Whenever, in any law, rule, regulation, order, contract,
- 8 document, judicial or administrative proceeding or otherwise,
  - reference is made to the New Jersey Economic Development
- 10 Authority, the same shall mean and refer to the New Jersey Economic
- 11 Development Authority in but not of the Department of the Treasury.
- 12 The Notwithstanding the provisions of any law, rule, regulation or
- order to the contrary, the 1 Chief Executive Officer and Secretary of
- 14 the commission shall appoint the executive director of the New Jersey
- 15 Economic Development Authority.

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- 16 c. This transfer shall be subject to the provisions of the "State
- 17 Agency Transfer Act," P.L.1971, c.375 (C.52:14D-1 et seq.).
- d. The New Jersey Economic Development Authority may develop
- 19 and promulgate such rules and regulations in accordance with the
- 20 "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.)
- 21 as are necessary to implement the provisions of this act and to
- 22 effectuate the purposes of the New Jersey Economic Development
- Authority as provided by law. Nothing herein shall alter the provisions
- 24 of section 1 of P.L.1979, c.303 (C.34-1B-5.1).
- e . Regulations adopted by the New Jersey Economic Development
- 26 Authority shall continue with full force and effect until amended or
- 27 repealed pursuant to law.
- 29 23. (New section) a. The South Jersey Port Corporation,
- 30 established pursuant to P.L.1968, c.60 (C.12: 11A-1 et seq.), is
- 31 transferred in but not of the Department of the Treasury, but,
- 32 notwithstanding this transfer, the South Jersey Port Corporation shall
- 33 be independent of any supervision and control by the department or by
- 34 any board or officer thereof.
- b. Whenever, in any law, rule, regulation, order, contract,
- 36 document, judicial or administrative proceeding or otherwise,
- 37 reference is made to the South Jersey Port Corporation, the same shall
- 38 mean and refer to the South Jersey Port Corporation in but not of the
- 39 Department of the Treasury.
- 40 c. This transfer shall be subject to the provisions of the "State
- 41 Agency Transfer Act," P.L.1971, c.375 (C.52:14D-1 et seq.).
- d. Regulations adopted by the South Jersey Port Corporation shall
- 43 continue with full force and effect until amended or repealed pursuant
- 44 to law.

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24. (New section) a. The New Jersey Public Broadcasting

- 1 Authority, established pursuant to P.L.1968, c.405 (C.48:23-1 et
- 2 seq.), is transferred in but not of the Department of State, but
- 3 notwithstanding this transfer, New Jersey Public Broadcasting
- 4 Authority shall be independent of any supervision and control by the
- 5 department or by any board or officer thereof. The New Jersey Public
- 6 Broadcasting Authority shall submit its budget request directly to the
- 7 Division of Budget and Accounting in the Department of the Treasury.
- 8 b. Whenever, in any law, rule, regulation, order, contract,
- 9 document, judicial or administrative proceeding or otherwise,
- 10 reference is made to the New Jersey Public Broadcasting Authority,
- 11 the same shall mean and refer to the New Jersey Public Broadcasting
- 12 Authority in but not of the Department of State.
  - c. This transfer shall be subject to the provisions of the "State
- 14 Agency Transfer Act," P.L.1971, c.375 (C.52:14D-1 et seq.).
- d. The New Jersey Department of State may render administrative
- assistance including, but not limited to, personnel and fiscal assistance,
- 17 upon request of the New Jersey Public Broadcasting Authority. The
  - cost and expense of any services rendered may be paid by the New
- 19 Jersey Public Broadcasting Authority.
- e. Regulations adopted by the Public Broadcasting Authority shall
- 21 continue with full force and effect until amended or repealed pursuant
- 22 to law.

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- 24 25. (New section) a. The New Jersey Commission on Science
- and Technology, established pursuant to P.L.1985, c.102 (C.52:9X-1
- 26 et seq.), is transferred in but not of the Department of the Treasury,
- 27 but notwithstanding this transfer, the New Jersey Commission on
- 28 Science and Technology shall be independent of any supervision and
- 29 control by the department or by any board or officer thereof. <sup>1</sup>[The]
- 30 Notwithstanding the provisions of any law, rule, regulation or order
- 31 to the contrary, the 1 Chief Executive Officer and Secretary of the
- 32 commission shall appoint the Executive Director of the New Jersey
- 33 Commission on Science and Technology.
- b. Whenever, in any law, rule, regulation, order, contract,
- 35 document, judicial or administrative proceeding or otherwise,
- 36 reference is made to the New Jersey Commission on Science and
- 37 Technology, the same shall mean and refer to the New Jersey
- 38 Commission on Science and Technology in but not of the Department
- 39 of the Treasury.
- 40 c. This transfer shall be subject to the provisions of the "State
- 41 Agency Transfer Act," P.L.1971, c.375 (C.52:14D-1 et seq.).
- d. The New Jersey Commission on Science and Technology may,
- 43 subject to the commission's approval, develop and promulgate such
- 44 rules and regulations in accordance with the "Administrative
- 45 Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.) as are necessary
- 46 to implement the provisions of this act and to effectuate the purposes

of the New Jersey Commission on Science and Technology as provided by law.

e. Regulations adopted by the New Jersey Commission on Science and Technology shall continue with full force and effect until amended or repealed pursuant to law.

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(New section) a. The Motion Picture and Television 7 8 Development Commission, established pursuant to P.L.1977, c.44 9 (C.34:1B-22 et seq.), is transferred in but not of the Department of the Treasury, but notwithstanding this transfer, the Motion Picture and 10 Television Development Commission shall be independent of any 11 12 supervision and control by the department or by any board or officer thereof. <sup>1</sup>[The] Notwithstanding the provisions of any law, rule, 13 regulation or order to the contrary, the 1 Chief Executive Officer and 14 Secretary of the commission shall appoint the Executive Director of 15

the Motion Picture and Television Development Commission.,

- b. Whenever, in any law, rule, regulation, order, contract, document, judicial or administrative proceeding or otherwise, reference is made to the Motion Picture and Television Development Commission, the same shall mean and refer to the Motion Picture and Television Development Commission in but not of the Department of the Treasury.
- c. This transfer shall be subject to the provisions of the "State Agency Transfer Act," P.L.1971, c.375 (C.52:14D-1 et seq.).
- d. The Motion Picture and Television Development Commission may, subject to the commission's approval, develop and promulgate such rules and regulations in accordance with the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.) as are necessary to implement the provisions of this act and to effectuate the purposes of the Motion Picture and Television Development Commission as provided by law.

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- 27. (New section) a. The New Jersey Council of Economic Advisors, established pursuant to P.L.1993, c.149 (C.52:9H-34 et seq.), is allocated in but not of the Department of the Treasury, but notwithstanding this allocation, the New Jersey Council of Economic Advisors shall be independent of any supervision and control by the department or by any board or officer thereof.
- b. Whenever, in any law, rule, regulation, order, contract, document, judicial or administrative proceeding or otherwise, reference is made to the New Jersey Council of Economic Advisors, the same shall mean and refer to the New Jersey Council of Economic Advisors in but not of the Department of the Treasury.
- 44 c. This transfer shall be subject to the provisions of the "State 45 Agency Transfer Act," P.L.1971, c.375 (C.52:14D-1 et seq.).
- d. The commission may render administrative assistance including,

- 1 but not limited to, personnel and fiscal assistance to the New Jersey
- 2 Council of Economic Advisors. The cost and expense of any services
- 3 rendered may be paid by the New Jersey Council of Economic
- 4 Advisors, or as is annually provided for in the State budget.

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- 28. (New Section) a. The New Jersey Urban Enterprise Zone Authority, established pursuant to P.L.1983, c.303 (C.52:27H-60 <sup>2</sup>et seq.<sup>2</sup>), is transferred in but not of the Department of Treasury, but notwithstanding this transfer, the New Jersey Urban Enterprise Zone Authority shall be independent of any supervision and control by the department or by any board or officer thereof.
  - b. Whenever, in any law, rule, regulation, order, contract, document, judicial or administrative proceeding or otherwise, reference is made to the New Jersey Urban Enterprise Zone Authority the same shall mean and refer to the New Jersey Urban Enterprise Zone Authority in but not of the Department of the Treasury.
  - c. This transfer shall be subject to the provisions of the "State Agency Transfer Act," P.L.1971, c.375 (C.52:14D-1 et seq.).
  - d. All clerical and professional assistants, and all personnel, procurement, budgetary and other administrative services necessary or incidental to the authority's proper functioning shall be provided by and through the commission, and it shall, subject to the availability of funds, reimburse the commission for all administrative services provided to the authority.
  - e. The New Jersey Urban Enterprise Zone Authority may, subject to the commission's approval, develop and promulgate such rules and regulations in accordance with the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.) as are necessary to implement the provisions of this act and to effectuate the purposes of the New Jersey Urban Enterprise Zone Authority as provided by law.
  - f. Regulations adopted by the New Jersey Urban Enterprise Zone Authority shall continue with full force and effect until amended or repealed pursuant to law.

- 35 29. (New section) a. The Atlantic City Convention Center 36 Authority, established pursuant to P.L.1981, c.459 (C.52:27H-29 et 37 seq.), is transferred in but not of the Department of the Treasury, but 38 notwithstanding this transfer, the Atlantic City Convention Center 39 Authority shall be independent of any supervision and control by the 40 department or by any board or officer thereof.
- b. Whenever, in any law, rule, regulation, order, contract, document, judicial or administrative proceeding or otherwise, reference is made to the Atlantic City Convention Center Authority, the same shall mean and refer to the Atlantic City Convention Center Authority in but not of the Department of the Treasury.
- c. This transfer shall be subject to the provisions of the "State

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Agency Transfer Act," P.L.1971, c.375 (C.52:14D-1 et seq.).

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3 30. (New section) a. The Dredging Project Facilitation Task 4 Force, established pursuant to P.L.1997, c.97 (C.12:6B-1 et seq.), is transferred in but not of the Department of the Treasury, but 5 notwithstanding this transfer, the Dredging Project Task Force shall 6 7 be independent of any supervision and control by the department or by 8 any board or officer thereof. 9 Whenever, in any law, rule, regulation, order, contract, 10 document, judicial or administrative proceeding or otherwise, reference is made to the Dredging Project Task Force, the same shall 11 mean and refer to the Dredging Project Task Force in but not of the 12 Department of the Treasury. 13 c. This transfer shall be subject to the provisions of the "State 14 15 Agency Transfer Act," P.L.1971, c.375 (C.52:14D-1 et seq.). 16 17 31. (New section) a. The Economic Development Site Task 18 Force, established pursuant to P.L.1997, c.97 (C.12:6B-1 et seq.), is transferred in but not of the Department of the Treasury, but 19 notwithstanding this transfer, the Economic Development Site Task 20 21 Force shall be independent of any supervision and control by the 22 department or by any board or officer thereof. Whenever, in any law, rule, regulation, order, contract, 23 document, judicial or administrative proceeding or otherwise, 24 reference is made to the Economic Development Site Task Force, the 25 same shall mean and refer to the Economic Development Site Task 26 27 Force in but not of the Department of the Treasury. 28 c. This transfer shall be subject to the provisions of the "State 29 Agency Transfer Act," P.L.1971, c.375 (C.52:14D-1 et seq.). 30 31 <sup>1</sup>32. (New section) a. The New Capital Sources Board established 32 pursuant to P.L.1995, c.293 (C.34:1B-107 et seq.), is transferred in but not of the Department of the Treasury, but notwithstanding this 33 34 transfer, the New Capital Sources Board shall be independent of any supervision and control by the department or by any board or officer 35 thereof. 36 37 b. Whenever, in any law, rule, regulation, order, contract, 38 document, judicial or administrative proceeding or otherwise, 39 reference is made to the New Capital Sources Board, the same shall 40 mean and refer to the New Capital Sources Board in but not of the 41 Department of the Treasury. c. This transfer shall be subject to the provisions of the "State 42 Agency Transfer Act," P.L.1971, c.375 (C.52:14D-1 et seq.).<sup>1</sup> 43 44 45 <sup>1</sup>33. (New section) a. The Export Finance Company Advisory

Council established pursuant to P.L. 1995, c.209 (C.34:1B-93 et seq.),

1	is transferred in but not of the Department of the Treasury, but
2	notwithstanding this transfer, the Export Finance Company Advisory
3	Council shall be independent of any supervision and control by the
4	department or by any board or officer thereof.
5	b. Whenever, in any law, rule, regulation, order, contract,
6	document, judicial or administrative proceeding or otherwise reference
7	is made to the Export Finance Company Advisory Council, the same
8	shall mean and refer to the Export Finance Company Advisory Council
9	in but not of the Department of the Treasury.
10	c. This transfer shall be subject to the provisions of the "State
11	Agency Transfer Act," P.L. 1971, c.375 (C.52:14D-1 et seq.).
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13	<sup>1</sup> [32.] <u>34.</u> Section 1 of P.L.1974, c.55 (C.52:14-15.107) is
14	amended to read as follows:
15	Notwithstanding the provisions of the annual appropriations act
16	and section 7 of P.L.1974, c.55 (C.52:14-15.110), the Governor shall
17	fix and establish the annual salaries for the following officers within
18	the limits as follows:
19	
20	Title Salary Not to Exceed
21	Agriculture Department
22	Secretary of Agriculture\$115,000
23	Banking Department
24	Commissioner of Banking\$115,000
25	[Commerce, Energy and Economic Development Department
26	Commissioner of Commerce, Energy and Economic Development
27	<sup>2</sup> [Commerce and Economic Growth Commission
28	Chief Executive Officer and Secretary\$115,000] <sup>2</sup>
29	Community Affairs Department
30	Commissioner of Community Affairs\$115,000
31	Corrections Department
32	Commissioner of Corrections\$115,000
33	Education Department
34	Commissioner of Education\$115,000
35	Environmental Protection Department
36	Commissioner of Environmental Protection\$115,000
37	Health Department
38	Commissioner of Health\$115,000
39	Higher Education Department
40	Chancellor\$115,000
41	Human Services Department
42	Commissioner of Human Services\$115,000
43	Insurance Department
44	Commissioner of Insurance\$115,000
45	Labor Department
46	Commissioner of Labor\$115,000

1	Law and Public Safety Department
2	Attorney General\$115,000
3	Military and Veterans' Affairs Department
4	Adjutant General\$115,000
5	Personnel Department
6	Commissioner of Personnel\$115,000
7	State Department
8	Secretary of State\$115,000
9	Transportation Department
10	Commissioner of Transportation\$115,000
11	Treasury Department
12	State Treasurer\$115,000
13	Members, Board of Public Utilities\$115,000
14	<sup>2</sup> Notwithstanding the provisions of this section to the contrary, the
15	Chief Executive Officer and Secretary of the New Jersey Commerce
16	and Economic Growth Commission shall receive such salary as shall
17	be fixed by the Governor pursuant to subsection b. of section 8 of
18	P.L., c. (C. )(now before the Legislature as this bill). <sup>2</sup>
19	(cf. P.L. 1994, c. 58, s. 53)
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21	<sup>1</sup> [33] <u>35</u> <sup>1</sup> . Section 5 of P.L.1998, c.278 (C.58:10B-23) <sup>1</sup> is
22	amended to read as follows:
23	5. a. There is created the "Brownfields Redevelopment Task
24	Force." The Task Force shall consist of [five] <sup>1</sup> [six] five <sup>1</sup>
25	representatives from State agencies and six public members. The State
26	agency representatives shall be from each of the following State
27	agencies: the Office of State Planning in the Department of <sup>1</sup> [the
28	Treasury, the Office of Neighborhood Empowerment in the
29	Department of ] Community Affairs, the New Jersey Redevelopment
30	Authority in the Department of [Commerce and Economic
31	Development ] <sup>1</sup> [the Treasury] Community Affairs <sup>1</sup> , the New Jersey
32	Commerce and Economic Growth Commission, the Department of
33	Transportation, and the Site Remediation Program in the Department
34	of Environmental Protection. The six public members shall be
35	appointed by the Governor with the advice and consent of the Senate.
36	The public members shall include to the extent practicable: a
37	representative of commercial or residential development interests, a
38	representative of the financial community, a representative of a public
39	interest environmental organization, a representative of a
40	neighborhood or community redevelopment organization, a
41	representative of a labor or trade organization, and a representative of
12	a regional planning entity.
13	The Office of State Planning shall provide staff to implement the
14	functions and duties of the Task Force. The public members of the
45	Task Force shall serve without compensation but may be reimbursed
<del>1</del> 6	for actual expenses in the performance of their duties. The Governor

- 1 shall select the chairperson of the Task Force.
- b. The Task Force shall prepare and update an inventory of
- 3 brownfield sites in the State. In preparing the inventory, priority shall
- 4 be given to those areas of the State that receive assistance from the
- 5 Urban Coordinating Council <sup>1</sup> [or from the Office of Neighborhood
- 6 Empowerment]<sup>1</sup>. To the extent practicable, the inventory shall
- 7 include an assessment of the contaminants known or suspected to have
- 8 been discharged or that are currently stored on the site, the extent of
- 9 any remediation performed on the site, the site's proximity to
- 10 transportation networks, and the availability of infrastructure to
- support the redevelopment of the site. The information gathered for
- 12 the inventory shall, to the extent practicable, be made available to the
- 13 public by entering it into the Department of Environmental
- 14 Protection's existing geographic information system, by making this
- 15 information available on the system and by making copies of any maps
- 16 and data available to the public. The department may charge a
- 17 reasonable fee for the reproduction of maps and data which fee shall
- 18 reflect the cost of their reproduction.
- 19 c. In addition to its functions pursuant to subsection b. of this 20 section, the Task Force shall:
- 21 (1) coordinate State policy on brownfields redevelopment,
- 22 including incentives, regulatory programs, provision of infrastructure,
- and redevelopment planning assistance to local governments;
  - (2) use the inventory to prioritize sites based on their immediate economic development potential;
  - (3) prepare a plan of action to return these sites to productive economic use on an expedited basis;
  - (4) actively market sites on the inventory to prospective developers;
- 30 (5) use the inventory to provide a targeted environmental 31 assessment of the sites, or of areas containing several brownfield sites,
- 32 by the Department of Environmental Protection;
- 33 (6) consult with the Pinelands Commission concerning the 34 remediation and redevelopment of brownfield sites located in the 35 pinelands area as designated pursuant to section 10 of P.L.1979, c.111
- 36 (C.13:18A-11);

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- 37 (7) evaluate the performance of current public incentives in 38 encouraging the remediation of and redevelopment of brownfields; and
- 39 (8) make recommendations to the Governor and the Legislature on 40 means to better promote the redevelopment of brownfields, including 41 the provision of necessary public infrastructure and methods to attract
- 42 private investment in redevelopment.
- d. As used in this section, "brownfield" means any former or
- 44 current commercial or industrial site that is currently vacant or
- 45 underutilized and on which there has been, or there is suspected to

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- 1 have been, a discharge of a contaminant.
- 2 (cf: P.L.1997,c.278,s.5.)

- 4 <sup>1</sup>[34.]36.<sup>1</sup> This act shall take effect sixty days after enactment,
- 5 except that any appointment or any personnel activity consistent with
- 6 the purposes of this act may be made prior to that date.

## ASSEMBLY, No. 2159

## STATE OF NEW JERSEY

### 208th LEGISLATURE

**INTRODUCED JUNE 1, 1998** 

Sponsored by:
Assemblyman KENNETH C. LEFEVRE
District 2 (Atlantic)
Assemblyman JOSEPH AZZOLINA
District 13 (Middlesex and Monmouth)

#### **SYNOPSIS**

Establishes New Jersey Commerce and Economic Growth Commission; abolishes the Department of Commerce and Economic Development.

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

As introduced.



1	AN ACT establishing the New Jersey Commerce and Economic
2	Growth Commission, abolishing the Department of Commerce and
3	Economic Development and revising parts of the statutory law.
4	

5 BE IT ENACTED by the Senate and General Assembly of the State 6 of New Jersey:

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8 1. (New section) This act shall be known and may be cited as the 9 "New Jersey Commerce and Economic Growth Commission Act of 1998." 10

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- 2. (New section) The Legislature finds and declares that:
- a. New Jersey is in a fierce competition for jobs and businesses, not only with other states, but throughout the world; and
- b. The State must do all it can to increase opportunities for New 15 16 Jersey citizens to enjoy economic success and prosperity; and
  - c. To attract business, New Jersey must think and act like a business, by stressing customer service, and responding to the needs of the business community with flexibility and agility; and
  - d. Commerce and economic development are priorities for New Jersey because success in these endeavors means the creation of jobs for our citizens. As such, commerce and economic development deserve a unique and dynamic role in our State government; and
  - e. Because we soon will be entering the 21st century, New Jersey must now boldly transform its economic development mission to be market driven, mobile and responsive enough to the future's challenges to empower New Jersey to undertake new commercial and economic ventures as the economic engine of the Northeast; and
- 29 f. The State and its citizens will benefit from a more sharply 30 focused economic development vision, in which the State's efforts are coordinated under one organization, the New Jersey Commerce and 31 32 Economic Growth Commission, that coordinates economic 33 development activities for the State with all related entities, including, but not limited to, the New Jersey Economic Development Authority, 34
- 35 the New Jersey Commission on Science and Technology, the New
- 36 Jersey Urban Enterprise Zone Authority, the Motion Picture and
- 37 Television Development Commission, and the New Jersey
- Development Authority for Small Businesses, Minorities' and Women's 38
- 39 Enterprises; and
- 40 g. Just as the Legislature 25 years ago could not have predicted the
- 41 technological and business changes that have taken place since then,
- 42 this Legislature recognizes that it, too, cannot predict the future and
- 43 must, therefore, ensure that the New Jersey Commerce and Economic

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

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Growth Commission has the agility and ability to retool its focus and priorities to ensure the State's capability to respond to the technological and business changes yet to come; and

h. Economic growth and prosperity are still the number one priorities for our citizens, and by creating an innovative and independent economic development entity, the New Jersey Commerce and Economic Growth Commission, the Legislature reaffirms that it is also a priority of government.

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3. (New section) There is established a body corporate and politic, with corporate succession, to be known as the "New Jersey Commerce and Economic Growth Commission" (hereinafter "the commission").

The commission shall be established in the Executive Branch of the State Government and for the purposes of complying with the provisions of Article V, Section IV, paragraph 1 of the New Jersey Constitution, the commission is allocated, in but not of, the Department of the Treasury, but notwithstanding this allocation, the commission shall be independent of any supervision and control by the department or by any board or officer thereof.

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4. (New section) The Department of Commerce and Economic Development created pursuant to P.L.1981, c.122 (C.52:27H-1 et seq.) is abolished as a principal department in the Executive Branch of State government, and all of its powers, functions, and duties, except as herein otherwise provided, are continued in the commission.

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5. (New section) All appropriations and other moneys available and to become available to any department, division, bureau, board, commission, or other entity or agency, the functions, powers and duties of which have been assigned or transferred to the Department of Commerce and Economic Development, are hereby continued in the commission, except as herein otherwise provided, and shall be available for the objects and purposes tor which such monies are appropriated subject to any terms, restrictions, limitations, or other requirements imposed by State or federal law. Nothing herein shall alter the provisions of section 4 of P.L.1983, c.190 (C.34:1 B-39). Whenever, in any law, rule, regulation, order, contract, document, judicial or administrative proceeding or otherwise, reference is made to the Department of Commerce and Economic Development, the same shall mean and refer to the "New Jersey Commerce and Economic Growth Commission" in but not of the Department of the Treasury.

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6. (New section) The offices and terms of the commissioner, deputy commissioner, assistant commissioners, directors, deputy directors, executive directors, and all other employees of the Department of Commerce and Economic Development and its various divisions and offices, except as herein otherwise provided, shall

3 terminate upon the effective date of this act.

Notwithstanding the requirements of Title 11A of the New Jersey Statutes or the regulations promulgated thereunder, no employee of the commission shall retain career service rights after the effective date of this act.

7. (New section) The commission shall have the power to employ consultants and employees as may be required in the judgment of the commission to carry out the purposes of this act and to fix and pay their compensation from funds available to the commission therefor, notwithstanding the provisions of Title 11A of the New Jersey Statutes. The commission shall establish the terms and conditions of employment, and such employees of the commission shall be enrolled in the Public Employees' Retirement System and shall be eligible to participate in the State Health Benefits Program established pursuant to the "New Jersey State Health Benefits Program Act," P.L.1961, c.49 (C.52:14-17.25 et seq.). The commission may elect to provide health benefits for its employees through private insurance policies, hospital and medical service corporations, health maintenance organizations, or any other manner available for the provision of health benefits, provided that the cost of the benefits shall not exceed the cost

 8. (New section) The Board of Directors of the commission shall consist of the following 11 voting members:

of those benefits provided to other State employees.

- a. The Governor, who shall be the Chair of the commission. The Governor may be represented by an official designee, whose name shall be filed with the commission.
- b. The Chief Executive Officer and Secretary of the commission shall be appointed by the Governor with the advice and consent of the Senate. The Chief Executive Officer and Secretary of the commission shall serve at the pleasure of the Governor during the Governor's term of office and until a successor is appointed and qualified. The Chief Executive Officer and Secretary shall serve as an ex officio voting member of the commission and may be represented by an official designee, whose name shall be filed with the commission.

The person in office as the Commissioner of the Department of Commerce and Economic Development on the effective date of this act shall hold the office of the Chief Executive Officer and Secretary of the commission without the advice and consent of the Senate and shall serve at the pleasure of the Governor during the Governor's term of office and until a successor is appointed and qualified.

Whenever, in any law, rule, regulation, order, contract, document, judicial or administrative proceeding or otherwise, reference is made

- 1 to the Commissioner of the Department of Commerce and Economic
- 2 Development, the same shall mean and refer to the Chief Executive
- 3 Officer and Secretary of the "New Jersey Commerce and Economic
- 4 Growth Commission."
- c. One commissioner from each of the following departments who 5
- 6 shall serve ex-officio: the Department of Environmental Protection;
- 7 the Department of Labor and the Department of Transportation.
- 8 These commissioners may be represented by an official designee,
- 9 whose name shall be filed with the commission.
- d. The chairman of the Commission on Higher Education, who 10 shall serve ex officio. This chairman may be represented by an official 12 designee, whose name shall be filed with the commission.
  - e. Five public members who shall be appointed by, and serve at the pleasure of, the Governor. These members shall be New Jersey residents who shall be employed by, owners of, or members of the board of directors of, a business whose principal operation is located in New Jersey. Public members shall receive no compensation for their services but shall be entitled to reimbursement for expenses incurred in the performance of their official duties.

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> 9. (New section) a. The powers of the commission shall be vested in the members thereof in office from time to time, and a majority of the total authorized membership of the commission shall constitute a quorum at any meeting thereof. Action may be taken and motions and resolutions adopted by the commission at any meeting thereof by the affirmative vote of a majority of the membership, unless in any case the bylaws of the commission shall require a larger number. No vacancy in the membership of the commission shall impair the right of a quorum to exercise all the rights and perform all the duties of the commission.

b. Members of the commission shall be subject to the provisions of 31 32 the "New Jersey Conflicts of Interest Law," P.L.1971, c.182 33 (C.52:13D-12 et seq.)

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10. (New section) A true copy of the minutes of every meeting of the commission shall be forthwith delivered by and under the certification of the secretary thereof to the Governor. No action taken at such a meeting by the commission shall have force or effect until 10 days, Saturday, Sundays, and public holidays excepted, after the copy of the minutes shall have been so delivered, unless during such 10 day period the Governor shall approve the same, in which case such action shall become effective upon such approval. If, in that 10 day period, the Governor returns such copies of the minutes with veto of any action taken by the commission or any member thereof at such meeting, such action shall be null and void and of no effect.

- 1 11. (New section) The Chief Executive Officer and Secretary of 2 the commission shall devote full time to the performance of the duties 3 assigned thereto, and shall:
  - a. Administer the work of the commission;

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- b. Appoint and remove officers and other personnel employed
   within the commission, except as herein otherwise specifically
   provided;
- c. Have authority to organize and maintain an administrative office and to assign to employment therein such secretarial, clerical and other assistants in the commission as the Chief Executive Officer and Secretary and the internal operations of the commission may require;
- d. Perform, exercise and discharge the functions, powers and duties of the commission through such offices as may be established by this act or otherwise by law;
- e. Organize the work of the commission in such organizational units, not inconsistent with the provisions of this act, as the Chief Executive Officer and Secretary may determine to be necessary for the efficient and effective operation of the commission;
- f. Formulate and adopt rules and regulations for the efficient conduct of the work and general administration of the commission, its officers, and employees;
  - g. Institute or cause to be instituted such legal proceedings or processes as may be necessary to properly enforce and give effect to any of the powers or duties of the Chief Executive Officer and Secretary or the commission;
  - h. Make reports of the commission's operations, and such other reports, as the Governor shall from time to time request or as may be required by law;
- i. Coordinate the activities of the commission and the several organizational units therein, in a manner designed to eliminate overlapping and duplicative functions;
- j. Integrate within the commission, so far as practicable, all staff services of the commission and of the several organizational units therein;
- k. Have access to all relevant files and records of other State agencies and require any officer or employee therein to provide such information as the Chief Executive Officer and Secretary may deem necessary to the performance of the functions of the commission;
  - 1. Lease or purchase suitable headquarters for the commission and such other quarters as the Chief Executive Officer and Secretary shall deem necessary to the proper functioning of the commission;
- m. Enter into agreements with any individual, partnership, trust, association, or corporation, or any public agency, under which the commission, and such other entity or entities, shall undertake a project as a joint venture, with the commission providing such assistance or advice as the agreement may provide. Such a joint venture must

- 1 directly further the statutory mission of the commission. Employees
- 2 of any joint venture shall not be deemed public employees. A joint
- 3 venture entered into by the commission shall not be deemed an
- 4 instrumentality of the State of New Jersey. A joint venture entered
- 5 into by the commission shall not be deemed or construed to create or
- 6 constitute a debt, liability, or loan or pledge of the credit, or be
- 7 payable out of property or funds of the State;
- 8 n. Organize or participate in the organization of nonprofit
- 9 corporations which are exempt from federal taxation under section
- 10 501(c)(3) of the Internal Revenue Code. Any such nonprofit
- 11 corporations must directly further the statutory mission of the
- 12 commission. Expenses incurred by such nonprofit corporations shall
- 13 be payable from funds raised by the nonprofit corporation, and no
- liability or obligation, in tort or contract, shall be incurred by the State
- 15 for the operation of such nonprofit corporations. Any such nonprofit
- 16 corporations shall obtain private counsel and shall not be represented
- by the Attorney General or indemnified by the State of New Jersey;
  - o. Serve as a member of any board, commission, corporation, or
- 19 authority which by law designates the Commissioner of the
- 20 Department of Commerce and Economic Development as an ex officio
- 21 member;
- p. Develop annually an economic development master plan
- 23 identifying the commission's objectives, policies and programs which
- 24 will encourage business attraction, expansion, and retention; and
- q. Perform such other functions as may be prescribed in this act or by any other law or by the commission.

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- 12. (New section) Notwithstanding any other provision of law,
- 29 only the records of any nonprofit corporation on which the Chief
- 30 Executive Officer and Secretary serves and which are in the possession
- 31 of the Chief Executive Officer and Secretary in an official capacity
- 32 shall be deemed public records which may be subject to public
- 33 inspection under the provisions of the "Right to Know Law,"
- 34 P.L.1963, c.73 (C.47:1A-1 et seq.).

- 13. (New section) The commission shall have perpetual succession and shall have the following powers:
- a. To make, amend and repeal rules and by-laws for its own governance and guidance not inconsistent with State and federal law;
- b. To adopt an official seal and alter the same at its pleasure;
- c. To maintain an office at such place or places within the State as it may designate;
- d. To contract for, accept, solicit or collect any grants, loans,
- 44 funds, property, or other aid in any form from the United States of
- 45 America or any agency or instrumentality thereof, from the State or
- any agency, instrumentality or political subdivision thereof, or from

- 1 any other public source;
- e. To set an amount and to charge fees to be paid to the
- 3 commission for services rendered to persons, businesses, or other
- 4 entities, including but not limited to, certifications, business relocation
- 5 and expansion assistance, strategic investment consulting, international
- 6 trade services and strategic partnerships;
- f. To exercise all of the powers, functions, and duties previously
- 8 exercised by the Department of Commerce and Economic
- 9 Development, except as herein provided pursuant to this act;
- g. To act as the State's representative abroad and within the United
- 11 States concerning trade and commerce issues;
- 12 h. To adopt rules and regulations, pursuant to the "Administrative
- 13 Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.), necessary for
- 14 the proper functioning of the commission and necessary to carry out
- 15 the provisions of this act;
- i. To do any and all things necessary or convenient to carry out the
- 17 purposes of the commission and to exercise the powers given and
- 18 granted to the commission under this act;
- 19 j. To coordinate the State's economic development activities
- 20 among the commission's organizational units and the New Jersey
- 21 Economic Development Authority, the New Jersey Commission on
- 22 Science and Technology, the New Jersey Urban Enterprise Zone
- 23 Authority, the New Jersey Development Authority for Small
- 24 Businesses, Minorities' and Women's Enterprises, and the Motion
- 25 Picture and Television Development Commission, and to recommend
- 26 economic development policies to the Governor;
- 27 k. To enter into memoranda of understanding or other cooperative
- 28 agreements with the New Jersey Economic Development Authority,
- 29 the New Jersey Commission on Science and Technology, the New
- 30 Jersey Urban Enterprise Zone Authority, the New Jersey Development
- 31 Authority for Small Businesses, Minorities' and Women's Enterprises,
- 32 the Atlantic City Convention Center Authority, the Dredging Project
- Task Force, the Economic Development Site Task Force, and the
- 34 Motion Picture and Television Development Commission, or any other
- state agency for the provision of services or other cooperative efforts
- 36 to effectuate the purposes of this act and to ensure the coordination of
- 37 the State's economic development activities;
- 1. To make and enter into contracts, leases, agreements, and
- 39 purchases necessary for the use, or incidental to the performance of,
- 40 the commission's duties and the exercise of its powers under the act;
- 41 m. To do and perform any acts and things authorized by this act
- 42 under, through or by means of its own officers, agents and employees,
- 43 or by contract with any person;
- n. To insure against any losses in connection with the commission's
- 45 properties, operations or assets; and

o. To approve annually the economic development master plan submitted by the Chief Executive Officer and Secretary.

14. (New section) The Attorney General shall provide legal representation to the commission.

15. (New section) The Director of the Division of Budget and Accounting, in the Department of the Treasury, and the director's legally authorized representatives are hereby authorized and empowered from time to time to examine the accounts, books, and records of the commission, and any of its related entities, including its receipts, disbursements, contracts, investments and any other matters relating thereto and to its financial standing.

16. (New section) a. All purchases, contracts, or agreements, where the cost or contract price exceeds the sum of \$50,000, or, after January 1, 1999, the amount determined pursuant to subsection b. of this section, shall, except as otherwise provided in this act, be made, negotiated, or awarded only after public advertisement for bids therefor and shall be awarded to that responsible bidder whose bid, conforming to the invitation for bids, is most advantageous to the commission in its judgment, upon consideration of price and other factors. Any bid may be rejected when the commission determines that it is in the public interest to do so.

Any purchase, contract, or agreement, where the cost or contract price is less than or equal to \$50,000, or the amount determined pursuant to subsection b. of this section, shall be made, negotiated, or awarded by the commission without advertising and in any manner which the commission, in its judgment, deems necessary to serve its unique interests and purposes and which promotes, whenever practicable, full and free competition by the acceptance of quotations or proposals or by the use of other suitable methods.

b. Commencing January 1, 1999, the Governor, in consultation with the Department of the Treasury, shall no later than March 1 of each odd numbered-year adjust the threshold amount set forth in subsection a. of this section, or subsequent to 1999 the threshold amount resulting from any adjustment under this subsection, in direct proportion to the rise or fall of the consumer price index for all urban consumers in the New York City and the Philadelphia areas as reported by the United States Department of Labor. The Governor shall, no later than June 1 of each odd-number year, notify the commission of the adjustment. The adjustment shall become effective on July 1 of each odd-numbered year.

17. (New section) a. Any purchase, contract, or agreement, where the cost or contract price exceeds the amount set forth in subsection

- 1 a. of section 16 of P.L. , c. (C. ) (now before the
- 2 Legislature as this bill), or, after January 1, 1999, the amount
- 3 calculated by the Governor pursuant to subsection b. of section 16 of
- 4 P.L. , c. (C. ) (now before the Legislature as this bill)
- 5 may be made, negotiated, or awarded by the commission without
- 6 advertisement for bids under the following circumstances:
  - (1) When the subject matter consists of:

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- (a) Items or services supplied by a public utility subject to the jurisdiction of the Board of Public Utilities, and tariffs and schedules of the charges made, charged or extracted by the public utility for those items or services which are filed with the commission; or
- (b) The purchase, rental, or lease of such office space, office machinery, specialized equipment, buildings or real property as may be necessary for the use, or incidental to the performance, of the commission's duties and the exercise of its powers under this act; or
  - (2) When any one or more of the following circumstances exist:
- 17 (a) Standardization of equipment and interchange ability of parts 18 is in the public interest;
  - (b) Only one source of supply or service is available;
  - (c) The exigency of the commission's duties and responsibilities will not admit of advertisement;
- 22 (d) More favorable terms can be obtained from a primary source 23 of supply of an item or service;
  - (e) Bid prices, after advertising, are not reasonable or have not been independently arrived at in open competition, but no negotiated purchase, contract, or agreement may be entered into under this subsection after the rejection of all bids received unless: (i) notification of the intention to negotiate and reasonable opportunity to negotiate is given to each responsible bidder; (ii) the negotiated price is lower than the lowest rejected bid price of a responsible bidder; and (iii) the negotiated price is the lowest negotiated price offered by any responsible bidder;
  - (f) The purchase is to be made from, or the contract is to be made with, any federal or State government or agency or other entity, or any political subdivision thereof; or
  - (g) Purchases are made through or by the Director of the Division of Purchase and Property, in the Department of the Treasury, pursuant to section 1 of P.L.1959, c.40 (C.52:27B-56. 1).
- b. In any such instances as identified in subsection a. of this section, the commission may make, negotiate, or award the purchase, contract or agreement in any manner which the commission deems necessary to serve its unique interests and purposes and which promotes, whenever practicable, full and free competition by the acceptance of quotations or proposals or by the use of other suitable methods.
- 46 c. In any case in which the commission shall make, negotiate, or

award a purchase, contract, or agreement without public advertisement pursuant to subsection a. of this section, the commission shall, by resolution passed by the affirmative vote of a majority of its members, specify the subject matter or circumstances set forth in subsection a. which permit the commission to take such action.

18. (New section) The commission shall submit its budget request directly to the Division of Budget and Accounting in the Department of the Treasury in a format to be agreed upon by the commission and the Division of Budget and Accounting.

19. (New section) Three months after the end of its fiscal year, the commission shall make an annual report of its activities for the preceding fiscal year to the Governor and the Legislature. Each such report shall set forth a complete operating and financial statement covering the operations of the commission, and any of its related entities, during the year. The commission shall cause an independent audit of its books and accounts to be made at least once in each year by certified public accountants and cause a copy thereof to be filed with the Secretary of State and the Director of the Division of Budget and Accounting, in the Department of the Treasury.

20. (New section) The commission shall organize within 90 days of the effective date of this act and shall be subject to the provisions of the "Open Public Meetings Act," P.L.1975, c.231 (C.10:4-6 et seq.).

21. (New section) a. The New Jersey Development Authority for Small Businesses, Minorities' and Women's Enterprises, established pursuant to P.L.1985, c.386 (C.34:1B-47 et seq.), is transferred in but not of the Department of the Treasury, but, notwithstanding this transfer, the New Jersey Development Authority for Small Businesses, Minorities' and Women's Enterprise shall be independent of any supervision and control by the department or by any board or officer thereof.

b. Whenever, in any law, role, regulation, order, contract, document, judicial or administrative proceeding or otherwise, reference is made to the New Jersey Development Authority for Small Businesses, Minorities' and Women's Enterprise, the same shall mean and refer to the New Jersey Development Authority for Small Businesses, Minorities' and Women's Enterprise in but not of the

- 42 Department of the Treasury.
- c. This transfer shall be subject to the provisions of the "State Agency Transfer Act," P.L.1971, c.375 (C.52:14D-1 et seq.).
- d. The New Jersey Development Authority for Small Businesses,
   Minorities' and Women's Enterprise may, subject to the commission's

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- 1 approval, develop and promulgate such rules and regulations in
- 2 accordance with the "Administrative Procedure Act," P.L.1968, c.410
- 3 (C.52:14B-1 et seq.) as are necessary to implement the provisions of
- 4 this act and to effectuate the purposes of the New Jersey Development
- 5 Authority for Small Businesses, Minorities' and Women's Enterprise
- 6 as provided by law.
- 7 e. Regulations adopted by the New Jersey Development Authority
- 8 for Small Businesses, Minorities' and Women's Enterprise shall
- 9 continue with full force and effect until amended or repealed pursuant
- 10 to law.

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- 12 22. (New section) a. The New Jersey Economic Development
- Authority, established pursuant to P.L.1974, c.80 (C.34:1B-1 et seq.),
- 14 is transferred in but not of the Department of the Treasury, but,
- 15 notwithstanding this transfer, the New Jersey Economic Development
- 16 Authority shall be independent of any supervision and control by the
- 17 department or by any board or officer thereof.
- b. Whenever, in any law, rule, regulation, order, contract,
- 19 document, judicial or administrative proceeding or otherwise,
- 20 reference is made to the New Jersey Economic Development
- 21 Authority, the same shall mean and refer to the New Jersey Economic
- 22 Development Authority in but not of the Department of the Treasury.
- 23 The Chief Executive Officer and Secretary of the commission shall
- 24 appoint the executive director of the New Jersey Economic
- 25 Development Authority.
- 26 c. This transfer shall be subject to the provisions of the "State
- 27 Agency Transfer Act," P.L.1971, c.375 (C.52:14D-1 et seq.).
- d. The New Jersey Economic Development Authority may develop
- 29 and promulgate such rules and regulations in accordance with the
- 30 "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.)
- 31 as are necessary to implement the provisions of this act and to
- 32 effectuate the purposes of the New Jersey Economic Development
- 33 Authority as provided by law. Nothing herein shall alter the provisions
- 34 of section 1 of P.L.1979, c.303 (C.34-1B-5.1).
- e . Regulations adopted by the New Jersey Economic Development
- 36 Authority shall continue with full force and effect until amended or
- 37 repealed pursuant to law.

- 39 23. (New section) a. The South Jersey Port Corporation,
- 40 established pursuant to P.L.1968, c.60 (C.12: 11A-1 et seq.), is
- 41 transferred in but not of the Department of the Treasury, but,
- 42 notwithstanding this transfer, the South Jersey Port Corporation shall
- be independent of any supervision and control by the department or by
- any board or officer thereof.
- b. Whenever, in any law, rule, regulation, order, contract,
- 46 document, judicial or administrative proceeding or otherwise,

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- 1 reference is made to the South Jersey Port Corporation, the same shall
- 2 mean and refer to the South Jersey Port Corporation in but not of the
- 3 Department of the Treasury.
- 4 c. This transfer shall be subject to the provisions of the "State
- 5 Agency Transfer Act," P.L.1971, c.375 (C.52:14D-1 et seq.).
- d. Regulations adopted by the South Jersey Port Corporation shall
   continue with full force and effect until amended or repealed pursuant
- 8 to law.

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- 10 24. (New section) a. The New Jersey Public Broadcasting
- Authority, established pursuant to P.L.1968, c.405 (C.48:23-1 et
- 12 seq.), is transferred in but not of the Department of State, but
- 13 notwithstanding this transfer, New Jersey Public Broadcasting
- 14 Authority shall be independent of any supervision and control by the
- 15 department or by any board or officer thereof. The New Jersey Public
- 16 Broadcasting Authority shall submit its budget request directly to the
- 17 Division of Budget and Accounting in the Department of the Treasury.
- b. Whenever, in any law, rule, regulation, order, contract,
- 19 document, judicial or administrative proceeding or otherwise,
- 20 reference is made to the New Jersey Public Broadcasting Authority,
- 21 the same shall mean and refer to the New Jersey Public Broadcasting
- 22 Authority in but not of the Department of State.
- c. This transfer shall be subject to the provisions of the "State
- 24 Agency Transfer Act," P.L.1971, c.375 (C.52:14D-1 et seq.).
- d. The New Jersey Department of State may render administrative
- assistance including, but not limited to, personnel and fiscal assistance,
- 27 upon request of the New Jersey Public Broadcasting Authority. The
- 28 cost and expense of any services rendered may be paid by the New
- 29 Jersey Public Broadcasting Authority.
- 30 e. Regulations adopted by the Public Broadcasting Authority shall
- 31 continue with full force and effect until amended or repealed pursuant
- 32 to law.

- 34 25. (New section) a. The New Jersey Commission on Science and
- 35 Technology, established pursuant to P.L.1985, c.102 (C.52:9X-1 et
- seq.), is transferred in but not of the Department of the Treasury, but
- 37 notwithstanding this transfer, the New Jersey Commission on Science
- and Technology shall be independent of any supervision and control
- 39 by the department or by any board or officer thereof. The Chief
- 40 Executive Officer and Secretary of the commission shall appoint the
- 41 Executive Director of the New Jersey Commission on Science and
- 42 Technology.
- b. Whenever, in any law, rule, regulation, order, contract,
- 44 document, judicial or administrative proceeding or otherwise,
- 45 reference is made to the New Jersey Commission on Science and
- 46 Technology, the same shall mean and refer to the New Jersey

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- 1 Commission on Science and Technology in but not of the Department 2 of the Treasury.
- 3 c. This transfer shall be subject to the provisions of the "State 4 Agency Transfer Act," P.L.1971, c.375 (C.52:14D-1 et seq.).
- d. The New Jersey Commission on Science and Technology may,
- 6 subject to the commission's approval, develop and promulgate such
- 7 rules and regulations in accordance with the "Administrative
- 8 Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.) as are necessary
- 9 to implement the provisions of this act and to effectuate the purposes
- of the New Jersey Commission on Science and Technology as provided by law.
- e. Regulations adopted by the New Jersey Commission on Science and Technology shall continue with full force and effect until amended or repealed pursuant to law.

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- 16 26. (New section) a. The Motion Picture and Television
- 17 Development Commission, established pursuant to P.L.1977, c.44
- 18 (C.34:1B-22 et seq.), is transferred in but not of the Department of the
- 19 Treasury, but notwithstanding this transfer, the Motion Picture and
- 20 Television Development Commission shall be independent of any
- 21 supervision and control by the department or by any board or officer
- thereof. The Chief Executive Officer and Secretary of the commission
- shall appoint the Executive Director of the Motion Picture and
- 24 Television Development Commission.,
- 25 b. Whenever, in any law, rule, regulation, order, contract,
- 26 document, judicial or administrative proceeding or otherwise,
- 27 reference is made to the Motion Picture and Television Development
- 28 Commission, the same shall mean and refer to the Motion Picture and
- 29 Television Development Commission in but not of the Department of
- 30 the Treasury.
- 31 c. This transfer shall be subject to the provisions of the "State
- 32 Agency Transfer Act," P.L.1971, c.375 (C.52:14D-1 et seq.).
- d. The Motion Picture and Television Development Commission
- may, subject to the commission's approval, develop and promulgate
- 35 such rules and regulations in accordance with the "Administrative
- 36 Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.) as are necessary
- 37 to implement the provisions of this act and to effectuate the purposes
- 38 of the Motion Picture and Television Development Commission as
- 39 provided by law.

- 41 27. (New section) a. The New Jersey Council of Economic
- 42 Advisors, established pursuant to P.L.1993, c.149 (C.52:9H-34 et
- 43 seq.), is allocated in but not of the Department of the Treasury, but
- 44 notwithstanding this allocation, the New Jersey Council of Economic
- 45 Advisors shall be independent of any supervision and control by the
- 46 department or by any board or officer thereof.

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- b. Whenever, in any law, rule, regulation, order, contract,
- 2 document, judicial or administrative proceeding or otherwise,
- 3 reference is made to the New Jersey Council of Economic Advisors,
- 4 the same shall mean and refer to the New Jersey Council of Economic
- 5 Advisors in but not of the Department of the Treasury.
- 6 c. This transfer shall be subject to the provisions of the "State 7 Agency Transfer Act," P.L.1971, c.375 (C.52:14D-1 et seq.).
- 8 d. The commission may render administrative assistance including,
- 9 but not limited to, personnel and fiscal assistance to the New Jersey
- 10 Council of Economic Advisors. The cost and expense of any services
- 11 rendered may be paid by the New Jersey Council of Economic
- 12 Advisors, or as is annually provided for in the State budget.
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- 14 28. (New Section) a. The New Jersey Urban Enterprise Zone
- 15 Authority, established pursuant to P.L.1983, c.303 (C.52:27H-60), is
- 16 transferred in but not of the Department of Treasury, but
- 17 notwithstanding this transfer, the New Jersey Urban Enterprise Zone
- 18 Authority shall be independent of any supervision and control by the
- 19 department or by any board or officer thereof.
- b. Whenever, in any law, rule, regulation, order, contract,
- 21 document, judicial or administrative proceeding or otherwise,
- 22 reference is made to the New Jersey Urban Enterprise Zone Authority
- 23 the same shall mean and refer to the New Jersey Urban Enterprise
- 24 Zone Authority in but not of the Department of the Treasury.
- c. This transfer shall be subject to the provisions of the "State
- 26 Agency Transfer Act," P.L.1971, c.375 (C.52:14D-1 et seq.).
- d. All clerical and professional assistants, and all personnel,
- 28 procurement, budgetary and other administrative services necessary or
- 29 incidental to the authority's proper functioning shall be provided by
- and through the commission, and it shall, subject to the availability of
- 31 funds, reimburse the commission for all administrative services
- 32 provided to the authority.
- e. The New Jersey Urban Enterprise Zone Authority may, subject
- 34 to the commission's approval, develop and promulgate such rules and
- 35 regulations in accordance with the "Administrative Procedure Act,"
- 36 P.L.1968, c.410 (C.52:14B-1 et seq.) as are necessary to implement
- 37 the provisions of this act and to effectuate the purposes of the New
- 38 Jersey Urban Enterprise Zone Authority as provided by law.
- f. Regulations adopted by the New Jersey Urban Enterprise Zone
- 40 Authority shall continue with full force and effect until amended or
- 41 repealed pursuant to law.

- 43 29. (New section) a. The Atlantic City Convention Center
- 44 Authority, established pursuant to P.L.1981, c.459 (C.52:27H-29 et
- seq.), is transferred in but not of the Department of the Treasury, but
- 46 notwithstanding this transfer, the Atlantic City Convention Center

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- 1 Authority shall be independent of any supervision and control by the 2 department or by any board or officer thereof.
- 3 b. Whenever, in any law, rule, regulation, order, contract,
- 4 document, judicial or administrative proceeding or otherwise,
- 5 reference is made to the Atlantic City Convention Center Authority,
- 6 the same shall mean and refer to the Atlantic City Convention Center
- 7 Authority in but not of the Department of the Treasury.
- 8 c. This transfer shall be subject to the provisions of the "State
- 9 Agency Transfer Act," P.L.1971, c.375 (C.52:14D-1 et seq.).

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- 11 30. (New section) a. The Dredging Project Facilitation Task
- 12 Force, established pursuant to P.L.1997, c.97 (C.12:6B-1 et seq.), is
- 13 transferred in but not of the Department of the Treasury, but
- 14 notwithstanding this transfer, the Dredging Project Task Force shall
- 15 be independent of any supervision and control by the department or by
- 16 any board or officer thereof.
- b. Whenever, in any law, rule, regulation, order, contract,
- 18 document, judicial or administrative proceeding or otherwise,
- 19 reference is made to the Dredging Project Task Force, the same shall
- 20 mean and refer to the Dredging Project Task Force in but not of the
- 21 Department of the Treasury.
- c. This transfer shall be subject to the provisions of the "State
- 23 Agency Transfer Act," P.L.1971, c.375 (C.52:14D-1 et seq.).

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- 25 31. (New section) a. The Economic Development Site Task Force,
- 26 established pursuant to P.L.1997, c.97 (C.12:6B-1 et seq.), is
- 27 transferred in but not of the Department of the Treasury, but
- 28 notwithstanding this transfer, the Economic Development Site Task
- 29 Force shall be independent of any supervision and control by the
- 30 department or by any board or officer thereof.
- 31 b. Whenever, in any law, rule, regulation, order, contract,
- 32 document, judicial or administrative proceeding or otherwise,
- 33 reference is made to the Economic Development Site Task Force, the
- 34 same shall mean and refer to the Economic Development Site Task
- 35 Force in but not of the Department of the Treasury.
- 36 c. This transfer shall be subject to the provisions of the "State
- 37 Agency Transfer Act," P.L.1971, c.375 (C.52:14D-1 et seq.).

- 39 32. Section 1 of P.L.1974, c.55 (C.52:14-15.107) is amended to 40 read as follows:
- Notwithstanding the provisions of the annual appropriations act and
- 42 section 7 of P.L.1974, c.55 (C.52:14-15.110), the Governor shall fix
- and establish the annual salaries for the following officers within the
- 44 limits as follows:

1	Title Salary Not to Exceed
2	Agriculture Department
3	Secretary of Agriculture\$115,000
4	Banking Department
5	Commissioner of Banking\$115,000
6	[Commerce, Energy and Economic Development Department
7	Commissioner of Commerce, Energy and Economic Development
8	Commerce and Economic Growth Commission
9	Chief Executive Officer and Secretary\$115,000
10	Community Affairs Department
11	Commissioner of Community Affairs\$115,000
12	Corrections Department
13	Commissioner of Corrections\$115,000
14	Education Department
15	Commissioner of Education\$115,000
16	Environmental Protection Department
17	Commissioner of Environmental Protection\$115,000
18	Health Department
19	Commissioner of Health\$115,000
20	Higher Education Department
21	Chancellor\$115,000
22	Human Services Department
23	Commissioner of Human Services\$115,000
24	Insurance Department
25	Commissioner of Insurance\$115,000
26	Labor Department
27	Commissioner of Labor\$115,000
28	Law and Public Safety Department
29	Attorney General\$115,000
30	Military and Veterans' Affairs Department
31	Adjutant General\$115,000
32	Personnel Department
33 34	Commissioner of Personnel\$115,000
35	State Department Secretary of State \$115,000
36	Secretary of State\$115,000
37	Transportation Department  Commissioner of Transportation\$115,000
38	Treasury Department
39	State Treasurer\$115,000
40	Members, Board of Public Utilities\$115,000
41	(cf. P.L. 1994, c. 58, s. 53)
42	(0 1.2. 1771, 0. 50, 5. 55)
43	33. Section 5 of P.L.1998, c.278 is amended to read as follows:
44	5. a. There is created the "Brownfields Redevelopment Task
45	Force." The Task Force shall consist of [five] six representatives
46	from State agencies and [five] six public members. The State agency
.0	nom same agencies and Live I give paone memoris. The state agency

- 1 representatives shall be from each of the following State agencies: the
- 2 Office of State Planning in the Department of the Treasury, the Office
- 3 of Neighborhood Empowerment in the Department of Community
- 4 Affairs, the New Jersey Redevelopment Authority in the Department
- 5 of [Commerce and Economic Development] the Treasury, the New
- 6 Jersey Commerce and Economic Growth Commission, the Department
- 7 of Transportation, and the Site Remediation Program in the
- 8 Department of Environmental Protection. The six public members
- 9 shall be appointed by the Governor with the advice and consent of the
- 10 Senate. The public members shall include to the extent practicable: a
- representative of commercial or residential development interests, a 11
- representative of the financial community, a representative of a public 12
- 13 interest environmental organization, a representative of a
- 14 neighborhood or community redevelopment organization,
- 15 representative of a labor or trade organization, and a representative of
- 16 a regional planning entity.
- The Office of State Planning shall provide staff to implement the 17
- functions and duties of the Task Force. The public members of the 18
- 19 Task Force shall serve without compensation but may be reimbursed
- 20 for actual expenses in the performance of their duties. The Governor
- 21 shall select the chairperson of the Task Force.
- 22 The Task Force shall prepare and update an inventory of
- 23 brownfield sites in the State. In preparing the inventory, priority shall
- 24 be given to those areas of the State that receive assistance from the
- 25 Urban Coordinating Council or from the Office of Neighborhood
- Empowerment. To the extent practicable, the inventory shall include 26
- 27 an assessment of the contaminants known or suspected to have been
- 28 discharged or that are currently stored on the site, the extent of any
- remediation performed on the site, the site's proximity to 29
- transportation networks, and the availability of infrastructure to 30
- support the redevelopment of the site. The information gathered for 31
- 32 the inventory shall, to the extent practicable, be made available to the 33 public by entering it into the Department of Environmental
- 34
- Protection's existing geographic information system, by making this
- 35 information available on the system and by making copies of any maps
- and data available to the public. The department may charge a 36
- reasonable fee for the reproduction of maps and data which fee shall 37
- 38 reflect the cost of their reproduction.
- 39 c. In addition to its functions pursuant to subsection b. of this 40 section, the Task Force shall:
- 41 (1) coordinate State policy on brownfields redevelopment,
- 42 including incentives, regulatory programs, provision of infrastructure,
- 43 and redevelopment planning assistance to local governments;
- 44 (2) use the inventory to prioritize sites based on their immediate 45 economic development potential;
- (3) prepare a plan of action to return these sites to productive 46

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- 1 economic use on an expedited basis;
- 2 (4) actively market sites on the inventory to prospective 3 developers;
- 4 (5) use the inventory to provide a targeted environmental 5 assessment of the sites, or of areas containing several brownfield sites, 6 by the Department of Environmental Protection;
- 7 (6) consult with the Pinelands Commission concerning the 8 remediation and redevelopment of brownfield sites located in the 9 pinelands area as designated pursuant to section 10 of P.L.1979, c.111 10 (C.13:18A-11);
  - (7) evaluate the performance of current public incentives in encouraging the remediation of and redevelopment of brownfields; and
  - (8) make recommendations to the Governor and the Legislature on means to better promote the redevelopment of brownfields, including the provision of necessary public infrastructure and methods to attract private investment in redevelopment.
  - d. As used in this section, "brownfield" means any former or current commercial or industrial site that is currently vacant or underutilized and on which there has been, or there is suspected to have been, a discharge of a contaminant.
- 21 (cf: P.L.1997,c.278,s.5.)

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34. (New section) This act shall take effect sixty days after enactment, except that any appointment or any personnel activity consistent with the purposes of this act may be made prior to that date.

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STATEMENT

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This bill abolishes the Department of Commerce and Economic Development (Commerce) and creates the New Jersey Commerce and Economic Growth Commission (Commission).

- 33 Under the bill, the Commission is established in the Executive 34 Branch of State government and the Chief Executive Officer and 35 Secretary of the Commission is a cabinet level officer. The bill 36 allocates the Commission to the Department of the Treasury 37 (Treasury). The bill provides that notwithstanding that allocation, the 38 Commission shall be independent of any supervision and control by 39 Treasury.
- The Commission shall have a Board of Directors consisting of 11 voting members: six ex officio members and five public members. The Governor is the chair of the Commission and a voting member. The other ex officio voting members are: the Chief Executive Officer and Secretary of the Commission; the Commissioners of Environmental Protection, Labor, Transportation; and the chairman of the
- 46 Commission on Higher Education. The bill provides that the Chief

- 1 Executive Officer and Secretary shall be appointed by the Governor
- 2 with the advice and consent of the Senate. It also provides that the
- 3 person in office as the Commissioner of Commerce and Economic
- 4 Development on the effective date of the bill shall hold the office of
- the Chief Executive Officer and Secretary without the advice and 5
- 6 consent of the Senate.
- 7 The five public voting members shall be appointed by and serve at
- 8 the pleasure of the Governor. The bill provides that these members
- 9 shall be New Jersey residents who shall be employed by, owners of, or
- 10 members of a board of directors of a business whose principal
- operation is located in New Jersey. Public members shall receive no 11
- 12 compensation for their services but shall be entitled to reimbursement
- 13 for expenses incurred in the performance of their official duties.
- 14 Members of the Commission shall be subject to the provisions of the
- 15 New Jersey Conflicts of Interest Law. The Governor will have veto
- power over the minutes of the Commission. The bill provides that the 16
- Commission shall organize within 90 days of the effective date of the 17
- bill and shall be subject to the Open Public Meetings Act. 18
- 19 The bill identifies the duties of the Chief Executive Officer and
- 20 Secretary of the Commission and the powers of the Commission.
- 21 The bill also provides that only the records in the possession of the
- 22 Chief Executive Officer and Secretary of the Commission of any
- nonprofit corporation shall be deemed subject to the Right to Know 23
- 24 Law.

- 25 The bill provides that the offices and terms of all employees of
- 26 Commerce will terminate on the effective date of the bill. The bill
- 27 further provides that the employees of the Commission shall be
- employed without regard to Title 11A of the New Jersey Statutes, but 29 employees of the Commission shall be enrolled in the Public
- Employees' Retirement System. Additionally, it provides that the 30
- Commission shall establish the terms and conditions of such 31 32 employment. Further, the bill provides that employees will be eligible
- for State health benefits and that the Commission may choose other 33
- 34 means to provide health and medical benefits, and dental and
- prescription drug plans, the costs of which shall not exceed the cost of 35
- those benefits provided to other State employees. 36
- 37 The bill requires that three months after the end of its fiscal year,
- 38 the Commission shall make an annual report of its activities for the
- 39 preceding fiscal year to the Governor and the Legislature. Each such
- 40 report shall set forth a complete operating and financial statement 41 covering the Commission's, and any of its related entities' operations
- 42 during the year. The bill also requires that the Commission cause an
- 43 independent audit of its books and accounts to be made at least once
- 44 in each year by certified public accountants, the results of which must
- 45 be filed with the Secretary of State and the Director of the Division of
- Budget and Accounting in the Department of the Treasury. 46

- 1 Additionally, the bill authorizes the Director of the Division of Budget
- 2 and Accounting in the Department of the Treasury and the director's
- 3 legally authorized representatives to examine the accounts, books, and
- 4 records of the Commission, and any of its related entities, including its
- 5 receipts, disbursements, contracts, investments and any other matters
- 6 relating to its financial standing.
- 7 The bill establishes a procedure for the award of contracts. Under
- 8 the bill, public advertisements for bids are required for contracts
- 9 whose costs exceed the sum of \$50,000 or, after January 1, 1999, an
- 10 amount determined by the Governor and based on the rise or fall of the
- 11 Consumer Price Index. The Commission may award contracts without
- advertising when the costs of the contract do not exceed \$50,000.
- 13 The bill provides additional exceptions for when contracts may be
- 14 awarded without advertising for bids.
- 15 The bill allocates to other departments certain organizational units
- which are currently in Commerce and authorizes some of those units
- 17 to promulgate rules and regulations. The bill also requires the Chief
- 18 Executive Officer and Secretary of the Commission to appoint the
- 19 executive directors of the New Jersey Economic Development
- 20 Authority, the New Jersey Commission on Science and Technology,
- 21 and the Motion Picture and Television Development Commission.
- The bill also adds the Commission as an additional member of the
- 23 Brownfields Redevelopment Task Force.
- Finally, the bill provides that it shall take effect sixty days after
- 25 enactment, except that any appointment or any personnel activity
- 26 consistent with the purposes of this act may be made prior to that date.

# ASSEMBLY COMMERCE, TOURISM, GAMING AND MILITARY AND VETERANS' AFFAIRS COMMITTEE

### STATEMENT TO

### ASSEMBLY, No. 2159

with committee amendments

## STATE OF NEW JERSEY

**DATED: JUNE 15, 1998** 

The Assembly Commerce, Tourism, Gaming and Military and Veterans' Affairs Committee reports favorably and with committee amendments Assembly Bill No. 2159.

As amended, Assembly Bill No. 2159 abolishes the Department of Commerce and Economic Development (Commerce) and creates the New Jersey Commerce and Economic Growth Commission (Commission).

Under the bill, the Commission is established in the Executive Branch of State government and the Chief Executive Officer and Secretary of the Commission is a cabinet level officer. The bill allocates the Commission in but not of the Department of the Treasury (Treasury). The bill provides that notwithstanding that allocation, the Commission shall be independent of any supervision and control by Treasury.

The Commission shall have a Board of Directors consisting of 11 voting members: six ex officio members, three public members and two additional members to be appointed by the Governor. The Governor is the chair of the Commission and a voting member. The other ex officio voting members are: the Chief Executive Officer and Secretary of the Commission; the Commissioners of Environmental Protection, Labor, and Transportation; and the chairman of the New Jersey Commission on Higher Education. The bill provides that the Chief Executive Officer and Secretary shall be appointed by the Governor with the advice and consent of the Senate. It also provides that the person in office as the Commissioner of Commerce and Economic Development on the effective date of the bill shall hold the office of the Chief Executive Officer and Secretary without the advice and consent of the Senate.

The bill further provides that three public voting members shall be appointed by the Governor with the advice and consent of the Senate. The bill also provides that the three public members appointed with the advice and consent of the Senate shall be New Jersey residents who shall provide appropriate geographical representation from

throughout the State and shall be employed by, owners of, or members of a board of directors of a business whose principal operation is located in New Jersey. Public members shall receive no compensation for their services but shall be entitled to reimbursement for expenses incurred in the performance of their official duties. Members of the Commission shall be subject to the provisions of the New Jersey Conflicts of Interest Law. The bill also provides that two additional members shall be appointed by, and serve at the pleasure of, the Governor. The bill authorizes the Governor to appoint one of the additional members upon recommendation of the President of the Senate and one additional member upon the recommendation of the Speaker of the General Assembly. The Governor will have veto power over the minutes of the Commission. The bill provides that the Commission shall organize within 90 days of the effective date of the bill and shall be subject to the Open Public Meetings Act.

The bill identifies the duties of the Chief Executive Officer and Secretary of the Commission and the powers of the Commission.

Essentially, the commission's primary policy responsibilities would include: exercising all of the powers, duties and responsibilities previously exercised by Commerce; acting as the State's representative abroad and within the United States concerning trade and commerce issues; and coordinating the State's economic activities among the divisions within the commission and various other State entities. The bill requires the Chief Executive Officer and Secretary to annually develop an economic development master plan for approval by the commissioner.

The bill also provides that only the records of any nonprofit corporation on which the Chief Executive Officer and Secretary serves and which are in the possession of the Chief Executive Officer and Secretary shall be deemed subject to the Right to Know Law.

The bill provides that the offices and terms of all employees of Commerce will terminate on the effective date of the bill. The bill further provides that the employees of the Commission shall be employed without regard to Title 11A of the New Jersey Statutes (civil service), but employees of the Commission shall be enrolled in the Public Employees' Retirement System. Additionally, it provides that the Commission shall establish the terms and conditions of such employment. Further, the bill provides that employees will be eligible for State health benefits and that the Commission may choose other means to provide health and medical benefits, and dental and prescription drug plans, the costs of which shall not exceed the cost of those benefits provided to other State employees.

The bill requires that no later than three months after the end of its fiscal year, the Commission shall make an annual report of its activities for the preceding fiscal year to the Governor and the Legislature. Each such report shall set forth a complete operating and financial statement covering the Commission's, and any of its related entities' operations during the year. The report shall also set forth

information concerning the imposition, collection and expenditure of fees imposed by the Commission. The bill also requires that the Commission cause an independent audit of its books and accounts to be made at least once in each year by certified public accountants, the results of which must be filed with the Secretary of State, the Director of the Division of Budget and Accounting in the Department of the Treasury, and the State Auditor. Additionally, the bill authorizes the Director of the Division of Budget and Accounting in the Department of the Treasury, the director's legally authorized representatives, and the State Auditor to examine the accounts, books, and records of the Commission, and any of its related entities, including its receipts, disbursements, contracts, investments and any other matters relating to its financial standing.

The bill establishes a procedure for the award of contracts. Under the bill, public advertisements for bids are required for contracts whose costs exceed the sum of \$50,000 or, after January 1, 1999, an amount determined by the Governor and based on the rise or fall of the Consumer Price Index. The Commission may award contracts without advertising when the costs of the contract do not exceed \$50,000. The bill provides additional exceptions for when contracts may be awarded without advertising for bids.

The bill allocates to other departments certain organizational units which are currently in Commerce and authorizes some of those units to promulgate rules and regulations. The bill also requires the Chief Executive Officer and Secretary of the Commission to appoint the executive directors of the New Jersey Economic Development Authority, the New Jersey Commission on Science and Technology, and the Motion Picture and Television Development Commission.

The bill adds the Commission as an additional member of the Brownfields Redevelopment Task Force. The bill also removes the Office of Neighborhood Empowerment representative from the task force.

Finally, the bill provides that it shall take effect sixty days after enactment, except that any appointment or any personnel activity consistent with the purposes of this act may be made prior to that date.

### **COMMITTEE AMENDMENTS**

The committee amended the bill to provide that the Governor shall appoint three public members of the Commission with the advice and consent of the Senate. The committee amended the bill to provide that these three public members shall provide appropriate geographical representation from throughout the State. The committee also amended the bill to provide that the three public members shall serve terms of five years, with the public members first appointed to the commission serving staggered terms of five years and four years.

The committee also amended the bill to provide that two additional members shall be appointed by, and serve at the pleasure of, the Governor. The committee adopted amendments to authorize the Governor to appoint one of the additional members upon recommendation of the President of the Senate and one member upon the recommendation of the Speaker of the General Assembly.

The committee further amended the bill to clarify that the Division of Travel and Tourism as well as the Division of International Trade shall continue in the Commission.

The amendments further provide that the Commission shall set reasonable fees for special projects or services that are not customarily provided by the department prior to the effective date of the bill. Such fees shall be paid to the commission for services rendered and shall reflect the cost of providing such projects or services. The committee further amended the bill to provide that the commission is authorized to charge reasonable fees for services for which fees were charged by the department prior to the effective date of the bill. In addition, the amendments require the Commission to include information in its annual report regarding the imposition, collection and expenditure of fees imposed by the Commission. The amendments also require the Commission to include an assessment of the Commission's effectiveness in meeting short-term and long-term goals in its annual report.

The amendments also authorize the State Auditor to examine the accounts, books and records of the Commission and require that a copy of the Commission's independent audit be filed with the State Auditor. In addition, the amendments require the Commission to submit its budget request in a format agreed upon jointly by the Commission, the Joint Budget Oversight Committee of the Legislature, or its successor, and the Division of Budget and Accounting.

### ASSEMBLY APPROPRIATIONS COMMITTEE

### STATEMENT TO

# [First Reprint] ASSEMBLY, No. 2159

### STATE OF NEW JERSEY

**DATED: JUNE 22, 1998** 

The Assembly Appropriations Committee reports favorably Assembly Bill No. 2159 (1R).

Assembly Bill No. 2159 (1R) abolishes the Department of Commerce and Economic Development and creates the New Jersey Commerce and Economic Growth Commission.

The bill establishes the commission in the Executive Branch of State government and the Chief Executive Officer and Secretary of the commission is a cabinet level officer. The bill allocates the commission in but not of the Department of the Treasury. The bill provides that notwithstanding that allocation, the commission shall be independent of any supervision and control by Treasury.

The commission shall have a Board of Directors consisting of 11 voting members: six ex officio members, three public members and two additional members to be appointed by the Governor. The Governor is the chair of the commission and a voting member. The other ex officio voting members are: the Chief Executive Officer and Secretary of the commission; the Commissioners of Environmental Protection, Labor, and Transportation; and the chairman of the New Jersey Commission on Higher Education. The bill provides that the Chief Executive Officer and Secretary shall be appointed by the Governor with the advice and consent of the Senate. It also provides that the person in office as the Commissioner of Commerce and Economic Development on the effective date of the bill shall hold the office of the Chief Executive Officer and Secretary without the advice and consent of the Senate.

The bill provides that three public voting members shall be appointed by the Governor with the advice and consent of the Senate. The bill provides that the three public members appointed with the advice and consent of the Senate shall be New Jersey residents who shall provide appropriate geographical representation from throughout the State and shall be employed by, owners of, or members of a board of directors of a business whose principal operation is located in New Jersey. Public members shall receive no compensation for their services but shall be entitled to reimbursement for expenses incurred in the performance of their official duties. Members of the commission

shall be subject to the provisions of the New Jersey Conflicts of Interest Law. The bill also provides that two additional members shall be appointed by, and serve at the pleasure of, the Governor. The bill authorizes the Governor to appoint one of the additional members upon recommendation of the President of the Senate and one additional member upon the recommendation of the Speaker of the General Assembly. The Governor will have veto power over the minutes of the commission. The bill provides that the shall organize within 90 days of the effective date of the bill and shall be subject to the Open Public Meetings Act.

The bill identifies the duties of the Chief Executive Officer and Secretary of the commission and the powers of the commission.

Essentially, the commission's primary policy responsibilities pursuant to the bill will include: exercising all of the powers, duties and responsibilities previously exercised by the Department of Commerce and Economic Development; acting as the State's representative abroad and within the United States concerning trade and commerce issues; and coordinating the State's economic activities among the divisions within the commission and various other State entities. The bill requires the Chief Executive Officer and Secretary to annually develop an economic development master plan for approval by the commission.

The bill also provides that only the records of any nonprofit corporation on which the Chief Executive Officer and Secretary serves in an official capacity and which are in the possession of the Chief Executive Officer and Secretary shall be deemed subject to the Right to Know Law.

The bill provides that the offices and terms of all employees of the Department of Commerce and Economic Development will terminate on the effective date of the bill. The bill further provides that the employees of the commission shall be employed without regard to Title 11A of the New Jersey Statutes (civil service), but employees of the commission shall be enrolled in the Public Employees' Retirement System. Additionally, it provides that the commission shall establish the terms and conditions of such employment. Further, the bill provides that employees will be eligible for State health benefits and that the commission may choose other means to provide health and medical benefits, and dental and prescription drug plans, the costs of which shall not exceed the cost of those benefits provided to other State employees.

The bill requires that no later than three months after the end of its fiscal year, the commission shall make an annual report of its activities for the preceding fiscal year to the Governor and the Legislature. Each such report shall set forth a complete operating and financial statement covering the commission's, and any of its related entities' operations during the year. The report shall also set forth information concerning the imposition, collection and expenditure of fees imposed by the commission. The bill requires that the commission

cause an independent audit of its books and accounts to be made at least once in each year by certified public accountants, the results of which must be filed with the Secretary of State, the Director of the Division of Budget and Accounting in the Department of the Treasury, and the State Auditor. Additionally, the bill authorizes the Director of the Division of Budget and Accounting in the Department of the Treasury, the director's legally authorized representatives, and the State Auditor to examine the accounts, books, and records of the commission, and any of its related entities, including its receipts, disbursements, contracts, investments and any other matters relating to its financial standing.

The bill establishes a procedure for the award of contracts. Under the bill, public advertisements for bids are required for contracts whose costs exceed the sum of \$50,000 or, after January 1, 1999, an amount determined by the Governor and based on the rise or fall of a Consumer Price Index. The commission may award contracts without advertising when the costs of the contract do not exceed \$50,000. The bill provides additional exceptions for when contracts may be awarded without advertising for bids.

The bill allocates to other departments certain organizational units which are currently in the Department of Commerce and Economic Development and authorizes some of those units to promulgate rules and regulations. The bill also requires the Chief Executive Officer and Secretary of the commission to appoint the executive directors of the New Jersey Economic Development Authority, the New Jersey Commission on Science and Technology, and the Motion Picture and Television Development Commission.

The bill adds the commission as an additional member of the Brownfields Redevelopment Task Force. The bill also removes the Office of Neighborhood Empowerment representative from the task force.

Finally, the bill provides that it shall take effect sixty days after enactment, except that any appointment or any personnel activity consistent with the purposes of this act may be made prior to that date.

### **FISCAL IMPACT**:

This bill has no necessary fiscal impact. The current functions of the Department of Commerce and Economic Development are transferred to the commission, along with the department's appropriated budget items, under the bill. The termination of all of the current departmental employees (implying decreased expenditure) is countervailed by the unrestricted authority of the Chief executive Officer and Secretary of the commission to employ consultants and employees. The new employees will be enrolled in the public Employees' Retirement System and may be, at the discretion of the commission, members of the State Health Benefits Program.

The commission has the authority to charge reasonable fees for special projects or services, but these are not specified under the bill.

### STATEMENT TO

# [First Reprint] ASSEMBLY, No. 2159

with Assembly Floor Amendments (Proposed By Assemblymen LeFEVRE and AZZOLINA)

ADOPTED: JUNE 25, 1998

These amendments add additional findings to section 2 of the bill to emphasize the importance of selecting the best qualified staff for the commission without regard to political consideration.

The amendments amend section 6 of the bill to require the Commissioner of Personnel to use best efforts to find State service employment for former employees of the Department of Commerce and Economic Development.

The amendments amend section 7 of the bill to authorize the CEO and secretary of the commission to establish job titles and descriptions, to provide that commission employees shall be covered by the State's collective negotiations agreements, as appropriate, and to insure that former employees hired by the commission shall retain their former salary and leave time.

The amendments amend section 8 of the bill to provide that not more than two of the three public members of the commission shall be of the same political party, to establish a three year instead of four year term for one of the public members and to provide for the appointment of one member of the Senate and one member of the General Assembly to serve as non-voting, advisory members of the commission.

The amendments amend section 16 of the bill to require the competitive bid threshold to be lowered from \$50,000 to \$25,000 for commission contracts.

The amendments also amend section 34 of the bill to clarify that the Chief Executive Officer and Secretary's salary will be picked by the Governor.

## SENATE, No. 1205

## STATE OF NEW JERSEY

## 208th LEGISLATURE

INTRODUCED JUNE 11, 1998

Sponsored by: Senator MARTHA W. BARK District 8 (Atlantic, Burlington and Camden)

### **SYNOPSIS**

Establishes New Jersey Commerce and Economic Growth Commission; abolishes the Department of Commerce and Economic Development.

### **CURRENT VERSION OF TEXT**

As introduced.



1	AN ACT establishing the New Jersey Commerce and Economic
2	Growth Commission, abolishing the Department of Commerce and
3	Economic Development and revising parts of the statutory law.
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5	BE IT ENACTED by the Senate and General Assembly of the State
6	of New Jersey:
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8	1 (New section) This act shall be known and may be cited as the
9	"New Jersey Commerce and Economic Growth Commission Act of
10	1998."
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12	2. (New section) The Legislature finds and declares that:
13	a. New Jersey is in a fierce competition for jobs and businesses, not
14	only with other states, but throughout the world; and
15	b. The State must do all it can to increase opportunities for New
16	Jersey citizens to enjoy economic success and prosperity; and
17	c. To attract business, New Jersey must think and act like a
18	business, by stressing customer service, and responding to the needs
19	of the business community with flexibility and agility; and
20	d. Commerce and economic development are priorities for New
21	Jersey because success in these endeavors means the creation of jobs
22	for our citizens. As such, commerce and economic development
23	deserve a unique and dynamic role in our State government; and
24	e. Because we soon will be entering the 21st century, New Jersey
25	must now boldly transform its economic development mission to be
26	market driven, mobile and responsive enough to the future's challenges
27	to empower New Jersey to undertake new commercial and economic
28	ventures as the economic engine of the Northeast; and
29	f. The State and its citizens will benefit from a more sharply
30	focused economic development vision, in which the State's efforts are
31	coordinated under one organization, the New Jersey Commerce and
32	Economic Growth Commission, that coordinates economic
33	development activities for the State with all related entities, including,
34	but not limited to, the New Jersey Economic Development Authority,
35	the New Jersey Commission on Science and Technology, the New

technological and business changes that have taken place since then, this Legislature recognizes that it, too, cannot predict the future and must, therefore, ensure that the New Jersey Commerce and Economic

Jersey Urban Enterprise Zone Authority, the Motion Picture and

Television Development Commission, and the New Jersey

Development Authority for Small Businesses, Minorities' and Women's

g. Just as the Legislature 25 years ago could not have predicted the

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

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Enterprises; and

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Growth Commission has the agility and ability to retool its focus and priorities to ensure the State's capability to respond to the technological and business changes yet to come; and

h. Economic growth and prosperity are still the number one priorities for our citizens, and by creating an innovative and independent economic development entity, the New Jersey Commerce and Economic Growth Commission, the Legislature reaffirms that it is also a priority of government.

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3. (New section) There is established a body corporate and politic, with corporate succession, to be known as the "New Jersey Commerce and Economic Growth Commission" (hereinafter "the commission").

The commission shall be established in the Executive Branch of the State Government and for the purposes of complying with the provisions of Article V, Section IV, paragraph 1 of the New Jersey Constitution, the commission is allocated, in but not of, the Department of the Treasury, but notwithstanding this allocation, the commission shall be independent of any supervision and control by the department or by any board or officer thereof.

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4. (New section) The Department of Commerce and Economic Development created pursuant to P.L.1981, c.122 (C.52:27H-1 et seq.) is abolished as a principal department in the Executive Branch of State government, and all of its powers, functions, and duties, except as herein otherwise provided, are continued in the commission.

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5. (New section) All appropriations and other moneys available and to become available to any department, division, bureau, board, commission, or other entity or agency, the functions, powers and duties of which have been assigned or transferred to the Department of Commerce and Economic Development, are hereby continued in the commission, except as herein otherwise provided, and shall be available for the objects and purposes tor which such monies are appropriated subject to any terms, restrictions, limitations, or other requirements imposed by State or federal law. Nothing herein shall alter the provisions of section 4 of P.L.1983, c.190 (C.34:1 B-39). Whenever, in any law, rule, regulation, order, contract, document, judicial or administrative proceeding or otherwise, reference is made to the Department of Commerce and Economic Development, the same shall mean and refer to the "New Jersey Commerce and Economic Growth Commission" in but not of the Department of the Treasury.

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6. (New section) The offices and terms of the commissioner, deputy commissioner, assistant commissioners, directors, deputy directors, executive directors, and all other employees of the

- Department of Commerce and Economic Development and of its various divisions and offices, except as herein otherwise provided, shall terminate upon the effective date of this act.
- Notwithstanding the requirements of Title 11A of the New Jersey Statutes or the regulations promulgated thereunder, no employee of the commission shall retain career service rights after the effective date

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7. (New section) The commission shall have the power to employ consultants and employees as may be required in the judgment of the commission to carry out the purposes of this act and to fix and pay their compensation from funds available to the commission therefor, notwithstanding the provisions of Title 11A of the New Jersey Statutes. The commission shall establish the terms and conditions of employment, and such employees of the commission shall be enrolled in the Public Employees' Retirement System and shall be eligible to participate in the State Health Benefits Program established pursuant to the "New Jersey State Health Benefits Program Act," P.L.1961, c.49 (C.52:14-17.25 et seq.). The commission may elect to provide health benefits for its employees through private insurance policies, hospital and medical service corporations, health maintenance organizations, or any other manner available for the provision of health benefits, provided that the cost of the benefits shall not exceed the cost of those benefits provided to other State employees.

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- 8. (New section) The Board of Directors of the commission shall consist of the following 11 voting members:
- a. The Governor, who shall be the Chair of the commission. The Governor may be represented by an official designee, whose name shall be filed with the commission.
- b. The Chief Executive Officer and Secretary of the commission shall be appointed by the Governor with the advice and consent of the Senate. The Chief Executive Officer and Secretary of the commission shall serve at the pleasure of the Governor during the Governor's term of office and until a successor is appointed and qualified. The Chief Executive Officer and Secretary shall serve as an ex officio voting member of the commission and may be represented by an official designee, whose name shall be filed with the commission.
- The person in office as the Commissioner of the Department of Commerce and Economic Development on the effective date of this act shall hold the office of the Chief Executive Officer and Secretary of the commission without the advice and consent of the Senate and shall serve at the pleasure of the Governor during the Governor's term of office and until a successor is appointed and qualified.
- Whenever, in any law, rule, regulation, order, contract, document, judicial or administrative proceeding or otherwise, reference is made

- 1 to the Commissioner of the Department of Commerce and Economic
- 2 Development, the same shall mean and refer to the Chief Executive
- 3 Officer and Secretary of the "New Jersey Commerce and Economic
- 4 Growth Commission."
- c. One commissioner from each of the following departments who 5
- 6 shall serve ex-officio: the Department of Environmental Protection;
- 7 the Department of Labor and the Department of Transportation.
- 8 These commissioners may be represented by an official designee,
- 9 whose name shall be filed with the commission.
- d. The chairman of the Commission on Higher Education, who 10 shall serve ex officio. This chairman may be represented by an official designee, whose name shall be filed with the commission. 12
  - e. Five public members who shall be appointed by the Governor with the advice and consent of the Senate. The five public members shall serve at the pleasure of the Governor. These members shall be New Jersey residents who shall be employed by, owners of, or members of the board of directors of, a business whose principal operation is located in New Jersey. Public members shall receive no compensation for their services but shall be entitled to reimbursement for expenses incurred in the performance of their official duties.

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9. (New section) a. The powers of the commission shall be vested in the members thereof in office from time to time, and a majority of the total authorized membership of the commission shall constitute a quorum at any meeting thereof. Action may be taken and motions and resolutions adopted by the commission at any meeting thereof by the affirmative vote of a majority of the membership, unless in any case the bylaws of the commission shall require a larger number. No vacancy in the membership of the commission shall impair the right of a quorum to exercise all the rights and perform all the duties of the commission.

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b. Members of the commission shall be subject to the provisions of the "New Jersey Conflicts of Interest Law," P.L.1971, c.182 (C.52:13D-12 et seq.)

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10. (New section) A true copy of the minutes of every meeting of the commission shall be forthwith delivered by and under the certification of the secretary thereof to the Governor. No action taken at such a meeting by the commission shall have force or effect until 10 days, Saturday, Sundays, and public holidays excepted, after the copy of the minutes shall have been so delivered, unless during such 10 day period the Governor shall approve the same, in which case such action shall become effective upon such approval. If, in that 10 day period, the Governor returns such copies of the minutes with veto of any action taken by the commission or any member thereof at such meeting, such action shall be null and void and of no effect.

- 1 11. (New section) The Chief Executive Officer and Secretary of 2 the commission shall devote full time to the performance of the duties 3 assigned thereto, and shall:
  - a. Administer the work of the commission;

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- b. Appoint and remove officers and other personnel employed 5 6 within the commission, except as herein otherwise specifically 7 provided;
- 8 c. Have authority to organize and maintain an administrative office and to assign to employment therein such secretarial, clerical and other assistants in the commission as the Chief Executive Officer and 10 Secretary and the internal operations of the commission may require;
- 12 d. Perform, exercise and discharge the functions, powers and duties 13 of the commission through such offices as may be established by this 14 act or otherwise by law;
- 15 e. Organize the work of the commission in such organizational units, not inconsistent with the provisions of this act, as the Chief 16 Executive Officer and Secretary may determine to be necessary for the 17 18 efficient and effective operation of the commission;
- 19 Formulate and adopt rules and regulations for the efficient 20 conduct of the work and general administration of the commission, its 21 officers, and employees;
  - g. Institute or cause to be instituted such legal proceedings or processes as may be necessary to properly enforce and give effect to any of the powers or duties of the Chief Executive Officer and Secretary or the commission;
  - h. Make reports of the commission's operations, and such other reports, as the Governor shall from time to time request or as may be required by law;
- 29 i. Coordinate the activities of the commission and the several organizational units therein, in a manner designed to eliminate 30 31 overlapping and duplicative functions;
- 32 j. Integrate within the commission, so far as practicable, all staff services of the commission and of the several organizational units 33 34 therein:
- k. Have access to all relevant files and records of other State 35 agencies and require any officer or employee therein to provide such 36 information as the Chief Executive Officer and Secretary may deem 37 38 necessary to the performance of the functions of the commission;
  - 1. Lease or purchase suitable headquarters for the commission and such other quarters as the Chief Executive Officer and Secretary shall deem necessary to the proper functioning of the commission;
- 42 m. Enter into agreements with any individual, partnership, trust, 43 association, or corporation, or any public agency, under which the 44 commission, and such other entity or entities, shall undertake a project 45 as a joint venture, with the commission providing such assistance or advice as the agreement may provide. Such a joint venture must 46

- 1 directly further the statutory mission of the commission. Employees
- 2 of any joint venture shall not be deemed public employees. A joint
- 3 venture entered into by the commission shall not be deemed an
- 4 instrumentality of the State of New Jersey. A joint venture entered
- 5 into by the commission shall not be deemed or construed to create or
- 6 constitute a debt, liability, or loan or pledge of the credit, or be
- 7 payable out of property or funds of the State;
- 8 n. Organize or participate in the organization of nonprofit
- 9 corporations which are exempt from federal taxation under section
- 10 501(c)(3) of the Internal Revenue Code. Any such nonprofit
- 11 corporations must directly further the statutory mission of the
- 12 commission. Expenses incurred by such nonprofit corporations shall
- be payable from funds raised by the nonprofit corporation, and no
- liability or obligation, in tort or contract, shall be incurred by the State
- for the operation of such nonprofit corporations. Any such nonprofit
- 16 corporations shall obtain private counsel and shall not be represented
- by the Attorney General or indemnified by the State of New Jersey;
  - o. Serve as a member of any board, commission, corporation, or
- 19 authority which by law designates the Commissioner of the
- 20 Department of Commerce and Economic Development as an ex officio
- 21 member;

- p. Develop annually an economic development master plan
- 23 identifying the commission's objectives, policies and programs which
- 24 will encourage business attraction, expansion, and retention; and
- q. Perform such other functions as may be prescribed in this act or
- 26 by any other law or by the commission.
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  - 12. (New section) Notwithstanding any other provision of law,
- 29 only the records of any nonprofit corporation on which the Chief
- 30 Executive Officer and Secretary serves and which are in the possession
- 31 of the Chief Executive Officer and Secretary in an official capacity
- 32 shall be deemed public records which may be subject to public
- 33 inspection under the provisions of the "Right to Know Law,"
- 34 P.L.1963, c.73 (C. 47:1A-1 et seq.).
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- 13. (New section) The commission shall have perpetual succession and shall have the following powers:
- a. To make, amend and repeal rules and by-laws for its own
- 39 governance and guidance not inconsistent with State and federal law;
- b. To adopt an official seal and alter the same at its pleasure;
- c. To maintain an office at such place or places within the State as
- 42 it may designate;
- d. To contract for, accept, solicit or collect any grants, loans,
- 44 funds, property, or other aid in any form from the United States of
- 45 America or any agency or instrumentality thereof, from the State or
- any agency, instrumentality or political subdivision thereof, or from

- 1 any other public source;
- e. To set an amount and to charge fees to be paid to the
- 3 commission for services rendered to persons, businesses, or other
- 4 entities, including but not limited to, certifications, business relocation
- 5 and expansion assistance, strategic investment consulting, international
- 6 trade services and strategic partnerships;
- f. To exercise all of the powers, functions, and duties previously
- 8 exercised by the Department of Commerce and Economic
- 9 Development, except as herein provided pursuant to this act;
- g. To act as the State's representative abroad and within the United
- 11 States concerning trade and commerce issues;
- 12 h. To adopt rules and regulations, pursuant to the "Administrative
- 13 Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.), necessary for
- 14 the proper functioning of the commission and necessary to carry out
- 15 the provisions of this act;
- i. To do any and all things necessary or convenient to carry out the
- 17 purposes of the commission and to exercise the powers given and
- 18 granted to the commission under this act;
- 19 j. To coordinate the State's economic development activities
- among the commission's organizational units and the New Jersey
- 21 Economic Development Authority, the New Jersey Commission on
- 22 Science and Technology, the New Jersey Urban Enterprise Zone
- 23 Authority, the New Jersey Development Authority for Small
- 24 Businesses, Minorities' and Women's Enterprises, and the Motion
- 25 Picture and Television Development Commission, and to recommend
- 26 economic development policies to the Governor;
- 27 k. To enter into memoranda of understanding or other cooperative
- 28 agreements with the New Jersey Economic Development Authority,
- 29 the New Jersey Commission on Science and Technology, the New
- 30 Jersey Urban Enterprise Zone Authority, the New Jersey Development
- 31 Authority for Small Businesses, Minorities' and Women's Enterprises,
- the Atlantic City Convention Center Authority, the Dredging Project
  Task Force, the Economic Development Site Task Force, and the
- Task Force, the Economic Development Site Task Force, and the Motion Picture and Television Development Commission, or any other
- 35 state agency for the provision of services or other cooperative efforts
- 36 to effectuate the purposes of this act and to ensure the coordination of
- 37 the State's economic development activities;
- 1. To make and enter into contracts, leases, agreements, and
- 39 purchases necessary for the use, or incidental to the performance of,
- 40 the commission's duties and the exercise of its powers under the act;
- 41 m. To do and perform any acts and things authorized by this act
- 42 under, through or by means of its own officers, agents and employees,
- 43 or by contract with any person;
- n. To insure against any losses in connection with the commission's
- 45 properties, operations or assets; and

o. To approve annually the economic development master plan submitted by the Chief Executive Officer and Secretary.

14. (New section) The Attorney General shall provide legal representation to the commission.

15. (New section) The Director of the Division of Budget and Accounting, in the Department of the Treasury, and the director's legally authorized representatives are hereby authorized and empowered from time to time to examine the accounts, books, and records of the commission, and any of its related entities, including its receipts, disbursements, contracts, investments and any other matters relating thereto and to its financial standing.

16. (New section) a. All purchases, contracts, or agreements, where the cost or contract price exceeds the sum of \$50,000, or, after January 1, 1999, the amount determined pursuant to subsection b. of this section, shall, except as otherwise provided in this act, be made, negotiated, or awarded only after public advertisement for bids therefor and shall be awarded to that responsible bidder whose bid, conforming to the invitation for bids, is most advantageous to the commission in its judgment, upon consideration of price and other factors. Any bid may be rejected when the commission determines that it is in the public interest to do so.

Any purchase, contract, or agreement, where the cost or contract price is less than or equal to \$50,000, or the amount determined pursuant to subsection b. of this section, shall be made, negotiated, or awarded by the commission without advertising and in any manner which the commission, in its judgment, deems necessary to serve its unique interests and purposes and which promotes, whenever practicable, full and free competition by the acceptance of quotations or proposals or by the use of other suitable methods.

b. Commencing January 1, 1999, the Governor, in consultation with the Department of the Treasury, shall no later than March 1 of each odd numbered-year adjust the threshold amount set forth in subsection a. of this section, or subsequent to 1999 the threshold amount resulting from any adjustment under this subsection, in direct proportion to the rise or fall of the consumer price index for all urban consumers in the New York City and the Philadelphia areas as reported by the United States Department of Labor. The Governor shall, no later than June 1 of each odd-number year, notify the commission of the adjustment. The adjustment shall become effective on July 1 of each odd-numbered year.

17. (New section) a. Any purchase, contract, or agreement, where the cost or contract price exceeds the amount set forth in subsection

- 1 a. of section 16 of P.L. , c. (C. ) (now before the
- 2 Legislature as this bill), or, after January 1, 1999, the amount
- 3 calculated by the Governor pursuant to subsection b. of section 16 of
- 4 P.L. , c. (C. ) (now before the Legislature as this bill)
- 5 may be made, negotiated, or awarded by the commission without
- 6 advertisement for bids under the following circumstances:
  - (1) When the subject matter consists of:

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- (a) Items or services supplied by a public utility subject to the jurisdiction of the Board of Public Utilities, and tariffs and schedules of the charges made, charged or extracted by the public utility for those items or services which are filed with the commission; or
- (b) The purchase, rental, or lease of such office space, office machinery, specialized equipment, buildings or real property as may be necessary for the use, or incidental to the performance, of the commission's duties and the exercise of its powers under this act; or
  - (2) When any one or more of the following circumstances exist:
- 17 (a) Standardization of equipment and interchange ability of parts 18 is in the public interest;
  - (b) Only one source of supply or service is available;
  - (c) The exigency of the commission's duties and responsibilities will not admit of advertisement;
- 22 (d) More favorable terms can be obtained from a primary source 23 of supply of an item or service;
  - (e) Bid prices, after advertising, are not reasonable or have not been independently arrived at in open competition, but no negotiated purchase, contract, or agreement may be entered into under this subsection after the rejection of all bids received unless:(i) notification of the intention to negotiate and reasonable opportunity to negotiate is given to each responsible bidder; (ii) the negotiated price is lower than the lowest rejected bid price of a responsible bidder; and (iii) the negotiated price is the lowest negotiated price offered by any responsible bidder;
  - (f) The purchase is to be made from, or the contract is to be made with, any federal or State government or agency or other entity, or any political subdivision thereof; or
- (g) Purchases are made through or by the Director of the Division
   of Purchase and Property, in the Department of the Treasury, pursuant
   to section 1 of P.L.1959, c.40 (C.52:27B-56. 1).
- b. In any such instances as identified in subsection a. of this section, the commission may make, negotiate, or award the purchase, contract or agreement in any manner which the commission deems necessary to serve its unique interests and purposes and which promotes, whenever practicable, full and free competition by the acceptance of quotations or proposals or by the use of other suitable methods.
- 46 c. In any case in which the commission shall make, negotiate, or

1 award a purchase, contract, or agreement without public advertisement 2 pursuant to subsection a. of this section, the commission shall, by resolution passed by the affirmative vote of a majority of its members, 4 specify the subject matter or circumstances set forth in subsection a. which permit the commission to take such action. 5

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18. (New section) The commission shall submit its budget request directly to the Division of Budget and Accounting in the Department of the Treasury in a format to be agreed upon by the commission and the Division of Budget and Accounting.

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19. (New section) Three months after the end of its fiscal year, the commission shall make an annual report of its activities for the preceding fiscal year to the Governor and the Legislature. Each such report shall set forth a complete operating and financial statement covering the operations of the commission, and any of its related entities, during the year. The commission shall cause an independent audit of its books and accounts to be made at least once in each year by certified public accountants and cause a copy thereof to be filed with the Secretary of State and the Director of the Division of Budget and Accounting, in the Department of the Treasury.

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20. (New section) The commission shall organize within 90 days of the effective date of this act and shall be subject to the provisions of the "Open Public Meetings Act," P.L.1975, c.231 (C.10:4-6 et seq.).

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21. (New section) a. The New Jersey Development Authority for Small Businesses, Minorities' and Women's Enterprises, established pursuant to P.L.1985, c.386 (C.34:1B-47 et seq.), is transferred in but not of the Department of the Treasury, but, notwithstanding this transfer, the New Jersey Development Authority for Small Businesses, Minorities' and Women's Enterprise shall be independent of any supervision and control by the department or by any board or officer thereof.

Whenever, in any law, role, regulation, order, contract, 36 b. 37 document, judicial or administrative proceeding or otherwise, 38 reference is made to the New Jersey Development Authority for Small 39 Businesses, Minorities' and Women's Enterprise, the same shall mean 40 and refer to the New Jersey Development Authority for Small 41 Businesses, Minorities' and Women's Enterprise in but not of the

- 42 Department of the Treasury.
- c. This transfer shall be subject to the provisions of the "State 43 44 Agency Transfer Act," P.L.1971, c.375 (C.52:14D-1 et seq.).
- 45 d. The New Jersey Development Authority for Small Businesses, Minorities' and Women's Enterprise may, subject to the commission's 46

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- 1 approval, develop and promulgate such rules and regulations in
- 2 accordance with the "Administrative Procedure Act," P.L.1968, c.410
- 3 (C.52:14B-1 et seq.) as are necessary to implement the provisions of
- 4 this act and to effectuate the purposes of the New Jersey Development
- 5 Authority for Small Businesses, Minorities' and Women's Enterprise
- 6 as provided by law.
- 7 e. Regulations adopted by the New Jersey Development Authority
- 8 for Small Businesses, Minorities' and Women's Enterprise shall
- 9 continue with full force and effect until amended or repealed pursuant
- 10 to law.

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- 12 22. (New section) a. The New Jersey Economic Development
- Authority, established pursuant to P.L.1974, c.80 (C.34:1B-1 et seq.),
- 14 is transferred in but not of the Department of the Treasury, but,
- 15 notwithstanding this transfer, the New Jersey Economic Development
- 16 Authority shall be independent of any supervision and control by the
- department or by any board or officer thereof.
- b. Whenever, in any law, rule, regulation, order, contract,
- 19 document, judicial or administrative proceeding or otherwise,
- 20 reference is made to the New Jersey Economic Development
- 21 Authority, the same shall mean and refer to the New Jersey Economic
- 22 Development Authority in but not of the Department of the Treasury.
- 23 The Chief Executive Officer and Secretary of the commission shall
- 24 appoint the executive director of the New Jersey Economic
- 25 Development Authority.
- 26 c. This transfer shall be subject to the provisions of the "State
- 27 Agency Transfer Act," P.L.1971, c.375 (C.52:14D-1 et seq.).
- d. The New Jersey Economic Development Authority may develop
- 29 and promulgate such rules and regulations in accordance with the
- 30 "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.)
- 31 as are necessary to implement the provisions of this act and to
- 32 effectuate the purposes of the New Jersey Economic Development
- 33 Authority as provided by law. Nothing herein shall alter the provisions
- 34 of section 1 of P.L.1979, c.303 (C.34-1B-5.1).
- e. Regulations adopted by the New Jersey Economic Development
- 36 Authority shall continue with full force and effect until amended or
- 37 repealed pursuant to law.

- 39 23. (New section) a. The South Jersey Port Corporation,
- 40 established pursuant to P.L.1968, c.60 (C.12: 11A-1 et seq.), is
- 41 transferred in but not of the Department of the Treasury, but,
- 42 notwithstanding this transfer, the South Jersey Port Corporation shall
- be independent of any supervision and control by the department or by
- any board or officer thereof.
- b. Whenever, in any law, rule, regulation, order, contract,
- 46 document, judicial or administrative proceeding or otherwise,

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- 1 reference is made to the South Jersey Port Corporation, the same shall
- 2 mean and refer to the South Jersey Port Corporation in but not of the
- 3 Department of the Treasury.
- 4 c. This transfer shall be subject to the provisions of the "State
- 5 Agency Transfer Act," P.L.1971, c.375 (C.52:14D-1 et seq.).
- d. Regulations adopted by the South Jersey Port Corporation shall
   continue with full force and effect until amended or repealed pursuant
   to law.

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- 10 24. (New section) a. The New Jersey Public Broadcasting
- Authority, established pursuant to P.L.1968, c.405 (C.48:23-1 et
- 12 seq.), is transferred in but not of the Department of State, but
- 13 notwithstanding this transfer, New Jersey Public Broadcasting
- 14 Authority shall be independent of any supervision and control by the
- 15 department or by any board or officer thereof. The New Jersey Public
- 16 Broadcasting Authority shall submit its budget request directly to the
- 17 Division of Budget and Accounting in the Department of the Treasury.
- b. Whenever, in any law, rule, regulation, order, contract,
- 19 document, judicial or administrative proceeding or otherwise,
- 20 reference is made to the New Jersey Public Broadcasting Authority,
- 21 the same shall mean and refer to the New Jersey Public Broadcasting
- 22 Authority in but not of the Department of State.
- 23 c. This transfer shall be subject to the provisions of the "State
- 24 Agency Transfer Act," P.L.1971, c.375 (C.52:14D-1 et seq.).
- d. The New Jersey Department of State may render administrative
- assistance including, but not limited to, personnel and fiscal assistance,
- 27 upon request of the New Jersey Public Broadcasting Authority. The
- 28 cost and expense of any services rendered may be paid by the New
- 29 Jersey Public Broadcasting Authority.
- e. Regulations adopted by the Public Broadcasting Authority shall
   continue with full force and effect until amended or repealed pursuant
- 32 to law.

- 34 25. (New section) a. The New Jersey Commission on Science and
- 35 Technology, established pursuant to P.L.1985, c.102 (C.52:9X-1 et
- 36 seq.), is transferred in but not of the Department of the Treasury, but
- 37 notwithstanding this transfer, the New Jersey Commission on Science
- and Technology shall be independent of any supervision and control
- 39 by the department or by any board or officer thereof. The Chief
- 40 Executive Officer and Secretary of the commission shall appoint the
- 41 Executive Director of the New Jersey Commission on Science and
- 42 Technology.
- b. Whenever, in any law, rule, regulation, order, contract,
- 44 document, judicial or administrative proceeding or otherwise,
- 45 reference is made to the New Jersey Commission on Science and
- 46 Technology, the same shall mean and refer to the New Jersey

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- 1 Commission on Science and Technology in but not of the Department 2 of the Treasury.
- 3 c. This transfer shall be subject to the provisions of the "State 4 Agency Transfer Act," P.L.1971, c.375 (C.52:14D-1 et seq.).
- 5 d. The New Jersey Commission on Science and Technology may,
- 6 subject to the commission's approval, develop and promulgate such
- 7 rules and regulations in accordance with the "Administrative
- 8 Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.) as are necessary
- 9 to implement the provisions of this act and to effectuate the purposes
- 10 of the New Jersey Commission on Science and Technology as 11 provided by law.
- e. Regulations adopted by the New Jersey Commission on Science 12 13 and Technology shall continue with full force and effect until amended 14 or repealed pursuant to law.

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- (New section) a. The Motion Picture and Television 16 26.
- Development Commission, established pursuant to P.L.1977, c.44 17
- (C.34:1B-22 et seq.), is transferred in but not of the Department of the 18
- 19 Treasury, but notwithstanding this transfer, the Motion Picture and
- 20 Television Development Commission shall be independent of any
- 21 supervision and control by the department or by any board or officer
- 22 thereof. The Chief Executive Officer and Secretary of the commission
- shall appoint the Executive Director of the Motion Picture and 23
- 24 Television Development Commission.,
- 25 Whenever, in any law, rule, regulation, order, contract,
- 26 document, judicial or administrative proceeding or otherwise,
- 27 reference is made to the Motion Picture and Television Development
- 28 Commission, the same shall mean and refer to the Motion Picture and
- 29 Television Development Commission in but not of the Department of
- 30 the Treasury.
- 31 c. This transfer shall be subject to the provisions of the "State
- 32 Agency Transfer Act," P.L.1971, c.375 (C.52:14D-1 et seq.).
- 33 d. The Motion Picture and Television Development Commission
- 34 may, subject to the commission's approval, develop and promulgate
- such rules and regulations in accordance with the "Administrative 35
- Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.) as are necessary 36
- 37 to implement the provisions of this act and to effectuate the purposes
- 38 of the Motion Picture and Television Development Commission as
- 39 provided by law.

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- 41 27. (New section) a. The New Jersey Council of Economic
- Advisors, established pursuant to P.L.1993, c.149 (C.52:9H-34 et 42
- seq.), is allocated in but not of the Department of the Treasury, but 43
- notwithstanding this allocation, the New Jersey Council of Economic
- 45 Advisors shall be independent of any supervision and control by the
- department or by any board or officer thereof. 46

- b. Whenever, in any law, rule, regulation, order, contract,
- 2 document, judicial or administrative proceeding or otherwise,
- 3 reference is made to the New Jersey Council of Economic Advisors,
- 4 the same shall mean and refer to the New Jersey Council of Economic
- 5 Advisors in but not of the Department of the Treasury.
- 6 c. This transfer shall be subject to the provisions of the "State 7 Agency Transfer Act," P.L.1971, c.375 (C.52:14D-1 et seq.).
- 8 d. The commission may render administrative assistance including,
- 9 but not limited to, personnel and fiscal assistance to the New Jersey
- 10 Council of Economic Advisors. The cost and expense of any services
- 11 rendered may be paid by the New Jersey Council of Economic
- 12 Advisors, or as is annually provided for in the State budget.
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- 14 28. (New Section) a. The New Jersey Urban Enterprise Zone
- 15 Authority, established pursuant to P.L.1983, c.303 (C.52:27H-60 et
- seq.), is transferred in but not of the Department of Treasury, but
- 17 notwithstanding this transfer, the New Jersey Urban Enterprise Zone
- 18 Authority shall be independent of any supervision and control by the
- 19 department or by any board or officer thereof.
- b. Whenever, in any law, rule, regulation, order, contract,
- 21 document, judicial or administrative proceeding or otherwise,
- 22 reference is made to the New Jersey Urban Enterprise Zone Authority
- 23 the same shall mean and refer to the New Jersey Urban Enterprise
- 24 Zone Authority in but not of the Department of the Treasury.
- c. This transfer shall be subject to the provisions of the "State
- 26 Agency Transfer Act," P.L.1971, c.375 (C.52:14D-1 et seq.).
- d. All clerical and professional assistants, and all personnel,
- 28 procurement, budgetary and other administrative services necessary or
- 29 incidental to the authority's proper functioning shall be provided by
- and through the commission, and it shall, subject to the availability of
- 31 funds, reimburse the commission for all administrative services
- 32 provided to the authority.
- e. The New Jersey Urban Enterprise Zone Authority may, subject
- 34 to the commission's approval, develop and promulgate such rules and
- 35 regulations in accordance with the "Administrative Procedure Act,"
- 36 P.L.1968, c.410 (C.52:14B-1 et seq.) as are necessary to implement
- 37 the provisions of this act and to effectuate the purposes of the New
- 38 Jersey Urban Enterprise Zone Authority as provided by law.
- f. Regulations adopted by the New Jersey Urban Enterprise Zone
- 40 Authority shall continue with full force and effect until amended or
- 41 repealed pursuant to law.

- 43 29. (New section) a. The Atlantic City Convention Center
- 44 Authority, established pursuant to P.L.1981, c.459 (C.52:27H-29 et
- seq.), is transferred in but not of the Department of the Treasury, but
- 46 notwithstanding this transfer, the Atlantic City Convention Center

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- 1 Authority shall be independent of any supervision and control by the 2 department or by any board or officer thereof.
- 3 b. Whenever, in any law, rule, regulation, order, contract,
- 4 document, judicial or administrative proceeding or otherwise,
- 5 reference is made to the Atlantic City Convention Center Authority,
- 6 the same shall mean and refer to the Atlantic City Convention Center
- 7 Authority in but not of the Department of the Treasury.
- 8 c. This transfer shall be subject to the provisions of the "State
- 9 Agency Transfer Act," P.L.1971, c.375 (C.52:14D-1 et seq.).

10

- 11 30. (New section) a. The Dredging Project Facilitation Task
- 12 Force, established pursuant to P.L.1997, c.97 (C.12:6B-1 et seq.), is
- 13 transferred in but not of the Department of the Treasury, but
- 14 notwithstanding this transfer, the Dredging Project Task Force shall
- 15 be independent of any supervision and control by the department or by
- 16 any board or officer thereof.
- b. Whenever, in any law, rule, regulation, order, contract,
- 18 document, judicial or administrative proceeding or otherwise,
- 19 reference is made to the Dredging Project Task Force, the same shall
- 20 mean and refer to the Dredging Project Task Force in but not of the
- 21 Department of the Treasury.
- c. This transfer shall be subject to the provisions of the "State
- 23 Agency Transfer Act," P.L.1971, c.375 (C.52:14D-1 et seq.).

24

- 25 31. (New section) a. The Economic Development Site Task
- 26 Force, established pursuant to P.L.1997, c.97 (C.12:6B-1 et seq.), is
- 27 transferred in but not of the Department of the Treasury, but
- 28 notwithstanding this transfer, the Economic Development Site Task
- 29 Force shall be independent of any supervision and control by the
- 30 department or by any board or officer thereof.
- 31 b. Whenever, in any law, rule, regulation, order, contract,
- 32 document, judicial or administrative proceeding or otherwise,
- 33 reference is made to the Economic Development Site Task Force, the
- 34 same shall mean and refer to the Economic Development Site Task
- 35 Force in but not of the Department of the Treasury.
- 36 c. This transfer shall be subject to the provisions of the "State
- 37 Agency Transfer Act," P.L.1971, c.375 (C.52:14D-1 et seq.).

- 39 32. Section 1 of P.L.1974, c.55 (C.52:14-15.107) is amended to 40 read as follows:
- Notwithstanding the provisions of the annual appropriations act and
- 42 section 7 of P.L.1974, c.55 (C.52:14-15.110), the Governor shall fix
- and establish the annual salaries for the following officers within the
- 44 limits as follows:

1	Title Salary Not to Exceed
2	Agriculture Department
3	Secretary of Agriculture\$115,000
4	Banking Department
5	Commissioner of Banking\$115,000
6	[Commerce, Energy and Economic Development Department
7	Commissioner of Commerce, Energy and Economic Development
8	Commerce and Economic Growth Commission
9	Chief Executive Officer and Secretary\$115,000
10	Community Affairs Department
11	Commissioner of Community Affairs\$115,000
12	Corrections Department
13	Commissioner of Corrections\$115,000
14	Education Department
15	Commissioner of Education\$115,000
16	Environmental Protection Department
17	Commissioner of Environmental Protection\$115,000
18	Health Department
19	Commissioner of Health\$115,000
20	Higher Education Department
21	Chancellor\$115,000
22	Human Services Department
23	Commissioner of Human Services\$115,000
24	Insurance Department
25	Commissioner of Insurance\$115,000
26	Labor Department
27	Commissioner of Labor\$115,000
28	Law and Public Safety Department
29	Attorney General\$115,000
30	Military and Veterans' Affairs Department
31	Adjutant General\$115,000
32	Personnel Department
33	Commissioner of Personnel\$115,000
34	State Department
35	Secretary of State
36	Transportation Department
37	Commissioner of Transportation\$115,000
38	Treasury Department
39	State Treasurer\$115,000
40	Members, Board of Public Utilities\$115,000
41	(cf. P.L.1994, c.58, s.53)
42	
43	33. Section 5 of P.L.1997, c.278 (C.58:10B-23) is amended to
44	read as follows:
45	5. a. There is created the "Brownfields Redevelopment Task
46	Force." The Task Force shall consist of [five] six representatives

- 1 from State agencies and six public members. The State agency
- 2 representatives shall be from each of the following State agencies: the
- 3 Office of State Planning in the Department of the Treasury, the Office
- 4 of Neighborhood Empowerment in the Department of Community
- 5 Affairs, the New Jersey Redevelopment Authority in the Department
- 6 of [Commerce and Economic Development] the Treasury, the New
- 7 <u>Jersey Commerce and Economic Growth Commission</u>, the Department
- 8 of Transportation, and the Site Remediation Program in the
- 9 Department of Environmental Protection. The six public members
- shall be appointed by the Governor with the advice and consent of the
- 11 Senate. The public members shall include to the extent practicable: a
- 12 representative of commercial or residential development interests, a
- 13 representative of the financial community, a representative of a public
- 14 interest environmental organization, a representative of a
- 15 neighborhood or community redevelopment organization, a
- 16 representative of a labor or trade organization, and a representative of
- 17 a regional planning entity.
- 18 The Office of State Planning shall provide staff to implement the
- 19 functions and duties of the Task Force. The public members of the
- 20 Task Force shall serve without compensation but may be reimbursed
- 21 for actual expenses in the performance of their duties. The Governor
- shall select the chairperson of the Task Force.
- b. The Task Force shall prepare and update an inventory of
- brownfield sites in the State. In preparing the inventory, priority shall
- 25 be given to those areas of the State that receive assistance from the
- 26 Urban Coordinating Council or from the Office of Neighborhood
- 27 Empowerment. To the extent practicable, the inventory shall include
- an assessment of the contaminants known or suspected to have been
- 29 discharged or that are currently stored on the site, the extent of any
- 30 remediation performed on the site, the site's proximity to
- 31 transportation networks, and the availability of infrastructure to
- support the redevelopment of the site. The information gathered for the inventory shall, to the extent practicable, be made available to the
- 34 public by entering it into the Department of Environmental
- 35 Protection's existing geographic information system, by making this
- information available on the system and by making copies of any maps and data available to the public. The department may charge a
- 38 reasonable fee for the reproduction of maps and data which fee shall
- 39 reflect the cost of their reproduction.
- 40 c. In addition to its functions pursuant to subsection b. of this
- 41 section, the Task Force shall:
- 42 (1) coordinate State policy on brownfields redevelopment,
- 43 including incentives, regulatory programs, provision of infrastructure,
- 44 and redevelopment planning assistance to local governments;
- 45 (2) use the inventory to prioritize sites based on their immediate 46 economic development potential;

1 (3) prepare a plan of action to return these sites to productive 2 economic use on an expedited basis; 3 actively market sites on the inventory to prospective 4 developers; 5 use the inventory to provide a targeted environmental (5) 6 assessment of the sites, or of areas containing several brownfield sites, 7 by the Department of Environmental Protection; 8 consult with the Pinelands Commission concerning the 9 remediation and redevelopment of brownfield sites located in the pinelands area as designated pursuant to section 10 of P.L.1979, c.111 10 11 (C.13:18A-11); 12 evaluate the performance of current public incentives in 13 encouraging the remediation of and redevelopment of brownfields; and 14 (8) make recommendations to the Governor and the Legislature on 15 means to better promote the redevelopment of brownfields, including the provision of necessary public infrastructure and methods to attract 16 private investment in redevelopment. 17 d. As used in this section, "brownfield" means any former or 18 current commercial or industrial site that is currently vacant or 19 underutilized and on which there has been, or there is suspected to 20 21 have been, a discharge of a contaminant. 22 (cf: P.L.1997, c.278, s.5) 23 24 34. (New section) This act shall take effect sixty days after 25 enactment, except that any appointment or any personnel activity 26 consistent with the purposes of this act may be made prior to that date. 27 28 29 **STATEMENT** 30 31 This bill abolishes the Department of Commerce and Economic 32 Development (Commerce) and creates the New Jersey Commerce and Economic Growth Commission (Commission). 33 34 Under the bill, the Commission is established in the Executive Branch of State government and the Chief Executive Officer and 35 Secretary of the Commission is a cabinet level officer. The bill 36 allocates the Commission to the Department of the Treasury 37 38 (Treasury). The bill provides that notwithstanding that allocation, the 39 Commission shall be independent of any supervision and control by 40 Treasury.

The Commission shall have a Board of Directors consisting of 11 voting members: six ex officio members and five public members. The Governor is the chair of the Commission and a voting member. The other ex officio voting members are: the Chief Executive Officer and Secretary of the Commission; the Commissioners of Environmental Protection, Labor, Transportation; and the chairman of the

- 1 Commission on Higher Education. The bill provides that the Chief
- 2 Executive Officer and Secretary shall be appointed by the Governor
- 3 with the advice and consent of the Senate. It also provides that the
- 4 person in office as the Commissioner of Commerce and Economic
- Development on the effective date of the bill shall hold the office of 5
- the Chief Executive Officer and Secretary without the advice and 6
- 7 consent of the Senate.
- 8 The five public voting members shall be appointed by the Governor
- 9 with the advice and consent of the Senate. The five public members
- 10 shall serve at the pleasure of the Governor. The bill provides that
- 11 these members shall be New Jersey residents who shall be employed
- 12 by, owners of, or members of a board of directors of a business whose
- 13 principal operation is located in New Jersey. Public members shall
- 14 receive no compensation for their services but shall be entitled to
- 15 reimbursement for expenses incurred in the performance of their
- official duties. Members of the Commission shall be subject to the 16
- provisions of the New Jersey Conflicts of Interest Law. The Governor 17
- will have veto power over the minutes of the Commission. The bill 18
- 19 provides that the Commission shall organize within 90 days of the
- 20 effective date of the bill and shall be subject to the Open Public
- 21 Meetings Act.
- 22 The bill identifies the duties of the Chief Executive Officer and
- Secretary of the Commission and the powers of the Commission. 23
- 24 The bill also provides that only the records in the possession of the
- 25 Chief Executive Officer and Secretary of the Commission of any
- 26 nonprofit corporation shall be deemed subject to the Right to Know
- 27 Law.

- 28 The bill provides that the offices and terms of all employees of
- 29 Commerce will terminate on the effective date of the bill. The bill
- further provides that the employees of the Commission shall be 30
- 31 employed without regard to Title 11A of the New Jersey Statutes, but
- 32 employees of the Commission shall be enrolled in the Public
- Employees' Retirement System. Additionally, it provides that the 33
- 34 Commission shall establish the terms and conditions of such
- employment. Further, the bill provides that employees will be eligible 35
- for State health benefits and that the Commission may choose other 36
- means to provide health and medical benefits, and dental and 38
- prescription drug plans, the costs of which shall not exceed the cost of
- 39 those benefits provided to other State employees.
- 40 The bill requires that three months after the end of its fiscal year,
- 41 the Commission shall make an annual report of its activities for the
- 42 preceding fiscal year to the Governor and the Legislature. Each such
- 43 report shall set forth a complete operating and financial statement
- 44 covering the Commission's, and any of its related entities' operations
- 45 during the year. The bill also requires that the Commission cause an
- independent audit of its books and accounts to be made at least once 46

- 1 in each year by certified public accountants, the results of which must
- 2 be filed with the Secretary of State and the Director of the Division of
- 3 Budget and Accounting in the Department of the Treasury.
- 4 Additionally, the bill authorizes the Director of the Division of Budget
- 5 and Accounting in the Department of the Treasury and the director's
- 6 legally authorized representatives to examine the accounts, books, and
- 7 records of the Commission, and any of its related entities, including its
- 8 receipts, disbursements, contracts, investments and any other matters
- 9 relating to its financial standing.
- The bill establishes a procedure for the award of contracts. Under
- 11 the bill, public advertisements for bids are required for contracts
- whose costs exceed the sum of \$50,000 or, after January 1, 1999, an
- amount determined by the Governor and based on the rise or fall of the
- 14 Consumer Price Index. The Commission may award contracts without
- advertising when the costs of the contract do not exceed \$50,000.
- 16 The bill provides additional exceptions for when contracts may be
- 17 awarded without advertising for bids.
- The bill allocates to other departments certain organizational units
- 19 which are currently in Commerce and authorizes some of those units
- 20 to promulgate rules and regulations. The bill also requires the Chief
- 21 Executive Officer and Secretary of the Commission to appoint the
- 22 executive directors of the New Jersey Economic Development
- 23 Authority, the New Jersey Commission on Science and Technology,
- 24 and the Motion Picture and Television Development Commission.
- The bill also adds the Commission as an additional member of the
- 26 Brownfields Redevelopment Task Force.
- Finally, the bill provides that it shall take effect sixty days after
- 28 enactment, except that any appointment or any personnel activity
- 29 consistent with the purposes of this act may be made prior to that date.

# SENATE ECONOMIC GROWTH, AGRICULTURE AND TOURISM COMMITTEE

### STATEMENT TO

### SENATE, No. 1205

with committee amendments

### STATE OF NEW JERSEY

**DATED: JUNE 25, 1998** 

The Senate Economic Growth, Agriculture and Tourism Committee reports favorably and with committee amendments Senate Bill No. 1205.

As amended, Senate Bill No. 1205 abolishes the Department of Commerce and Economic Development (Commerce) and creates the New Jersey Commerce and Economic Growth Commission (Commission).

Under the bill, the Commission is established in the Executive Branch of State government and the Chief Executive Officer and Secretary of the Commission is a cabinet level officer and receives a salary fixed by the Governor. The bill allocates the Commission in but not of the Department of the Treasury (Treasury). The bill provides that notwithstanding that allocation, the Commission shall be independent of any supervision and control by Treasury.

The Commission shall have a Board of Directors consisting of 11 voting members and two non-voting members: six ex officio members, three public members approved with the advice and consent of the Senate, and two additional members to be appointed by, and serve at the pleasure of, the Governor. The bill authorizes the Governor to appoint one of the two additional members upon recommendation of the President of the Senate and one additional member upon the recommendation of the Speaker of the General Assembly. Governor is the chair of the Commission and a voting member. The other ex officio voting members are: the Chief Executive Officer and Secretary of the Commission; the Commissioners of Environmental Protection, Labor, and Transportation; and the chairman of the New Jersey Commission on Higher Education. One non-voting member is to be a member of the Senate and the other non-voting member is to be a member of the General Assembly, appointed by the appropriate presiding officers. The bill provides that the Chief Executive Officer and Secretary shall be appointed by the Governor with the advice and consent of the Senate. It also provides that the person in office as the Commissioner of Commerce and Economic Development on the

effective date of the bill shall be the first person to hold the office of the Chief Executive Officer and Secretary, without the advice and consent of the Senate.

The bill provides that the three public members appointed with the advice and consent of the Senate shall be New Jersey residents who shall provide appropriate geographical representation from throughout the State and shall be employed by, owners of, or members of a board of directors of a business whose principal operation is located in New Jersey.

The bill identifies the duties of the Chief Executive Officer and Secretary of the Commission and the powers of the Commission.

The bill provides that the offices and terms of all employees of Commerce will terminate on the effective date of the bill.

The bill provides that the Commissioner of Personnel shall exercise all best efforts to find and offer employment within State service for employees of Commerce who are employed by Commerce on the date of enactment of this act, and who are not offered positions with the Commission or who, having been offered such positions, choose not to accept employment with the Commission. The bill further provides that the employees of the Commission shall be employed without regard to Title 11A of the New Jersey Statutes (civil service), but employees of the Commission shall be covered by appropriate collective negotiations agreement and shall be enrolled in the Public Employees' Retirement System. Additionally, it provides that the Commission shall establish the terms and conditions of such employment. Further, the bill provides that employees will be eligible for State health benefits and that the Commission may choose other means to provide health and medical benefits, and dental and prescription drug plans, provided that the types of benefits shall not provide less coverage than those benefits provided to other State employees.

The bill requires that no later than three months after the end of its fiscal year, the Commission shall make an annual report of its activities for the preceding fiscal year to the Governor and the Legislature. Each such report shall set forth a complete operating and financial statement covering the Commission's, and any of its related entities' operations during the year.

Finally, the bill provides that it shall take effect 60 days after enactment, except that any appointment or any personnel activity consistent with the purposes of this act may be made prior to that date.

### COMMITTEE AMENDMENTS

The committee amended the bill to provide that the boards and directors of the commission should assist the Chief Executive Officer and Secretary of the Commission in assuring that persons appointed to the staff of the commission will be selected on the basis of qualification and professional and technical competence, avoiding

political considerations to the maximum extent possible.

The committee further amended the bill to clarify that the Division of Travel and Tourism as well as the Division of International Trade shall continue in the Commission.

The committee amended the bill to include a provision that the Commissioner of Personnel shall exercise all best efforts to find and offer employment within State service for employees of Commerce who are employed by Commerce on the date of enactment of this act, and who are not offered positions with the Commission or who, having been offered such positions, choose not to accept employment with the Commission.

The committee amended the bill to provide that the employees of the Commission shall, as appropriate, be covered under the State of New Jersey's collective negotiations agreements, provided however that only the contractual provisions of such agreements which apply to non-career service employees shall apply to the Commission employees, and that former employees of Commerce who are hired by the Commission shall retain their former salary and leave time. The committee amended the bill to provide that the Commission shall advertise all available positions within the Commission, except under circumstances where there is an emergent need as specified in the Commission's personnel handbook.

The committee amended the bill to provide that the Governor shall appoint three public members of the Commission with the advice and consent of the Senate instead of five. The committee amended the bill to provide that no more than two of the three public members shall be of the same political party and provide appropriate geographical representation from throughout the State. The committee also amended the bill to provide that the three public members shall serve terms of five years, with the public members first appointed to the commission serving staggered terms of five years and three years.

The committee also amended the bill to provide that two additional members shall be appointed by, and serve at the pleasure of, the Governor. The committee adopted amendments to authorize the Governor to appoint one of the additional members upon recommendation of the President of the Senate and one member upon the recommendation of the Speaker of the General Assembly.

The amendments further provide that two additional non-voting members shall be appointed to the Commission; one of which is a member of the Senate, appointed by the President of the Senate and the other a member of the General Assembly, appointed by the Speaker of the General Assembly. These two legislators are to serve solely for the purpose of developing and facilitating legislation to assist the commission in fulfilling its statutory mission, and may not exercise any of the executive powers delegated to the Commission by law.

The amendments further provide that the Commission shall set reasonable fees for special projects or services that are not customarily provided by the department prior to the effective date of the bill. Such fees shall be paid to the Commission for services rendered and shall reflect the cost of providing such projects or services. The committee further amended the bill to provide that the Commission is authorized to charge reasonable fees for services for which fees were charged by the department prior to the effective date of the bill. In addition, the amendments require the Commission to include information in its annual report regarding the imposition, collection and expenditure of fees imposed by the Commission. The amendments also require the Commission to include an assessment of the Commission's effectiveness in meeting short-term and long-term goals in its annual report.

The amendments also authorize the State Auditor to examine the accounts, books and records of the Commission and require that a copy of the Commission's independent audit be filed with the State Auditor. In addition, the amendments require the Commission to submit its budget request in a format agreed upon jointly by the Commission, the Joint Budget Oversight Committee of the Legislature, or its successor, and the Division of Budget and Accounting in the Department of the Treasury.

The committee amendments also reduce the competitive bid threshold for Commission contracts from \$50,000 to \$25,000.

Finally, the committee adopted amendments which provide that the New Capital Sources Board and the Export Finance Company Advisory Council are established in, but not of, the Department of the Treasury.