34:1A-48.1

LEGISLATIVE HISTORY CHECKLIST

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LAWS OF: 2007 **CHAPTER:** 253

NJSA: 34:1A-48.1 (Reorganizes and renames NJ Commerce, Economic Growth and Tourism Commission as

NJ Commerce Commission; transfers Division of Travel and Tourism to

Department of State)

BILL NO: A4254 and 4263 (Substituted for S2948)

SPONSOR(S): Burzichelli and others

DATE INTRODUCED: May 14, 2007

COMMITTEE: ASSEMBLY: Commerce and Economic Development

Appropriations

SENATE:

AMENDED DURING PASSAGE: Yes

DATE OF PASSAGE: ASSEMBLY: December 13, 2007

SENATE: December 17, 2007

DATE OF APPROVAL: January 4, 2008

FOLLOWING ARE ATTACHED IF AVAILABLE:

FINAL TEXT OF BILL (Assembly Committee Substitute (1R) enacted)

A4254/A4263

SPONSOR'S STATEMENT (A4254): (Begins on page 46 of original bill) Yes

SPONSOR'S STATEMENT (A4263) (Begins on page 12 of original bill) Yes

COMMITTEE STATEMENT: ASSEMBLY: Yes <u>5-17-07 (Commerce)</u>

11-19-07 (Approp)

SENATE: No

(Audio archived recordings of the committee meetings, corresponding to the date of the committee statement, *may possibly* be found at www.njleg.state.nj.us)

FLOOR AMENDMENT STATEMENT: No

<u>LEGISLATIVE FISCAL ESTIMATE</u>: <u>Yes</u>

S2948

SPONSOR'S STATEMENT: (Begins on page 46 of original bill)

Yes

COMMITTEE STATEMENT: ASSEMBLY: No

SENATE: Yes <u>12-3-07 (State Gov't.)</u>

12-10-07 (B & A.)

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

No

FLOOR AMENDMENT STATEMENT:

IS 5/27/08

§4 -C.34:1A-48.1 §31 -C.52:27C-71.1 §43 - Repealer

P.L. 2007, CHAPTER 253, approved January 4, 2008 Assembly Committee Substitute (First Reprint) for Assembly, Nos. 4254 and 4263

AN ACT reorganizing certain economic development activities 1 2 performed by certain State agencies, amending various parts of 3 the statutory law, '[and]' supplementing P.L.1977, c.225 (C.34:1A-45 et seq.) and P.L.1998, c.44 (C.52:27C-61 et seq.) ¹, 4 and repealing section 12 of P.L.1998, c.44 (52:27C-72)1. 5

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

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- 1. Section 2 of P.L.1977, c.225 (C.34:1A-46) is amended to read as follows:
 - 2. The Legislature hereby finds and declares that:
- Increased revenues for this State and more employment opportunities for its citizens will result from the proper promotion throughout the United States and the world of the many tourist attractions which New Jersey has to offer to vacationers and travelers.
- b. Such proper promotion--and the desired expansion of tourism in New Jersey--will be enhanced by the formulation of a master plan for the development of the tourist industry throughout New Jersey.
 - [The] It is an objective of State [policy through its] programs, agencies, and resources [shall be] to provide an optimum of satisfaction and high-quality service to visitors, to protect the natural beauty of New Jersey, and to sustain, promote, and expand the economic health of the tourist industry in a manner and to the extent compatible with such goals.
- d. Because of the crucial importance tourism plays in New Jersey's economy, the Department of State is therefore charged with the mandate to increase tourism through promotional, informational, educational, and developmental programs. These initiatives are to be designed to support a State policy of maintaining and increasing New Jersey's standing as a premier national and international travel destination. To implement this Commerce, Economic Growth policy, Commission Department of State shall create advertisements for use on television, radio, the Internet and in print, to promote the

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

Assembly AAP committee amendments adopted November 19, 2007.

- State's diverse appeal to prospective national and international 1
- 2 vacationers and travelers as part of its advertising, public relations,
- 3 and marketing campaign. In addition, as required pursuant to
- 4 section 9 of P.L.1977, c.225 (C.34:1A-53), the Division of Travel
- 5 and Tourism shall annually review the 10-year master plan
- developed pursuant to section 8 of P.L.1977, c.225 (C.34:1A-52) by 6
- 7 the director of the division with the assistance of the New Jersey
- 8 Tourism Policy Council, and submit a report to the Governor and
- 9 Legislature containing an evaluation of the preceding year's
- 10 activities and developments in tourism and the revisions
- recommended in the master plan. 11
- 12 e. In the advancement and promotion of New Jersey's tourism
- 13 industry, it is necessary to [change the name of the New Jersey
- 14 Commerce and Economic Growth Commission to the New Jersey
- Commerce, Economic Growth and Tourism Commission and to 15
- 16 require that the division report semiannually to the Governor and
- 17 the Legislature on the efforts of the [commission] division to
- 18 promote tourism in New Jersey and on the expenditure of funds
- 19 allocated to tourism advertising and promotion from hotel and
- 20 motel occupancy fees pursuant to section 2 of P.L.2003, c.114
- (C.54:32D-2). As tourism may be particularly sensitive to changing 21
- 22 economic conditions, a frequent review of the State's tourism 23
- planning and activities may necessitate revisions in the State's 24
- tourism policy to further encourage tourism promotion and to
- 25 otherwise meet the challenges of implementing this policy.
- (cf: P.L.2005, c.378, s.1) 26
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- 28 2. Section 3 of P.L.1977, c.225 (C.34:1A-47) is amended to 29 read as follows:
- 30 3. As used in this act, unless a different meaning appears from 31 the context:
- 32 ["Commission" means the New Jersey Commerce, Economic
- 33 Growth and Tourism Commission established pursuant to section 3
- 34 of P.L.1998, c.44 (C.52:27C-63).
- 35 "Council" means the New Jersey Tourism Policy Council.
- 36 "Department" means the Department of State.
- 37 "Director" means the Director of the Division of Travel and
- 38 Tourism.
- "Division" means the Division of Travel and Tourism in the 39
- [New Jersey Commerce, Economic Growth and Tourism 40
- 41 Commission Department of State.
- 42 "Elected local official" means the county executive of any
- 43 county wherein that office is established, a member of the
- 44 governing body of a county, or a mayor or member of the governing
- 45 body of a municipality.
- 46 "Tourism" means activities involved in providing and marketing
- 47 services and products, including accommodations, for nonresidents

and residents who travel to and in New Jersey for recreation and pleasure.

"Tourist industry" means the industry consisting of private and public organizations which directly or indirectly provide services and products to nonresidents and residents who travel to and in New Jersey for recreation and pleasure.

(cf: P.L.2005, c.378, s.2)

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- 3. Section 4 of P.L.1977, c.225 (C.34:1A-48) is amended to read as follows:
- 11 4. There is hereby established in the [New Jersey Commerce,
- 12 Economic Growth and Tourism Commission ("commission")]
- 13 <u>Department of State</u> the Division of Travel and Tourism. The
- division shall be under the supervision of a director, who shall be a
- 15 person qualified by training and experience to direct the work of
- such division. The director shall be appointed by the Governor
- 17 after consultation with the council and with the advice and consent
- of the Senate. The director shall serve during the term of office of
- 19 the Governor appointing the director and until the director's
- 20 successor is appointed and qualified. The director shall receive
- 21 such salary as shall be provided by law and shall devote the
- director's entire time and attention to the duties of the director's
- office and shall not, while in office, engage in any other gainful
- 24 pursuit. The Governor may remove the director from office for
- 25 cause, upon notice and opportunity to be heard.
- 26 (cf: P.L.2005, c.378, s.3)

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- 4. (New section) a. All the functions, powers, and duties of the Division of Travel and Tourism in the New Jersey Commerce, Economic Growth and Tourism Commission are transferred to the
- 31 Department of State.
- b. All appropriations and other moneys available and to
- 33 become available to the division are hereby continued in the
- 34 Department of State and shall be available for the objects and
- 35 purposes for which such moneys are appropriated subject to any
- 36 terms, restrictions, limitations, or other requirements imposed by
- 37 State or federal law.
- 38 c. Whenever, in any law, rule, regulation, order, contract,
- 39 document, judicial or administrative proceeding or otherwise,
- 40 reference is made to the Division of Travel and Tourism in the New
- 41 Jersey Commerce, Economic Growth and Tourism Commission, the
- same shall mean and refer to the Division of Travel and Tourism in
- 43 the Department of State.

- 5. Section 7 of P.L.1977, c.225 (C.34:1A-51) is amended to read as follows:
- 7. a. There is created in the division the New Jersey Tourism Policy Council which shall consist of 23 members:

- (1) Two members of the Senate, who shall serve as ex officio, non-voting members to be appointed by the President thereof, not more than one of whom shall be of the same political party, and two members of the General Assembly, who shall serve as ex officio, non-voting members to be appointed by the Speaker thereof, not more than one of whom shall be of the same political party;
 - (2) Nine public members, who shall be residents of this State, not more than five of whom shall be of the same political party, who shall be appointed by the Governor with the advice and consent of the Senate, who shall include persons who by experience or training represent the areas of the tourist industry as follows:
- One representative of the lodging sector;

- One representative of the food service sector;
- One representative of the eco-tourism sector;
- One representative of the cultural arts sector;
- One representative of the convention and visitor bureaus or tour/receptive services sectors;
- One representative of the entertainment or amusement sector;
- One representative of the outdoor recreation sector;
- 20 One representative of the historical community; and
 - One representative of a Statewide travel and tourism association representing the various sectors of the tourism industry;
 - (3) The [Chief Executive Officer and Secretary of the commission] Secretary of State, who shall serve ex officio as a voting member and chair of the council;
 - (4) Six elected local officials, not more than three of whom shall be of the same political party, who shall be appointed by the Governor with the advice and consent of the Senate, and of whom one shall be a resident of Cape May or Cumberland County, one shall be a resident of Atlantic County, one shall be a resident of Burlington, Camden, Gloucester, Mercer or Salem County, one shall be a resident of Monmouth or Ocean County, one shall be a resident of Bergen, Essex, Hudson, Middlesex, Passaic or Union County, and one shall be a resident of Hunterdon, Morris, Somerset, Sussex or Warren County; and
 - (5) The executive directors of the New Jersey Sports and Exposition Authority, the Casino Reinvestment Development Authority, and the Atlantic City Convention Center Authority, or their designees, all of whom shall serve ex officio and as voting members.
 - b. (1) The public members of the council shall be appointed to three-year terms, except that public members initially appointed on or after the effective date of P.L.2005, c.378, representing the lodging, food service, and eco-tourism sectors shall be appointed to a two-year term, and public members representing the cultural arts and outdoor recreation sectors and the historical community shall be appointed to a one-year term. Public members shall serve until their successors are appointed and qualified. Vacancies occurring

other than by expiration of term shall be filled for the unexpired term only.

- (2) The term of appointment, as a member of the council, of an 3 4 elected local official appointed pursuant to paragraph 5 subsection a. of this section shall be the same as the term of office, as an elected local official, that the person is serving at the time of 6 7 such appointment. In the event that a member of the council 8 appointed pursuant to that paragraph no longer serves as an elected 9 local official, the term of appointment for that member shall cease 10 and the Governor may, with the advice and consent of the Senate, 11 appoint a replacement to serve for the remainder of the unexpired 12 term. In the case of a person who, at the time of such appointment, 13 serves as an elected local official in two different offices, the term 14 of the person's appointment to the council shall be measured by the 15 longer of the terms as an elected local official. Nothing in this 16 paragraph shall preclude the reappointment as an elected local 17 official member of the council of a person whose term of office as 18 such elected local official has expired, but who has been reelected to succeed himself in the same local office. 19
- 20 c. (Deleted by amendment, P.L.1991, c.280).
 - d. (Deleted by amendment, P.L.1991, c.280).
 - e. The members of the council shall serve without compensation but shall be entitled to reimbursement for actual and necessary expenses incurred in the performance of their duties as members.
 - f. (Deleted by amendment, P.L.1991, c.280).
 - g. The council shall meet at the call of the chair and not less than once every month.
 - h. Whenever, in any law, rule, regulation, order, contract, document, judicial or administrative proceeding or otherwise, reference is made to the New Jersey Tourism Advisory Council, the same shall mean and refer to the New Jersey Tourism Policy Council in the Division of Travel and Tourism.
- 34 (cf: P.L.2005, c.378, s.4)

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- 36 6. Section 9 of P.L.1977, c.225 (C.34:1A-53) is amended to read as follows:
 - 9. In the pursuance and promotion of a State policy on tourism, the division, at the direction of the [Chief Executive Officer and Secretary of the commission] Secretary of State, shall:
 - a. Provide and promote adequate opportunities for county and municipal participation, Federal agency participation, and private citizens' involvement in the decision-making process of tourism planning and policy formulation;
- b. Encourage all State, county, and municipal governmental and private agencies to do their utmost to assure the personal safety of residents and tourists both within and without tourist destination areas;

- 1 c. Take whatever administrative, litigable, and legislative steps 2 as are necessary to minimize the problems of tourists in not 3 receiving contracted services, including transportation, tours, 4 hotels;
 - d. Attempt to reconcile and balance the activities and accommodations of the tourist with the daily pursuits and lifestyles of the residents;

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- e. Develop an understanding among all citizens of the role of tourism in New Jersey, both in terms of its economic and social importance and the problems it presents, through appropriate formal and informal learning experiences;
- f. Cooperate with the Department of Education to promote throughout the educational system of New Jersey an awareness of New Jersey history and culture;
- g. Ensure that the growth of the tourist industry is consistent with the attainment of economic, social, physical, and environmental objectives in any State plan and county plans that are adopted;
- h. Continuously monitor and evaluate the social costs of growth of the tourist industry against the social benefits;
- i. Emphasize in the State's tourism promotional efforts the high quality of the State's natural and cultural features;
 - j. Promote the tourist industry through such activities as Visitors Bureaus and similar county and municipal agencies, and assure that the tourist industry contributes its fair share of the cost of such promotion;
 - k. Request and receive from any department, division, board, bureau, commission, or other agency of the State, or any political subdivision or public authority thereof, such assistance and data as may be necessary to enable the division to carry out its responsibilities under this act;
 - l. In consultation with the council, review annually and, if necessary, revise or update the 10-year master plan developed pursuant to section 8 of P.L.1977, c.225 (C.34:1A-52), and submit a report to the Governor and the Legislature containing an evaluation of the preceding year's activities and developments in tourism and the revisions recommended in the master plan;
- m. At the direction of the council, operate the [commission's] division's Travel and Tourism Cooperative Marketing Campaign Program; and
- n. Establish and operate the [commission's] <u>division's</u> Travel and Tourism Advertising and Promotion Program.
- 43 (cf: P.L.2005, c.378, s.6)
- 45 7. Section 8 of P.L.2005, c.378 (C.34:1A-53.1) is amended to 46 read as follows:
- 8. In addition to the powers and duties of the division as provided in section 9 of P.L.1977, c.225 (C.34:1A-53), the division shall submit a report no later than January 31 and July 31 of every

- 1 year on the tourism marketing campaigns of the [commission]
- 2 <u>division</u> and the expenditure of funds appropriated to the
- 3 [commission] division for tourism promotion to the Governor, the
- 4 President of the Senate, the Speaker of the General Assembly, the
- 5 Senate Wagering, Tourism and Historic Preservation Committee
- 6 and the Assembly Tourism and Gaming Committee, or their
- 7 successors. The report shall include, but not be limited to, the

a. A description of the efforts of the [commission] division to

8 following information:

- promote New Jersey tourism in the six-month period ending on December 31 and June 30 preceding the respective dates on which the report is due. The report shall list: (1) the type of each promotion made, including but not limited to, promotions in the form of print, radio, Internet or television advertisements, tourism information or reference guides, tourism event calendars or the
- 16 attendance by [commission] employees of the division at
- conferences relevant to tourism promotion, (2) the content of each
- such advertisement, guide, calendar or other promotional aid made,
- or conference attended, (3) the dates and locations where tourism
- advertisements were shown, when such guides, calendars or other
- promotional aids were made available, or when such conferences
- 22 took place, and (4) the aggregate amount of money expended on
- 23 each advertisement, guide, calendar, promotional aid or conference
- 24 listed;
- 25 b. A list of entities that received, in the six-month period 26 ending on December 31 and June 30 preceding the respective dates
- ending on December 31 and June 30 preceding the respective dates on which the report is due, State matching funds under the
- 28 [commission's] division's Travel and Tourism Cooperative
- 29 Marketing Campaign Program and the [commission's] division's
- 30 Advertising and Promotion Program, the amount of funds each
- 31 entity received from either program, and the amount of each of the
- 32 recipient entity's expenditures made from the funds of either
- program; and
- c. A general description of the potential tourism promotion
- efforts the [commission] division is considering for the six-month
- 36 period beginning on January 1 and July 1 preceding the respective
- 37 dates on which the report is due. Such description shall be
- distributed to the members of the council. A member of the public
- may receive a copy of such description upon request.
- The report shall identify whether or not each of the efforts to
- 41 promote tourism listed in the report is consistent with the provisions
- 42 of the 10-year master plan developed pursuant to section 8 of
- 43 P.L.1977, c.225 (C.34:1A-52), identify the relevant provisions of
- 44 the master plan with which the effort to promote tourism is
- 45 consistent or inconsistent, and provide an explanation of the
- 46 consistency or inconsistency.
- 47 (cf: P.L.2005, c.378, s.8)

- 8. Section 10 of P.L.1977, c.225 (C.34:1A-54) is amended to read as follows:
 - 10. The council shall:

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- a. Aid the division in the formulation and updating of the 10year master plan developed pursuant to section 8 of P.L.1977, c.225 (C.34:1A-52) and the annual review thereof;
- b. Consider all matters referred to it by the [Chief ExecutiveOfficer and Secretary of the commission] <u>Secretary of State</u>;
- c. Make recommendations to the division on any matter relating to tourism and the tourist industry in New Jersey and to those objectives and responsibilities specified in sections 8 and 9 of P.L.1977, c.225 (C.34:1A-52 and C.34:1A-53);
 - d. Direct the division to review the spending of funds by the regional tourism councils and provide comments and recommendations to such councils on the spending of funds when appropriate;
 - e. Direct the division to encourage the development of local marketing organizations, including but not limited to destination marketing organizations and convention and visitor bureaus;
 - f. Direct the division to ensure that a recipient of funding by the [commission] <u>Department of State</u> for tourism promotion is in compliance with all terms of the funding agreement, and that the recipient's promotional message is consistent with the promotional message for the State established by the [Chief Executive Officer and] Secretary of [the commission] <u>State</u>;
 - g. Direct the division on the operation of the [commission's] division's Travel and Tourism Cooperative Marketing Campaign Program;
 - h. Commission the New Jersey Center for Hospitality and Tourism at Richard Stockton College of New Jersey to conduct an annual survey and analysis of New Jersey's tourism industry for the purpose of providing data to improve the effectiveness of tourism promotion. The council shall direct the division to make the survey and analysis results available to tourism groups throughout the State. In a year during which the New Jersey Center for Hospitality and Tourism is unable or unavailable to conduct the survey and analysis, the council shall choose another entity to conduct the survey and analysis for that year; and
- i. Perform other duties as assigned by the [Chief Executive
 Officer and Secretary of the commission] Secretary of State.
 (cf: P.L.2005, c.378, s.7)

41 (cf: P.L.2005, c.378, s.742)

- 43 9. Section 1 of P.L.1997, c.64 (C.13:1B-15.159) is amended to 44 read as follows:
- 1. The Department of Environmental Protection, in cooperation with the Division of Travel and Tourism in the [New Jersey Commerce and Economic Growth Commission] Department of
- 48 State, in consultation with the Pinelands Commission as it affects

1 the pinelands area designated pursuant to section 10 of P.L.1979,

- 2 c.111 (C.13:18A-11), and in consultation with the Highlands Water
- 3 Protection and Planning Council as it affects the Highlands Region
- 4 designated pursuant to section 7 of P.L.2004, c.120 (C.13:20-7),
- shall establish a natural resources inventory, using the Geographic 5
- 6 Information System, for the purpose of encouraging ecologically
- 7 based tourism and recreation in New Jersey. This inventory shall
- 8 contain information on New Jersey's natural, historic, and
- 9 recreational resources, and shall include, to the greatest extent
- 10 possible, but need not be limited to, federal, State, county and local
- 11 parks, wildlife management areas, hatcheries, natural areas, historic
- 12 sites, State forests, recreational areas, ecological and biological 13 study sites, reservoirs, marinas, boat launches, campgrounds,
- 14 waterfront access points, winter sports recreation areas, and national
- 15 wildlife refuges.
- 16 (cf: P.L.2004, c.120, s.48)

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- 10. Section 3 of P.L. 1993, c.57 (C.32:34-3) is amended to read as follows:
- 20 3. a. There is created the Clean Ocean and Shore Trust
- 21 (COAST) Committee, which shall comprise 18 members, nine of
- 22 whom shall be residents of the State of New Jersey and nine of
- whom shall be residents of the State of New York. The New Jersey 23
- 24 members shall be as follows: two members of the Senate, from
- 25 different political parties, to be appointed by the President thereof; two members of the General Assembly, from different political 26
- 27 parties, to be appointed by the Speaker thereof; the Director of the
- 28 Division of Science and Research of the New Jersey Department of
- 29 Environmental Protection; the Director of the Division of Travel
- 30 and Tourism in the [New Jersey] Department of [Commerce,
- 31 Energy and Economic Development] State; the Director of the
- Institute of Marine and Coastal Sciences at Rutgers, The State 32
- 33 University of New Jersey; the Director of the Center for
- 34 Environmental Engineering at the Stevens Institute of Technology;
- 35 and one private citizen with expertise in marine pollution, coastal
- 36 resource preservation, marine fisheries, or coastal tourism, to be
- 37 appointed by the Governor, with the advice and consent of the
- 38 Senate.
- 39 b. The New Jersey legislative and administrative agency 40
- members of the committee, and the members from Rutgers
- 41 University and the Stevens Institute of Technology, or their
- 42 designees, shall serve ex officio. The private citizen member of the
- 43 committee appointed by the Governor of New Jersey shall serve at 44 the pleasure of the Governor. Vacancies in the appointed positions
- 45 on the committee shall be filled in the same manner as the original
- 46 appointments were made.
- 47 New Jersey members of the committee shall serve without
- 48 compensation, but may, within the limits of funds appropriated or

- otherwise made available to it, be reimbursed for actual expenses necessarily incurred in the discharge of their official duties.
 - d. The committee shall organize as soon as may be practicable after the appointment of its members, and shall select two cochairpersons from its members, one from each state, and a secretary who need not be a member. Meetings of the committee shall be at such times and places as the co-chairpersons of the committee deem appropriate.
 - e. The committee may call to its assistance, and avail itself of the services of, such employees of the two states, or any political instrumentalities thereof, as it may require and as may be made available to it for the purpose of carrying out its duties under this act. If requested by the committee, the New Jersey Department of Environmental Protection and the New York Department of Environmental Conservation, or their successors, shall provide primary staff support.
 - f. The committee may, within the limits of funds appropriated or otherwise made available to it for those purposes, employ such professional, stenographic, and clerical staff and incur such traveling and other miscellaneous expenses as it may deem necessary in order to perform its duties.
 - g. The committee may, within the limits of funds appropriated or otherwise made available to it for those purposes, establish an advisory panel comprised of scientists and technical experts from the profit and nonprofit sectors. This panel would identify and define problems and priority issues of the Hudson Raritan estuary and the New York New Jersey Bight area, and provide the committee with scientific and technical advice.
- 29 (cf: P.L.1993, c.57, s.3)

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- 31 11. Section 2 of P.L.2005, c.47 (C.52:16A-91) is amended to read as follows:
- 2. The New Jersey Black Cultural and Heritage Initiative Foundation shall be governed by a board of trustees consisting of the following 25 members:
 - a. the Secretary of State or designee;
- b. Five State employees or special State officers, who shall be selected from, and appointed by the Secretary of State to represent any or all, of the following State partner organizations:
 - (1) New Jersey State Council on the Arts;
- 41 (2) New Jersey Historical Commission;
- 42 (3) New Jersey Council of the Humanities;
- 43 (4) New Jersey Public Broadcasting Commission;
- 44 (5) Martin Luther King Commemorative Commission;
- 45 (6) Amistad Commission;
- 46 (7) Department of Education;
- 47 (8) [Office] <u>Division</u> of Travel and Tourism, [New Jersey
- 48 Commerce and Economic Growth Commission] Department of
- 49 State;

- 1 (9) Department of Community Affairs;
 - (10) Department of Transportation;
 - (11) Department of State, Office of Faith-based Initiatives; and
 - (12) any other State agency or instrumentality partnering, assisting or supporting the purposes of the foundation.

The State partner members of the board of trustees appointed pursuant to this subsection shall serve at the pleasure of the Secretary of State.

c. Nineteen public members shall be selected from a broad cross-section of the views and interests of the community and the member organizations of the foundation, including educators, clergy, civic and business leaders; philanthropists; visual, creative and performing artists; representatives of Black arts, history and cultural organizations; and persons having knowledge of, expertise in, or commitment to preserving New Jersey's Black cultural heritage.

Five of the public members shall be appointed by the Secretary of State upon formation and incorporation of the foundation. Thereafter, at least four more public members shall be elected by the nonprofit cultural organizations which become members of the foundation, and the remaining public members shall be nominated by a nominating committee of the board of trustees and appointed by the board of trustees.

The term of office of each public member shall be three years, with each member continuing to serve upon expiration of the term until replaced. Three of the initial public members appointed by the Secretary of State and two of the public members initially elected by member organizations shall serve initial terms of two years.

Vacancies shall be filled and replacements made as provided in the bylaws of the foundation.

(cf: P.L.2005, c.47, s.2)

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- 12. Section 28 of P.L.2005, c.354 (C.34:1A-87) is amended to read as follows:
- 28. The center shall be managed by a Steering Committee comprised of the Commissioners of Community Affairs, Education,
- 37 Health and Senior Services, Human Services, and Labor and
- 38 Workforce Development; the Executive Directors of the
- Commission on Higher Education [and], the State Employment and
- 40 Training Commission; the [Secretary and Chief] Executive
- 41 Officer Director of the New Jersey Commerce [, Economic
- 42 Growth and Tourism Commission; the Director of the Division of
- 43 Vocational Rehabilitation Services; a director or member of a
- 44 Workforce Investment Board as designated by the Executive
- 45 Director of the State Employment and Training Commission; and a
- 46 One-Stop Career Center operator as designated by the
- 47 Commissioner of Labor and Workforce Development. The
- 48 committee shall set policy for the operation of the center and shall
- 49 have the authority to increase membership of the committee, as it

deems necessary, to carry out the purposes of sections 25 through 2 of P.L.2005, c.354 (C.34:1A-86 through C.34:1A-88).

(cf: P.L.2005, c.354, s.28)

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- 13. Section 4 of P.L.1974, c.80 (C.34:1B-4) is amended to read as follows:
- 7 4. a. There is hereby established in, but not of, the Department 8 of the Treasury a public body corporate and politic, with corporate 9 succession, to be known as the "New Jersey Economic 10 Development Authority." The authority is hereby constituted as an 11 instrumentality of the State exercising public and essential 12 governmental functions, and the exercise by the authority of the 13 powers conferred by the provisions of P.L.1974, c.80 (C.34:1B-1 et 14 seq.) or section 6 of P.L.2001, c.401 (C.34:1B-4.1) shall be deemed 15 and held to be an essential governmental function of the State.
- 16 The authority shall consist of the Commissioner of Banking 17 and Insurance, the [Chief] Executive [Officer and Secretary] <u>Director</u> of the New Jersey Commerce [and Economic Growth] 18 19 Commission, the Commissioner of Labor and Workforce 20 Development, the Commissioner of Education, and the State 21 Treasurer, who shall be members ex officio, and eight public 22 members appointed by the Governor as follows: two public 23 members (who shall not be legislators) shall be appointed by the 24 Governor upon recommendation of the Senate President; two public 25 members (who shall not be legislators) shall be appointed by the 26 Governor upon recommendation of the Speaker of the General 27 Assembly; and four public members shall be appointed by the 28 Governor, all for terms of three years. In addition, a public member 29 of the State Economic Recovery Board established pursuant to 30 section 36 of P.L.2002, c.43 (C.52:27BBB-36) appointed by the 31 board, shall serve as a non-voting, ex officio member of the Each member shall hold office for the term of the 32 authority. member's appointment and until the member's successor shall have 33 34 been appointed and qualified. A member shall be eligible for 35 reappointment. Any vacancy in the membership occurring other 36 than by expiration of term shall be filled in the same manner as the 37 original appointment but for the unexpired term only. In the event 38 the authority shall by resolution determine to accept the declaration 39 of an urban growth zone by any municipality, the mayor or other 40 chief executive officer of such municipality shall ex officio be a 41 member of the authority for the purpose of participating and voting 42 on all matters pertaining to such urban growth zone.
- The Governor shall appoint three alternate members of the authority, of which one alternate member (who shall not be a legislator) shall be appointed by the Governor upon the recommendation of the Senate President, and one alternate member (who shall not be a legislator) shall be appointed by the Governor upon the recommendation of the Speaker of the General Assembly; and one alternate member shall be appointed by the Governor, all

for terms of three years. The chairperson may authorize an alternate member, in order of appointment, to exercise all of the powers, duties and responsibilities of such member, including, but not limited to, the right to vote on matters before the authority.

Each alternate member shall hold office for the term of the member's appointment and until the member's successor shall have been appointed and qualified. An alternate member shall be eligible for reappointment. Any vacancy in the alternate membership occurring other than by the expiration of a term shall be filled in the same manner as the original appointment but for the unexpired term only. Any reference to a member of the authority in this act shall be deemed to include alternate members unless the context indicates otherwise.

The terms of office of the members and alternate members of the authority appointed by the Governor who are serving on July 18, 2000 shall expire upon the appointment by the Governor of eight public members and three alternate members. The initial appointments of the eight public members shall be as follows: the two members appointed upon the recommendation of the President of the Senate and the two members appointed upon the recommendation of the Speaker of the General Assembly shall serve terms of three years; two members shall serve terms of two years; and two members shall serve terms of one year. The initial appointments of the alternate members shall be as follows: the alternate member appointed upon the recommendation of the President of the Senate shall serve a term of three years; the alternate member appointed upon the recommendation of the Speaker of the General Assembly shall serve a term of two years; and one alternate member shall serve a term of one year. No member shall be appointed who is holding elective office.

- c. Each member appointed by the Governor may be removed from office by the Governor, for cause, after a public hearing, and may be suspended by the Governor pending the completion of such hearing. Each member before entering upon his duties shall take and subscribe an oath to perform the duties of the office faithfully, impartially and justly to the best of his ability. A record of such oaths shall be filed in the office of the Secretary of State.
- d. A chairperson shall be appointed by the Governor from the public members. The members of the authority shall elect from their remaining number a vice chairperson and a treasurer thereof. The authority shall employ an executive director who shall be its secretary and chief executive officer. The powers of the authority shall be vested in the members thereof in office from time to time and seven members of the authority shall constitute a quorum at any meeting thereof; provided, however, that the public member designated by the State Economic Recovery Board pursuant to the "Municipal Rehabilitation and Economic Recovery Act,"P.L.2002, c.43 (C.52:27BBB-1 et al.) shall not count toward the quorum. Action may be taken and motions and resolutions adopted by the

authority at any meeting thereof by the affirmative vote of at least seven members of the authority. No vacancy in the membership of the authority shall impair the right of a quorum of the members to exercise all the powers and perform all the duties of the authority.

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- e. Each member of the authority shall execute a bond to be conditioned upon the faithful performance of the duties of such member in such form and amount as may be prescribed by the Director of the Division of Budget and Accounting in the Department of the Treasury. Such bonds shall be filed in the office of the Secretary of State. At all times thereafter the members and treasurer of the authority shall maintain such bonds in full force and effect. All costs of such bonds shall be borne by the authority.
- f. The members of the authority shall serve without compensation, but the authority shall reimburse its members for actual expenses necessarily incurred in the discharge of their duties. Notwithstanding the provisions of any other law, no officer or employee of the State shall be deemed to have forfeited or shall forfeit any office or employment or any benefits or emoluments thereof by reason of the acceptance of the office of ex officio member of the authority or any services therein.
- g. Each ex officio member of the authority may designate an officer or employee of the member's department to represent the member at meetings of the authority, and each such designee may lawfully vote and otherwise act on behalf of the member for whom the person constitutes the designee. Any such designation shall be in writing delivered to the authority and shall continue in effect until revoked or amended by writing delivered to the authority.
- h. The authority may be dissolved by act of the Legislature on condition that the authority has no debts or obligations outstanding or that provision has been made for the payment or retirement of such debts or obligations. Upon any such dissolution of the authority, all property, funds and assets thereof shall be vested in the State.
- A true copy of the minutes of every meeting of the authority shall be forthwith delivered by and under the certification of the secretary thereof to the Governor. No action taken at such meeting by the authority shall have force or effect until 10 days, Saturdays, 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 copy of the minutes with veto of any action taken by the authority or any member thereof at such meeting, such action shall be null and void and of no effect. The powers conferred in this subsection i. upon the Governor shall be exercised with due regard for the rights of the holders of bonds and notes of the authority at any time outstanding, and nothing in, or done pursuant to, this subsection i. shall in any way limit, restrict or alter the obligation or powers of the authority or any representative

or officer of the authority to carry out and perform in every detail each and every covenant, agreement or contract at any time made or entered into by or on behalf of the authority with respect to its bonds or notes or for the benefit, protection or security of the holders thereof.

- j. On or before March 31 in each year, the authority shall make an annual report of its activities for the preceding calendar year to the Governor and the Legislature. Each such report shall set forth a complete operating and financial statement covering the authority's operations during the year. The authority shall cause an 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.
- k. 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 authority including its receipts, disbursements, contracts, sinking funds, investments and any other matters relating thereto and to its financial standing.
- l. No member, officer, employee or agent of the authority shall be interested, either directly or indirectly, in any project or school facilities project, or in any contract, sale, purchase, lease or transfer of real or personal property to which the authority is a party.

(cf: P.L.2002, c.43, s.69)

- 14. Section 2 of P.L.1996, c.25 (C.34:1B-113) is amended to read as follows:
 - 2. As used in this act:

"Advanced computing" means a technology used in the designing and developing of computing hardware and software, including innovations in designing the full spectrum of hardware from hand-held calculators to super computers, and peripheral equipment;

"Advanced computing company" means a person with headquarters or base of operations located in New Jersey and engaged in the research, development, production, or provision of advanced computing for the purpose of developing or providing products or processes for specific commercial or public purposes;

"Advanced materials" means materials with engineered properties created through the development of specialized processing and synthesis technology, including ceramics, high value-added metals, electronic materials, composites, polymers, and biomaterials;

"Advanced materials company" means a person with headquarters or base of operations located in New Jersey and engaged in the research, development, production, or provision of advanced materials for the purpose of developing or providing products or processes for specific commercial or public purposes;

"Biotechnology" means the continually expanding body of fundamental knowledge about the functioning of biological systems from the macro level to the molecular and sub-atomic levels, as well as novel products, services, technologies and sub-technologies developed as a result of insights gained from research advances which add to that body of fundamental knowledge;

"Biotechnology company" means a person with headquarters or base of operations located in New Jersey and engaged in the research, development, production, or provision or biotechnology for the purpose of developing or providing products or processes for specific commercial or public purposes, including, but not limited to, medical, pharmaceutical, nutritional, and other health-related purposes, agricultural purposes, and environmental purposes, or a person with headquarters or base of operations located in New Jersey and engaged in providing services or products necessary for such research, development, production, or provision;

"Business retention or relocation grant of tax credits" or "grant of tax credits" means a grant which consists of the value of corporation business tax credits against the liability imposed pursuant to section 5 of P.L.1945, c.162 (C.54:10A-5) or credits against the taxes imposed on insurers pursuant to P.L.1945, c.132 (C.54:18A-1 et seq.), section 1 of P.L.1950, c.231 (C.17:32-15), and N.J.S.17B:23-5, provided to fund a portion of retention and relocation costs pursuant to P.L.1996, c.25 (C.34:1B-112 et seq.);

"Commissioner" means the [Chief] Executive [Officer and Secretary] <u>Director</u> of the New Jersey Commerce [and Economic Growth] Commission;

"Department" means the New Jersey Commerce [and Economic Growth] Commission;

"Business" means an employer located in this State that has operated continuously in the State, in whole or in part, in its current form or as a predecessor entity for at least 10 years prior to filing an application pursuant to P.L.1996, c.25 (C.34:1B-112 et seq.) and which is subject to the provisions of R.S.43:21-1 et seq. and may include a sole proprietorship, a partnership, or a corporation that has made an election under Subchapter S of Chapter One of Subtitle A of the Internal Revenue Code of 1986, or any other business entity through which income flows as a distributive share to its owners, limited liability company, nonprofit corporation, or any other form of business organization located either within or outside the State;

"Commitment duration" means five years from the date specified in the project agreement entered into pursuant to section 5 of P.L.1996, c.25 (C.34:1B-116);

"Designated industry" means a business engaged in the field of biotechnology, pharmaceuticals, manufacturing, financial services or transportation and logistics, advanced computing, advanced materials, electronic device technology, environmental technology
 or medical device technology;

"Designated urban center" means an urban center designated in the State Development and Redevelopment Plan adopted by the State Planning Commission;

"Electronic device technology" means a technology involving microelectronics, semiconductors, electronic equipment, and instrumentation, radio frequency, microwave, and millimeter electronics, and optical and optic-related electrical devices, or data and digital communications and imaging devices;

"Electronic device technology company" means a person with headquarters or base of operations located in New Jersey and engaged in the research, development, production, or provision of electronic device technology for the purpose of developing or providing products or processes for specific commercial or public purposes;

"Eligible position" means a full-time position retained by a business in this State for which a business provides employee health benefits under a group health plan as defined under section 14 of P.L.1997, c.146 (C.17B:27-54), a health benefits plan as defined under section 1 of P.L.1992, c.162 (C.17B:27A-17), or a policy or contract of health insurance covering more than one person issued pursuant to Article 2 of Title 17B of the New Jersey Statutes;

"Full-time employee" means a person who is employed for consideration for at least thirty-five hours a week, or who renders any other standard of service generally accepted by custom or practice as full-time employment, whose wages are subject to withholding as provided in the "New Jersey Gross Income Tax Act," N.J.S.54A:1-1 et seq., and who is determined by the commissioner to be employed in a permanent position according to criteria as the [commissioner] Board of Directors of the New Jersey Commerce Commission may prescribe. "Full-time employee" shall not include any person who works as an independent contractor or on a consulting basis for the business. "Full-time employee" shall not include a child, grandchild, parent, or spouse of an individual who has direct or indirect ownership of at least 5% of the profits, capital, or value of the business;

"Headquarters" of a business means the single location that serves as the national administrative center of the business, at which the primary office of the chief executive officer or chief operating officer of the business, as well as the offices of the management officials responsible for key businesswide functions such as finance, legal, marketing, and human resources, are located;

"High-technology business" means an advanced computing company, advanced materials company, electronic device technology company, environmental technology company or medical device technology company;

"Medical device technology" means a technology involving any medical equipment or product (other than a pharmaceutical product) that has therapeutic value, diagnostic value, or both, and is regulated by the federal Food and Drug Administration;

"Medical device technology company" means a person with headquarters or base of operations located in New Jersey and engaged in the research, development, production, or provision of medical device technology for the purpose of developing or providing products or processes for specific commercial or public purposes;

"New business location" means the premises that the business has either purchased or built or for which the business has entered into a purchase agreement or a written lease for a period of no less than eight years from the date of relocation;

"Manufacturing facility" means a business location at which more than 50% of the business personal property that is housed in the facility is eligible for the sales tax exemption pursuant to subsection a. of section 25 of P.L.1980, c.105 (C.54:32B-8.13) for machinery, apparatus or equipment used in the production of tangible personal property;

"Program" means the Business Retention and Relocation Assistance Grant Program created pursuant to P.L.1996, c.25 (C.34:1B-112 et seq.);

"Project agreement" means an agreement between a business and the department that sets the forecasted schedule for completion and occupancy of the project, the date the commitment duration shall commence, the amount of the applicable grant of tax credits, and other such provisions which further the purposes of P.L.1996, c.25 (C.34:1B-112 et seq.);

"Research and development facility" means a business location at which more than 50% of the business personal property that is purchased for the facility is eligible for the sales tax exemption pursuant to section 26 of P.L.1980, c.105 (C.54:32B-8.14) for property used in research and development;

"Retained full-time job" means an eligible position that currently exists in New Jersey and is filled by a full-time employee but which, because of a relocation by the business, is at risk of being lost to another state or country. For the purposes of determining a number of retained full-time jobs, the eligible positions of the members of a "controlled group of corporations" as defined pursuant to section 1563 of the federal Internal Revenue Code of 1986, 26 U.S.C. s.1563, shall be considered the eligible positions of a single employer; and

"Total allowable relocation costs" means \$1,500 times the number of retained full-time jobs. "Total allowable relocation costs" does not include the amount of any bonus award authorized pursuant to section 5 of P.L.2004, c.65 (C.34:1B-115.1).

(cf: P.L.2004, c.65, s.2)

48 15. Section 3 of P.L.1996, c.25 (C.34:1B-114) is amended to 49 read as follows:

1 3. The Business Retention and Relocation Assistance Grant 2 Program is hereby established as a program under the jurisdiction of 3 the New Jersey Commerce [and Economic Growth] Commission 4 and shall be administered by the [Chief Executive Officer and 5 Secretary of the New Jersey Commerce [and Economic Growth] 6 Commission. The purpose of the program is to encourage economic 7 development and job creation and to preserve jobs that currently 8 exist in New Jersey but which are in danger of being relocated to 9 premises outside of the State. To implement that purpose, and to 10 the extent that funding for the program is available, the program 11 may provide grants of tax credits but in no case shall the amount of an individual grant of tax credits exceed 80% of the projected State 12 13 tax revenues from the retained full-time jobs covered by the project 14 agreement of an applicant for a grant of tax credits. 15

(cf: P.L.2004, c.65, s.3)

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16. Section 19 of P.L.2004, c.65 (C.34:1B-185) is amended to read as follows:

19. As used in sections 19 through 22 of P.L.2004, c.65 (C.34:1B-185 through C.34:1B-188) the following terms shall have the following meanings:

"Eligible property" means machinery, equipment, furniture and furnishings, fixtures, and building materials, but "eligible property" shall not include "motor vehicles" as defined pursuant to section 2 of P.L.1966, c.30 (C.54:32B-2), parts with a useful life of one year or less, or tools or supplies used in connection with the eligible property;

"Headquarters" means the single location that serves as the national administrative center of a business, at which the primary office of the chief executive officer or chief operating officer of the business, as well as the offices of the management officials responsible for key businesswide functions such as finance, legal, marketing, and human resources, are located;

"Life sciences business" means a business engaged principally in the production of medical equipment, ophthalmic goods, medical or dental instruments, diagnostic substances, biopharmaceutical products; or physical and biological research; or biotechnology;

"Manufacturing facility" means a business location at which more than 50% of the business personal property that is housed in the facility is eligible for the sales tax exemption pursuant to subsection a. of section 25 of P.L.1980, c.105 (C. 54:32B-8.13) for machinery, apparatus or equipment used in the production of tangible personal property;

"Research and development facility" means a business location at which more than 50% of the business personal property that is purchased for the facility is eligible for the sales tax exemption pursuant to section 26 of P.L.1980, c.105 (C.54:32B-8.14) for property used in research and development; and

1 **[**"Secretary" means the Chief Executive Officer and Secretary of 2 the New Jersey Commerce and Economic Growth Commission. **]** 3 (cf: P.L.2004, c.65, s.19)

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- 17. Section 20 of P.L.2004, c.65 (C.34:1B-186) is amended to read as follows:
- 7 20. The [secretary] New Jersey Commerce Commission shall establish and administer a program to approve the issuance of sales 8 9 and use tax exemption certificates to qualifying businesses as 10 specified in sections 19 through 22 of P.L.2004, c.65 (C.34:1B-185 11 through C.34:1B-188). The receipts from the certificate holder's purchase of eligible property located or placed at the business 12 13 location covered by the project approval within the period 14 established pursuant to the terms and conditions of the project 15 approval for the approved business location shall be exempt from 16 the tax imposed under the "Sales and Use Tax Act," P.L.1966, c.30 17 (C.54:32B-1 et seq.).
- 18 (cf: P.L.2004, c.65, s.20)

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- 20 18. Section 21 of P.L.2004, c.65 (C.34:1B-187) is amended to 21 read as follows:
- 21. a. A business seeking to participate in the sales and use tax 23 exemption certificate program established pursuant to sections 19 24 through 22 of P.L.2004, c.65 (C.34:1B-185 through C.34:1B-188) 25 shall submit a project application to the [secretary] New Jersey 26 Commerce Commission in such form as required by the [secretary] 27 New Jersey Commerce Commission.
 - b. The location for the project shall be situated in designated Planning Area 1 or 2, as defined in the State Development and Redevelopment Plan adopted by the State Planning Commission; provided however, that a business project involving the renovation or expansion of an existing facility that is not located in designated Planning Area 1 or 2 may be eligible to participate in the program, at the determination of the secretary, if all other applicable criteria are satisfied.
 - A business located in an urban enterprise zone designated pursuant to the "New Jersey Urban Enterprise Zones Act," P.L.1983, c.303 (C.52:27H-60 et seq.) as of the effective date of this section shall not be eligible to participate in this program if the relocation project is from a facility within the urban enterprise zone to a facility outside an urban enterprise zone; provided however, that if the relocation is to a facility already owned or leased by the same business and that business already employs at least the same number of persons as those being relocated from the urban enterprise zone, it may be eligible to apply.
- c. To be eligible to apply for the sales and use tax exemption certificate program, a business shall have operated continuously in this State, in whole or in part, in its current form or as a predecessor

entity, for at least 10 years prior to filing an application and shall satisfy at least one of the following criteria:

- (1) the business has 1,000 or more full-time employees in the State and the project involves relocating 500 or more full-time employees into a new business location or locations;
- (2) the business is a life sciences business or a manufacturing facility and the project is: constructing one or more new research and development facilities, constructing one or more new manufacturing facilities in this State, or relocating to a new headquarters in this State that will employ 250 or more full-time employees;
- (3) the business is a life sciences business or a manufacturing business and the project is constructing a new, or substantially rehabilitating a vacant, property that will separately or collectively:
 - (a) be predominately a new research and development facility;
 - (b) be predominately a new manufacturing facility;
 - (c) house the headquarters of the business; or
- (d) separately or collectively be a combination of subparagraphs(a), (b) and (c);
- provided, that the new or substantially rehabilitated facility will house a minimum of 250 full-time employees. For the purposes of this subparagraph, "predominantly" means a majority of the employees housed in the new facility are engaged in that activity, or a majority of the square footage of the new facility is used in that activity; or a majority of the total value of the investment made will be employed in that activity; or other measures of activity as may determined by the secretary that demonstrate that a critical concentration of research and development, manufacturing, or both, will occur at the new facility; or
- (4) the business is, at the time of enactment of this section, currently receiving a structured finance special guarantee pursuant to N.J.A.C.19:31-2.1(c)3.ii(5) for the project.
- d. For the purposes of determining a number of full-time employees pursuant to subsection c. of this section, the full-time employees of the members of a "controlled group of corporations" as defined pursuant to section 1563 of the federal Internal Revenue Code of 1986, 26 U.S.C. s.1563, shall be considered the employees of a single employer.
- e. A project may be completed in up to two phases provided that it will be the national headquarters of a life sciences or manufacturing company, and will include a significant research and development, a significant manufacturing facility, or combination thereof if: (1) the first completed phase will house at least 200 full-time employees and the second phase will house at least 100 additional employees; and (2) the project is pre-approved for phases and that all phases are completed within 30 months of project approval.
- f. Upon approval of a project, the **[**secretary**]** Executive Director of the New Jersey Commerce Commission shall notify the

- 1 Director of the Division of Taxation in the Department of the
- 2 Treasury of the terms and conditions of the project approval and the
- 3 director shall issue a certificate of exemption pursuant to the terms
- 4 and conditions of the project approval. In general, the sales and use
- 5 tax exemption certificate provided by sections 19 through 22 of
- 6 P.L.2004, c.65 (C.34:1B-185 through C.34:1B-188) should not
- 7 apply to purchases initiated by the business after the date that the
- 8 temporary certificate of occupancy is issued, or in cases where no
- 9 temporary certificate of occupancy is issued should not apply to
- 10 purchases initiated by the business more than one year from the
- project commencement date; however, the duration of the certificate
- of exemption shall be pursuant to the terms and conditions of the
- 13 project approval.
- 14 (cf: P.L.2004, c.65, s.21)

- 16 19. Section 22 of P.L.2004, c.65 (C.34:1B-188) is amended to read as follows:
- 18 22. The [secretary] New Jersey Commerce Commission shall,
- 19 after consultation with the Director of the Division of Taxation in
- 20 the Department of the Treasury, adopt rules and regulations
- 21 pursuant to the "Administrative Procedure Act," P.L.1968, c.410
- 22 (C.52:14B-1 et seq.) necessary to govern the proper conduct and
- 23 operation of the program consistent with the provisions of sections
- 24 19 through 22 of P.L.2004, c.65 (C.34:1B-185 through C.34:1B-
- 25 188).
- 26 (cf: P.L.2004, c.65, s.22)

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- 28 20. Section 9 of P.L.1989, c.293 (C.34:15C-6) is amended to read as follows:
 - 9. The commission shall:
 - a. Issue the New Jersey Unified Workforce Investment Plan pursuant to the provisions of the Workforce Investment Act of 1998, Pub.L.105-220 (29 U.S.C. s.2801 et seq.) and section 10 of this act;
- b. Establish performance standards for workforce investment
 programs pursuant to the Workforce Investment Act of 1998,
 Pub.L.105-220 (29 U.S.C. s.2801 et seq.) and section 11 of this act;
- 38 c. Act to ensure the full participation of Workforce Investment 39 Boards in the planning and supervision of local workforce 40 investment systems. The commission shall be responsible to 41 oversee and develop appropriate standards to ensure Workforce 42 Investment Board compliance with State and federal law, the State 43 plan, and other relevant requirements regarding membership, 44 staffing, meetings, and functions;
- d. Foster and coordinate initiatives of the Department of Education and Commission on Higher Education to enhance the contributions of public schools and institutions of higher education to the implementation of the State workforce investment policy;

- e. Examine federal and State laws and regulations to assess 1 2 whether those laws and regulations present barriers to achieving any 3 of the goals of this act. The commission shall, from time to time as 4 it deems appropriate, issue to the Governor and the Legislature 5 reports on its findings, including recommendations for changes in State or federal laws or regulations concerning workforce 6 7 investment programs or services, including, when appropriate, 8 recommendations to merge other State advisory structures and 9 functions into the commission;
 - f. Perform the duties assigned to a State Workforce Investment Board pursuant to subsection (d) of section 111 of the Workforce Investment Act of 1998, Pub.L.105-220 (29 U.S.C. s.2821);
- 13 g. Have the authority to enter into agreements with the head of 14 each State department or commission which administers or funds 15 education, employment or training programs, including, but not 16 limited to, the Departments of Labor and Workforce Development, 17 Community Affairs, Education, and Human Services and the 18 Commission on Higher Education, the New Jersey Commerce [, 19 Economic Growth and Tourism Commission, and the Juvenile 20 Justice Commission, which agreements are for the purpose of 21 assigning planning, policy guidance and oversight functions to each 22 Workforce Investment Board with respect to any workforce 23 investment program funded or administered by the State department 24 or commission within the Workforce Investment Board's respective 25 labor market area or local area, as the case may be; and
 - h. Establish guidelines to be used by the Workforce Investment Boards in performing the planning, policy guidance, and oversight functions assigned to the boards under any agreement reached by the commission with a department or commission pursuant to subsection g. of this section. The commission shall approve all local Workforce Investment Board plans that meet the criteria established by the commission for the establishment of One-Stop systems. The Department of Labor and Workforce Development shall approve the operational portion of the plans for programs administered by the department.
 - The commission shall have access to all files and records of other State agencies and may require any officer or employee therein to provide such information as it may deem necessary in the performance of its functions.
- Nothing in P.L.2005, c.354 (C.34:15C-7.1 et al.) shall be construed as affecting the authority of the Commissioner of Personnel to review and approve training programs for State employees pursuant to N.J.S.11A:6-25.

44 (cf: P.L.2005, c.354, s.8)

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46 21. Section 2 of P.L.1999, c.107 (C.34:15C-18) is amended to 47 read as follows:

48 2. a. There is created within the State Employment and 49 Training Commission, established pursuant to section 5 of P.L.1989, c.293 (C.34:15C-2) in the Department of Labor and Workforce Development, a State Council for Adult Literacy Education Services.

4 b. The 27-member council shall consist of the following ex 5 officio members: the Commissioners of Labor and Workforce 6 Development, Human Services, Education, Community Affairs and Corrections, the [Secretary and Chief] Executive [Officer] 7 8 <u>Director</u> of the New Jersey Commerce [, Economic Growth and 9 Tourism Commission, the Executive Director of the Commission 10 on Higher Education, and the Executive Director of the State 11 Employment and Training Commission. The council shall also 12 include one member of the Senate appointed by the President 13 thereof and one member of the General Assembly appointed by the 14 Speaker thereof, who shall serve during the two-year legislative 15 session in which the appointment is made and who shall not be of 16 the same political party; and 17 public members as follows: five public members appointed by the Governor including a member of 17 18 a Workforce Investment Board literacy committee, a State or 19 national adult education expert and three representatives of the 20 business community, at least one of whom shall represent a small 21 business; six public members appointed by the President of the 22 Senate including a student or former student who received adult 23 literacy services and a representative from each of the following: a 24 county college, a four-year institution of higher education, the State 25 Library or a local library, a Department of Education-funded adult education provider of adult basic education programs, general 26 educational development programs or English as a second language 27 28 programs and a community-based organization which is an adult 29 education provider; and six public members appointed by the 30 Speaker of the General Assembly including a representative from 31 each of the following: a vocational school providing adult academic 32 education programs, a trade union, the New Jersey Network, the 33 New Jersey Association of Lifelong Learning, the Literacy 34 Volunteers of America and the New Jersey Education Association.

c. The public members shall serve for terms of three years, but of the public members first appointed, six shall serve a term of three years, six shall serve a term of two years and five shall serve a term of one year. Each member shall hold office for the term of appointment and until his successor is appointed and qualified. A member appointed to fill a vacancy occurring in the membership of the board for any reason other than the expiration of the term shall have a term of appointment for the unexpired term only. All vacancies shall be filled in the same manner as the original appointment. A member may be appointed for any number of successive terms. A member may be removed from office by the Governor, for cause, after a hearing and may be suspended by the Governor pending the completion of the hearing.

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d. The members shall select annually a chairperson and a vice-chairperson, who shall be nongovernmental members of the council,

and shall appoint an executive director. The executive director 1 2 shall report to the chairperson of the council and be responsible for 3 administering the daily operations of the council. The executive 4 director shall serve in the State unclassified service. The council 5 may call to its assistance and avail itself of the services of the 6 employees of any State, county or municipal department, board, 7 bureau, commission or agency as it may require and as may be 8 available to it for its purposes.

e. Members of the council shall serve without compensation, but may be reimbursed for necessary expenses incurred in the performance of their duties as members, within the limits of funds appropriated or otherwise made available to the council for its purposes. Actions may be taken and motions and resolutions may be adopted by the council by an affirmative vote of a majority of the members.

16 (cf: P.L.2005, c.354, s.18)

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22. Section 2 of P.L.1992, c.86 (C.38A:3-16) is amended to read as follows:

The Council on Armed Forces and Veterans' Affairs established in the Department of Commerce and Economic Development pursuant to P.L.1983, c.61 (C.52:27H-45 et seq.) is hereby transferred to and established in the Department of Military and Veterans' Affairs. The council shall consist of 22 members: two to be appointed by the President of the Senate from the members thereof, no more than one of whom shall be from the same political party; two to be appointed by the Speaker of the General Assembly from the members thereof, no more than one of whom shall be from the same political party; the Adjutant General of the Department of Military and Veterans' Affairs, the [Chief] Executive [Officer and Secretary] <u>Director</u> of the <u>New Jersey</u> Growth] Commerce and Economic Commission, Commissioner of Education, the Commissioner of Environmental Protection, the Commissioner of Transportation, the State Treasurer, the Commissioner of Community Affairs, Commissioner of Labor and Workforce Development, and the Chair of the New Jersey Commission on Higher Education, or their designees; and nine public members to be appointed by the Governor, with the advice and consent of the Senate. Eight of the public members shall be representatives of the community and business support groups for New Jersey's military installations and the United States Coast Guard training center. Each public member shall serve for a term of three years from the date of the member's appointment and until the member's successor is appointed and qualified. Vacancies resulting from causes other than by expiration of term shall be filled for the unexpired term only and shall be filled

in the same manner as the original appointments were made.

48 (cf: P.L.2005, c.40, s.1)

- 23. Section 1 of P.L.1974, c.55 (C.52:14-15.107) is amended to 1 2 read as follows: 1. Notwithstanding the provisions of the annual appropriations 3 4 act and section 7 of P.L.1974, c.55 (C.52:14-15.110), the Governor 5 shall fix and establish the annual salary, not to exceed \$133,330 in calendar year 2000, \$137,165 in calendar year 2001 and \$141,000 6 7 in calendar year 2002 and thereafter, for each of the following 8 officers: 9 Title 10 Agriculture Department Secretary of Agriculture 11 12 Children and Families Department 13 Commissioner of Children and Families 14 Community Affairs Department 15 Commissioner of Community Affairs 16 **Corrections Department** 17 **Commissioner of Corrections** 18 **Education Department** 19 Commissioner of Education 20 **Environmental Protection Department** 21 Commissioner of Environmental Protection 22 Health and Senior Services Department Commissioner of Health and Senior 23 24 Services 25 **Human Services Department** 26 Commissioner of Human Services 27 Banking and Insurance Department 28 Commissioner of Banking and Insurance 29 Labor and Workforce Development Department 30 Commissioner of Labor and Workforce Development 31 Law and Public Safety Department 32 Attorney General 33 Military and Veterans' Affairs Department 34 Adjutant General 35 Personnel Department 36 Commissioner of Personnel 37 State Department 38 Secretary of State 39 **Transportation Department** 40 Commissioner of Transportation 41 Treasury Department 42 State Treasurer 43 Members, Board of Public Utilities 44 Public Advocate Department 45 Public Advocate
- 47 the Chief Executive Officer and Secretary of the New Jersey 48 Commerce and Economic Growth Commission shall receive such

[Notwithstanding the provisions of this section to the contrary,

- salary as shall be fixed by the Governor pursuant to subsection b. of section 8 of P.L.1998, c.44 (C.52:27C-68).
- 3 (cf: P.L.2006, c.47, s.189)

- 5 24. Section 1 of P.L.1998, c.44 (C.52:27C-61) is amended to 6 read as follows:
- 1. This act shall be known and may be cited as the "New Jersey Commerce [, Economic Growth and Tourism] Commission Act."

 (cf: P.L.2005, c.378, s.9)

- 11 25. Section 2 of P.L.1998, c.44 (C.52:27C-62) is amended to read as follows:
 - 2. 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 utilizing the best available personnel, without consideration of political affiliation, selected on the basis of the skills, ability and experience, needed to provide enhanced customer service, and by 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
 - f. The State and its citizens will benefit from a more sharply focused economic development vision, in which the State's efforts are coordinated under one organization, the New Jersey Commerce [, Economic Growth and Tourism] Commission, that coordinates economic development activities for the State with all related entities, including, but not limited to, the New Jersey Economic Development Authority, the New Jersey Commission on Science and Technology, the New 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 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 [,

- Economic Growth and Tourism 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 [, Economic Growth and Tourism] Commission, the Legislature reaffirms that it is also a priority of government; and
- The board of directors of the commission appointed pursuant to [this act] P.L.1998, c.44 (C.52:27C-61 et seq.) should assist the [Chief Executive Officer and Secretary] executive director of the commission appointed pursuant to [this act] P.L., c. (C. (pending before the Legislature as this bill) 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; and
 - j. The New Jersey Commerce [, Economic Growth and Tourism] Commission promotes economic vitality and builds a foundation for world economic leadership in the 21st century and stimulates dynamic economic growth by providing resources and services to citizens, businesses and institutions, in partnership with other government agencies and the private sector, to create jobs. [Because of the crucial importance tourism plays in New Jersey's economy, the commission is therefore charged with the mandate to increase tourism through promotional, informational, educational, and developmental programs. These initiatives are to be designed to maintain and increase New Jersey's standing as a premier national and international travel destination by nurturing, expanding and attracting industry, commerce, and tourism, in order to achieve the highest quality of life and ensure economic security for all our citizens.]

35 (cf: P.L.2005, c.378, s.10)

- 37 26. Section 3 of P.L.1998, c.44 (C.52:27C-63) is amended to read as follows:
- 39 3. There is established a body corporate and politic, with 40 corporate succession, to be known as the "New Jersey Commerce [, 41 Economic Growth and Tourism] 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

1 commission shall be independent of any supervision and control by 2 the department or by any board or officer thereof.

3 (cf: P.L.2005, c.378, s.11)

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- 5 27. Section 4 of P.L.1998, c.44 (C.52:27C-64) is amended to 6 read as follows:
 - 4. 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 including, but not limited to, the [Division of Travel and Tourism, and] the Division of International Trade, except as herein otherwise provided, are continued in the commission.

14 (cf: P.L.1998, c.44, s.4)

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- 28. Section 5 of P.L.1998, c.44 (C.52:27C-65) is amended to read as follows:
- 5. All appropriations and other moneys available and to 18 19 become available to any department, division, bureau, board, 20 commission, or other entity or agency, the functions, powers and 21 duties of which have been assigned or transferred to the Department of Commerce and Economic Development, are hereby continued in 22 23 the commission, except as herein otherwise provided, and shall be 24 available for the objects and purposes for which such moneys are 25 appropriated subject to any terms, restrictions, limitations, or other 26 requirements imposed by State or federal law. Nothing herein shall 27 alter the provisions of section 4 of P.L.1983, c.190 (C.34:1B-39). 28 Whenever, in any law, rule, regulation, order, contract, document, 29 judicial or administrative proceeding or otherwise, reference is 30 made to the Department of Commerce and Economic Development 31 [or], the New Jersey Commerce and Economic Growth Commission or the New Jersey Commerce, Economic Growth and 32 Tourism Commission, the same shall mean and refer to the "New 33
- in but not of the Department of the Treasury.
- 36 (cf: P.L.2005, c.378, s.12)

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38 29. Section 7 of P.L.1998, c.44 (C.52:27C-67) is amended to read as follows:

Jersey Commerce [, Economic Growth and Tourism] Commission"

40 7. The [Chief Executive Officer and Secretary of the] 41 commission [as designated pursuant to section 8 this act,] shall 42 have the power to employ consultants and employees as may be 43 required in the judgment of the commission to carry out the 44 purposes of this act and to establish job titles and descriptions, and 45 to fix and pay employees compensation from funds available to the 46 commission therefor, notwithstanding the provisions of Title 11A of 47 the New Jersey Statutes. The commission shall establish the terms 48 and conditions of employment. Employees of the commission shall, 49 as appropriate, be covered under the State of New Jersey's

- 1 collective negotiations agreements, provided however that only the
- 2 contractual provisions of such agreements which apply to non-
- 3 career service employees shall apply to the commission employees.
- 4 For contractual purposes, previous State service in the career
- 5 service shall be counted toward any contractual provision that
- 6 requires unclassified seniority. Employees of the Department of
- 7 Commerce and Economic Development who are employed by the
- 8 department on the date of enactment of this act, and who are hired 9 by the commission shall retain their salary and leave time.
- 10 Employees of the commission shall be enrolled in the Public
- 11 Employees' Retirement System and shall be eligible to participate in
- the State Health Benefits Program established pursuant to the "New
- 13 Jersey State Health Benefits Program Act," P.L.1961, c.49
- 14 (C.52:14-17.25 et seq.). ¹[The commission may elect to provide
- 15 health benefits for its employees through private insurance policies,
- 16 hospital and medical service corporations, health maintenance
- organizations, or any other manner available for the provision of
- health benefits, provided that the types of benefits shall not provide
- 19 less coverage than those benefits provided to other State
- 20 employees. 1
 - 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.
 - (cf: P.L.1998, c.44, s.7)

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- 26 30. Section 8 of P.L.1998, c.44 (C.52:27C-68) is amended to read as follows:
 - 8. The Board of Directors of the commission shall consist of the following 11 voting members and two non-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
- 34 commission, who shall hold cabinet-level rank and who shall be
- 35 appointed by the Governor with the advice and consent of the
- 36 Senate. The Chief Executive Officer and Secretary of the
- 37 commission shall serve at the pleasure of the Governor during the
- 38 Governor's term of office and until a successor is appointed and
- 39 qualified, and shall receive such salary as shall be fixed by the
- 40 Governor. The Chief Executive Officer and Secretary shall serve as
- 41 an ex officio voting member of the commission and may be
- 42 represented by an official designee, whose name shall be filed with
- 43 the commission.
- The person in office as the Commissioner of the Department of
- 45 Commerce and Economic Development on the effective date of this
- 46 act shall hold the office of the Chief Executive Officer and
- 47 Secretary of the commission without the advice and consent of the
- 48 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,
- 5 reference is made to the Commissioner of the Department of
- 6 Commerce and Economic Development, the same shall mean and
- 7 refer to the Chief Executive Officer and Secretary of the "New
- 8 Jersey Commerce and Economic Growth Commission."] State
- 9 Treasurer who shall serve ex-officio and may be represented by an
- 10 official designee, whose name shall be filed with the commission.

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- c. One commissioner from each of the following departments who shall serve ex-officio: the Department of Environmental Protection; the Department of Labor and the Department of Transportation. These commissioners may be represented by an
- official designee, whose name shall be filed with the commission.
- d. The chairman of the New Jersey Commission on Higher Education, who shall serve ex officio. This chairman may be represented by an official designee, whose name shall be filed with the commission.
 - e. Three public members who shall be appointed by the Governor with the advice and consent of the Senate, not more than two of whom shall be of the same political party. The three public members shall serve for a term of five years and shall serve until their successors are appointed and qualified. Of the three public members first appointed pursuant to this subsection, two shall serve for a term of five years and one shall serve for a term of three years. These members shall be New Jersey residents who shall provide appropriate geographical representation from throughout the State and 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
 - 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.

their services but shall be entitled to reimbursement for expenses

incurred in the performance of their official duties.

- 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.
- h. 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.
 (cf: P.L.1998, c.44, s.8)

- 31. (New section) The commission shall be under the supervision of an Executive Director, who shall receive such salary as shall be fixed by the commission and who shall be a person qualified by training and experience to direct the work of the commission.
- 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 or the Chief Executive Officer and Secretary of the commission, the same shall mean and refer to the "New Jersey Commerce Commission."

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- 32. Section 11 of P.L.1998, c.44 (C.52:27C-71) is amended to read as follows:
 - 11. The [Chief] Executive [Officer and Secretary] <u>Director</u> 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] <u>Director</u> 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] <u>Director</u> 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;] (Deleted by amendment, P.L. , c.) (pending before the Legislature as this bill)
 - 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;] (Deleted by amendment, P.L., c.) (pending before the Legislature as this bill)

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; <u>and</u>
- 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]

 Director 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; **]** (Deleted by amendment, P.L., c.) (pending before the Legislature as this bill)
 - 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; [Deleted by amendment, P.L. , c.)(pending before the Legislature as this bill)
 - 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; [Deleted by amendment, P.L., c.) (pending before the Legislature as this bill)
- 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; (Deleted by amendment, P.L., c.) (pending before the Legislature as this bill)
- 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 [Deleted by amendment, P.L., c.)(pending before the Legislature as this bill)
 - q. [Perform such other functions as may be prescribed in this act or by any other law or by the commission.] (Deleted by amendment, P.L., c.) (pending before the Legislature as this bill) (cf: P.L.1998, c.44, s.11)

- ¹[33. Section 12 of P.L.1998, c.44 (C.52:27C-72) is amended to read as follows:
- 12. Notwithstanding any other provision of law, only the records
 16 of any nonprofit corporation on which the [Chief] Executive
 17 [Officer and Secretary] <u>Director</u> serves and which are in the
 18 possession of the [Chief] Executive [Officer and Secretary]
 19 <u>Director</u> in an official capacity shall be deemed public records
 20 which may be subject to public inspection under the provisions of
 21 the "Right to Know Law," P.L.1963, c.73 (C.47:1A-1 et seq.).
- 22 (cf: P.L.1998, c.44, s.12]¹

- ¹[34.] <u>33.</u> Section 13 of P.L.1998, c.44 (C.52:27C-73) is amended to read as follows:
 - 13. The commission shall have perpetual succession and shall have the following powers:
 - a. To make, amend and repeal rules and bylaws 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 reasonable fees for special projects or services that were not customarily provided by the department prior to the effective date of this act to be paid to the commission for services rendered to persons, businesses, or other entities 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;

- 1 To exercise all of the powers, functions, and duties 2 previously exercised by the Department of Commerce and 3 Economic Development, except as herein provided pursuant to this 4 act;
 - To act as the State's representative abroad and within the United States concerning trade and commerce issues;

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- 7 adopt rules and regulations, pursuant to 8 "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et 9 seq.), necessary for the proper functioning of the commission and 10 necessary to carry out the provisions of this act;
 - To do any and all things necessary or convenient to carry out the purposes of the commission and to exercise the powers given and granted to the commission under this act;
- 14 To coordinate the State's economic development activities 15 among the commission's organizational units and the New Jersey 16 Economic Development Authority, the New Jersey Commission on 17 Science and Technology, the New Jersey Urban Enterprise Zone Authority, the New Jersey Development Authority for Small 18 19 Businesses, Minorities' and Women's Enterprises, and the Motion Picture and Television Development Commission, and to
- 20 21 recommend economic development policies to the Governor;
- 22 k. To enter into memoranda of understanding or other cooperative agreements with the New Jersey Economic 23 Development Authority, the New Jersey Commission on Science 24 25 and Technology, the New Jersey Urban Enterprise Zone Authority, 26 the New Jersey Development Authority for Small Businesses, 27 Minorities' and Women's Enterprises, the Atlantic City Convention 28 Center Authority, the Dredging Project Task Force, the Economic 29 Development Site Task Force, and the Motion Picture and 30 Television Development Commission, or any other state agency for 31 the provision of services or other cooperative efforts to effectuate
- 33 economic development activities; 34 1. To make and enter into contracts, leases, agreements, and 35 purchases necessary for the use, or incidental to the performance of,

the purposes of this act and to ensure the coordination of the State's

- 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, or by contract with any person;
- n. To insure against any losses in connection with the commission's properties, operations or assets; ¹[and]¹
- o. [To approve annually the economic development master plan submitted by the Chief Executive Officer and Secretary To appoint the Executive Director of the commission and to formulate and adopt rules and regulations for the efficient conduct of the work and general administration of the commission, its officers, and employees;
- 48 p. To institute or cause to be instituted such legal proceedings 49 or processes as may be necessary to properly enforce and give

1 effect to any of the powers or duties of the Executive Director or 2 the commission; ¹and¹

- q. ¹[To lease or purchase suitable headquarters for the commission and such other quarters as the Executive Director shall deem necessary to the proper functioning of the commission;
- r. To 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;
 - s. To 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; and
 - t.] To develop once every five years an economic development master plan identifying the commission's objectives, policies and programs which will encourage business attraction, expansion, and retention.

34 (cf: P.L.1998, c.44, s.13)

- ¹[35.] <u>34.</u> Section 19 of P.L.1998, c.44 (C.52:27C-79) is amended to read as follows:
- 19. a. 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, pursuant to section 2 of P.L.1991, c.164 (C.52:14-19.1). 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.
- b. The commission shall include, in the report required by subsection a. of this section, a description setting forth information concerning the imposition, collection and expenditure of the fees

- 1 imposed by the commission. Each such report shall also set forth a
- 2 complete operating and financial statement covering the operations
- 3 of the commission, and any of its related entities, during the year.
- 4 The commission shall cause an independent audit of its books and
- 5 accounts to be made at least once in each year by certified public
- 6 accountants and cause a copy thereof to be filed with the Secretary
- 7 of State, the Director of the Division of Budget and Accounting, in
- 8 the Department of the Treasury and the State Auditor.
- 9 (cf: P.L.1998, c.44, s.19)

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- 11 **1** [36.] 35. Section 22 of P.L.1998, c.44 (C.52:27C-82) is amended to read as follows:
 - 22. a. The New Jersey Economic Development Authority, established pursuant to P.L.1974, c.80 (C.34:1B-1 et seq.), is transferred in but not of the Department of the Treasury, but, notwithstanding this transfer, the New Jersey Economic Development Authority shall be independent of any supervision and control by the department or by any board or officer thereof.
- 19 b. Whenever, in any law, rule, regulation, order, contract, 20 document, judicial or administrative proceeding or otherwise, 21 reference is made to the New Jersey Economic Development 22 Authority, the same shall mean and refer to the New Jersey 23 Economic Development Authority in but not of the Department of 24 the Treasury. Notwithstanding the provisions of any law, rule, 25 regulation or order to the contrary, the [Chief Executive Officer and Secretary Board of Directors of the commission shall appoint the 26 27 executive director of the New Jersey Economic Development 28 Authority.
- 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.).
- 31 d. The New Jersey Economic Development Authority may 32 develop and promulgate such rules and regulations in accordance with the "Administrative Procedure Act," P.L.1968, c.410 33 34 (C.52:14B-1 et seq.) as are necessary to implement the provisions 35 of this act and to effectuate the purposes of the New Jersey 36 Economic Development Authority as provided by law. Nothing 37 herein shall alter the provisions of section 1 of P.L.1979, c.303 38 (C.34-1B-5.1).
- 99 e. Regulations adopted by the New Jersey Economic 40 Development Authority shall continue with full force and effect 41 until amended or repealed pursuant to law.
- 42 (cf: P.L.1998, c.44, s.22)

- ¹[37.] <u>36.</u> Section 25 of P.L.1998, c.44 (C.52:27C-85) is amended to read as follows:
- 25. a. The New Jersey Commission on Science and 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 notwithstanding this transfer, the New Jersey Commission on

- 1 Science and Technology shall be independent of any supervision
- 2 and control by the department or by any board or officer thereof.
- 3 Notwithstanding the provisions of any law, rule, regulation or order
- 4 to the contrary, the [Chief Executive Officer and Secretary] Board
- 5 of Directors of the New Jersey Commerce Commission shall
- 6 appoint the Executive Director of the New Jersey Commission on
- 7 Science and Technology.
- 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 Commission on Science and
- 11 Technology, the same shall mean and refer to the New Jersey
- 12 Commission on Science and Technology in but not of the
- 13 Department of the Treasury.
- 14 c. This transfer shall be subject to the provisions of the "State
- 15 Agency Transfer Act," P.L.1971, c.375 (C.52:14D-1 et seq.).
- d. The New Jersey Commission on Science and Technology
- may, subject to the commission's approval, develop and promulgate such rules and regulations in accordance with the "Administrative
- 19 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
- 21 the purposes of the New Jersey Commission on Science and
- 22 Technology as provided by law.
- e. Regulations adopted by the New Jersey Commission on
- 24 Science and Technology shall continue with full force and effect
- 25 until amended or repealed pursuant to law.
- 26 (cf: P.L.1998, c.44, s.25)

- 28 ¹[38.] <u>37.</u> Section 26 of P.L.1998, c.44 (C.52:27C-86) is amended to read as follows:
- 30 26. a. The Motion Picture and Television Development
- 31 Commission, established pursuant to P.L.1977, c.44 (C.34:1B-22 et
- 32 seq.), is transferred in but not of the Department of the Treasury,
- 33 but notwithstanding this transfer, the Motion Picture and Television
- 34 Development Commission shall be independent of any supervision
- and control by the department or by any board or officer thereof.
- Notwithstanding the provisions of any law, rule, regulation or order
- 37 to the contrary, the [Chief Executive Officer and Secretary] Board
- 38 of Directors of the New Jersey Commerce Commission shall
- 39 appoint the Executive Director of the Motion Picture and Television
- 40 Development Commission. [,]
- b. Whenever, in any law, rule, regulation, order, contract,
- 42 document, judicial or administrative proceeding or otherwise,
- 43 reference is made to the Motion Picture and Television
- 44 Development Commission, the same shall mean and refer to the
- 45 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
- 48 Agency Transfer Act," P.L.1971, c.375 (C.52:14D-1 et seq.).

1 d. The Motion Picture and Television Development 2 Commission may, subject to the commission's approval, develop 3 and promulgate such rules and regulations in accordance with the 4 "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et 5 seq.) as are necessary to implement the provisions of this act and to effectuate the purposes of the Motion Picture and Television 6 7 Development Commission as provided by law.

8 (cf: P.L.1998, c.44, s.26)

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

The members shall elect a chair and vice chair from the membership of the board of trustees.

3 (cf: P.L.2005, c.373, s.2)

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- ¹[40.] <u>39.</u> Section 5 of P.L.2001, c.238 (C.52:27D-456) is amended to read as follows:
- 7 5. The Main Street New Jersey Advisory Board is established 8 for the purposes of providing guidance and advocacy in formulating 9 policy and assisting with the long-term planning and administration 10 of the "Main Street New Jersey" program. The Main Street New Jersey Advisory Board shall consist of 23 members. 11 members shall serve in a voluntary capacity, to be appointed 12 13 through a process to be determined by the commissioner and shall 14 include a representative of the New Jersey State League of 15 Municipalities. Each voluntary member shall have a demonstrated commitment to the goals of the "Main Street New Jersey" program. 16 17 The voluntary members shall represent all geographic regions of the 18

The remaining seven advisory board members shall serve ex officio and shall be a representative of the Historic Preservation Program in the Department of Environmental Protection, to be appointed by the Commissioner of Environmental Protection, a representative of the New Jersey Economic Development Authority to be designated by the executive director, a representative of the Neighborhood Preservation Program in the Department of Community Affairs, to be appointed by the Commissioner of Community Affairs, a representative of the Housing and Mortgage Finance Agency, to be appointed by the executive director of that agency, a representative of the New Jersey Commerce [and Economic Growth Commission, to be appointed by the [Chief] Executive [officer and Secretary] Director of that commission, a representative of the Department of Transportation, to be appointed by the Commissioner of Transportation, and a representative of the Office of State Planning, to be appointed by the Director of the Office of State Planning.

The terms of the voluntary members so appointed, after the initial appointments, shall be three years, and each member may be reappointed. The terms of initial appointments of the voluntary members shall be staggered so that the terms of 1/3 of the advisory board's voluntary members shall expire annually. The advisory board members who are not State employees shall be entitled to reimbursement of their expenses incurred in connection with their duties on the advisory board.

44 (cf: P.L.2005, c.284, s.1)

- 46 ¹[41.] <u>40.</u> ¹ Section 4 of P.L.1983, c.303 (C.52:27H-63) is 47 amended to read as follows:
- 48 4. a. There is created the New Jersey Urban Enterprise Zone 49 Authority, which shall consist of:

- 1 (1) [The Chief Executive Officer and Secretary of the New 2 Jersey Commerce and Economic Growth Commission, who shall be chairman of the authority] a person appointed by the Board of Directors of the New Jersey Commerce Commission, who shall be the chair of the authority;
 - (2) The Commissioner of the Department of Community Affairs;
 - (3) The Commissioner of the Department of Labor <u>and Workforce Development;</u>
 - (4) The State Treasurer; and
 - (5) Five public members not holding any other office, position or employment in the State Government, nor any local elective office, who shall be appointed by the Governor with the advice and consent of the Senate, and who shall be qualified for their appointments by training and experience in the areas of local government finance, economic development and redevelopment, or volunteer civic service and community organization. No more than three public members shall be of the same political party. At least one public member of the authority shall reside within an enterprise zone; however, the provisions of this section shall apply only to members appointed or reappointed after the effective date of P.L.2001, c.347 (C.52:27H-66.2 et al.).
 - b. The public members of the authority shall serve for terms of five years, except that of the members first appointed, one shall serve for a term of one year, one shall serve for a term of two years, one shall serve for a term of three years, one shall serve for a term of four years, and one shall serve for a term of five years. Vacancies in the public membership shall be filled in the manner of the original appointments but for the unexpired terms.
 - c. An ex officio member of the authority may, from time to time, designate in writing to the authority an official within his respective department to attend and represent the department at the meetings of the authority from which the ex officio member is absent, and that designated representative shall be entitled to vote and otherwise act for the ex officio member at those meetings.

36 (cf: P.L.2001, c.347, s.7)

- ¹[42.] <u>41.</u> Section 23 of P.L.2004, c.65 (C.52:27H-87.1) is amended to read as follows:
 - 23. a. Retail sales of energy and utility service to:
- (1) a qualified business that employs at least 250 people within an enterprise zone, at least 50% of whom are directly employed in a manufacturing process, for the exclusive use or consumption of such business within an enterprise zone, and
- (2) a group of two or more persons: (a) each of which is a qualified business that are all located within a single redevelopment area adopted pursuant to the "Local Redevelopment and Housing Law," P.L.1992, c.79 (C.40A:12A-1 et seq.); (b) that collectively employ at least 250 people within an enterprise zone, at least 50%

of whom are directly employed in a manufacturing process; (c) are each engaged in a vertically integrated business, evidenced by the manufacture and distribution of a product or family of products that, when taken together, are primarily used, packaged and sold as a single product; and (d) collectively use the energy and utility service for the exclusive use or consumption of each of the persons that comprise a group within an enterprise zone; are exempt from the taxes imposed under the "Sales and Use Tax Act," P.L.1966, c.30 (C.54:32B-1 et seq.).

A qualified business will continue to be subject to applicable Board of Public Utilities tariff regulations except that its bills from utility companies and third party suppliers for energy and utility service shall not include charges for sales and use tax.

- b. A business that meets the requirements of subsection a. of this section shall not be allowed the exemption granted pursuant to this section until it has complied with such requirements for obtaining the exemption as may be provided pursuant to P.L.1983, c.303 (C.52:27H-60 et seq.) and P.L.1966, c.30 (C.54:32B-1 et seq.). The [Chief] Executive [Officer and Secretary] Director of the New Jersey Commerce [and Economic Growth] Commission shall provide prompt notice to the President of the Board of Public Utilities and to the Director of the Division of Taxation in the Department of the Treasury, of a qualified business that has qualified for the exemption under this subsection, shall provide the president and the director an annual list of all businesses that qualify.
 - c. (1) Retail sales of energy and utility service to a business facility located within a county that is designated for the 50% tax exemption under section 1 of P.L.1993, c.373 (C.54:32B-8.45) are exempt from the taxes imposed under the "Sales and Use Tax Act," P.L.1966, c.30 (C.54:32B-1 et seq.); provided that the business certifies that it employs at least 50 people at that facility, at least 50% of whom are directly employed in a manufacturing process, and provided that the energy and utility services are consumed exclusively at that facility.
- (2) A business facility that meets the requirements of paragraph (1) of this subsection may file an application for the energy and utility service sales tax exemption with the [Chief Executive Officer and Secretary of the New Jersey Commerce [, Economic Growth and Tourism Commission, [who] and the commission shall promulgate regulations and forms for that purpose. [Chief Executive Officer and Secretary of the] New Jersey Commerce [, Economic Growth and Tourism] Commission shall process an application submitted under this paragraph within 20 business days of receipt thereof. An exemption shall commence for a business upon notice of approval of its application and shall expire for any year in which the business fails to meet the requirements of paragraph (1) of this subsection. Upon approval,

- the [Chief] Executive [Officer and Secretary] <u>Director</u> of the <u>New</u>
- 2 <u>Jersey</u> Commerce [, Economic Growth and Tourism] Commission
- 3 shall provide prompt notice to the applicant and also shall provide
- 4 prompt notice to the President of the Board of Public Utilities and
- 5 to the Director of the Division of Taxation in the Department of the
- 6 Treasury. The [Chief] Executive [Officer and Secretary] <u>Director</u>
- 7 of the New Jersey Commerce [, Economic Growth and Tourism]
- 8 Commission also shall provide the president and the director with
- 9 an annual list of all businesses that have been approved under this
- 10 subsection.
- 11 (cf: P.L.2005, c.374, s.1)

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- ¹[43.] <u>42.</u> Section 6 of P.L.2006, c.16 (C.52:27I-6) is amended to read as follows:
 - 6. a. The authority shall consist of ten members to be appointed and qualified as follows:
 - (1) Four members appointed by the Governor with the advice and consent of the Senate, for terms of four years, two of whom shall be representatives of the private sector with relevant business experience or background; one of whom shall be an individual who is knowledgeable in environmental protection, conservation and land use issues and one of whom shall be a labor representative with appropriate experience in workforce development and job training. Preference shall be given to professionals with a background in technology, finance, or real estate. At least two of the members shall be residents of Monmouth County. Not more than two of the members appointed by the Governor shall be members of the same political party;
 - (2) [The Chief Executive Officer and Secretary] A person appointed by the Board of Directors of the New Jersey Commerce [, Economic Growth and Tourism] Commission, ex officio and voting;
 - (3) One member, who shall be a resident of Monmouth County, to be appointed by the Monmouth County Board of Chosen Freeholders for a term of four years, who shall be either:
 - (a) a member of the board, or
 - (b) a qualified person, who shall be nominated by the board, with relevant business experience or background;
 - (4) The mayors of Eatontown, Oceanport, and Tinton Falls, ex officio and voting; and
 - (5) A representative of Fort Monmouth, to be appointed by the Secretary of the United States Department of Defense, who shall be a non-voting member.
- Each member appointed by the Governor and the member appointed by the Board of Chosen Freeholders shall hold office for the term of that member's appointment and until a successor shall have been appointed and qualified. A member shall be eligible for reappointment. Any vacancy in the membership occurring other

than by expiration of term shall be filled in the same manner as the original appointment but for the unexpired term only.

- b. Except for those members designated pursuant to paragraph (4) of subsection a. of this section <u>and the person appointed by the Board of Directors of the New Jersey Commerce Commission</u>, each ex officio member of the authority may designate an employee of the member's department or office to represent the member at meetings of the authority. The designee of an ex officio member may act on behalf of the member. The designation shall be in writing and shall be delivered to the authority and shall be effective until revoked or amended in writing to the authority.
 - c. Each member appointed by the Governor may be removed from office by the Governor for cause, after a public hearing, and may be suspended by the Governor pending the completion of that hearing. Each such member, before entering the duties of membership, shall take and subscribe an oath to perform those duties faithfully, impartially, and justly to the best of the person's ability. A record of those oaths shall be filed in the office of the Secretary of State.
- d. The members of the authority shall elect a chairperson and vice-chairperson from among their members. The chairperson shall appoint a secretary and treasurer. The powers of the authority shall be vested in the voting members thereof in office from time to time; five voting members of the authority shall constitute a quorum, and the affirmative vote of five members shall be necessary for any action taken by the authority, except as provided under sections 7 and 14 of P.L.2006, c.16 (C.52:27I-7 and 52:27I-14), or unless the bylaws of the authority shall require a larger number. No vacancy in the membership of the authority shall impair the right of a quorum to exercise all the rights and perform all the duties of the authority.
- e. The members of the authority shall serve without compensation, but the authority may, within the limits of funds appropriated or otherwise made available for such purposes, reimburse its members for necessary expenses incurred in the discharge of their official duties.
- f. No member, officer, employee or agent of the Fort Monmouth Economic Revitalization Planning Authority shall have an interest, either directly or indirectly, in any project, employment agreement or any contract, sale, purchase, lease, or transfer of real or personal property to which the Fort Monmouth Economic Revitalization Planning Authority is a party.
- g. The authority may be dissolved by act of the Legislature on condition that the authority has no debts or obligations outstanding or provision has been made for the payment, retirement, termination, or assumption of its debts and obligations. Upon dissolution of the authority, all property, funds, and assets thereof shall be vested in the State.

[1R] ACS for **A4254**

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1	h. A true copy of the minutes of every meeting of the authority
2	shall be forthwith delivered by and under the certification of the
3	secretary thereof to the Governor. No action taken at such meeting
4	by the authority shall have force or effect until 10 days, Saturdays,
5	Sundays, and public holidays excepted, after the copy of the
6	minutes shall have been so delivered, unless during such 10-day
7	period the Governor shall approve the same, in which case such
8	action shall become effective upon such approval. If, in that 10-day
9	period, the Governor returns such copy of the minutes with veto of
10	any action taken by the authority or any member thereof at such
11	meeting, such action shall be void.
12	i. Any and all proceedings, hearings or meetings of the
13	authority or any advisory committees established by the authority
14	shall be conducted in conformance with the "Open Public Meetings
15	Act," P.L.1975, c.231 (C. 10:4-6 et seq.).
16	j. Records of minutes, accounts, bills, vouchers, contracts or
17	other papers connected with or used or filed with the authority or
18	with any officer or employee acting for or in its behalf are declared
19	to be public records, and shall be open to public inspection in
20	accordance with P.L.1963, c.73 (C.47:1A-1 et seq.).
21	(cf: P.L.2006, c.16, s.6)
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23	¹ 43. Section 12 of P.L.1998, c.44 (C.52:27C-72) is repealed. ¹
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25	44. This act shall take effect immediately.

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Reorganizes and renames NJ Commerce, Economic Growth and Tourism Commission as NJ Commerce Commission; transfers Division of Travel and Tourism to Department of State.

ASSEMBLY, No. 4254

STATE OF NEW JERSEY

212th LEGISLATURE

INTRODUCED MAY 14, 2007

Sponsored by:

Assemblyman JOHN J. BURZICHELLI
District 3 (Salem, Cumberland and Gloucester)
Assemblyman JOSEPH VAS
District 19 (Middlesex)
Assemblyman UPENDRA J. CHIVUKULA
District 17 (Middlesex and Somerset)

Co-Sponsored by:

Assemblywoman Lampitt, Assemblyman Thompson and Assemblywoman Handlin

SYNOPSIS

Reorganizes and renames NJ Commerce, Economic Growth and Tourism Commission as NJ Commerce Commission; transfers Division of Travel and Tourism to Department of State.

CURRENT VERSION OF TEXT

As introduced.



AN ACT reorganizing certain economic development activities performed by certain State agencies, amending various parts of the statutory law, and supplementing P.L.1977, c.225 (C.34:1A-45 et seq.).

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

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- 1. Section 2 of P.L.1977, c.225 (C.34:1A-46) is amended to read as follows:
 - 2. The Legislature hereby finds and declares that:
- a. Increased revenues for this State and more employment opportunities for its citizens will result from the proper promotion throughout the United States and the world of the many tourist attractions which New Jersey has to offer to vacationers and travelers.
- b. Such proper promotion--and the desired expansion of tourism in New Jersey--will be enhanced by the formulation of a master plan for the development of the tourist industry throughout New Jersey.
- c. [The] It is an objective of State [policy through its] programs, agencies, and resources [shall be] to provide an optimum of satisfaction and high-quality service to visitors, to protect the natural beauty of New Jersey, and to sustain, promote, and expand the economic health of the tourist industry in a manner and to the extent compatible with such goals.
- 27 d. Because of the crucial importance tourism plays in New Jersey's economy, the Department of State is therefore charged with 28 29 the mandate to increase tourism through promotional, 30 informational, educational, and developmental programs. These 31 initiatives are to be designed to support a State policy of 32 maintaining and increasing New Jersey's standing as a premier 33 national and international travel destination. To implement this 34 Commerce, Economic Growth policy, 35 Commission Department of State shall create advertisements for 36 use on television, radio, the Internet and in print, to promote the State's diverse appeal to prospective national and international 37 38 vacationers and travelers as part of its advertising, public relations, 39 and marketing campaign. In addition, as required pursuant to 40 section 9 of P.L.1977, c.225 (C.34:1A-53), the Division of Travel 41 and Tourism shall annually review the 10-year master plan 42 developed pursuant to section 8 of P.L.1977, c.225 (C.34:1A-52) by 43 the director of the division with the assistance of the New Jersey 44 Tourism Policy Council, and submit a report to the Governor and 45 Legislature containing an evaluation of the preceding year's

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

- 1 activities and developments in tourism and the revisions 2 recommended in the master plan.
- 3 e. In the advancement and promotion of New Jersey's tourism
- 4 industry, it is necessary to Change the name of the New Jersey
- 5 Commerce and Economic Growth Commission to the New Jersey
- Commerce, Economic Growth and Tourism Commission and to] 6
- 7 require that the division report semiannually to the Governor and
- 8 the Legislature on the efforts of the [commission] division to
- 9 promote tourism in New Jersey and on the expenditure of funds
- 10 allocated to tourism advertising and promotion from hotel and
- motel occupancy fees pursuant to section 2 of P.L.2003, c.114 11
- (C.54:32D-2). As tourism may be particularly sensitive to changing 12
- 13 economic conditions, a frequent review of the State's tourism 14
- planning and activities may necessitate revisions in the State's
- 15 tourism policy to further encourage tourism promotion and to
- otherwise meet the challenges of implementing this policy. 16
- 17 (cf: P.L.2005, c.378, s.1)

- 19 2. Section 3 of P.L.1977, c.225 (C.34:1A-47) is amended to read 20 as follows:
- 21 3. As used in this act, unless a different meaning appears from 22 the context:
- 23 ["Commission" means the New Jersey Commerce, Economic
- 24 Growth and Tourism Commission established pursuant to section 3
- 25 of P.L.1998, c.44 (C.52:27C-63).
- 26 "Council" means the New Jersey Tourism Policy Council.
- "Department" means the Department of State. 27
- 28 "Director" means the Director of the Division of Travel and
- 29 Tourism.
- 30 "Division" means the Division of Travel and Tourism in the
- 31 [New Jersey Commerce, Economic Growth and Tourism
- 32 Commission Department of State.
- "Elected local official" means the county executive of any 33 34 county wherein that office is established, a member of the governing body of a county, or a mayor or member of the governing 35
- 36 body of a municipality.
- 37 "Tourism" means activities involved in providing and marketing 38 services and products, including accommodations, for nonresidents 39 and residents who travel to and in New Jersey for recreation and
- 40 pleasure.
- "Tourist industry" means the industry consisting of private and 41
- 42 public organizations which directly or indirectly provide services
- 43 and products to nonresidents and residents who travel to and in New
- 44 Jersey for recreation and pleasure.
- 45 (cf: P.L.2005, c.378, s.2)

- 3. Section 4 of P.L.1977, c.225 (C.34:1A-48) is amended to read as follows:
- 4. There is hereby established in the [New Jersey Commerce,
- 4 Economic Growth and Tourism Commission ("commission")]
- 5 Department of State the Division of Travel and Tourism. The
- 6 division shall be under the supervision of a director, who shall be a
- 7 person qualified by training and experience to direct the work of
- 8 such division. The director shall be appointed by the Governor
- 9 after consultation with the council and with the advice and consent
- of the Senate. The director shall serve during the term of office of
- 11 the Governor appointing the director and until the director's
- successor is appointed and qualified. The director shall receive
- such salary as shall be provided by law and shall devote the
- 14 director's entire time and attention to the duties of the director's
- office and shall not, while in office, engage in any other gainful
- 16 pursuit. The Governor may remove the director from office for
- 17 cause, upon notice and opportunity to be heard.
- 18 (cf: P.L.2005, c.378, s.3)

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- 4. (New section) a. All the functions, powers, and duties of the
- 21 Division of Travel and Tourism in the New Jersey Commerce,
- 22 Economic Growth and Tourism Commission are transferred to the
- 23 Department of State.
 - b. All appropriations and other moneys available and to
- 25 become available to the division are hereby continued in the
- 26 Department of State and shall be available for the objects and
- 27 purposes for which such moneys are appropriated subject to any
- 28 terms, restrictions, limitations, or other requirements imposed by
- 29 State or federal law.
- 30 c. Whenever, in any law, rule, regulation, order, contract,
- document, judicial or administrative proceeding or otherwise, reference is made to the Division of Travel and Tourism in the New
- 33 Jersey Commerce, Economic Growth and Tourism Commission, the
- 33 Jersey Commerce, Leonomic Growth and Tourism Commission, the
- same shall mean and refer to the Division of Travel and Tourism in
- 35 the Department of State.

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- 37 5. Section 7 of P.L.1977, c.225 (C.34:1A-51) is amended to 38 read as follows:
- 39 7. a. There is created in the division the New Jersey Tourism
 - Policy Council which shall consist of 23 members:

 (1) Two members of the Senate, who shall serve as ex officio,
- 42 non-voting members to be appointed by the President thereof, not
- 43 more than one of whom shall be of the same political party, and two
- 44 members of the General Assembly, who shall serve as ex officio,
- 45 non-voting members to be appointed by the Speaker thereof, not
- 46 more than one of whom shall be of the same political party;
- 47 (2) Nine public members, who shall be residents of this State, 48 not more than five of whom shall be of the same political party,

- 1 who shall be appointed by the Governor with the advice and
- 2 consent of the Senate, who shall include persons who by experience
- 3 or training represent the areas of the tourist industry as follows:
- 4 One representative of the lodging sector;
- 5 One representative of the food service sector;
- 6 One representative of the eco-tourism sector;
- 7 One representative of the cultural arts sector;
- 8 One representative of the convention and visitor bureaus or 9 tour/receptive services sectors;
- One representative of the entertainment or amusement sector;
- One representative of the outdoor recreation sector;
- One representative of the historical community; and

- One representative of a Statewide travel and tourism association representing the various sectors of the tourism industry;
 - (3) The [Chief Executive Officer and Secretary of the commission] Secretary of State, who shall serve ex officio as a voting member and chair of the council;
 - (4) Six elected local officials, not more than three of whom shall be of the same political party, who shall be appointed by the Governor with the advice and consent of the Senate, and of whom one shall be a resident of Cape May or Cumberland County, one shall be a resident of Atlantic County, one shall be a resident of Burlington, Camden, Gloucester, Mercer or Salem County, one shall be a resident of Monmouth or Ocean County, one shall be a resident of Bergen, Essex, Hudson, Middlesex, Passaic or Union County, and one shall be a resident of Hunterdon, Morris, Somerset, Sussex or Warren County; and
 - (5) The executive directors of the New Jersey Sports and Exposition Authority, the Casino Reinvestment Development Authority, and the Atlantic City Convention Center Authority, or their designees, all of whom shall serve ex officio and as voting members.
 - b. (1) The public members of the council shall be appointed to three-year terms, except that public members initially appointed on or after the effective date of P.L.2005, c.378, representing the lodging, food service, and eco-tourism sectors shall be appointed to a two-year term, and public members representing the cultural arts and outdoor recreation sectors and the historical community shall be appointed to a one-year term. Public members shall serve until their successors are appointed and qualified. Vacancies occurring other than by expiration of term shall be filled for the unexpired term only.
 - (2) The term of appointment, as a member of the council, of an elected local official appointed pursuant to paragraph 4 of subsection a. of this section shall be the same as the term of office, as an elected local official, that the person is serving at the time of such appointment. In the event that a member of the council appointed pursuant to that paragraph no longer serves as an elected

- local official, the term of appointment for that member shall cease
- 2 and the Governor may, with the advice and consent of the Senate,
- 3 appoint a replacement to serve for the remainder of the unexpired
- 4 term. In the case of a person who, at the time of such appointment,
- 5 serves as an elected local official in two different offices, the term
- 6 of the person's appointment to the council shall be measured by the
- 7 longer of the terms as an elected local official. Nothing in this
- 8 paragraph shall preclude the reappointment as an elected local
- 9 official member of the council of a person whose term of office as
- such elected local official has expired, but who has been reelected
- 11 to succeed himself in the same local office.
- 12 c. (Deleted by amendment, P.L.1991, c.280).
 - d. (Deleted by amendment, P.L.1991, c.280).
- e. The members of the council shall serve without compensation but shall be entitled to reimbursement for actual and
- necessary expenses incurred in the performance of their duties as members.
- 18 f. (Deleted by amendment, P.L.1991, c.280).
- g. The council shall meet at the call of the chair and not less than once every month.
- 21 h. Whenever, in any law, rule, regulation, order, contract,
- 22 document, judicial or administrative proceeding or otherwise,
- 23 reference is made to the New Jersey Tourism Advisory Council, the
- 24 same shall mean and refer to the New Jersey Tourism Policy
- 25 Council in the Division of Travel and Tourism.
- 26 (cf: P.L.2005, c.378, s.4)
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- 28 6. Section 9 of P.L.1977, c.225 (C.34:1A-53) is amended to 29 read as follows:
- 9. In the pursuance and promotion of a State policy on tourism,
- 31 the division, at the direction of the [Chief Executive Officer and
- 32 Secretary of the commission Secretary of State, shall:
- a. Provide and promote adequate opportunities for county and municipal participation. Federal agency participation, and private
- municipal participation, Federal agency participation, and private citizens' involvement in the decision-making process of tourism
- 36 planning and policy formulation;
- b. Encourage all State, county, and municipal governmental
- and private agencies to do their utmost to assure the personal safety
- 39 of residents and tourists both within and without tourist destination
- 40 areas:
- c. Take whatever administrative, litigable, and legislative steps
- 42 as are necessary to minimize the problems of tourists in not
- 43 receiving contracted services, including transportation, tours,
- 44 hotels;
- d. Attempt to reconcile and balance the activities and
- accommodations of the tourist with the daily pursuits and lifestyles
- 47 of the residents;

- e. Develop an understanding among all citizens of the role of tourism in New Jersey, both in terms of its economic and social importance and the problems it presents, through appropriate formal and informal learning experiences;
- f. Cooperate with the Department of Education to promote throughout the educational system of New Jersey an awareness of New Jersey history and culture;
- g. Ensure that the growth of the tourist industry is consistent with the attainment of economic, social, physical, and environmental objectives in any State plan and county plans that are adopted;
- h. Continuously monitor and evaluate the social costs of growth of the tourist industry against the social benefits;
- i. Emphasize in the State's tourism promotional efforts the high quality of the State's natural and cultural features;
- j. Promote the tourist industry through such activities as Visitors Bureaus and similar county and municipal agencies, and assure that the tourist industry contributes its fair share of the cost of such promotion;
- k. Request and receive from any department, division, board, bureau, commission, or other agency of the State, or any political subdivision or public authority thereof, such assistance and data as may be necessary to enable the division to carry out its responsibilities under this act;
- 1. In consultation with the council, review annually and, if necessary, revise or update the 10-year master plan developed pursuant to section 8 of P.L.1977, c.225 (C.34:1A-52), and submit a report to the Governor and the Legislature containing an evaluation of the preceding year's activities and developments in tourism and the revisions recommended in the master plan;
- m. At the direction of the council, operate the [commission's]

 division's Travel and Tourism Cooperative Marketing Campaign
 Program; and
- n. Establish and operate the [commission's] <u>division's</u> Travel and Tourism Advertising and Promotion Program.
- 36 (cf: P.L.2005, c.378, s.6)

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38 7. Section 8 of P.L.2005, c.378 (C.34:1A-53.1) is amended to read as follows:

40 8. In addition to the powers and duties of the division as 41 provided in section 9 of P.L.1977, c.225 (C.34:1A-53), the division shall submit a report no later than January 31 and July 31 of every 42 43 year on the tourism marketing campaigns of the [commission] division and the expenditure of funds appropriated to the 44 45 [commission] division for tourism promotion to the Governor, the President of the Senate, the Speaker of the General Assembly, the 46 Senate Wagering, Tourism and Historic Preservation Committee 47 48 and the Assembly Tourism and Gaming Committee, or their

successors. The report shall include, but not be limited to, the following information:

- A description of the efforts of the [commission] division to promote New Jersey tourism in the six-month period ending on December 31 and June 30 preceding the respective dates on which the report is due. The report shall list: (1) the type of each promotion made, including but not limited to, promotions in the form of print, radio, Internet or television advertisements, tourism information or reference guides, tourism event calendars or the attendance by [commission] employees of the division at conferences relevant to tourism promotion, (2) the content of each such advertisement, guide, calendar or other promotional aid made, or conference attended, (3) the dates and locations where tourism advertisements were shown, when such guides, calendars or other promotional aids were made available, or when such conferences took place, and (4) the aggregate amount of money expended on each advertisement, guide, calendar, promotional aid or conference listed;
 - b. A list of entities that received, in the six-month period ending on December 31 and June 30 preceding the respective dates on which the report is due, State matching funds under the [commission's] division's Travel and Tourism Cooperative Marketing Campaign Program and the [commission's] division's Advertising and Promotion Program, the amount of funds each entity received from either program, and the amount of each of the recipient entity's expenditures made from the funds of either program; and
 - c. A general description of the potential tourism promotion efforts the **[**commission**]** division is considering for the six-month period beginning on January 1 and July 1 preceding the respective dates on which the report is due. Such description shall be distributed to the members of the council. A member of the public may receive a copy of such description upon request.
 - The report shall identify whether or not each of the efforts to promote tourism listed in the report is consistent with the provisions of the 10-year master plan developed pursuant to section 8 of P.L.1977, c.225 (C.34:1A-52), identify the relevant provisions of the master plan with which the effort to promote tourism is consistent or inconsistent, and provide an explanation of the consistency or inconsistency.
- 41 (cf: P.L.2005, c.378, s.8)

- 8. Section 10 of P.L.1977, c.225 (C.34:1A-54) is amended to read as follows:
- 45 10. The council shall:

- a. Aid the division in the formulation and updating of the 10year master plan developed pursuant to section 8 of P.L.1977, c.225 (C.34:1A-52) and the annual review thereof;
- b. Consider all matters referred to it by the [Chief ExecutiveOfficer and Secretary of the commission] Secretary of State;

- c. Make recommendations to the division on any matter relating to tourism and the tourist industry in New Jersey and to those objectives and responsibilities specified in sections 8 and 9 of P.L.1977, c.225 (C.34:1A-52 and C.34:1A-53);
- d. Direct the division to review the spending of funds by the regional tourism councils and provide comments and recommendations to such councils on the spending of funds when appropriate;
- e. Direct the division to encourage the development of local marketing organizations, including but not limited to destination marketing organizations and convention and visitor bureaus;
- f. Direct the division to ensure that a recipient of funding by the **[**commission**]** <u>Department of State</u> for tourism promotion is in compliance with all terms of the funding agreement, and that the recipient's promotional message is consistent with the promotional message for the State established by the **[**Chief Executive Officer and **]** Secretary of **[**the commission **]** State;
- g. Direct the division on the operation of the [commission's] division's Travel and Tourism Cooperative Marketing Campaign Program;
- h. Commission the New Jersey Center for Hospitality and Tourism at Richard Stockton College of New Jersey to conduct an annual survey and analysis of New Jersey's tourism industry for the purpose of providing data to improve the effectiveness of tourism promotion. The council shall direct the division to make the survey and analysis results available to tourism groups throughout the State. In a year during which the New Jersey Center for Hospitality and Tourism is unable or unavailable to conduct the survey and analysis, the council shall choose another entity to conduct the survey and analysis for that year; and
- i. Perform other duties as assigned by the [Chief Executive
 Officer and Secretary of the commission] <u>Secretary of State</u>.
 (cf: P.L.2005, c.378, s.7)
- 40 9. Section 1 of P.L.1997, c.64 (C.13:1B-15.159) is amended to 41 read as follows:
- 1. The Department of Environmental Protection, in cooperation with the Division of Travel and Tourism in the [New Jersey Commerce and Economic Growth Commission] Department of State, in consultation with the Pinelands Commission as it affects the pinelands area designated pursuant to section 10 of P.L.1979, c.111 (C.13:18A-11), and in consultation with the Highlands Water

- 1 Protection and Planning Council as it affects the Highlands Region
- 2 designated pursuant to section 7 of P.L.2004, c.120 (C.13:20-7),
- 3 shall establish a natural resources inventory, using the Geographic
- 4 Information System, for the purpose of encouraging ecologically
- 5 based tourism and recreation in New Jersey. This inventory shall
- 6 contain information on New Jersey's natural, historic, and
- 7 recreational resources, and shall include, to the greatest extent
- 8 possible, but need not be limited to, federal, State, county and local
- 9 parks, wildlife management areas, hatcheries, natural areas, historic
- 10 sites, State forests, recreational areas, ecological and biological 11
- study sites, reservoirs, marinas, boat launches, campgrounds, 12 waterfront access points, winter sports recreation areas, and national
- 13 wildlife refuges.
- 14 (cf: P.L.2004, c.120, s.48)

- 16 10. Section 3 P.L. 1993, c.57 (C.32:34-3) is amended to read as follows:
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- 18 3. a. There is created the Clean Ocean and Shore Trust 19 (COAST) Committee, which shall comprise 18 members, nine of
- 20 whom shall be residents of the State of New Jersey and nine of
- whom shall be residents of the State of New York. The New Jersey 21
- 22 members shall be as follows: two members of the Senate, from
- 23 different political parties, to be appointed by the President thereof;
- 24 two members of the General Assembly, from different political
- 25 parties, to be appointed by the Speaker thereof; the Director of the
- 26 Division of Science and Research of the New Jersey Department of
- 27 Environmental Protection; the Director of the Division of Travel
- 28 and Tourism in the [New Jersey] Department of [Commerce,
- 29 Energy and Economic Development State; the Director of the
- 30 Institute of Marine and Coastal Sciences at Rutgers, The State
- 31 University of New Jersey; the Director of the Center for
- 32 Environmental Engineering at the Stevens Institute of Technology;
- 33 and one private citizen with expertise in marine pollution, coastal
- 34 resource preservation, marine fisheries, or coastal tourism, to be
- 35 appointed by the Governor, with the advice and consent of the
- 36 Senate.
- 37 b. The New Jersey legislative and administrative agency
- 38 members of the committee, and the members from Rutgers
- 39 University and the Stevens Institute of Technology, or their
- 40 designees, shall serve ex officio. The private citizen member of the
- 41 committee appointed by the Governor of New Jersey shall serve at
- 42 the pleasure of the Governor. Vacancies in the appointed positions
- 43 on the committee shall be filled in the same manner as the original
- 44 appointments were made.
- 45 c. New Jersey members of the committee shall serve without
- 46 compensation, but may, within the limits of funds appropriated or
- 47 otherwise made available to it, be reimbursed for actual expenses
- 48 necessarily incurred in the discharge of their official duties.

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- d. The committee shall organize as soon as may be practicable after the appointment of its members, and shall select two co-chairpersons from its members, one from each state, and a secretary who need not be a member. Meetings of the committee shall be at such times and places as the co-chairpersons of the committee deem appropriate.
 - e. The committee may call to its assistance, and avail itself of the services of, such employees of the two states, or any political instrumentalities thereof, as it may require and as may be made available to it for the purpose of carrying out its duties under this act. If requested by the committee, the New Jersey Department of Environmental Protection and the New York Department of Environmental Conservation, or their successors, shall provide primary staff support.
 - f. The committee may, within the limits of funds appropriated or otherwise made available to it for those purposes, employ such professional, stenographic, and clerical staff and incur such traveling and other miscellaneous expenses as it may deem necessary in order to perform its duties.
 - g. The committee may, within the limits of funds appropriated or otherwise made available to it for those purposes, establish an advisory panel comprised of scientists and technical experts from the profit and nonprofit sectors. This panel would identify and define problems and priority issues of the Hudson Raritan estuary and the New York New Jersey Bight area, and provide the committee with scientific and technical advice.

27 (cf: P.L.1993, c.57, s.3)

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- 29 11. Section 2 of P.L.2005, c.47 (C.52:16A-91) is amended to 30 read as follows:
- 2. The New Jersey Black Cultural and Heritage Initiative Foundation shall be governed by a board of trustees consisting of the following 25 members:
 - a. the Secretary of State or designee;
- b. Five State employees or special State officers, who shall be
 selected from, and appointed by the Secretary of State to represent
 any or all, of the following State partner organizations:
 - (1) New Jersey State Council on the Arts;
 - (2) New Jersey Historical Commission;
 - (3) New Jersey Council of the Humanities;
- 41 (4) New Jersey Public Broadcasting Commission;
- 42 (5) Martin Luther King Commemorative Commission;
- 43 (6) Amistad Commission;
- 44 (7) Department of Education;
- 45 (8) [Office] <u>Division</u> of Travel and Tourism, [New Jersey
- 46 Commerce and Economic Growth Commission] Department of
- 47 State;

- 1 (9) Department of Community Affairs;
- 2 (10) Department of Transportation;
 - (11) Department of State, Office of Faith-based Initiatives; and
 - (12) any other State agency or instrumentality partnering, assisting or supporting the purposes of the foundation.

The State partner members of the board of trustees appointed pursuant to this subsection shall serve at the pleasure of the Secretary of State.

c. Nineteen public members shall be selected from a broad cross-section of the views and interests of the community and the member organizations of the foundation, including educators, clergy, civic and business leaders; philanthropists; visual, creative and performing artists; representatives of Black arts, history and cultural organizations; and persons having knowledge of, expertise in, or commitment to preserving New Jersey's Black cultural heritage.

Five of the public members shall be appointed by the Secretary of State upon formation and incorporation of the foundation. Thereafter, at least four more public members shall be elected by the nonprofit cultural organizations which become members of the foundation, and the remaining public members shall be nominated by a nominating committee of the board of trustees and appointed by the board of trustees.

The term of office of each public member shall be three years, with each member continuing to serve upon expiration of the term until replaced. Three of the initial public members appointed by the Secretary of State and two of the public members initially elected by member organizations shall serve initial terms of two years.

Vacancies shall be filled and replacements made as provided in the bylaws of the foundation.

31 (cf: P.L.2005, c.47, s.2)

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- 33 12. Section 28 of P.L.2005, c.354 (C.34:1A-87) is amended to read as follows:
- 35 28. The center shall be managed by a Steering Committee 36 comprised of the Commissioners of Community Affairs, Education,
- 37 Health and Senior Services, Human Services, and Labor and
- 38 Workforce Development; the Executive Directors of the
- 39 Commission on Higher Education [and], the State Employment and
- 40 Training Commission; the [Secretary and Chief] Executive
- 41 Officer] Director of the New Jersey Commerce [, Economic
- 42 Growth and Tourism Commission; the Director of the Division of
- 43 Vocational Rehabilitation Services; a director or member of a
- 44 Workforce Investment Board as designated by the Executive
- 45 Director of the State Employment and Training Commission; and a
- 46 One-Stop Career Center operator as designated by the
- 47 Commissioner of Labor and Workforce Development. The
- 48 committee shall set policy for the operation of the center and shall

1 have the authority to increase membership of the committee, as it

- deems necessary, to carry out the purposes of sections 25 through
- 3 29 of P.L.2005, c.354 (C.34:1A-86 through C.34:1A-88).
- 4 (cf: P.L.2005, c.354, s.28)

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- 6 13. Section 4 of P.L.1974, c.80 (C.34:1B-4) is amended to read as follows:
 - 4. a. There is hereby established in, but not of, the Department of the Treasury a public body corporate and politic, with corporate succession, to be known as the "New Jersey Economic Development Authority." The authority is hereby constituted as an instrumentality of the State exercising public and essential governmental functions, and the exercise by the authority of the powers conferred by the provisions of P.L.1974, c.80 (C.34:1B-1 et seq.) or section 6 of P.L.2001, c.401 (C.34:1B-4.1) shall be deemed and held to be an essential governmental function of the State.
- 17 The authority shall consist of the Commissioner of Banking 18 and Insurance, [the Chief Executive Officer and Secretary of] a 19 person appointed by the Board of Directors of the New Jersey 20 Commerce and Economic Growth] Commission, 21 Commissioner of Labor and Workforce Development, 22 Commissioner of Education, and the State Treasurer, who shall be 23 members ex officio, and eight public members appointed by the 24 Governor as follows: two public members (who shall not be legislators) 25 shall be appointed by the Governor recommendation of the Senate President; two public members (who 26 27 shall not be legislators) shall be appointed by the Governor upon recommendation of the Speaker of the General Assembly; and four 28 29 public members shall be appointed by the Governor, all for terms of 30 three years. In addition, a public member of the State Economic 31 Recovery Board established pursuant to section 36 of P.L.2002, 32 c.43 (C.52:27BBB-36) appointed by the board, shall serve as a non-33 voting, ex officio member of the authority. Each member shall hold 34 office for the term of the member's appointment and until the 35 member's successor shall have been appointed and qualified. A 36 member shall be eligible for reappointment. Any vacancy in the 37 membership occurring other than by expiration of term shall be 38 filled in the same manner as the original appointment but for the 39 unexpired term only. In the event the authority shall by resolution 40 determine to accept the declaration of an urban growth zone by any 41 municipality, the mayor or other chief executive officer of such 42 municipality shall ex officio be a member of the authority for the 43 purpose of participating and voting on all matters pertaining to such 44 urban growth zone.
 - The Governor shall appoint three alternate members of the authority, of which one alternate member (who shall not be a legislator) shall be appointed by the Governor upon the recommendation of the Senate President, and one alternate member

(who shall not be a legislator) shall be appointed by the Governor upon the recommendation of the Speaker of the General Assembly; and one alternate member shall be appointed by the Governor, all for terms of three years. The chairperson may authorize an alternate member, in order of appointment, to exercise all of the powers, duties and responsibilities of such member, including, but not limited to, the right to vote on matters before the authority.

Each alternate member shall hold office for the term of the member's appointment and until the member's successor shall have been appointed and qualified. An alternate member shall be eligible for reappointment. Any vacancy in the alternate membership occurring other than by the expiration of a term shall be filled in the same manner as the original appointment but for the unexpired term only. Any reference to a member of the authority in this act shall be deemed to include alternate members unless the context indicates otherwise.

The terms of office of the members and alternate members of the authority appointed by the Governor who are serving on July 18, 2000 shall expire upon the appointment by the Governor of eight public members and three alternate members. The initial appointments of the eight public members shall be as follows: the two members appointed upon the recommendation of the President of the Senate and the two members appointed upon the recommendation of the Speaker of the General Assembly shall serve terms of three years; two members shall serve terms of two years; and two members shall serve terms of one year. The initial appointments of the alternate members shall be as follows: the alternate member appointed upon the recommendation of the President of the Senate shall serve a term of three years; the alternate member appointed upon the recommendation of the Speaker of the General Assembly shall serve a term of two years; and one alternate member shall serve a term of one year. No member shall be appointed who is holding elective office.

- c. Each member appointed by the Governor may be removed from office by the Governor, for cause, after a public hearing, and may be suspended by the Governor pending the completion of such hearing. Each member before entering upon his duties shall take and subscribe an oath to perform the duties of the office faithfully, impartially and justly to the best of his ability. A record of such oaths shall be filed in the office of the Secretary of State.
- d. A chairperson shall be appointed by the Governor from the public members. The members of the authority shall elect from their remaining number a vice chairperson and a treasurer thereof. The authority shall employ an executive director who shall be its secretary and chief executive officer. The powers of the authority shall be vested in the members thereof in office from time to time and seven members of the authority shall constitute a quorum at any meeting thereof; provided, however, that the public member

- 1 designated by the State Economic Recovery Board pursuant to the
- 2 "Municipal Rehabilitation and Economic Recovery Act,"P.L.2002,
- 3 c.43 (C.52:27BBB-1 et al.) shall not count toward the quorum.
- Action may be taken and motions and resolutions adopted by the 4
- 5 authority at any meeting thereof by the affirmative vote of at least
- 6 seven members of the authority. No vacancy in the membership of
- 7 the authority shall impair the right of a quorum of the members to
- 8 exercise all the powers and perform all the duties of the authority.
- 9 Each member of the authority shall execute a bond to be 10 conditioned upon the faithful performance of the duties of such 11 member in such form and amount as may be prescribed by the
- 12 Director of the Division of Budget and Accounting in the
- 13 Department of the Treasury. Such bonds shall be filed in the office
- 14 of the Secretary of State. At all times thereafter the members and
- 15 treasurer of the authority shall maintain such bonds in full force and
- 16 effect. All costs of such bonds shall be borne by the authority.
 - The members of the authority shall serve without compensation, but the authority shall reimburse its members for actual expenses necessarily incurred in the discharge of their duties.
- 20 Notwithstanding the provisions of any other law, no officer or
- 21 employee of the State shall be deemed to have forfeited or shall
- 22 forfeit any office or employment or any benefits or emoluments
- 23 thereof by reason of the acceptance of the office of ex officio
- 24 member of the authority or any services therein.
 - g. Each ex officio member of the authority may designate an officer or employee of the member's department to represent the member at meetings of the authority, and each such designee may lawfully vote and otherwise act on behalf of the member for whom the person constitutes the designee. Any such designation shall be in writing delivered to the authority and shall continue in effect
- 31 until revoked or amended by writing delivered to the authority.
- 32 The authority may be dissolved by act of the Legislature on 33 condition that the authority has no debts or obligations outstanding
- 34 or that provision has been made for the payment or retirement of
- 35 such debts or obligations. Upon any such dissolution of the
- 36 authority, all property, funds and assets thereof shall be vested in
- 37 the State.

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- 38 i. A true copy of the minutes of every meeting of the authority
- 39 shall be forthwith delivered by and under the certification of the 40
- secretary thereof to the Governor. No action taken at such meeting
- 41 by the authority shall have force or effect until 10 days, Saturdays,
- 42 Sundays, and public holidays excepted, after the copy of the
- 43 minutes shall have been so delivered, unless during such 10-day
- 44 period the Governor shall approve the same in which case such
- 45 action shall become effective upon such approval. If, in that 10-day
- 46 period, the Governor returns such copy of the minutes with veto of 47 any action taken by the authority or any member thereof at such
- 48 meeting, such action shall be null and void and of no effect. The

powers conferred in this subsection i. upon the Governor shall be exercised with due regard for the rights of the holders of bonds and notes of the authority at any time outstanding, and nothing in, or done pursuant to, this subsection i. shall in any way limit, restrict or alter the obligation or powers of the authority or any representative or officer of the authority to carry out and perform in every detail each and every covenant, agreement or contract at any time made or entered into by or on behalf of the authority with respect to its bonds or notes or for the benefit, protection or security of the holders thereof.

- j. On or before March 31 in each year, the authority shall make an annual report of its activities for the preceding calendar year to the Governor and the Legislature. Each such report shall set forth a complete operating and financial statement covering the authority's operations during the year. The authority shall cause an 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.
- k. 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 authority including its receipts, disbursements, contracts, sinking funds, investments and any other matters relating thereto and to its financial standing.
- l. No member, officer, employee or agent of the authority shall be interested, either directly or indirectly, in any project or school facilities project, or in any contract, sale, purchase, lease or transfer of real or personal property to which the authority is a party.
- 31 (cf: P.L.2002, c.43, s.69)

- 14. Section 2 of P.L.1996, c.25 (C.34:1B-113) is amended to read as follows:
 - 2. As used in this act:

"Advanced computing" means a technology used in the designing and developing of computing hardware and software, including innovations in designing the full spectrum of hardware from hand-held calculators to super computers, and peripheral equipment;

"Advanced computing company" means a person with headquarters or base of operations located in New Jersey and engaged in the research, development, production, or provision of advanced computing for the purpose of developing or providing products or processes for specific commercial or public purposes;

"Advanced materials" means materials with engineered properties created through the development of specialized processing and synthesis technology, including ceramics, high

value-added metals, electronic materials, composites, polymers, and biomaterials;

"Advanced materials company" means a person with headquarters or base of operations located in New Jersey and engaged in the research, development, production, or provision of advanced materials for the purpose of developing or providing products or processes for specific commercial or public purposes;

"Biotechnology" means the continually expanding body of fundamental knowledge about the functioning of biological systems from the macro level to the molecular and sub-atomic levels, as well as novel products, services, technologies and sub-technologies developed as a result of insights gained from research advances which add to that body of fundamental knowledge;

"Biotechnology company" means a person with headquarters or base of operations located in New Jersey and engaged in the research, development, production, or provision or biotechnology for the purpose of developing or providing products or processes for specific commercial or public purposes, including, but not limited to, medical, pharmaceutical, nutritional, and other health-related purposes, agricultural purposes, and environmental purposes, or a person with headquarters or base of operations located in New Jersey and engaged in providing services or products necessary for such research, development, production, or provision;

"Business retention or relocation grant of tax credits" or "grant of tax credits" means a grant which consists of the value of corporation business tax credits against the liability imposed pursuant to section 5 of P.L.1945, c.162 (C.54:10A-5) or credits against the taxes imposed on insurers pursuant to P.L.1945, c.132 (C.54:18A-1 et seq.), section 1 of P.L.1950, c.231 (C.17:32-15), and N.J.S.17B:23-5, provided to fund a portion of retention and relocation costs pursuant to P.L.1996, c.25 (C.34:1B-112 et seq.);

["Commissioner" means the Chief Executive Officer and Secretary of the New Jersey Commerce and Economic Growth Commission;]

"Department" means the [New Jersey Commerce and Economic Growth Commission] Department of the Treasury;

"Business" means an employer located in this State that has operated continuously in the State, in whole or in part, in its current form or as a predecessor entity for at least 10 years prior to filing an application pursuant to P.L.1996, c.25 (C.34:1B-112 et seq.) and which is subject to the provisions of R.S.43:21-1 et seq. and may include a sole proprietorship, a partnership, or a corporation that has made an election under Subchapter S of Chapter One of Subtitle A of the Internal Revenue Code of 1986, or any other business entity through which income flows as a distributive share to its owners, limited liability company, nonprofit corporation, or any other form of business organization located either within or outside the State;

"Commitment duration" means five years from the date specified in the project agreement entered into pursuant to section 5 of P.L.1996, c.25 (C.34:1B-116);

"Designated industry" means a business engaged in the field of biotechnology, pharmaceuticals, manufacturing, financial services or transportation and logistics, advanced computing, advanced materials, electronic device technology, environmental technology or medical device technology;

"Designated urban center" means an urban center designated in the State Development and Redevelopment Plan adopted by the State Planning Commission;

"Electronic device technology" means a technology involving microelectronics, semiconductors, electronic equipment, and instrumentation, radio frequency, microwave, and millimeter electronics, and optical and optic-related electrical devices, or data and digital communications and imaging devices;

"Electronic device technology company" means a person with headquarters or base of operations located in New Jersey and engaged in the research, development, production, or provision of electronic device technology for the purpose of developing or providing products or processes for specific commercial or public purposes;

"Eligible position" means a full-time position retained by a business in this State for which a business provides employee health benefits under a group health plan as defined under section 14 of P.L.1997, c.146 (C.17B:27-54), a health benefits plan as defined under section 1 of P.L.1992, c.162 (C.17B:27A-17), or a policy or contract of health insurance covering more than one person issued pursuant to Article 2 of Title 17B of the New Jersey Statutes;

"Full-time employee" means a person who is employed for consideration for at least thirty-five hours a week, or who renders any other standard of service generally accepted by custom or practice as full-time employment, whose wages are subject to withholding as provided in the "New Jersey Gross Income Tax Act," N.J.S.54A:1-1 et seq., and who is determined by the [commissioner] State Treasurer to be employed in a permanent position according to criteria as the [commissioner] State Treasurer may prescribe. "Full-time employee" shall not include any person who works as an independent contractor or on a consulting basis for the business. "Full-time employee" shall not include a child, grandchild, parent, or spouse of an individual who has direct or indirect ownership of at least 5% of the profits, capital, or value of the business:

"Headquarters" of a business means the single location that serves as the national administrative center of the business, at which the primary office of the chief executive officer or chief operating officer of the business, as well as the offices of the management officials responsible for key businesswide functions such as finance, legal, marketing, and human resources, are located;

"High-technology business" means an advanced computing company, advanced materials company, electronic device technology company, environmental technology company or medical device technology company;

"Medical device technology" means a technology involving any medical equipment or product (other than a pharmaceutical product) that has therapeutic value, diagnostic value, or both, and is regulated by the federal Food and Drug Administration;

"Medical device technology company" means a person with headquarters or base of operations located in New Jersey and engaged in the research, development, production, or provision of medical device technology for the purpose of developing or providing products or processes for specific commercial or public purposes;

"New business location" means the premises that the business has either purchased or built or for which the business has entered into a purchase agreement or a written lease for a period of no less than eight years from the date of relocation;

"Manufacturing facility" means a business location at which more than 50% of the business personal property that is housed in the facility is eligible for the sales tax exemption pursuant to subsection a. of section 25 of P.L.1980, c.105 (C.54:32B-8.13) for machinery, apparatus or equipment used in the production of tangible personal property;

"Program" means the Business Retention and Relocation Assistance Grant Program created pursuant to P.L.1996, c.25 (C.34:1B-112 et seq.);

"Project agreement" means an agreement between a business and the department that sets the forecasted schedule for completion and occupancy of the project, the date the commitment duration shall commence, the amount of the applicable grant of tax credits, and other such provisions which further the purposes of P.L.1996, c.25 (C.34:1B-112 et seq.);

"Research and development facility" means a business location at which more than 50% of the business personal property that is purchased for the facility is eligible for the sales tax exemption pursuant to section 26 of P.L.1980, c.105 (C.54:32B-8.14) for property used in research and development;

"Retained full-time job" means an eligible position that currently exists in New Jersey and is filled by a full-time employee but which, because of a relocation by the business, is at risk of being lost to another state or country. For the purposes of determining a number of retained full-time jobs, the eligible positions of the members of a "controlled group of corporations" as defined pursuant to section 1563 of the federal Internal Revenue Code of

1 1986, 26 U.S.C. s.1563, shall be considered the eligible positions of a single employer; and

"Total allowable relocation costs" means \$1,500 times the number of retained full-time jobs. "Total allowable relocation costs" does not include the amount of any bonus award authorized pursuant to section 5 of P.L.2004, c.65 (C.34:1B-115.1).

(cf: P.L.2004, c.65, s.2)

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- 9 15. Section 3 of P.L.1996, c.25 (C.34:1B-114) is amended to read as follows:
- 11 3. The Business Retention and Relocation Assistance Grant 12 Program is hereby established as a program under the jurisdiction of the New Jersey Commerce [and Economic Growth] Commission 13 and shall be administered by the [Chief Executive Officer and 14 15 Secretary of the New Jersey Commerce [and Economic Growth] 16 Commission. The purpose of the program is to encourage economic 17 development and job creation and to preserve jobs that currently 18 exist in New Jersey but which are in danger of being relocated to 19 premises outside of the State. To implement that purpose, and to 20 the extent that funding for the program is available, the program 21 may provide grants of tax credits but in no case shall the amount of 22 an individual grant of tax credits exceed 80% of the projected State 23 tax revenues from the retained full-time jobs covered by the project
- agreement of an applicant for a grant of tax credits.
 (cf: P.L.2004, c.65, s.3)

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- 27 16. Section 19 of P.L.2004, c.65 (C.34:1B-185) is amended to 28 read as follows:
 - 19. As used in sections 19 through 22 of P.L.2004, c.65 (C.34:1B-185 through C.34:1B-188) the following terms shall have the following meanings:
 - "Eligible property" means machinery, equipment, furniture and furnishings, fixtures, and building materials, but "eligible property" shall not include "motor vehicles" as defined pursuant to section 2 of P.L.1966, c.30 (C.54:32B-2), parts with a useful life of one year or less, or tools or supplies used in connection with the eligible property;
 - "Headquarters" means the single location that serves as the national administrative center of a business, at which the primary office of the chief executive officer or chief operating officer of the business, as well as the offices of the management officials responsible for key businesswide functions such as finance, legal, marketing, and human resources, are located;
 - "Life sciences business" means a business engaged principally in the production of medical equipment, ophthalmic goods, medical or dental instruments, diagnostic substances, biopharmaceutical products; or physical and biological research; or biotechnology;

"Manufacturing facility" means a business location at which more than 50% of the business personal property that is housed in the facility is eligible for the sales tax exemption pursuant to subsection a. of section 25 of P.L.1980, c.105 (C. 54:32B-8.13) for machinery, apparatus or equipment used in the production of tangible personal property;

"Research and development facility" means a business location at which more than 50% of the business personal property that is purchased for the facility is eligible for the sales tax exemption pursuant to section 26 of P.L.1980, c.105 (C.54:32B-8.14) for property used in research and development; and

["Secretary" means the Chief Executive Officer and Secretary of the New Jersey Commerce and Economic Growth Commission.] (cf: P.L.2004, c.65, s.19)

- 17. Section 20 of P.L.2004, c.65 (C.34:1B-186) is amended to read as follows:
- 20. The [secretary] New Jersey Commerce Commission shall establish and administer a program to approve the issuance of sales and use tax exemption certificates to qualifying businesses as specified in sections 19 through 22 of P.L.2004, c.65 (C.34:1B-185 through C.34:1B-188). The receipts from the certificate holder's purchase of eligible property located or placed at the business location covered by the project approval within the period established pursuant to the terms and conditions of the project approval for the approved business location shall be exempt from the tax imposed under the "Sales and Use Tax Act," P.L.1966, c.30 (C.54:32B-1 et seq.).

(cf: P.L.2004, c.65, s.20)

- 31 18. Section 21 of P.L.2004, c.65 (C.34:1B-187) is amended to 32 read as follows:
 - 21. a. A business seeking to participate in the sales and use tax exemption certificate program established pursuant to sections 19 through 22 of P.L.2004, c.65 (C.34:1B-185 through C.34:1B-188) shall submit a project application to the [secretary] New Jersey Commerce Commission in such form as required by the [secretary] New Jersey Commerce Commission.
 - b. The location for the project shall be situated in designated Planning Area 1 or 2, as defined in the State Development and Redevelopment Plan adopted by the State Planning Commission; provided however, that a business project involving the renovation or expansion of an existing facility that is not located in designated Planning Area 1 or 2 may be eligible to participate in the program, at the determination of the secretary, if all other applicable criteria are satisfied.

A business located in an urban enterprise zone designated pursuant to the "New Jersey Urban Enterprise Zones Act," P.L.1983, c.303 (C.52:27H-60 et seq.) as of the effective date of this section shall not be eligible to participate in this program if the relocation project is from a facility within the urban enterprise zone to a facility outside an urban enterprise zone; provided however, that if the relocation is to a facility already owned or leased by the same business and that business already employs at least the same number of persons as those being relocated from the urban enterprise zone, it may be eligible to apply.

c. To be eligible to apply for the sales and use tax exemption certificate program, a business shall have operated continuously in this State, in whole or in part, in its current form or as a predecessor entity, for at least 10 years prior to filing an application and shall satisfy at least one of the following criteria:

- (1) the business has 1,000 or more full-time employees in the State and the project involves relocating 500 or more full-time employees into a new business location or locations;
- (2) the business is a life sciences business or a manufacturing facility and the project is: constructing one or more new research and development facilities, constructing one or more new manufacturing facilities in this State, or relocating to a new headquarters in this State that will employ 250 or more full-time employees;
- (3) the business is a life sciences business or a manufacturing business and the project is constructing a new, or substantially rehabilitating a vacant, property that will separately or collectively:
 - (a) be predominately a new research and development facility;
 - (b) be predominately a new manufacturing facility;
 - (c) house the headquarters of the business; or
- (d) separately or collectively be a combination of subparagraphs(a), (b) and (c);
 - provided, that the new or substantially rehabilitated facility will house a minimum of 250 full-time employees. For the purposes of this subparagraph, "predominantly" means a majority of the employees housed in the new facility are engaged in that activity, or a majority of the square footage of the new facility is used in that activity; or a majority of the total value of the investment made will be employed in that activity; or other measures of activity as may determined by the secretary that demonstrate that a critical concentration of research and development, manufacturing, or both, will occur at the new facility; or
 - (4) the business is, at the time of enactment of this section, currently receiving a structured finance special guarantee pursuant to N.J.A.C.19:31-2.1(c)3.ii(5) for the project.
- d. For the purposes of determining a number of full-time employees pursuant to subsection c. of this section, the full-time employees of the members of a "controlled group of corporations"

as defined pursuant to section 1563 of the federal Internal Revenue Code of 1986, 26 U.S.C. s.1563, shall be considered the employees of a single employer.

- e. A project may be completed in up to two phases provided that it will be the national headquarters of a life sciences or manufacturing company, and will include a significant research and development, a significant manufacturing facility, or combination thereof if: (1) the first completed phase will house at least 200 full-time employees and the second phase will house at least 100 additional employees; and (2) the project is pre-approved for phases and that all phases are completed within 30 months of project approval.
- 13 Upon approval of a project, the [secretary] New Jersey 14 Commerce Commission shall notify the Director of the Division of 15 Taxation in the Department of the Treasury of the terms and conditions of the project approval and the director shall issue a 16 17 certificate of exemption pursuant to the terms and conditions of the 18 project approval. In general, the sales and use tax exemption 19 certificate provided by sections 19 through 22 of P.L.2004, c.65 20 (C.34:1B-185 through C.34:1B-188) should not apply to purchases 21 initiated by the business after the date that the temporary certificate 22 of occupancy is issued, or in cases where no temporary certificate 23 of occupancy is issued should not apply to purchases initiated by 24 the business more than one year from the project commencement 25 date; however, the duration of the certificate of exemption shall be 26 pursuant to the terms and conditions of the project approval.

27 (cf: P.L.2004, c.65, s.21)

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- 29 19. Section 22 of P.L.2004, c.65 (C.34:1B-188) is amended to 30 read as follows:
- 31 22. The [secretary] New Jersey Commerce Commission shall, 32 after consultation with the Director of the Division of Taxation in 33 the Department of the Treasury, adopt rules and regulations 34 pursuant to the "Administrative Procedure Act," P.L.1968, c.410 35 (C.52:14B-1 et seq.) necessary to govern the proper conduct and operation of the program consistent with the provisions of sections 36 19 through 22 of P.L.2004, c.65 (C.34:1B-185 through C.34:1B-37 38 188).

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- 20. Section 9 of P.L.1989, c.293 (C.34:15C-6) is amended to read as follows:
- 9. The commission shall:

(cf: P.L.2004, c.65, s.22)

a. Issue the New Jersey Unified Workforce Investment Plan pursuant to the provisions of the Workforce Investment Act of 1998, Pub.L.105-220 (29 U.S.C. s.2801 et seq.) and section 10 of this act; b. Establish performance standards for workforce investment programs pursuant to the Workforce Investment Act of 1998, Pub.L.105-220 (29 U.S.C. s.2801 et seq.) and section 11 of this act;

- c. Act to ensure the full participation of Workforce Investment Boards in the planning and supervision of local workforce investment systems. The commission shall be responsible to oversee and develop appropriate standards to ensure Workforce Investment Board compliance with State and federal law, the State plan, and other relevant requirements regarding membership, staffing, meetings, and functions;
 - d. Foster and coordinate initiatives of the Department of Education and Commission on Higher Education to enhance the contributions of public schools and institutions of higher education to the implementation of the State workforce investment policy;
 - e. Examine federal and State laws and regulations to assess whether those laws and regulations present barriers to achieving any of the goals of this act. The commission shall, from time to time as it deems appropriate, issue to the Governor and the Legislature reports on its findings, including recommendations for changes in State or federal laws or regulations concerning workforce investment programs or services, including, when appropriate, recommendations to merge other State advisory structures and functions into the commission;
 - f. Perform the duties assigned to a State Workforce Investment Board pursuant to subsection (d) of section 111 of the Workforce Investment Act of 1998, Pub.L.105-220 (29 U.S.C. s.2821);
- Have the authority to enter into agreements with the head of each State department or commission which administers or funds education, employment or training programs, including, but not limited to, the Departments of Labor and Workforce Development, Community Affairs, Education, and Human Services and the Commission on Higher Education, the New Jersey Commerce [, Economic Growth and Tourism Commission, and the Juvenile Justice Commission, which agreements are for the purpose of assigning planning, policy guidance and oversight functions to each Workforce Investment Board with respect to any workforce investment program funded or administered by the State department or commission within the Workforce Investment Board's respective
 - h. Establish guidelines to be used by the Workforce Investment Boards in performing the planning, policy guidance, and oversight functions assigned to the boards under any agreement reached by the commission with a department or commission pursuant to subsection g. of this section. The commission shall approve all local Workforce Investment Board plans that meet the criteria established by the commission for the establishment of One-Stop systems. The Department of Labor and Workforce Development

labor market area or local area, as the case may be; and

shall approve the operational portion of the plans for programs administered by the department.

The commission shall have access to all files and records of other State agencies and may require any officer or employee therein to provide such information as it may deem necessary in the performance of its functions.

Nothing in P.L.2005, c.354 (C.34:15C-7.1 et al.) shall be construed as affecting the authority of the Commissioner of Personnel to review and approve training programs for State employees pursuant to N.J.S.11A:6-25.

11 (cf: P.L.2005, c.354, s.8)

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- 21. Section 2 of P.L.1999, c.107 (C.34:15C-18) is amended to read as follows:
- 2. a. There is created within the State Employment and Training Commission, established pursuant to section 5 of P.L.1989, c.293 (C.34:15C-2) in the Department of Labor and Workforce Development, a State Council for Adult Literacy
- 19 Education Services. 20 b. The 27-member council shall consist of the following ex officio members: the Commissioners of Labor and Workforce 21 Development, Human Services, Education, Community Affairs and 22 23 Corrections, the [Secretary and Chief] Executive [Officer] 24 <u>Director</u> of the New Jersey Commerce [, Economic Growth and 25 Tourism] Commission, the Executive Director of the Commission 26 on Higher Education, and the Executive Director of the State 27 Employment and Training Commission. The council shall also 28 include one member of the Senate appointed by the President 29 thereof and one member of the General Assembly appointed by the Speaker thereof, who shall serve during the two-year legislative 30 31 session in which the appointment is made and who shall not be of 32 the same political party; and 17 public members as follows: five 33 public members appointed by the Governor including a member of 34 a Workforce Investment Board literacy committee, a State or 35 national adult education expert and three representatives of the 36 business community, at least one of whom shall represent a small 37 business; six public members appointed by the President of the 38 Senate including a student or former student who received adult 39 literacy services and a representative from each of the following: a 40 county college, a four-year institution of higher education, the State 41 Library or a local library, a Department of Education-funded adult 42 education provider of adult basic education programs, general 43 educational development programs or English as a second language 44 programs and a community-based organization which is an adult 45 education provider; and six public members appointed by the 46 Speaker of the General Assembly including a representative from 47 each of the following: a vocational school providing adult academic

education programs, a trade union, the New Jersey Network, the

New Jersey Association of Lifelong Learning, the Literacy Volunteers of America and the New Jersey Education Association.

- 3 c. The public members shall serve for terms of three years, but 4 of the public members first appointed, six shall serve a term of three 5 years, six shall serve a term of two years and five shall serve a term Each member shall hold office for the term of 6 of one year. 7 appointment and until his successor is appointed and qualified. A 8 member appointed to fill a vacancy occurring in the membership of 9 the board for any reason other than the expiration of the term shall 10 have a term of appointment for the unexpired term only. 11 vacancies shall be filled in the same manner as the original 12 appointment. A member may be appointed for any number of 13 successive terms. A member may be removed from office by the 14 Governor, for cause, after a hearing and may be suspended by the 15 Governor pending the completion of the hearing.
 - d. The members shall select annually a chairperson and a vice-chairperson, who shall be nongovernmental members of the council, and shall appoint an executive director. The executive director shall report to the chairperson of the council and be responsible for administering the daily operations of the council. The executive director shall serve in the State unclassified service. The council may call to its assistance and avail itself of the services of the employees of any State, county or municipal department, board, bureau, commission or agency as it may require and as may be available to it for its purposes.
 - e. Members of the council shall serve without compensation, but may be reimbursed for necessary expenses incurred in the performance of their duties as members, within the limits of funds appropriated or otherwise made available to the council for its purposes. Actions may be taken and motions and resolutions may be adopted by the council by an affirmative vote of a majority of the members.
- 33 (cf: P.L.2005, c.354, s.18)

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- 35 22. Section 2 of P.L.1992, c.86 (C.38A:3-16) is amended to read 36 as follows:
- 37 2. The Council on Armed Forces and Veterans' Affairs 38 established in the Department of Commerce and Economic 39 Development pursuant to P.L.1983, c.61 (C.52:27H-45 et seq.) is 40 hereby transferred to and established in the Department of Military 41 and Veterans' Affairs. The council shall consist of 22 members: 42 two to be appointed by the President of the Senate from the 43 members thereof, no more than one of whom shall be from the same 44 political party; two to be appointed by the Speaker of the General 45 Assembly from the members thereof, no more than one of whom 46 shall be from the same political party; the Adjutant General of the 47 Department of Military and Veterans' Affairs, the [Chief] 48 Executive Officer and Secretary Director of the New Jersey

1 Commerce and Economic Growth] Commission, the 2 Commissioner of Education, the Commissioner of Environmental 3 Protection, the Commissioner of Transportation, the State 4 Treasurer, the Commissioner of Community Affairs, 5 Commissioner of Labor and Workforce Development, and the Chair 6 of the New Jersey Commission on Higher Education, or their designees; and nine public members to be appointed by the 7 8 Governor, with the advice and consent of the Senate. Eight of the 9 public members shall be representatives of the community and 10 business support groups for New Jersey's military installations and 11 the United States Coast Guard training center. Each public member shall serve for a term of three years from the date of the member's 12 13 appointment and until the member's successor is appointed and 14 qualified. Vacancies resulting from causes other than by expiration 15 of term shall be filled for the unexpired term only and shall be filled 16 in the same manner as the original appointments were made. 17 (cf: P.L.2005, c.40, s.1) 18 19 23. Section 1 of P.L.1974, c.55 (C.52:14-15.107) is amended to 20 read as follows: 21 1. Notwithstanding the provisions of the annual appropriations 22 act and section 7 of P.L.1974, c.55 (C.52:14-15.110), the Governor 23 shall fix and establish the annual salary, not to exceed \$133,330 in 24 calendar year 2000, \$137,165 in calendar year 2001 and \$141,000 25 in calendar year 2002 and thereafter, for each of the following 26 officers: 27 Title 28 Agriculture Department 29 Secretary of Agriculture 30 Children and Families Department 31 Commissioner of Children and Families 32 Community Affairs Department 33 Commissioner of Community Affairs 34 **Corrections Department** 35 Commissioner of Corrections 36 **Education Department** 37 Commissioner of Education 38 **Environmental Protection Department** 39 Commissioner of Environmental Protection 40 Health and Senior Services Department 41 Commissioner of Health and Senior 42 Services 43 **Human Services Department** 44 Commissioner of Human Services 45 Banking and Insurance Department 46 Commissioner of Banking and Insurance 47 Labor and Workforce Development Department

Commissioner of Labor and Workforce Development

- 1 Law and Public Safety Department
- 2 Attorney General
- 3 Military and Veterans' Affairs Department
- 4 Adjutant General
- 5 Personnel Department
- 6 Commissioner of Personnel
- 7 State Department
- 8 Secretary of State
- 9 Transportation Department
- 10 Commissioner of Transportation
- 11 Treasury Department
- 12 State Treasurer
- 13 Members, Board of Public Utilities
- 14 Public Advocate Department
- 15 Public Advocate
- 16 Notwithstanding the provisions of this section to the contrary,
- 17 the Chief Executive Officer and Secretary of the New Jersey
- 18 Commerce and Economic Growth Commission shall receive such
- salary as shall be fixed by the Governor pursuant to subsection b. of
- 20 section 8 of P.L.1998, c.44 (C.52:27C-68).
- 21 (cf: P.L.2006, c.47, s.189)

- 23 24. Section 1 of P.L.1998, c.44 (C.52:27C-61) is amended to read as follows:
- 1. This act shall be known and may be cited as the "New Jersey
- 26 Commerce [, Economic Growth and Tourism] Commission Act."
- 27 (cf: P.L.2005, c.378, s.9)

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- 25. Section 2 of P.L.1998, c.44 (C.52:27C-62) is amended to 30 read as follows:
 - 2. 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
- 36 c. To attract business, New Jersey must think and act like a
- 37 business, by utilizing the best available personnel, without
- 38 consideration of political affiliation, selected on the basis of the
- 39 skills, ability and experience, needed to provide enhanced customer
- 40 service, and by responding to the needs of the business community
- 41 with flexibility and agility; and
- d. Commerce and economic development are priorities for New
- 43 Jersey because success in these endeavors means the creation of
- 44 jobs for our citizens. As such, commerce and economic
- 45 development deserve a unique and dynamic role in our State
- 46 government; and
- e. Because we soon will be entering the 21st century, New
- 48 Jersey must now boldly transform its economic development

- 1 mission to be market driven, mobile and responsive enough to the 2 future's challenges to empower New Jersey to undertake new
- 3 commercial and economic ventures as the economic engine of the
- 4 Northeast; and
- 5 f. The State and its citizens will benefit from a more sharply
- 6 focused economic development vision, in which the State's efforts
- 7 are coordinated under one organization, the New Jersey Commerce
- 8 [, Economic Growth and Tourism] Commission, that coordinates
- 9 economic development activities for the State with all related
- 10 entities, including, but not limited to, the New Jersey Economic
- Development Authority, the New Jersey Commission on Science and Technology, the New Jersey Urban Enterprise Zone Authority,
- the Motion Picture and Television Development Commission, and
- 14 the New Jersey Development Authority for Small Businesses,
- 15 Minorities' and Women's Enterprises; and
- g. Just as the Legislature 25 years ago could not have predicted
- 17 the technological and business changes that have taken place since
- 18 then, this Legislature recognizes that it, too, cannot predict the
- 19 future and must, therefore, ensure that the New Jersey Commerce [,
- 20 Economic Growth and Tourism Commission has the agility and
- 21 ability to retool its focus and priorities to ensure the State's
- 22 capability to respond to the technological and business changes yet
- 23 to come; and
- h. Economic growth and prosperity are still the number one
- 25 priorities for our citizens, and by creating an innovative and
- 26 independent economic development entity, the New Jersey
- 27 Commerce [, Economic Growth and Tourism] Commission, the
- 28 Legislature reaffirms that it is also a priority of government; and
- 29 i. The board of directors of the commission appointed pursuant
- 30 to [this act] P.L.1998, c.44 (C.52:27C-61 et seq.) should assist the
- 31 [Chief Executive Officer and Secretary] executive director of the
- commission appointed pursuant to [this act] P.L., c. (C.)
- 33 (pending before the Legislature as this bill) in assuring that persons 34 appointed to the staff of the commission, because they will no
- longer be in the classified civil service pursuant to Title 11A of the
- 36 New Jersey Statutes, will be selected on the basis of qualification
- 37 and professional and technical competence, avoiding political
- 38 considerations to the maximum extent possible; and
- j. The New Jersey Commerce [, Economic Growth and
- 40 Tourism Commission promotes economic vitality and builds a
- 41 foundation for world economic leadership in the 21st century and
- 42 stimulates dynamic economic growth by providing resources and
- 43 services to citizens, businesses and institutions, in partnership with
- other government agencies and the private sector, to create jobs.

 [Because of the crucial importance tourism plays in New Jersey's
- economy, the commission is therefore charged with the mandate to
- 47 increase tourism through promotional, informational, educational,

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- 1 and developmental programs. These initiatives are to be designed
- 2 to maintain and increase New Jersey's standing as a premier
- 3 national and international travel destination by nurturing, expanding
- 4 and attracting industry, commerce, and tourism, in order to achieve
- 5 the highest quality of life and ensure economic security for all our
- 6 citizens.
- 7 (cf: P.L.2005, c.378, s.10)

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- 9 26. Section 3 of P.L.1998, c.44 (C.52:27C-63) is amended to 10 read as follows:
- 11 3. There is established a body corporate and politic, with 12 corporate succession, to be known as the "New Jersey Commerce [,
- Economic Growth and Tourism Commission" (hereinafter "the 13 14 commission").
- 15 The commission shall be established in the Executive Branch of the State Government and for the purposes of complying with the 16
- 17 provisions of Article V, Section IV, paragraph 1 of the New Jersey
- 18 Constitution, the commission is allocated, in but not of, the
- 19 Department of the Treasury, but notwithstanding this allocation, the
- 20 commission shall be independent of any supervision and control by
- 21 the department or by any board or officer thereof.
- 22 (cf: P.L.2005, c.378, s.11)

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- 27. Section 4 of P.L.1998, c.44 (C.52:27C-64) is amended to
- 25 read as follows: 26 4. The Department of Commerce and Economic Development
- created pursuant to P.L.1981, c.122 (C.52:27H-1 et seq.) is 27
- 28 abolished as a principal department in the Executive Branch of 29 State government, and all of its powers, functions, and duties
- 30 including, but not limited to, the [Division of Travel and Tourism,
- 31 and I the Division of International Trade, except as herein otherwise
- 32 provided, are continued in the commission.
- 33 (cf: P.L.1998, c.44, s.4)

- 35 28. Section 5 of P.L.1998, c.44 (C.52:27C-65) is amended to 36 read as follows:
- 37 All appropriations and other moneys available and to
- 38 become available to any department, division, bureau, board, 39
- commission, or other entity or agency, the functions, powers and
- 40 duties of which have been assigned or transferred to the Department
- 41 of Commerce and Economic Development, are hereby continued in
- 42 the commission, except as herein otherwise provided, and shall be
- 43 available for the objects and purposes for which such moneys are
- 44 appropriated subject to any terms, restrictions, limitations, or other
- 45 requirements imposed by State or federal law. Nothing herein shall
- alter the provisions of section 4 of P.L.1983, c.190 (C.34:1B-39). 46
- 47 Whenever, in any law, rule, regulation, order, contract, document,

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- judicial or administrative proceeding or otherwise, reference is made to the Department of Commerce and Economic Development
- 3 [or], the New Jersey Commerce and Economic Growth
- 4 Commission or the New Jersey Commerce, Economic Growth and
- 5 <u>Tourism Commission</u>, the same shall mean and refer to the "New
- 6 Jersey Commerce [, Economic Growth and Tourism] Commission"
- 7 in but not of the Department of the Treasury.
- 8 (cf: P.L.2005, c.378, s.12)

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- 29. Section 7 of P.L.1998, c.44 (C.52:27C-67) is amended to read as follows:
- 12 7. The [Chief Executive Officer and Secretary of the] 13 commission [as designated pursuant to section 8 this act,] shall 14 have the power to employ consultants and employees as may be 15 required in the judgment of the commission to carry out the 16 purposes of this act and to establish job titles and descriptions, and 17 to fix and pay employees compensation from funds available to the 18 commission therefor, notwithstanding the provisions of Title 11A of 19 the New Jersey Statutes. The commission shall establish the terms 20 and conditions of employment. Employees of the commission shall, 21 as appropriate, be covered under the State of New Jersey's 22 collective negotiations agreements, provided however that only the 23 contractual provisions of such agreements which apply to non-24 career service employees shall apply to the commission employees. 25 For contractual purposes, previous State service in the career 26 service shall be counted toward any contractual provision that 27 requires unclassified seniority. Employees of the Department of 28 Commerce and Economic Development who are employed by the 29 department on the date of enactment of this act, and who are hired 30 by the commission shall retain their salary and leave time. 31 Employees of the commission shall be enrolled in the Public 32 Employees' Retirement System and shall be eligible to participate in 33 the State Health Benefits Program established pursuant to the "New 34 Jersey State Health Benefits Program Act," P.L.1961, c.49 35 (C.52:14-17.25 et seq.). The commission may elect to provide 36 health benefits for its employees through private insurance policies, 37 hospital and medical service corporations, health maintenance 38 organizations, or any other manner available for the provision of 39 health benefits, provided that the types of benefits shall not provide 40
 - less coverage than those benefits provided to other State employees.

 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.

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(cf: P.L.1998, c.44, s.7)

46 30. Section 8 of P.L.1998, c.44 (C.52:27C-68) is amended to read as follows:

- 1 The Board of Directors of the commission shall consist of 2 the following 11 voting members and two non-voting members:
- The [Governor] Chief of the Office of Economic Growth, 3 4 created pursuant to Executive Order, No. 50 of 2007, who shall be 5 the Chair of the commission. The [Governor] Chief of the Office
- 6 of Economic Growth may be represented by an official designee,
- 7 whose name shall be filed with the commission.
- 8 The [Chief Executive Officer and Secretary of the
- 9 commission, who shall hold cabinet-level rank and who shall be
- 10 appointed by the Governor with the advice and consent of the
- 11 Senate Executive Director of the commission. The Chief 12
- 13 commission shall serve at the pleasure of the [Governor during the
- 14 Governor's term of office and until a successor is appointed and
- 15 qualified, Board of Directors of the commission and shall receive
- 16 such salary as shall be fixed by the [Governor] Board of Directors.
- The [Chief Executive Officer and Secretary] Executive Director of 17
- 18 the commission shall serve as an ex officio voting member of the
- 19 commission and may be represented by an official designee, whose
- 20 name shall be filed with the commission.
- 21 The person in office as the Commissioner of the Department of
- 22 Commerce and Economic Development on the effective date of this
- 23 act shall hold the office of the Chief Executive Officer and
- Secretary of the commission [without the advice and consent of the 24
- 25 Senate on the effective date of this act shall hold the office of the
- 26 Executive Director of the commission and shall serve at the
- 27 pleasure of the [Governor during the Governor's term of office
- 28 and] Board of Directors until a successor is appointed and 29 qualified.
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- Whenever, in any law, rule, regulation, order, contract,
- 31 document, judicial or administrative proceeding or otherwise,
- 32 reference is made to the Commissioner of the Department of
- 33 Commerce and Economic Development or the Chief Executive
- 34 Officer and Secretary of the commission, the same shall mean and
- 35 refer to the [Chief] Executive [Officer and Secretary] Director of
- the "New Jersey Commerce and Economic Growth Commission." 36
- 37 c. One commissioner from each of the following departments
- 38 who shall serve ex-officio: the Department of Environmental
- 39 Protection; the Department of Labor and the Department of
- 40 Transportation. These commissioners may be represented by an
- 41 official designee, whose name shall be filed with the commission.
- 42 d. The chairman of the New Jersey Commission on Higher
- 43 Education, who shall serve ex officio. This chairman may be
- 44 represented by an official designee, whose name shall be filed with
- 45 the commission.

- Three public members who shall be appointed by the Governor with the advice and consent of the Senate, not more than two of whom shall be of the same political party. The three public members shall serve for a term of five years and shall serve until their successors are appointed and qualified. Of the three public members first appointed pursuant to this subsection, two shall serve for a term of five years and one shall serve for a term of three years. These members shall be New Jersey residents who shall provide appropriate geographical representation from throughout the State and 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.
 - 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.
 - 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.
 - h. 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.
- 31 (cf: P.L.1998, c.44, s.8)

- 33 31. Section 11 of P.L.1998, c.44 (C.52:27C-71) is amended to read as follows:
- 11. The [Chief] Executive [Officer and Secretary] <u>Director</u> 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] <u>Director</u> and the internal operations of the commission may require;

- 1 d. Perform, exercise and discharge the functions, powers and 2 duties of the commission through such offices as may be established 3 by this act or otherwise by law;
- e. Organize the work of the commission in such organizational 4 5 units, not inconsistent with the provisions of this act, as the [Chief] 6 Executive [Officer and Secretary] Director may determine to be 7 necessary for the efficient and effective operation of the 8 commission;
- 9 f. Formulate and adopt rules and regulations for the efficient 10 conduct of the work and general administration of the commission, 11 its officers, and employees;

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- 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 Director or the commission;
 - 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;
 - Coordinate the activities of the commission and the several organizational units therein, in a manner designed to eliminate overlapping and duplicative functions;
 - 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] Director 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 Director shall deem necessary to the proper functioning of the commission;
- 34 m. Enter into agreements with any individual, partnership, trust, association, or corporation, or any public agency, under which the 35 36 commission, and such other entity or entities, shall undertake a 37 project as a joint venture, with the commission providing such 38 assistance or advice as the agreement may provide. Such a joint 39 venture must directly further the statutory mission of the 40 commission. Employees of any joint venture shall not be deemed public employees. A joint venture entered into by the commission 42 shall not be deemed an instrumentality of the State of New Jersey. 43 A joint venture entered into by the commission shall not be deemed 44 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 46 State;

- 1 Organize or participate in the organization of nonprofit 2 corporations which are exempt from federal taxation under section 3 501(c)(3) of the Internal Revenue Code. Any such nonprofit corporations must directly further the statutory mission of the 4 5 Expenses incurred by such nonprofit corporations 6 shall be payable from funds raised by the nonprofit corporation, and 7 no liability or obligation, in tort or contract, shall be incurred by the 8 State for the operation of such nonprofit corporations. Any such 9 nonprofit corporations shall obtain private counsel and shall not be 10 represented by the Attorney General or indemnified by the State of 11 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.

22 (cf: P.L.1998, c.44, s.11)

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- 24 32. Section 12 of P.L.1998, c.44 (C.52:27C-72) is amended to read as follows:
 - 12. Notwithstanding any other provision of law, only the records of any nonprofit corporation on which the [Chief] Executive [Officer and Secretary] Director serves and which are in the possession of the [Chief] Executive [Officer and Secretary] Director in an official capacity shall be deemed public records which may be subject to public inspection under the provisions of the "Right to Know Law," P.L.1963, c.73 (C.47:1A-1 et seq.).
- 33 (cf: P.L.1998, c.44, s.12)

- 35 33. Section 13 of P.L.1998, c.44 (C.52:27C-73) is amended to read as follows:
- 13. The commission shall have perpetual succession and shallhave the following powers:
- a. To make, amend and repeal rules and bylaws 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

1 any agency, instrumentality or political subdivision thereof, or from 2 any other public source;

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- e. To set an amount and to charge reasonable fees for special projects or services that were not customarily provided by the department prior to the effective date of this act to be paid to the commission for services rendered to persons, businesses, or other entities 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;
- 12 To exercise all of the powers, functions, and duties 13 previously exercised by the Department of Commerce and 14 Economic Development, except as herein provided pursuant to this 15 act;
- 16 g. To act as the State's representative abroad and within the 17 United States concerning trade and commerce issues;
- adopt rules and regulations, pursuant 18 "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et 20 seq.), necessary for the proper functioning of the commission and necessary to carry out the provisions of this act;
 - To do any and all things necessary or convenient to carry out the purposes of the commission and to exercise the powers given and granted to the commission under this act;
- 25 To coordinate the State's economic development activities 26 among the commission's organizational units and the New Jersey 27 Economic Development Authority, the New Jersey Commission on Science and Technology, the New Jersey Urban Enterprise Zone 28 29 Authority, the New Jersey Development Authority for Small 30 Businesses, Minorities' and Women's Enterprises, and the Motion 31 Picture and Television Development Commission, and 32 recommend economic development policies to the Governor;
- 33 k. To enter into memoranda of understanding or other 34 cooperative agreements with the New Jersey Economic Development Authority, the New Jersey Commission on Science 35 36 and Technology, the New Jersey Urban Enterprise Zone Authority, 37 the New Jersey Development Authority for Small Businesses, 38 Minorities' and Women's Enterprises, the Atlantic City Convention 39 Center Authority, the Dredging Project Task Force, the Economic 40 Development Site Task Force, and the Motion Picture and 41 Television Development Commission, or any other state agency for 42 the provision of services or other cooperative efforts to effectuate 43 the purposes of this act and to ensure the coordination of the State's 44 economic development activities;
- 45 1. To make and enter into contracts, leases, agreements, and 46 purchases necessary for the use, or incidental to the performance of, the commission's duties and the exercise of its powers under the act; 47

- 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, 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] Director.
- 9 (cf: P.L.1998, c.44, s.13)

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- 11 34. Section 19 of P.L.1998, c.44 (C.52:27C-79) is amended to read as follows:
- 13 19. a. No later than three months after the end of its fiscal year, 14 the commission shall make an annual report of its activities for the 15 preceding fiscal year to the Governor and the Legislature, pursuant to section 2 of P.L.1991, c.164 (C.52:14-19.1). Each report shall 16 17 include, but not be limited to, a description of the short-term and 18 long-term goals of the commission and an assessment of the 19 effectiveness of the commission in meeting such goals, and any 20 recommendations for legislation to improve the effectiveness of the 21 commission.
 - b. The commission shall include, in the report required by subsection a. of this section, a description setting forth information concerning the imposition, collection and expenditure of the fees imposed by the commission. Each such report shall also 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, the Director of the Division of Budget and Accounting, in the Department of the Treasury and the State Auditor.
- 33 (cf: P.L.1998, c.44, s.19)

- 35. Section 22 of P.L.1998, c.44 (C.52:27C-82) is amended to read as follows:
- 22. a. The New Jersey Economic Development Authority, established pursuant to P.L.1974, c.80 (C.34:1B-1 et seq.), is transferred in but not of the Department of the Treasury, but, notwithstanding this transfer, the New Jersey Economic Development 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 Economic Development Authority, the same shall mean and refer to the New Jersey Economic Development Authority in but not of the Department of the Treasury. Notwithstanding the provisions of any law, rule,

- 1 regulation or order to the contrary, the [Chief Executive Officer and
- 2 Secretary Board of Directors of the commission shall appoint the
- 3 executive director of the New Jersey Economic Development
- 4 Authority.
- 5 c. This transfer shall be subject to the provisions of the "State
- 6 Agency Transfer Act," P.L.1971, c.375 (C.52:14D-1 et seq.).
- d. The New Jersey Economic Development Authority may
- 8 develop and promulgate such rules and regulations in accordance
- 9 with the "Administrative Procedure Act," P.L.1968, c.410
- 10 (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
- 12 Economic Development Authority as provided by law. Nothing
- herein shall alter the provisions of section 1 of P.L.1979, c.303
- 14 (C.34-1B-5.1).
- e. Regulations adopted by the New Jersey Economic
- 16 Development Authority shall continue with full force and effect
- 17 until amended or repealed pursuant to law.
- 18 (cf: P.L.1998, c.44, s.22)
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- 20 36. Section 25 of P.L.1998, c.44 (C.52:27C-85) is amended to read as follows:
- 22 25. a. The New Jersey Commission on Science and Technology,
- established pursuant to P.L.1985, c.102 (C.52:9X-1 et seq.), is
- 24 transferred in but not of the Department of the Treasury, but
- 25 notwithstanding this transfer, the New Jersey Commission on
- 26 Science and Technology shall be independent of any supervision
- and control by the department or by any board or officer thereof.
- Notwithstanding the provisions of any law, rule, regulation or order
- 29 to the contrary, the [Chief Executive Officer and Secretary] <u>Board</u>
- 30 of Directors of the New Jersey Commerce Commission shall
- 31 appoint the Executive Director of the New Jersey Commission on
- 32 Science and Technology.
- b. Whenever, in any law, rule, regulation, order, contract,
- 34 document, judicial or administrative proceeding or otherwise,
- 35 reference is made to the New Jersey Commission on Science and
- 36 Technology, the same shall mean and refer to the New Jersey
- 37 Commission on Science and Technology in but not of the
- 38 Department of the Treasury.
- 39 c. This transfer shall be subject to the provisions of the "State
- 40 Agency Transfer Act," P.L.1971, c.375 (C.52:14D-1 et seq.).
- d. The New Jersey Commission on Science and Technology may, subject to the commission's approval, develop and promulgate
- such rules and regulations in accordance with the "Administrative
- 44 Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.) as are
- 45 necessary to implement the provisions of this act and to effectuate
- 46 the purposes of the New Jersey Commission on Science and
- 47 Technology as provided by law.

- 1 Regulations adopted by the New Jersey Commission on 2 Science and Technology shall continue with full force and effect 3 until amended or repealed pursuant to law.
- 4 (cf: P.L.1998, c.44, s.25)

- 6 37. Section 26 of P.L.1998, c.44 (C.52:27C-86) is amended to
- 7 read as follows: 8 26. a. The Motion Picture and Television Development
- 9 Commission, established pursuant to P.L.1977, c.44 (C.34:1B-22 et
- 10 seq.), is transferred in but not of the Department of the Treasury,
- 11 but notwithstanding this transfer, the Motion Picture and Television 12
- Development Commission shall be independent of any supervision
- 13 and control by the department or by any board or officer thereof.
- 14 Notwithstanding the provisions of any law, rule, regulation or order
- 15 to the contrary, the [Chief Executive Officer and Secretary] Board
- of Directors of the New Jersey Commerce Commission shall 16
- 17 appoint the Executive Director of the Motion Picture and Television
- 18 Development Commission.,
- 19 b. Whenever, in any law, rule, regulation, order, contract,
- document, judicial or administrative proceeding or otherwise, 20
- 21 reference is made to the Motion Picture and Television
- 22 Development Commission, the same shall mean and refer to the
- 23 Motion Picture and Television Development Commission in but not
- 24 of the Department of the Treasury.
- 25 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.).
- 27 Motion Picture and Television Development
- 28 Commission may, subject to the commission's approval, develop 29
- and promulgate such rules and regulations in accordance with the
- "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et 30
- 31 seq.) as are necessary to implement the provisions of this act and to
- 32 effectuate the purposes of the Motion Picture and Television
- 33 Development Commission as provided by law.
- 34 (cf: P.L.1998, c.44, s.26)

- 36 38. Section 2 of P.L.2005, c.373 (C.52:27C-97) is amended to 37
- 38 2. The Foundation for Technology Advancement shall be 39 governed by a 23 member board of trustees who are appointed as 40 follows:
- The [Chief] Executive [Officer and Secretary] Director of 41
- 42 the New Jersey Commerce [and Economic Growth] Commission;
- 43 the Executive Director of the New Jersey Economic Development
- 44 Authority; the Executive Director of the New Jersey Commission
- 45 on Science and Technology; and the Chief Technology Officer in
- 46 the Office of Information Technology; or their designees, all of
- 47 whom shall serve ex officio;

- b. A faculty member appointed by the president of each of the
 following academic institutions: The New Jersey Institute of
 Technology; Rutgers, the State University; The University of
 Medicine and Dentistry of New Jersey; and Princeton University,
 all of whom shall serve ex officio; and
- 6 c. Fifteen public members appointed by the Governor as 7 follows: a representative of each of the following organizations: the 8 New Jersey Technology Council, the Biotechnology Council of 9 New Jersey, the Forum for Academicians, Scientists and 10 Technologists of New Jersey, the Strengthening the Mid-Atlantic 11 Region for Tomorrow States Organization, the New Jersey Business 12 and Industry Association, the Commerce and Industry Association 13 of New Jersey, the New Jersey State Chamber of Commerce, the 14 New Jersey Tooling and Manufacturing Association, the Research 15 and Development Council of New Jersey, the American Electronics 16 - New Jersey/Pennsylvania Council, 17 representative employed by a corporation from each of the 18 following industry sectors: pharmaceuticals, financial services,

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

advanced technology, information technology, and nanotechnology.

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

The members shall elect a chair and vice chair from the membership of the board of trustees.

(cf: P.L.2005, c.373, s.2)

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- 32 39. Section 5 of P.L.2001, c.238 (C.52:27D-456) is amended to read as follows:
 - 5. The Main Street New Jersey Advisory Board is established for the purposes of providing guidance and advocacy in formulating policy and assisting with the long-term planning and administration of the "Main Street New Jersey" program. The Main Street New Jersey Advisory Board shall consist of 23 members. Sixteen members shall serve in a voluntary capacity, to be appointed through a process to be determined by the commissioner and shall include a representative of the New Jersey State League of Municipalities. Each voluntary member shall have a demonstrated commitment to the goals of the "Main Street New Jersey" program. The voluntary members shall represent all geographic regions of the
- The remaining seven advisory board members shall serve ex officio and shall be a representative of the Historic Preservation Program in the Department of Environmental Protection, to be

- 1 appointed by the Commissioner of Environmental Protection, a
- 2 representative of the New Jersey Economic Development Authority
- 3 to be designated by the executive director, a representative of the
- 4 Neighborhood Preservation Program in the Department of
- 5 Community Affairs, to be appointed by the Commissioner of
- 6 Community Affairs, a representative of the Housing and Mortgage
- 7 Finance Agency, to be appointed by the executive director of that
- 8 agency, a representative of the New Jersey Commerce [and
- 9 Economic Growth Commission, to be appointed by the Chief
- 10 Executive officer and Secretary] Board of Directors of that
- 11 commission, a representative of the Department of Transportation,
- 12 to be appointed by the Commissioner of Transportation, and a
- 13 representative of the Office of State Planning, to be appointed by
- 14 the Director of the Office of State Planning.
 - The terms of the voluntary members so appointed, after the
- initial appointments, shall be three years, and each member may be
- 17 reappointed. The terms of initial appointments of the voluntary
- members shall be staggered so that the terms of 1/3 of the advisory
- 19 board's voluntary members shall expire annually. The advisory
- 20 board members who are not State employees shall be entitled to
- 21 reimbursement of their expenses incurred in connection with their
- duties on the advisory board.
- 23 (cf: P.L.2005, c.284, s.1)

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- 25 40. Section 4 of P.L.1983, c.303 (C.52:27H-63) is amended to read as follows:
 - 4. a. There is created the New Jersey Urban Enterprise Zone Authority, which shall consist of:
- 29 (1) [The Chief Executive Officer and Secretary of the New 30 Jersey Commerce and Economic Growth Commission, who shall be chairman of the authority] a person appointed by the Board of
- 32 Directors of the New Jersey Commerce Commission;
- 33 (2) The Commissioner of the Department of Community 34 Affairs;
- 35 (3) The Commissioner of the Department of Labor <u>and</u> 36 <u>Workforce Development;</u>
 - (4) The State Treasurer, who shall be chair of the authority; and
- 38 (5) Five public members not holding any other office, position 39 or employment in the State Government, nor any local elective office, who shall be appointed by the Governor with the advice and 40 41 consent of the Senate, and who shall be qualified for their 42 appointments by training and experience in the areas of local 43 government finance, economic development and redevelopment, or 44 volunteer civic service and community organization. No more than 45 three public members shall be of the same political party. At least 46 one public member of the authority shall reside within an enterprise 47 zone; however, the provisions of this section shall apply only to

1 members appointed or reappointed after the effective date of 2 P.L.2001, c.347 (C.52:27H-66.2 et al.).

- b. The public members of the authority shall serve for terms of five years, except that of the members first appointed, one shall serve for a term of one year, one shall serve for a term of two years, one shall serve for a term of three years, one shall serve for a term of four years, and one shall serve for a term of five years. Vacancies in the public membership shall be filled in the manner of the original appointments but for the unexpired terms.
- c. An ex officio member of the authority may, from time to time, designate in writing to the authority an official within his respective department to attend and represent the department at the meetings of the authority from which the ex officio member is absent, and that designated representative shall be entitled to vote and otherwise act for the ex officio member at those meetings.

16 (cf: P.L.2001, c.347, s.7)

- 41. Section 23 of P.L.2004, c.65 (C.52:27H-87.1) is amended to read as follows:
 - 23. a. Retail sales of energy and utility service to:
- (1) a qualified business that employs at least 250 people within an enterprise zone, at least 50% of whom are directly employed in a manufacturing process, for the exclusive use or consumption of such business within an enterprise zone, and
- (2) a group of two or more persons: (a) each of which is a qualified business that are all located within a single redevelopment area adopted pursuant to the "Local Redevelopment and Housing Law," P.L.1992, c.79 (C.40A:12A-1 et seq.); (b) that collectively employ at least 250 people within an enterprise zone, at least 50% of whom are directly employed in a manufacturing process; (c) are each engaged in a vertically integrated business, evidenced by the manufacture and distribution of a product or family of products that, when taken together, are primarily used, packaged and sold as a single product; and (d) collectively use the energy and utility service for the exclusive use or consumption of each of the persons that comprise a group within an enterprise zone; are exempt from the taxes imposed under the "Sales and Use Tax Act," P.L.1966, c.30 (C.54:32B-1 et seq.).

A qualified business will continue to be subject to applicable Board of Public Utilities tariff regulations except that its bills from utility companies and third party suppliers for energy and utility service shall not include charges for sales and use tax.

b. A business that meets the requirements of subsection a. of this section shall not be allowed the exemption granted pursuant to this section until it has complied with such requirements for obtaining the exemption as may be provided pursuant to P.L.1983, c.303 (C.52:27H-60 et seq.) and P.L.1966, c.30 (C.54:32B-1 et seq.). The [Chief Executive Officer and Secretary of the

- 1 Commerce and Economic Growth Commission] State Treasurer
- 2 shall provide prompt notice to the President of the Board of Public
- 3 Utilities and to the Director of the Division of Taxation in the
- 4 Department of the Treasury, of a qualified business that has
- 5 qualified for the exemption under this subsection, shall provide the
- 6 president and the director an annual list of all businesses that
- 7 qualify.
- 8 c. (1) Retail sales of energy and utility service to a business
- 9 facility located within a county that is designated for the 50% tax 10 exemption under section 1 of P.L.1993, c.373 (C.54:32B-8.45) are
- 11 exempt from the taxes imposed under the "Sales and Use Tax Act,"
- 12 P.L.1966, c.30 (C.54:32B-1 et seq.); provided that the business
- 13 certifies that it employs at least 50 people at that facility, at least
- 14 50% of whom are directly employed in a manufacturing process,
- 15 and provided that the energy and utility services are consumed
- 16 exclusively at that facility.
- 17 (2) A business facility that meets the requirements of paragraph
- 18 (1) of this subsection may file an application for the energy and
- 19 utility service sales tax exemption with the [Chief Executive
- Officer and Secretary of the Commerce, Economic Growth and 20
- 21 Tourism Commission] State Treasurer, who shall promulgate
- 22 regulations and forms for that purpose. The [Chief Executive
- 23 Officer and Secretary of the Commerce, Economic Growth and 24 Tourism Commission State Treasurer shall process an application
- 25 submitted under this paragraph within 20 business days of receipt
- 26 thereof. An exemption shall commence for a business upon notice
- 27 of approval of its application and shall expire for any year in which
- 28 the business fails to meet the requirements of paragraph (1) of this

Upon approval, the Chief Executive Officer and

- 29
- 30 Secretary of the Commerce, Economic Growth and Tourism
- 31 Commission State Treasurer shall provide prompt notice to the
- 32 applicant and also shall provide prompt notice to the President of
- 33 the Board of Public Utilities and to the Director of the Division of
- Taxation in the Department of the Treasury. The [Chief Executive 34
- Officer and Secretary of the Commerce, Economic Growth and 35
- Tourism Commission State Treasurer also shall provide the 36
- 37 president and the director with an annual list of all businesses that
- 38 have been approved under this subsection.
- 39 (cf: P.L.2005, c.374, s.1)

- 41 42. Section 6 of P.L.2006, c.16 (C.52:27I-6) is amended to read 42 as follows:
- 43 6. a. The authority shall consist of [ten] <u>nine</u> members to be 44 appointed and qualified as follows:
- 45 (1) Four members appointed by the Governor with the advice 46 and consent of the Senate, for terms of four years, two of whom
- 47 shall be representatives of the private sector with relevant business

- 1 experience or background; one of whom shall be an individual who
- 2 is knowledgeable in environmental protection, conservation and
- 3 land use issues and one of whom shall be a labor representative
- 4 with appropriate experience in workforce development and job
- 5 training. Preference shall be given to professionals with a
- 6 background in technology, finance, or real estate. At least two of
- 7 the members shall be residents of Monmouth County. Not more
- 8 than two of the members appointed by the Governor shall be
- 9 members of the same political party;

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- (2) [The Chief Executive Officer and Secretary of the New Jersey Commerce, Economic Growth and Tourism Commission, ex officio and voting;] (Deleted by amendment, P.L., c.) (pending before the Legislature as this bill)
- (3) One member, who shall be a resident of Monmouth County, to be appointed by the Monmouth County Board of Chosen Freeholders for a term of four years, who shall be either:
 - (a) a member of the board, or
- (b) a qualified person, who shall be nominated by the board, with relevant business experience or background;
- (4) The mayors of Eatontown, Oceanport, and Tinton Falls, ex officio and voting; and
- (5) A representative of Fort Monmouth, to be appointed by the Secretary of the United States Department of Defense, who shall be a non-voting member.
- Each member appointed by the Governor and the member appointed by the Board of Chosen Freeholders shall hold office for the term of that member's appointment and until a successor shall have been appointed and qualified. A member shall be eligible for reappointment. Any vacancy in the membership occurring other than by expiration of term shall be filled in the same manner as the original appointment but for the unexpired term only.
- b. [Except for those members designated pursuant to paragraph (4) of subsection a. of this section, each ex officio member of the authority may designate an employee of the member's department or office to represent the member at meetings of the authority. The designee of an ex officio member may act on behalf of the member. The designation shall be in writing and shall be delivered to the authority and shall be effective until revoked or amended in writing to the authority.] (Deleted by amendment, P.L. , c.) (pending
- 40 <u>before the Legislature as this bill)</u>
- 41 c. Each member appointed by the Governor may be removed 42 from office by the Governor for cause, after a public hearing, and 43 may be suspended by the Governor pending the completion of that 44 hearing. Each such member, before entering the duties of 45 membership, shall take and subscribe an oath to perform those duties faithfully, impartially, and justly to the best of the person's 46 47 ability. A record of those oaths shall be filed in the office of the 48 Secretary of State.

- d. The members of the authority shall elect a chairperson and vice-chairperson from among their members. The chairperson shall appoint a secretary and treasurer. The powers of the authority shall be vested in the voting members thereof in office from time to time; five voting members of the authority shall constitute a quorum, and the affirmative vote of five members shall be necessary for any action taken by the authority, except as provided under sections 7 and 14 of P.L.2006, c.16 (C.52:27I-7 and 52:27I-14), or unless the bylaws of the authority shall require a larger number. No vacancy in the membership of the authority shall impair the right of a quorum to exercise all the rights and perform all the duties of the authority.
 - e. The members of the authority shall serve without compensation, but the authority may, within the limits of funds appropriated or otherwise made available for such purposes, reimburse its members for necessary expenses incurred in the discharge of their official duties.

- f. No member, officer, employee or agent of the Fort Monmouth Economic Revitalization Planning Authority shall have an interest, either directly or indirectly, in any project, employment agreement or any contract, sale, purchase, lease, or transfer of real or personal property to which the Fort Monmouth Economic Revitalization Planning Authority is a party.
- g. The authority may be dissolved by act of the Legislature on condition that the authority has no debts or obligations outstanding or provision has been made for the payment, retirement, termination, or assumption of its debts and obligations. Upon dissolution of the authority, all property, funds, and assets thereof shall be vested in the State.
- h. A true copy of the minutes of every meeting of the authority shall be forthwith delivered by and under the certification of the secretary thereof to the Governor. No action taken at such meeting by the authority shall have force or effect until 10 days, Saturdays, 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 copy of the minutes with veto of any action taken by the authority or any member thereof at such meeting, such action shall be void.
- i. Any and all proceedings, hearings or meetings of the authority or any advisory committees established by the authority shall be conducted in conformance with the "Open Public Meetings Act," P.L.1975, c.231 (C. 10:4-6 et seq.).
- j. Records of minutes, accounts, bills, vouchers, contracts or other papers connected with or used or filed with the authority or with any officer or employee acting for or in its behalf are declared

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to be public records, and shall be open to public inspection in accordance with P.L.1963, c. 73 (C. 47:1A-1 et seq.).

(cf: P.L.2006, c.16, s.6)

43. This act shall take effect immediately.

STATEMENT

proposed This bill implements Governor Corzine's Reorganization Plan No. 001-2007 which, in part, calls for the transfer of the Division of Travel and Tourism ("division") in the Jersey Commerce, Economic Growth and Tourism Commission, and the functions, powers, and duties of the division to the Department of State. The commission is to be renamed the "New Jersey Commerce Commission" ("commission") and is to remain in, but not of the Department of Treasury. This change will align those functions of the division with the cultural, arts and historical emphasis of the Department of State, as well as tighten the focus of the commission on business retention and promotion.

As part of the reorganization plan, the other following changes are proposed in the bill: (1) the position of Chief Executive Officer and Secretary will be eliminated, with the authority of the Chief Executive Officer and Secretary assigned to the Board of Directors of the commission; (2) an Executive Director of Commerce position will be created in the commission, and will be filled by the Board of Directors; (3) the Board of Directors of the commission will be chaired by the Chief of the Office of Economic Growth, created pursuant to Executive Order, No. 50 of 2007; and (4) all programs other than the division will be retained and administered by the commission.

By centralizing functions related to travel and tourism, which are a major part of the state's economy, under the direction of the Department of State, the advocacy of the arts and culture in the State will be married to efforts to increase travel and visitors to the State's many attractions.

The reorganization plan is intended to further meet the needs of the State's economy and the challenges of a competitive and globalized economy, and improve the effectiveness of the commission and increase its efficiency as it serves the needs of the business community, while tightening its focus on the mission of growing the state's economy and bringing jobs to New Jersey.

ASSEMBLY, No. 4263

STATE OF NEW JERSEY

212th LEGISLATURE

INTRODUCED MAY 17, 2007

Sponsored by: Assemblyman JEFF VAN DREW District 1 (Cape May, Atlantic and Cumberland)

SYNOPSIS

Transfers Division of Travel and Tourism to Department of State.

CURRENT VERSION OF TEXT

As introduced.



AN ACT transferring the Division of Travel and Tourism to the Department of State, amending various parts of the statutory law, and supplementing P.L.1977, c.225 (C.34:1A-45 et seq.).

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

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- 1. Section 2 of P.L.1977, c.225 (C.34:1A-46) is amended to read as follows:
 - 2. The Legislature hereby finds and declares that:
- a. Increased revenues for this State and more employment opportunities for its citizens will result from the proper promotion throughout the United States and the world of the many tourist attractions which New Jersey has to offer to vacationers and travelers.
 - b. Such proper promotion--and the desired expansion of tourism in New Jersey--will be enhanced by the formulation of a master plan for the development of the tourist industry throughout New Jersey.
 - c. [The] It is an objective of State [policy through its] programs, agencies, and resources [shall be] to provide an optimum of satisfaction and high-quality service to visitors, to protect the natural beauty of New Jersey, and to sustain, promote, and expand the economic health of the tourist industry in a manner and to the extent compatible with such goals.
- 26 Because of the crucial importance tourism plays in New 27 Jersey's economy, the Department of State is therefore charged with the mandate to increase tourism through promotional, 28 29 informational, educational, and developmental programs. These 30 initiatives are to be designed to support a State policy of 31 maintaining and increasing New Jersey's standing as a premier 32 <u>national and international travel destination.</u> To implement this 33 policy, the [Commerce, Economic Growth and Tourism Commission Department of State shall create advertisements for 34 35 use on television, radio, the Internet and in print, to promote the 36 State's diverse appeal to prospective national and international 37 vacationers and travelers as part of its advertising, public relations, 38 and marketing campaign. In addition, as required pursuant to 39 section 9 of P.L.1977, c.225 (C.34:1A-53), the Division of Travel 40 and Tourism shall annually review the 10-year master plan 41 developed pursuant to section 8 of P.L.1977, c.225 (C.34:1A-52) by 42 the director of the division with the assistance of the New Jersey 43 Tourism Policy Council, and submit a report to the Governor and 44 Legislature containing an evaluation of the preceding year's

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

1 activities and developments in tourism and the revisions 2 recommended in the master plan.

- 3 e. In the advancement and promotion of New Jersey's tourism 4 industry, it is necessary to Change the name of the New Jersey 5 Commerce and Economic Growth Commission to the New Jersey Commerce, Economic Growth and Tourism Commission and to] 6 7 require that the division report semiannually to the Governor and 8 the Legislature on the efforts of the [commission] division to 9 promote tourism in New Jersey and on the expenditure of funds 10 allocated to tourism advertising and promotion from hotel and motel occupancy fees pursuant to section 2 of P.L.2003, c.114 11 (C.54:32D-2). As tourism may be particularly sensitive to changing 12 13 economic conditions, a frequent review of the State's tourism 14 planning and activities may necessitate revisions in the State's 15 tourism policy to further encourage tourism promotion and to
- 17 (cf: P.L.2005, c.378, s.1)

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2. Section 3 of P.L.1977, c.225 (C.34:1A-47) is amended to read as follows:

otherwise meet the challenges of implementing this policy.

- 21 3. As used in this act, unless a different meaning appears from 22 the context:
- I"Commission" means the New Jersey Commerce, Economic Growth and Tourism Commission established pursuant to section 3 of P.L.1998, c.44 (C.52:27C-63).
 - "Council" means the New Jersey Tourism Policy Council.
- 27 "Department" means the Department of State.
- 28 "Director" means the Director of the Division of Travel and 29 Tourism.
- "Division" means the Division of Travel and Tourism in the INew Jersey Commerce, Economic Growth and Tourism Commission Department of State.
 - "Elected local official" means the county executive of any county wherein that office is established, a member of the governing body of a county, or a mayor or member of the governing body of a municipality.
 - "Tourism" means activities involved in providing and marketing services and products, including accommodations, for nonresidents and residents who travel to and in New Jersey for recreation and pleasure.
- "Tourist industry" means the industry consisting of private and public organizations which directly or indirectly provide services and products to nonresidents and residents who travel to and in New Jersey for recreation and pleasure.
- 45 (cf: P.L.2005, c.378, s.2)

- 3. Section 4 of P.L.1977, c.225 (C.34:1A-48) is amended to read as follows:
- 4. There is hereby established in the [New Jersey Commerce,
- 4 Economic Growth and Tourism Commission ("commission")]
- 5 Department of State the Division of Travel and Tourism. The
- 6 division shall be under the supervision of a director, who shall be a
- 7 person qualified by training and experience to direct the work of
- 8 such division. The director shall be appointed by the Governor
- 9 after consultation with the council and with the advice and consent
- of the Senate. The director shall serve during the term of office of
- 11 the Governor appointing the director and until the director's
- 12 successor is appointed and qualified. The director shall receive
- 13 such salary as shall be provided by law and shall devote the
- director's entire time and attention to the duties of the director's
- office and shall not, while in office, engage in any other gainful
- 16 pursuit. The Governor may remove the director from office for
- 17 cause, upon notice and opportunity to be heard.
- 18 (cf: P.L.2005, c.378, s.3)

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- 4. (New section) a. All the functions, powers, and duties of the Division of Travel and Tourism in the New Jersey Commerce,
- 22 Economic Growth and Tourism Commission are transferred to the
- 23 Department of State.
 - b. All appropriations and other moneys available and to become
- 25 available to the division are hereby continued in the Department of
- State and shall be available for the objects and purposes for which such moneys are appropriated subject to any terms, restrictions,
- 28 limitations, or other requirements imposed by State or federal law.
- c. Whenever, in any law, rule, regulation, order, contract,
- 30 document, judicial or administrative proceeding or otherwise,
- 31 reference is made to the Division of Travel and Tourism in the New
- 32 Jersey Commerce, Economic Growth and Tourism Commission, the
- 33 same shall mean and refer to the Division of Travel and Tourism in
- 34 the Department of State.

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- 5. Section 7 of P.L.1977, c.225 (C.34:1A-51) is amended to read as follows:
- 7. a. There is created in the division the New Jersey TourismPolicy Council which shall consist of 23 members:
 - (1) Two members of the Senate, who shall serve as ex officio, non-voting members to be appointed by the President thereof, not more than one of whom shall be of the same political party, and two members of the General Assembly, who shall serve as ex officio, non-voting members to be appointed by the Speaker thereof, not
- 45 more than one of whom shall be of the same political party;
- 46 (2) Nine public members, who shall be residents of this State, 47 not more than five of whom shall be of the same political party,
- 48 who shall be appointed by the Governor with the advice and

- 1 consent of the Senate, who shall include persons who by experience
- 2 or training represent the areas of the tourist industry as follows:
- 3 One representative of the lodging sector;
- 4 One representative of the food service sector;
- 5 One representative of the eco-tourism sector;
- 6 One representative of the cultural arts sector;
- One representative of the convention and visitor bureaus or tour/receptive services sectors;
- 9 One representative of the entertainment or amusement sector;
- One representative of the outdoor recreation sector;
- One representative of the historical community; and

- One representative of a Statewide travel and tourism association representing the various sectors of the tourism industry;
 - (3) The [Chief Executive Officer and Secretary of the commission] Secretary of State, who shall serve ex officio as a voting member and chair of the council;
 - (4) Six elected local officials, not more than three of whom shall be of the same political party, who shall be appointed by the Governor with the advice and consent of the Senate, and of whom one shall be a resident of Cape May or Cumberland County, one shall be a resident of Atlantic County, one shall be a resident of Burlington, Camden, Gloucester, Mercer or Salem County, one shall be a resident of Monmouth or Ocean County, one shall be a resident of Bergen, Essex, Hudson, Middlesex, Passaic or Union County, and one shall be a resident of Hunterdon, Morris, Somerset, Sussex or Warren County; and
 - (5) The executive directors of the New Jersey Sports and Exposition Authority, the Casino Reinvestment Development Authority, and the Atlantic City Convention Center Authority, or their designees, all of whom shall serve ex officio and as voting members.
 - b. (1) The public members of the council shall be appointed to three-year terms, except that public members initially appointed on or after the effective date of P.L.2005, c.378, representing the lodging, food service, and eco-tourism sectors shall be appointed to a two-year term, and public members representing the cultural arts and outdoor recreation sectors and the historical community shall be appointed to a one-year term. Public members shall serve until their successors are appointed and qualified. Vacancies occurring other than by expiration of term shall be filled for the unexpired term only.
 - (2) The term of appointment, as a member of the council, of an elected local official appointed pursuant to paragraph 4 of subsection a. of this section shall be the same as the term of office, as an elected local official, that the person is serving at the time of such appointment. In the event that a member of the council appointed pursuant to that paragraph no longer serves as an elected local official, the term of appointment for that member shall cease

- and the Governor may, with the advice and consent of the Senate,
- 2 appoint a replacement to serve for the remainder of the unexpired
- 3 term. In the case of a person who, at the time of such appointment,
- 4 serves as an elected local official in two different offices, the term
- 5 of the person's appointment to the council shall be measured by the
- 6 longer of the terms as an elected local official. Nothing in this
- 7 paragraph shall preclude the reappointment as an elected local
- 8 official member of the council of a person whose term of office as
- 9 such elected local official has expired, but who has been reelected
- 10 to succeed himself in the same local office.
 - c. (Deleted by amendment, P.L.1991, c.280).
 - d. (Deleted by amendment, P.L.1991, c.280).
 - e. The members of the council shall serve without compensation but shall be entitled to reimbursement for actual and necessary expenses incurred in the performance of their duties as members.
 - f. (Deleted by amendment, P.L.1991, c.280).
 - g. The council shall meet at the call of the chair and not less than once every month.
 - h. Whenever, in any law, rule, regulation, order, contract, document, judicial or administrative proceeding or otherwise,
- 22 reference is made to the New Jersey Tourism Advisory Council, the
- 23 same shall mean and refer to the New Jersey Tourism Policy
- 24 Council in the Division of Travel and Tourism.
- 25 (cf: P.L.2005, c.378, s.4)

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- 27 6. Section 9 of P.L.1977, c.225 (C.34:1A-53) is amended to read 28 as follows:
 - 9. In the pursuance and promotion of a State policy on tourism, the division, at the direction of the [Chief Executive Officer and Secretary of the commission] Secretary of State, shall:
- a. Provide and promote adequate opportunities for county and municipal participation, Federal agency participation, and private citizens' involvement in the decision-making process of tourism planning and policy formulation;
 - b. Encourage all State, county, and municipal governmental and private agencies to do their utmost to assure the personal safety of residents and tourists both within and without tourist destination areas;
- c. Take whatever administrative, litigable, and legislative steps as are necessary to minimize the problems of tourists in not receiving contracted services, including transportation, tours, hotels:
- d. Attempt to reconcile and balance the activities and accommodations of the tourist with the daily pursuits and lifestyles of the residents;
- e. Develop an understanding among all citizens of the role of tourism in New Jersey, both in terms of its economic and social

- 1 importance and the problems it presents, through appropriate formal 2 and informal learning experiences;
- 3 Cooperate with the Department of Education to promote throughout the educational system of New Jersey an awareness of 4 5 New Jersey history and culture;
 - g. Ensure that the growth of the tourist industry is consistent attainment of economic, social, with the physical, environmental objectives in any State plan and county plans that are adopted;
 - h. Continuously monitor and evaluate the social costs of growth of the tourist industry against the social benefits;
 - Emphasize in the State's tourism promotional efforts the high quality of the State's natural and cultural features;
 - Promote the tourist industry through such activities as Visitors Bureaus and similar county and municipal agencies, and assure that the tourist industry contributes its fair share of the cost of such promotion;
 - k. Request and receive from any department, division, board, bureau, commission, or other agency of the State, or any political subdivision or public authority thereof, such assistance and data as may be necessary to enable the division to carry out its responsibilities under this act;
 - In consultation with the council, review annually and, if necessary, revise or update the 10-year master plan developed pursuant to section 8 of P.L.1977, c.225 (C.34:1A-52), and submit a report to the Governor and the Legislature containing an evaluation of the preceding year's activities and developments in tourism and the revisions recommended in the master plan;
 - m. At the direction of the council, operate the [commission's] division's Travel and Tourism Cooperative Marketing Campaign Program; and
- 32 n. Establish and operate the [commission's] division's Travel 33 and Tourism Advertising and Promotion Program.

34 (cf: P.L.2005, c.378, s.6)

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- 7. Section 8 of P.L.2005, c.378 (C.34:1A-53.1) is amended to 36 37 read as follows:
 - 8. In addition to the powers and duties of the division as
- 39 provided in section 9 of P.L.1977, c.225 (C.34:1A-53), the division
- 40 shall submit a report no later than January 31 and July 31 of every 41 year on the tourism marketing campaigns of the [commission]
- 42 division and the expenditure of funds appropriated to the
- 43 [commission] division for tourism promotion to the Governor, the
- President of the Senate, the Speaker of the General Assembly, the 44
- Senate Wagering, Tourism and Historic Preservation Committee 45
- and the Assembly Tourism and Gaming Committee, or their 46
- 47 successors. The report shall include, but not be limited to, the
- 48 following information:

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- A description of the efforts of the [commission] division to promote New Jersey tourism in the six-month period ending on December 31 and June 30 preceding the respective dates on which the report is due. The report shall list: (1) the type of each promotion made, including but not limited to, promotions in the form of print, radio, Internet or television advertisements, tourism information or reference guides, tourism event calendars or the attendance by [commission] employees of the division at conferences relevant to tourism promotion, (2) the content of each such advertisement, guide, calendar or other promotional aid made, or conference attended, (3) the dates and locations where tourism advertisements were shown, when such guides, calendars or other promotional aids were made available, or when such conferences took place, and (4) the aggregate amount of money expended on each advertisement, guide, calendar, promotional aid or conference
 - b. A list of entities that received, in the six-month period ending on December 31 and June 30 preceding the respective dates on which the report is due, State matching funds under the [commission's] division's Travel and Tourism Cooperative Marketing Campaign Program and the [commission's] division's Advertising and Promotion Program, the amount of funds each entity received from either program, and the amount of each of the recipient entity's expenditures made from the funds of either program; and
 - c. A general description of the potential tourism promotion efforts the **[**commission**]** division is considering for the six-month period beginning on January 1 and July 1 preceding the respective dates on which the report is due. Such description shall be distributed to the members of the council. A member of the public may receive a copy of such description upon request.

The report shall identify whether or not each of the efforts to promote tourism listed in the report is consistent with the provisions of the 10-year master plan developed pursuant to section 8 of P.L.1977, c.225 (C.34:1A-52), identify the relevant provisions of the master plan with which the effort to promote tourism is consistent or inconsistent, and provide an explanation of the consistency or inconsistency.

- 8. Section 10 of P.L.1977, c.225 (C.34:1A-54) is amended to read as follows:
- 10. The council shall:

(cf: P.L.2005, c.378, s.8)

a. Aid the division in the formulation and updating of the 10-year master plan developed pursuant to section 8 of P.L.1977, c.225 (C.34:1A-52) and the annual review thereof;

- 1 b. Consider all matters referred to it by the [Chief Executive 2 Officer and Secretary of the commission Secretary of State;
 - Make recommendations to the division on any matter relating to tourism and the tourist industry in New Jersey and to those objectives and responsibilities specified in sections 8 and 9 of P.L.1977, c.225 (C.34:1A-52 and C.34:1A-53);
 - d. Direct the division to review the spending of funds by the tourism councils and provide comments recommendations to such councils on the spending of funds when appropriate;
 - e. Direct the division to encourage the development of local marketing organizations, including but not limited to destination marketing organizations and convention and visitor bureaus;
 - Direct the division to ensure that a recipient of funding by the [commission] Department of State for tourism promotion is in compliance with all terms of the funding agreement, and that the recipient's promotional message is consistent with the promotional message for the State established by the [Chief Executive Officer and Secretary of [the commission] State;
 - g. Direct the division on the operation of the [commission's] division's Travel and Tourism Cooperative Marketing Campaign Program;
 - h. Commission the New Jersey Center for Hospitality and Tourism at Richard Stockton College of New Jersey to conduct an annual survey and analysis of New Jersey's tourism industry for the purpose of providing data to improve the effectiveness of tourism promotion. The council shall direct the division to make the survey and analysis results available to tourism groups throughout the State. In a year during which the New Jersey Center for Hospitality and Tourism is unable or unavailable to conduct the survey and analysis, the council shall choose another entity to conduct the survey and analysis for that year; and
- 33 Perform other duties as assigned by the [Chief Executive Officer and Secretary of the commission Secretary of State. 34

(cf: P.L.2005, c.378, s.7) 35

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- 37 9. Section 1 of P.L.1997, c.64 (C.13:1B-15.159) is amended to 38 read as follows:
- 39 1. The Department of Environmental Protection, in cooperation 40 with the Division of Travel and Tourism in the [New Jersey 41 Commerce and Economic Growth Commission Department of State, in consultation with the Pinelands Commission as it affects 42 43 the pinelands area designated pursuant to section 10 of P.L.1979, 44 c.111 (C.13:18A-11), and in consultation with the Highlands Water
- 45 Protection and Planning Council as it affects the Highlands Region
- 46 designated pursuant to section 7 of P.L.2004, c.120 (C.13:20-7),
- 47 shall establish a natural resources inventory, using the Geographic

1 Information System, for the purpose of encouraging ecologically 2 based tourism and recreation in New Jersey. This inventory shall 3 contain information on New Jersey's natural, historic, and 4 recreational resources, and shall include, to the greatest extent 5 possible, but need not be limited to, federal, State, county and local parks, wildlife management areas, hatcheries, natural areas, historic 6 7 sites, State forests, recreational areas, ecological and biological 8 study sites, reservoirs, marinas, boat launches, campgrounds, 9 waterfront access points, winter sports recreation areas, and national

11 (cf: P.L.2004, c.120, s.48)

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10. Section 3 P.L. 1993, c.57 (C.32:34-3) is amended to read as follows:

15 3. a. There is created the Clean Ocean and Shore Trust 16 (COAST) Committee, which shall comprise 18 members, nine of whom shall be residents of the State of New Jersey and nine of 17 18 whom shall be residents of the State of New York. The New Jersey 19 members shall be as follows: two members of the Senate, from 20 different political parties, to be appointed by the President thereof; two members of the General Assembly, from different political 21 22 parties, to be appointed by the Speaker thereof; the Director of the 23 Division of Science and Research of the New Jersey Department of 24 Environmental Protection; the Director of the Division of Travel 25 and Tourism in the [New Jersey] Department of [Commerce, 26 Energy and Economic Development State; the Director of the 27 Institute of Marine and Coastal Sciences at Rutgers, The State University of New Jersey; the Director of the Center for 28 29 Environmental Engineering at the Stevens Institute of Technology; 30 and one private citizen with expertise in marine pollution, coastal 31 resource preservation, marine fisheries, or coastal tourism, to be 32 appointed by the Governor, with the advice and consent of the 33 Senate.

b. The New Jersey legislative and administrative agency members of the committee, and the members from Rutgers University and the Stevens Institute of Technology, or their designees, shall serve ex officio. The private citizen member of the committee appointed by the Governor of New Jersey shall serve at the pleasure of the Governor. Vacancies in the appointed positions on the committee shall be filled in the same manner as the original appointments were made.

c. New Jersey members of the committee shall serve without compensation, but may, within the limits of funds appropriated or otherwise made available to it, be reimbursed for actual expenses necessarily incurred in the discharge of their official duties.

d. The committee shall organize as soon as may be practicable after the appointment of its members, and shall select two cochairpersons from its members, one from each state, and a secretary who need not be a member. Meetings of the committee shall be at such times and places as the co-chairpersons of the committee deem appropriate.

- e. The committee may call to its assistance, and avail itself of the services of, such employees of the two states, or any political instrumentalities thereof, as it may require and as may be made available to it for the purpose of carrying out its duties under this act. If requested by the committee, the New Jersey Department of Environmental Protection and the New York Department of Environmental Conservation, or their successors, shall provide primary staff support.
- f. The committee may, within the limits of funds appropriated or otherwise made available to it for those purposes, employ such professional, stenographic, and clerical staff and incur such traveling and other miscellaneous expenses as it may deem necessary in order to perform its duties.
- g. The committee may, within the limits of funds appropriated or otherwise made available to it for those purposes, establish an advisory panel comprised of scientists and technical experts from the profit and nonprofit sectors. This panel would identify and define problems and priority issues of the Hudson Raritan estuary and the New York New Jersey Bight area, and provide the committee with scientific and technical advice.

24 (cf: P.L.1993, c.57, s.3)

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- 26 11. Section 2 of P.L.2005, c.47 (C.52:16A-91) is amended to read as follows:
 - 2. The New Jersey Black Cultural and Heritage Initiative Foundation shall be governed by a board of trustees consisting of the following 25 members:
 - a. the Secretary of State or designee;
- b. Five State employees or special State officers, who shall be selected from, and appointed by the Secretary of State to represent any or all, of the following State partner organizations:
 - (1) New Jersey State Council on the Arts;
 - (2) New Jersey Historical Commission;
- 37 (3) New Jersey Council of the Humanities;
- 38 (4) New Jersey Public Broadcasting Commission;
- 39 (5) Martin Luther King Commemorative Commission;
- 40 (6) Amistad Commission;
- 41 (7) Department of Education;
- 42 (8) [Office] <u>Division</u> of Travel and Tourism, [New Jersey
- 43 Commerce and Economic Growth Commission Department of
- 44 <u>State</u>;
- 45 (9) Department of Community Affairs;
- 46 (10) Department of Transportation;
- 47 (11) Department of State, Office of Faith-based Initiatives; and

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(12) any other State agency or instrumentality partnering, assisting or supporting the purposes of the foundation. The State partner members of the board of trustees appointed pursuant to this subsection shall serve at the pleasure of the Secretary of State. c. Nineteen public members shall be selected from a broad cross-section of the views and interests of the community and the member organizations of the foundation, including educators, clergy, civic and business leaders; philanthropists; visual, creative

cultural organizations; and persons having knowledge of, expertise in, or commitment to preserving New Jersey's Black cultural heritage.

Five of the public members shall be appointed by the Secretary of State upon formation and incorporation of the foundation.

and performing artists; representatives of Black arts, history and

of State upon formation and incorporation of the foundation. Thereafter, at least four more public members shall be elected by the nonprofit cultural organizations which become members of the foundation, and the remaining public members shall be nominated by a nominating committee of the board of trustees and appointed by the board of trustees.

The term of office of each public member shall be three years, with each member continuing to serve upon expiration of the term until replaced. Three of the initial public members appointed by the Secretary of State and two of the public members initially elected by member organizations shall serve initial terms of two years.

Vacancies shall be filled and replacements made as provided in the bylaws of the foundation.

(cf: P.L.2005, c.47, s.2)

12. This act shall take effect on the 30th day after the date of enactment, but the Secretary of State may take such anticipatory administrative action in advance thereof as shall be necessary for the implementation of this act.

STATEMENT

This bill transfers the Division of Travel and Tourism ("division") in the New Jersey Commerce, Economic Growth and Tourism Commission, and the functions, powers, and duties of the division, to the Department of State.

ASSEMBLY COMMERCE AND ECONOMIC DEVELOPMENT COMMITTEE

STATEMENT TO

ASSEMBLY COMMITTEE SUBSTITUTE FOR ASSEMBLY, Nos. 4254 and 4263

STATE OF NEW JERSEY

DATED: MAY 17, 2007

The Assembly Commerce and Economic Development Committee reports favorably an Assembly Committee Substitute for Assembly, Nos. 4254 and 4263.

This bill implements Governor Corzine's proposed Reorganization Plan No. 001-2007 which, in part, calls for the transfer of the Division of Travel and Tourism ("division") in the New Jersey Commerce, Economic Growth and Tourism Commission, and the functions, powers, and duties of the division to the Department of State. The commission is to be renamed the "New Jersey Commerce Commission" ("commission") and is to remain in, but not of the Department of Treasury. This change will align those functions of the division with the cultural, arts and historical emphasis of the Department of State, as well as tighten the focus of the commission on business retention and promotion.

As part of the reorganization plan, the other following changes are proposed in the bill: (1) the position of Chief Executive Officer and Secretary will be eliminated and an Executive Director of Commerce position will be created in the commission, with the Executive Director being appointed by the Board of Directors; (2) the duties of the Chief Executive Officer and Secretary will be assigned to either the Board of Directors of the commission or the Executive Director; and (3) all programs other than the division will be retained and administered by the commission.

Further, the bill transfers certain duties of the former Chief Executive Officer and Secretary to the Board of Directors and eliminates certain duties of both of those entities.

By centralizing functions related to travel and tourism, which are a major part of the state's economy, under the direction of the Department of State, the advocacy of the arts and culture in the State will be married to efforts to increase travel and visitors to the State's many attractions.

The reorganization plan is intended to further meet the needs of the State's economy and the challenges of a competitive and globalized economy, and improve the effectiveness of the commission and increase its efficiency as it serves the needs of the business community, while tightening its focus on the mission of growing the state's economy and bringing jobs to New Jersey.

ASSEMBLY APPROPRIATIONS COMMITTEE

STATEMENT TO

ASSEMBLY COMMITTEE SUBSTITUTE FOR ASSEMBLY, Nos. 4254 and 4263

with committee amendments

STATE OF NEW JERSEY

DATED: NOVEMBER 19, 2007

The Assembly Appropriations Committee reports favorably Assembly Bill No. 4254/4263 (ACS), with committee amendments.

The bill, as amended, implements Governor Corzine's proposed Reorganization Plan No. 001-2007 which, in part, calls for the transfer of the Division of Travel and Tourism ("division") in the New Jersey Commerce, Economic Growth and Tourism Commission, and the functions, powers, and duties of the division to the Department of State. The commission is to be renamed the "New Jersey Commerce Commission" ("commission") and is to remain in, but not of the Department of Treasury. This change will align those functions of the division with the cultural, arts and historical emphasis of the Department of State, as well as tighten the focus of the commission on business retention and promotion.

As part of the reorganization plan, the other following changes are proposed in the bill: (1) the position of Chief Executive Officer and Secretary will be eliminated and an Executive Director of Commerce position will be created in the commission, with the Executive Director being appointed by the Board of Directors; (2) the duties of the Chief Executive Officer and Secretary will be assigned to either the Board of Directors of the commission or the Executive Director; and (3) all programs other than the division will be retained and administered by the commission.

Further, the bill transfers certain duties of the former Chief Executive Officer and Secretary to the Board of Directors and eliminates certain duties of both of those entities.

By centralizing functions related to travel and tourism, which are a major part of the state's economy, under the direction of the Department of State, the advocacy of the arts and culture in the State will be married to efforts to increase travel and visitors to the State's many attractions.

The reorganization plan is intended to further meet the needs of the State's economy and the challenges of a competitive and globalized economy, and improve the effectiveness of the commission and

increase its efficiency as it serves the needs of the business community, while tightening its focus on the mission of growing the state's economy and bringing jobs to New Jersey.

FISCAL IMPACT:

As amended, this bill will not have any fiscal impact on the State General Fund as the bill transfers existing State functions to existing State agencies/departments. Moreover, the amendments eliminate the ability of the commission to provide health benefits for its employees through private insurance plans, as well as its authority to lease or purchase suitable headquarters for the commission. Since the commission has never exercised its authority to do either, no fiscal impact is foreseen.

COMMITTEE AMENDMENTS:

The committee amendments to the bill:

- 1) eliminate the ability of the commission to:
- a) 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;
- b) lease or purchase suitable headquarters for the commission and such other quarters as the Executive Director deems necessary to the proper functioning of the commission;
- c) 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; and
- d) 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; and
- 2) repeal section 12 of P.L.1998, c.44 (C.52:27C-72) which provides that only the records of any nonprofit corporation on which the Executive Director of the commission serves and which are in the Executive Director's possession in an official capacity shall be deemed public records which may be subject to public inspection under the provisions of the "Right to Know Law," P.L.1963, c.73 (C.47:1A-1 et seq.).

LEGISLATIVE FISCAL ESTIMATE

[First Reprint]
ASSEMBLY COMMITTEE SUBSTITUTE FOR

ASSEMBLY, Nos. 4254 and 4263 STATE OF NEW JERSEY 212th LEGISLATURE

DATED: DECEMBER 10, 2007

SUMMARY

Synopsis: Reorganizes and renames NJ Commerce, Economic Growth and

Tourism Commission as NJ Commerce Commission; transfers

Division of Travel and Tourism to Department of State.

Type of Impact: Minimal fiscal impact.

Agencies Affected: Department of State; New Jersey Commerce, Economic Growth and

Tourism Commission.

Office of Legislative Services Estimate

Fiscal Impact	Year 1	Year 2	Year 3
State Cost	minimal impact overall	minimal, if any	minimal, if any

• The Office of Legislative Services (OLS) estimates a minimal fiscal impact on State expenditures as a result of this legislation. There will be minimal costs associated with moving the Division of Travel and Tourism that will be offset by salary savings.

BILL DESCRIPTION

Assembly Committee Substitute for Assembly Bill Nos. 4254 and 4263 (1R) of 2007 implements Governor Corzine's proposed Reorganization Plan No. 001-2007 which, in part, calls for the transfer of the Division of Travel and Tourism (division) in the New Jersey Commerce, Economic Growth and Tourism Commission, and the functions, powers, and duties of the division to the Department of State (department). The commission is to be renamed the "New Jersey Commerce Commission" (commission) and is to remain in, but not of the Department of Treasury.

As part of the reorganization plan, the other following changes are proposed in the bill: (1) the position of Chief Executive Officer and Secretary will be eliminated and an Executive



Director of Commerce position will be created in the commission, with the Executive Director being appointed by the Board of Directors; (2) the duties of the Chief Executive Officer and Secretary will be assigned to either the Board of Directors of the commission or the Executive Director; and (3) all programs other than the division will be retained and administered by the commission.

Further, the bill transfers certain duties of the former Chief Executive Officer and Secretary to the Board of Directors and eliminates certain duties of both of those entities.

By moving the division to the Department of State, it allows the related functions of tourism, travel, arts and culture to be centralized in one place. This will streamline the efforts to increase travel and visitors to the State's many attractions.

FISCAL ANALYSIS

EXECUTIVE BRANCH

None received.

OFFICE OF LEGISLATIVE SERVICES

The OLS projects that the reorganization of the New Jersey Commerce, Economic Growth and Tourism Commission will have minimal fiscal impact as the bill transfers existing State functions to existing State agencies/departments. Any costs incurred from the reorganization are expected to be offset by salary savings.

The OLS anticipates initial costs of \$11,000. It will cost approximately \$10,000 to transfer 20 employees' work related materials from their physical location at the New Jersey Commerce Commission to their new offices at the Department of State. An additional \$1,000 will be needed to purchase new stationary, signage and related materials reflecting the name change.

The commission will also see a salary cost savings from replacing the position of Chief Executive Officer and Secretary with an Executive Director. The Executive Director of the commission will no longer be a Cabinet level position. This will create a lower salary designation for this position, translating into an initial cost saving of approximately \$40,000 in the first year. It is unknown what the salary savings will be in the future because of the possibility of a change in personnel both at the director and the subordinate levels.

Finally, the bill eliminates the ability of the commission to provide health benefits for its employees though private insurance plans, as well as its authority to lease or purchase headquarters for the commission. Since the commission has never exercised its authority to do either, no fiscal impact is anticipated.

Section: Commerce, Labor and Industry

Analyst: Robin C. Ford

Assistant Fiscal Analyst

Approved: David J. Rosen

Legislative Budget and Finance Officer

This legislative fiscal estimate has been produced by the Office of Legislative Services due to the failure of the Executive Branch to respond to our request for a fiscal note.

This fiscal estimate has been prepared pursuant to P.L.1980, c.67 (C.52:13B-1 et seq.).

SENATE, No. 2948

STATE OF NEW JERSEY

212th LEGISLATURE

INTRODUCED NOVEMBER 8, 2007

Sponsored by: Senator STEPHEN M. SWEENEY District 3 (Salem, Cumberland and Gloucester)

SYNOPSIS

Reorganizes and renames NJ Commerce, Economic Growth and Tourism Commission as NJ Commerce Commission; transfers Division of Travel and Tourism to Department of State.

CURRENT VERSION OF TEXT

As introduced.



AN ACT reorganizing certain economic development activities performed by certain State agencies, amending various parts of the statutory law, and supplementing P.L.1977, c.225 (C.34:1A-45 et seq.) and P.L.1998, c.44 (C.52:27C-61 et seq.).

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

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- 1. Section 2 of P.L.1977, c.225 (C.34:1A-46) is amended to read as follows:
 - 2. The Legislature hereby finds and declares that:
- a. Increased revenues for this State and more employment opportunities for its citizens will result from the proper promotion throughout the United States and the world of the many tourist attractions which New Jersey has to offer to vacationers and travelers.
- b. Such proper promotion--and the desired expansion of tourism in New Jersey--will be enhanced by the formulation of a master plan for the development of the tourist industry throughout New Jersey.
- c. [The] It is an objective of State [policy through its] programs, agencies, and resources [shall be] to provide an optimum of satisfaction and high-quality service to visitors, to protect the natural beauty of New Jersey, and to sustain, promote, and expand the economic health of the tourist industry in a manner and to the extent compatible with such goals.
- 27 d. Because of the crucial importance tourism plays in New Jersey's economy, the Department of State is therefore charged with 28 29 the mandate to increase tourism through promotional, 30 informational, educational, and developmental programs. These 31 initiatives are to be designed to support a State policy of 32 maintaining and increasing New Jersey's standing as a premier 33 national and international travel destination. To implement this 34 Commerce, Economic Growth policy, 35 Commission Department of State shall create advertisements for 36 use on television, radio, the Internet and in print, to promote the State's diverse appeal to prospective national and international 37 38 vacationers and travelers as part of its advertising, public relations, 39 and marketing campaign. In addition, as required pursuant to 40 section 9 of P.L.1977, c.225 (C.34:1A-53), the Division of Travel 41 and Tourism shall annually review the 10-year master plan 42 developed pursuant to section 8 of P.L.1977, c.225 (C.34:1A-52) by 43 the director of the division with the assistance of the New Jersey 44 Tourism Policy Council, and submit a report to the Governor and 45 Legislature containing an evaluation of the preceding year's

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

1 activities and developments in tourism and the revisions 2 recommended in the master plan.

- e. In the advancement and promotion of New Jersey's tourism industry, it is necessary to [change the name of the New Jersey Commerce and Economic Growth Commission to the New Jersey Commerce, Economic Growth and Tourism Commission and to] require that the division report semiannually to the Governor and the Legislature on the efforts of the [commission] division to
- 9 promote tourism in New Jersey and on the expenditure of funds
- allocated to tourism advertising and promotion from hotel and
- motel occupancy fees pursuant to section 2 of P.L.2003, c.114
- 12 (C.54:32D-2). As tourism may be particularly sensitive to changing
- 13 economic conditions, a frequent review of the State's tourism
- 14 planning and activities may necessitate revisions in the State's
- 15 tourism policy to further encourage tourism promotion and to
- 16 otherwise meet the challenges of implementing this policy.
- 17 (cf: P.L.2005, c.378, s.1)

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- 19 2. Section 3 of P.L.1977, c.225 (C.34:1A-47) is amended to 20 read as follows:
- 21 3. As used in this act, unless a different meaning appears from 22 the context:
 - ["Commission" means the New Jersey Commerce, Economic Growth and Tourism Commission established pursuant to section 3 of P.L.1998, c.44 (C.52:27C-63).]
- "Council" means the New Jersey Tourism Policy Council.
- 27 <u>"Department" means the Department of State.</u>
- 28 "Director" means the Director of the Division of Travel and 29 Tourism.
- 30 "Division" means the Division of Travel and Tourism in the 31 [New Jersey Commerce, Economic Growth and Tourism 32 Commission] Department of State.
 - "Elected local official" means the county executive of any county wherein that office is established, a member of the governing body of a county, or a mayor or member of the governing body of a municipality.
- 37 "Tourism" means activities involved in providing and marketing 38 services and products, including accommodations, for nonresidents 39 and residents who travel to and in New Jersey for recreation and 40 pleasure.
- "Tourist industry" means the industry consisting of private and public organizations which directly or indirectly provide services and products to nonresidents and residents who travel to and in New Jersey for recreation and pleasure.
- 45 (cf: P.L.2005, c.378, s.2)

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47 3. Section 4 of P.L.1977, c.225 (C.34:1A-48) is amended to 48 read as follows:

- 4. There is hereby established in the [New Jersey Commerce, Economic Growth and Tourism Commission ("commission")] Department of State the Division of Travel and Tourism. The division shall be under the supervision of a director, who shall be a person qualified by training and experience to direct the work of such division. The director shall be appointed by the Governor after consultation with the council and with the advice and consent of the Senate. The director shall serve during the term of office of the Governor appointing the director and until the director's successor is appointed and qualified. The director shall receive such salary as shall be provided by law and shall devote the director's entire time and attention to the duties of the director's office and shall not, while in office, engage in any other gainful pursuit. The Governor may remove the director from office for
- 16 (cf: P.L.2005, c.378, s.3)

4. (New section) a. All the functions, powers, and duties of the Division of Travel and Tourism in the New Jersey Commerce, Economic Growth and Tourism Commission are transferred to the Department of State.

cause, upon notice and opportunity to be heard.

- b. All appropriations and other moneys available and to become available to the division are hereby continued in the Department of State and shall be available for the objects and purposes for which such moneys are appropriated subject to any terms, restrictions, limitations, or other requirements imposed by State or federal law.
- c. Whenever, in any law, rule, regulation, order, contract, document, judicial or administrative proceeding or otherwise, reference is made to the Division of Travel and Tourism in the New Jersey Commerce, Economic Growth and Tourism Commission, the same shall mean and refer to the Division of Travel and Tourism in the Department of State.

- 35 5. Section 7 of P.L.1977, c.225 (C.34:1A-51) is amended to 36 read as follows:
 - 7. a. There is created in the division the New Jersey Tourism Policy Council which shall consist of 23 members:
 - (1) Two members of the Senate, who shall serve as ex officio, non-voting members to be appointed by the President thereof, not more than one of whom shall be of the same political party, and two members of the General Assembly, who shall serve as ex officio, non-voting members to be appointed by the Speaker thereof, not more than one of whom shall be of the same political party;
 - (2) Nine public members, who shall be residents of this State, not more than five of whom shall be of the same political party, who shall be appointed by the Governor with the advice and consent of the Senate, who shall include persons who by experience or training represent the areas of the tourist industry as follows:

- 1 One representative of the lodging sector;
- 2 One representative of the food service sector;
- 3 One representative of the eco-tourism sector;
- 4 One representative of the cultural arts sector;

- One representative of the convention and visitor bureaus or tour/receptive services sectors;
- 7 One representative of the entertainment or amusement sector;
- 8 One representative of the outdoor recreation sector;
- 9 One representative of the historical community; and
- One representative of a Statewide travel and tourism association representing the various sectors of the tourism industry;
 - (3) The [Chief Executive Officer and Secretary of the commission] Secretary of State, who shall serve ex officio as a voting member and chair of the council;
 - (4) Six elected local officials, not more than three of whom shall be of the same political party, who shall be appointed by the Governor with the advice and consent of the Senate, and of whom one shall be a resident of Cape May or Cumberland County, one shall be a resident of Atlantic County, one shall be a resident of Burlington, Camden, Gloucester, Mercer or Salem County, one shall be a resident of Monmouth or Ocean County, one shall be a resident of Bergen, Essex, Hudson, Middlesex, Passaic or Union County, and one shall be a resident of Hunterdon, Morris, Somerset, Sussex or Warren County; and
 - (5) The executive directors of the New Jersey Sports and Exposition Authority, the Casino Reinvestment Development Authority, and the Atlantic City Convention Center Authority, or their designees, all of whom shall serve ex officio and as voting members.
 - b. (1) The public members of the council shall be appointed to three-year terms, except that public members initially appointed on or after the effective date of P.L.2005, c.378, representing the lodging, food service, and eco-tourism sectors shall be appointed to a two-year term, and public members representing the cultural arts and outdoor recreation sectors and the historical community shall be appointed to a one-year term. Public members shall serve until their successors are appointed and qualified. Vacancies occurring other than by expiration of term shall be filled for the unexpired term only.
 - (2) The term of appointment, as a member of the council, of an elected local official appointed pursuant to paragraph 4 of subsection a. of this section shall be the same as the term of office, as an elected local official, that the person is serving at the time of such appointment. In the event that a member of the council appointed pursuant to that paragraph no longer serves as an elected local official, the term of appointment for that member shall cease and the Governor may, with the advice and consent of the Senate, appoint a replacement to serve for the remainder of the unexpired term. In the case of a person who, at the time of such appointment,

- serves as an elected local official in two different offices, the term
- 2 of the person's appointment to the council shall be measured by the
- 3 longer of the terms as an elected local official. Nothing in this
- 4 paragraph shall preclude the reappointment as an elected local
- 5 official member of the council of a person whose term of office as
- such elected local official has expired, but who has been reelected 6 7
 - to succeed himself in the same local office.
 - (Deleted by amendment, P.L.1991, c.280).
 - d. (Deleted by amendment, P.L.1991, c.280).
- 10 members of the council shall serve 11 compensation but shall be entitled to reimbursement for actual and 12 necessary expenses incurred in the performance of their duties as 13 members.
 - (Deleted by amendment, P.L.1991, c.280).
- 15 The council shall meet at the call of the chair and not less g. 16 than once every month.
- h. Whenever, in any law, rule, regulation, order, contract, 17 document, judicial or administrative proceeding or otherwise, 18
- 19 reference is made to the New Jersey Tourism Advisory Council, the
- 20 same shall mean and refer to the New Jersey Tourism Policy
- Council in the Division of Travel and Tourism. 21
- 22 (cf: P.L.2005, c.378, s.4)

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- 24 6. Section 9 of P.L.1977, c.225 (C.34:1A-53) is amended to 25
- In the pursuance and promotion of a State policy on tourism, 26 27 the division, at the direction of the [Chief Executive Officer and 28 Secretary of the commission Secretary of State, shall:
 - Provide and promote adequate opportunities for county and municipal participation, Federal agency participation, and private citizens' involvement in the decision-making process of tourism planning and policy formulation;
 - b. Encourage all State, county, and municipal governmental and private agencies to do their utmost to assure the personal safety of residents and tourists both within and without tourist destination areas:
- 37 c. Take whatever administrative, litigable, and legislative steps 38 as are necessary to minimize the problems of tourists in not 39 receiving contracted services, including transportation, tours, 40 hotels:
- 41 d. Attempt to reconcile and balance the activities and 42 accommodations of the tourist with the daily pursuits and lifestyles 43 of the residents;
- 44 e. Develop an understanding among all citizens of the role of 45 tourism in New Jersey, both in terms of its economic and social 46 importance and the problems it presents, through appropriate formal 47 and informal learning experiences;

- f. Cooperate with the Department of Education to promote throughout the educational system of New Jersey an awareness of New Jersey history and culture;
- g. Ensure that the growth of the tourist industry is consistent with the attainment of economic, social, physical, and environmental objectives in any State plan and county plans that are adopted;
 - h. Continuously monitor and evaluate the social costs of growth of the tourist industry against the social benefits;
 - i. Emphasize in the State's tourism promotional efforts the high quality of the State's natural and cultural features;
- j. Promote the tourist industry through such activities as Visitors Bureaus and similar county and municipal agencies, and assure that the tourist industry contributes its fair share of the cost of such promotion;
 - k. Request and receive from any department, division, board, bureau, commission, or other agency of the State, or any political subdivision or public authority thereof, such assistance and data as may be necessary to enable the division to carry out its responsibilities under this act;
 - l. In consultation with the council, review annually and, if necessary, revise or update the 10-year master plan developed pursuant to section 8 of P.L.1977, c.225 (C.34:1A-52), and submit a report to the Governor and the Legislature containing an evaluation of the preceding year's activities and developments in tourism and the revisions recommended in the master plan;
- m. At the direction of the council, operate the [commission's] division's Travel and Tourism Cooperative Marketing Campaign Program; and
 - n. Establish and operate the [commission's] division's Travel and Tourism Advertising and Promotion Program.

32 (cf: P.L.2005, c.378, s.6)

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- 7. Section 8 of P.L.2005, c.378 (C.34:1A-53.1) is amended to read as follows:
- read as follows:

 8. In addition to the powers and duties of the division as provided in section 9 of P.L.1977, c.225 (C.34:1A-53), the division
- 38 shall submit a report no later than January 31 and July 31 of every
- 39 year on the tourism marketing campaigns of the [commission]
- 40 <u>division</u> and the expenditure of funds appropriated to the 41 [commission] division for tourism promotion to the Governor, the
- 42 President of the Senate, the Speaker of the General Assembly, the
- 43 Senate Wagering, Tourism and Historic Preservation Committee
- 45 Senate wagering, Tourism and Mistoric Freservation Committee
- 44 and the Assembly Tourism and Gaming Committee, or their
- 45 successors. The report shall include, but not be limited to, the
- 46 following information:
- a. A description of the efforts of the [commission] <u>division</u> to promote New Jersey tourism in the six-month period ending on

- 1 December 31 and June 30 preceding the respective dates on which
- 2 the report is due. The report shall list: (1) the type of each
- 3 promotion made, including but not limited to, promotions in the
- 4 form of print, radio, Internet or television advertisements, tourism
- 5 information or reference guides, tourism event calendars or the
- 6 attendance by [commission] employees of the division at
- 7 conferences relevant to tourism promotion, (2) the content of each
- 8 such advertisement, guide, calendar or other promotional aid made,
- 9 or conference attended, (3) the dates and locations where tourism
- 10 advertisements were shown, when such guides, calendars or other
- 11 promotional aids were made available, or when such conferences
- took place, and (4) the aggregate amount of money expended on
- each advertisement, guide, calendar, promotional aid or conference
- 14 listed;
- b. A list of entities that received, in the six-month period ending on December 31 and June 30 preceding the respective dates
- 17 on which the report is due, State matching funds under the
- 18 [commission's] <u>division's</u> Travel and Tourism Cooperative
- 19 Marketing Campaign Program and the [commission's] division's
- 20 Advertising and Promotion Program, the amount of funds each
- 21 entity received from either program, and the amount of each of the
- 22 recipient entity's expenditures made from the funds of either
- 23 program; and

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- c. A general description of the potential tourism promotion efforts the [commission] <u>division</u> is considering for the six-month period beginning on January 1 and July 1 preceding the respective dates on which the report is due. Such description shall be
- distributed to the members of the council. A member of the public may receive a copy of such description upon request.
- The report shall identify whether or not each of the efforts to
- 31 promote tourism listed in the report is consistent with the provisions
- 32 of the 10-year master plan developed pursuant to section 8 of
- 33 P.L.1977, c.225 (C.34:1A-52), identify the relevant provisions of
- 34 the master plan with which the effort to promote tourism is
- 35 consistent or inconsistent, and provide an explanation of the
- 36 consistency or inconsistency.
- 37 (cf: P.L.2005, c.378, s.8)

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- 39 8. Section 10 of P.L.1977, c.225 (C.34:1A-54) is amended to 40 read as follows:
 - 10. The council shall:
- 42 a. Aid the division in the formulation and updating of the 10-43 year master plan developed pursuant to section 8 of P.L.1977, c.225
- 44 (C.34:1A-52) and the annual review thereof;
- b. Consider all matters referred to it by the [Chief Executive
- 46 Officer and Secretary of the commission Secretary of State;
- c. Make recommendations to the division on any matter relating to tourism and the tourist industry in New Jersey and to

- those objectives and responsibilities specified in sections 8 and 9 of P.L.1977, c.225 (C.34:1A-52 and C.34:1A-53);
 - d. Direct the division to review the spending of funds by the regional tourism councils and provide comments and recommendations to such councils on the spending of funds when appropriate;
 - e. Direct the division to encourage the development of local marketing organizations, including but not limited to destination marketing organizations and convention and visitor bureaus;
 - f. Direct the division to ensure that a recipient of funding by the [commission] <u>Department of State</u> for tourism promotion is in compliance with all terms of the funding agreement, and that the recipient's promotional message is consistent with the promotional message for the State established by the [Chief Executive Officer and] Secretary of [the commission] <u>State</u>;
 - g. Direct the division on the operation of the **[**commission's**]** division's Travel and Tourism Cooperative Marketing Campaign Program;
 - h. Commission the New Jersey Center for Hospitality and Tourism at Richard Stockton College of New Jersey to conduct an annual survey and analysis of New Jersey's tourism industry for the purpose of providing data to improve the effectiveness of tourism promotion. The council shall direct the division to make the survey and analysis results available to tourism groups throughout the State. In a year during which the New Jersey Center for Hospitality and Tourism is unable or unavailable to conduct the survey and analysis, the council shall choose another entity to conduct the survey and analysis for that year; and
 - i. Perform other duties as assigned by the [Chief Executive Officer and Secretary of the commission] Secretary of State.

31 (cf: P.L.2005, c.378, s.7)

- 9. Section 1 of P.L.1997, c.64 (C.13:1B-15.159) is amended to read as follows:
- 1. The Department of Environmental Protection, in cooperation with the Division of Travel and Tourism in the [New Jersey Commerce and Economic Growth Commission Department of State, in consultation with the Pinelands Commission as it affects the pinelands area designated pursuant to section 10 of P.L.1979, c.111 (C.13:18A-11), and in consultation with the Highlands Water Protection and Planning Council as it affects the Highlands Region designated pursuant to section 7 of P.L.2004, c.120 (C.13:20-7), shall establish a natural resources inventory, using the Geographic Information System, for the purpose of encouraging ecologically based tourism and recreation in New Jersey. This inventory shall contain information on New Jersey's natural, historic, and recreational resources, and shall include, to the greatest extent possible, but need not be limited to, federal, State, county and local

- 1 parks, wildlife management areas, hatcheries, natural areas, historic
- 2 sites, State forests, recreational areas, ecological and biological
- 3 study sites, reservoirs, marinas, boat launches, campgrounds,
- 4 waterfront access points, winter sports recreation areas, and national
- 5 wildlife refuges.
- 6 (cf: P.L.2004, c.120, s.48)

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- 8 10. Section 3 of P.L. 1993, c.57 (C.32:34-3) is amended to read as follows:
- 10 3. a. There is created the Clean Ocean and Shore Trust 11 (COAST) Committee, which shall comprise 18 members, nine of 12 whom shall be residents of the State of New Jersey and nine of 13 whom shall be residents of the State of New York. The New Jersey 14 members shall be as follows: two members of the Senate, from 15 different political parties, to be appointed by the President thereof; two members of the General Assembly, from different political 16 parties, to be appointed by the Speaker thereof; the Director of the 17 18 Division of Science and Research of the New Jersey Department of 19 Environmental Protection; the Director of the Division of Travel 20 and Tourism in the [New Jersey] Department of [Commerce, 21 Energy and Economic Development] State; the Director of the 22 Institute of Marine and Coastal Sciences at Rutgers, The State 23 University of New Jersey; the Director of the Center for 24 Environmental Engineering at the Stevens Institute of Technology; 25 and one private citizen with expertise in marine pollution, coastal resource preservation, marine fisheries, or coastal tourism, to be 26 27 appointed by the Governor, with the advice and consent of the
 - b. The New Jersey legislative and administrative agency members of the committee, and the members from Rutgers University and the Stevens Institute of Technology, or their designees, shall serve ex officio. The private citizen member of the committee appointed by the Governor of New Jersey shall serve at the pleasure of the Governor. Vacancies in the appointed positions on the committee shall be filled in the same manner as the original appointments were made.
 - c. New Jersey members of the committee shall serve without compensation, but may, within the limits of funds appropriated or otherwise made available to it, be reimbursed for actual expenses necessarily incurred in the discharge of their official duties.
 - d. The committee shall organize as soon as may be practicable after the appointment of its members, and shall select two co-chairpersons from its members, one from each state, and a secretary who need not be a member. Meetings of the committee shall be at such times and places as the co-chairpersons of the committee deem appropriate.
 - e. The committee may call to its assistance, and avail itself of the services of, such employees of the two states, or any political instrumentalities thereof, as it may require and as may be made

- 1 available to it for the purpose of carrying out its duties under this
- 2 act. If requested by the committee, the New Jersey Department of
- 3 Environmental Protection and the New York Department of
- 4 Environmental Conservation, or their successors, shall provide
- 5 primary staff support.
 - f. The committee may, within the limits of funds appropriated or otherwise made available to it for those purposes, employ such professional, stenographic, and clerical staff and incur such traveling and other miscellaneous expenses as it may deem necessary in order to perform its duties.
- g. The committee may, within the limits of funds appropriated or otherwise made available to it for those purposes, establish an advisory panel comprised of scientists and technical experts from the profit and nonprofit sectors. This panel would identify and define problems and priority issues of the Hudson Raritan estuary and the New York New Jersey Bight area, and provide the committee with scientific and technical advice.
- 18 (cf: P.L.1993, c.57, s.3)

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- 11. Section 2 of P.L.2005, c.47 (C.52:16A-91) is amended to read as follows:
- 22 2. The New Jersey Black Cultural and Heritage Initiative 23 Foundation shall be governed by a board of trustees consisting of 24 the following 25 members:
 - a. the Secretary of State or designee;
 - b. Five State employees or special State officers, who shall be selected from, and appointed by the Secretary of State to represent any or all, of the following State partner organizations:
 - (1) New Jersey State Council on the Arts;
- 30 (2) New Jersey Historical Commission;
- 31 (3) New Jersey Council of the Humanities;
- 32 (4) New Jersey Public Broadcasting Commission;
- 33 (5) Martin Luther King Commemorative Commission;
- 34 (6) Amistad Commission;
- 35 (7) Department of Education;
- 36 (8) [Office] <u>Division</u> of Travel and Tourism, [New Jersey
- Commerce and Economic Growth Commission Department of State;
- 39 (9) Department of Community Affairs;
- 40 (10) Department of Transportation;
 - (11) Department of State, Office of Faith-based Initiatives; and
- 42 (12) any other State agency or instrumentality partnering, 43 assisting or supporting the purposes of the foundation.
- The State partner members of the board of trustees appointed pursuant to this subsection shall serve at the pleasure of the Secretary of State.
- c. Nineteen public members shall be selected from a broad cross-section of the views and interests of the community and the member organizations of the foundation, including educators,

- clergy, civic and business leaders; philanthropists; visual, creative and performing artists; representatives of Black arts, history and cultural organizations; and persons having knowledge of, expertise
- 4 in, or commitment to preserving New Jersey's Black cultural 5 heritage.
- Five of the public members shall be appointed by the Secretary of State upon formation and incorporation of the foundation.
- 8 Thereafter, at least four more public members shall be elected by
- 9 the nonprofit cultural organizations which become members of the
- 10 foundation, and the remaining public members shall be nominated
- by a nominating committee of the board of trustees and appointed by the board of trustees.
 - The term of office of each public member shall be three years, with each member continuing to serve upon expiration of the term until replaced. Three of the initial public members appointed by the Secretary of State and two of the public members initially elected by member organizations shall serve initial terms of two years.
- Vacancies shall be filled and replacements made as provided in the bylaws of the foundation.
- 20 (cf: P.L.2005, c.47, s.2)

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- 22 12. Section 28 of P.L.2005, c.354 (C.34:1A-87) is amended to read as follows:
- 24 28. The center shall be managed by a Steering Committee
- comprised of the Commissioners of Community Affairs, Education,
 Health and Senior Services, Human Services, and Labor and
- Workforce Development; the Executive Directors of the
- 28 Commission on Higher Education [and], the State Employment and
- 29 Training Commission; the [Secretary and Chief] Executive
- 30 Officer Director of the New Jersey Commerce [, Economic
- 31 Growth and Tourism Commission; the Director of the Division of
- 32 Vocational Rehabilitation Services; a director or member of a
- 33 Workforce Investment Board as designated by the Executive
- 34 Director of the State Employment and Training Commission; and a
- 35 One-Stop Career Center operator as designated by the
- 36 Commissioner of Labor and Workforce Development. The
- 37 committee shall set policy for the operation of the center and shall
- 38 have the authority to increase membership of the committee, as it
- 39 deems necessary, to carry out the purposes of sections 25 through
- 40 29 of P.L.2005, c.354 (C.34:1A-86 through C.34:1A-88).
- 41 (cf: P.L.2005, c.354, s.28)

- 43 13. Section 4 of P.L.1974, c.80 (C.34:1B-4) is amended to read 44 as follows:
- 4. a. There is hereby established in, but not of, the Department
- of the Treasury a public body corporate and politic, with corporate
- 47 succession, to be known as the "New Jersey Economic
- 48 Development Authority." The authority is hereby constituted as an

instrumentality of the State exercising public and essential governmental functions, and the exercise by the authority of the powers conferred by the provisions of P.L.1974, c.80 (C.34:1B-1 et seq.) or section 6 of P.L.2001, c.401 (C.34:1B-4.1) shall be deemed and held to be an essential governmental function of the State.

6 b. The authority shall consist of the Commissioner of Banking 7 and Insurance, the [Chief] Executive [Officer and Secretary] 8 <u>Director</u> of the New Jersey Commerce [and Economic Growth] 9 Commission, the Commissioner of Labor and Workforce 10 Development, the Commissioner of Education, and the State Treasurer, who shall be members ex officio, and eight public 11 12 members appointed by the Governor as follows: two public 13 members (who shall not be legislators) shall be appointed by the 14 Governor upon recommendation of the Senate President; two public 15 members (who shall not be legislators) shall be appointed by the 16 Governor upon recommendation of the Speaker of the General 17 Assembly; and four public members shall be appointed by the 18 Governor, all for terms of three years. In addition, a public member 19 of the State Economic Recovery Board established pursuant to section 36 of P.L.2002, c.43 (C.52:27BBB-36) appointed by the 20 21 board, shall serve as a non-voting, ex officio member of the 22 authority. Each member shall hold office for the term of the 23 member's appointment and until the member's successor shall have 24 been appointed and qualified. A member shall be eligible for reappointment. Any vacancy in the membership occurring other 25 26 than by expiration of term shall be filled in the same manner as the 27 original appointment but for the unexpired term only. In the event 28 the authority shall by resolution determine to accept the declaration 29 of an urban growth zone by any municipality, the mayor or other 30 chief executive officer of such municipality shall ex officio be a 31 member of the authority for the purpose of participating and voting 32 on all matters pertaining to such urban growth zone.

The Governor shall appoint three alternate members of the authority, of which one alternate member (who shall not be a legislator) shall be appointed by the Governor upon the recommendation of the Senate President, and one alternate member (who shall not be a legislator) shall be appointed by the Governor upon the recommendation of the Speaker of the General Assembly; and one alternate member shall be appointed by the Governor, all for terms of three years. The chairperson may authorize an alternate member, in order of appointment, to exercise all of the powers, duties and responsibilities of such member, including, but not limited to, the right to vote on matters before the authority.

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Each alternate member shall hold office for the term of the member's appointment and until the member's successor shall have been appointed and qualified. An alternate member shall be eligible for reappointment. Any vacancy in the alternate membership occurring other than by the expiration of a term shall be filled in the same manner as the original appointment but for the unexpired term

only. Any reference to a member of the authority in this act shall be deemed to include alternate members unless the context indicates otherwise.

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The terms of office of the members and alternate members of the authority appointed by the Governor who are serving on July 18, 2000 shall expire upon the appointment by the Governor of eight public members and three alternate members. The initial appointments of the eight public members shall be as follows: the two members appointed upon the recommendation of the President of the Senate and the two members appointed upon the recommendation of the Speaker of the General Assembly shall serve terms of three years; two members shall serve terms of two years; and two members shall serve terms of one year. The initial appointments of the alternate members shall be as follows: the alternate member appointed upon the recommendation of the President of the Senate shall serve a term of three years; the alternate member appointed upon the recommendation of the Speaker of the General Assembly shall serve a term of two years; and one alternate member shall serve a term of one year. No member shall be appointed who is holding elective office.

- c. Each member appointed by the Governor may be removed from office by the Governor, for cause, after a public hearing, and may be suspended by the Governor pending the completion of such hearing. Each member before entering upon his duties shall take and subscribe an oath to perform the duties of the office faithfully, impartially and justly to the best of his ability. A record of such oaths shall be filed in the office of the Secretary of State.
- d. A chairperson shall be appointed by the Governor from the public members. The members of the authority shall elect from their remaining number a vice chairperson and a treasurer thereof. The authority shall employ an executive director who shall be its secretary and chief executive officer. The powers of the authority shall be vested in the members thereof in office from time to time and seven members of the authority shall constitute a quorum at any meeting thereof; provided, however, that the public member designated by the State Economic Recovery Board pursuant to the "Municipal Rehabilitation and Economic Recovery Act,"P.L.2002, c.43 (C.52:27BBB-1 et al.) shall not count toward the quorum. Action may be taken and motions and resolutions adopted by the authority at any meeting thereof by the affirmative vote of at least seven members of the authority. No vacancy in the membership of the authority shall impair the right of a quorum of the members to exercise all the powers and perform all the duties of the authority.
- e. Each member of the authority shall execute a bond to be conditioned upon the faithful performance of the duties of such member in such form and amount as may be prescribed by the Director of the Division of Budget and Accounting in the Department of the Treasury. Such bonds shall be filed in the office of the Secretary of State. At all times thereafter the members and

treasurer of the authority shall maintain such bonds in full force and effect. All costs of such bonds shall be borne by the authority.

- f. The members of the authority shall serve without compensation, but the authority shall reimburse its members for actual expenses necessarily incurred in the discharge of their duties. Notwithstanding the provisions of any other law, no officer or employee of the State shall be deemed to have forfeited or shall forfeit any office or employment or any benefits or emoluments thereof by reason of the acceptance of the office of ex officio member of the authority or any services therein.
- g. Each ex officio member of the authority may designate an officer or employee of the member's department to represent the member at meetings of the authority, and each such designee may lawfully vote and otherwise act on behalf of the member for whom the person constitutes the designee. Any such designation shall be in writing delivered to the authority and shall continue in effect until revoked or amended by writing delivered to the authority.
- h. The authority may be dissolved by act of the Legislature on condition that the authority has no debts or obligations outstanding or that provision has been made for the payment or retirement of such debts or obligations. Upon any such dissolution of the authority, all property, funds and assets thereof shall be vested in the State.
- i. A true copy of the minutes of every meeting of the authority shall be forthwith delivered by and under the certification of the secretary thereof to the Governor. No action taken at such meeting by the authority shall have force or effect until 10 days, Saturdays, 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 copy of the minutes with veto of any action taken by the authority or any member thereof at such meeting, such action shall be null and void and of no effect. The powers conferred in this subsection i. upon the Governor shall be exercised with due regard for the rights of the holders of bonds and notes of the authority at any time outstanding, and nothing in, or done pursuant to, this subsection i. shall in any way limit, restrict or alter the obligation or powers of the authority or any representative or officer of the authority to carry out and perform in every detail each and every covenant, agreement or contract at any time made or entered into by or on behalf of the authority with respect to its bonds or notes or for the benefit, protection or security of the holders thereof.
- j. On or before March 31 in each year, the authority shall make an annual report of its activities for the preceding calendar year to the Governor and the Legislature. Each such report shall set forth a complete operating and financial statement covering the authority's operations during the year. The authority shall cause an 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.
 - k. 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 authority including its receipts, disbursements, contracts, sinking funds, investments and any other matters relating thereto and to its financial standing.
 - l. No member, officer, employee or agent of the authority shall be interested, either directly or indirectly, in any project or school facilities project, or in any contract, sale, purchase, lease or transfer of real or personal property to which the authority is a party.

(cf: P.L.2002, c.43, s.69)

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- 18 14. Section 2 of P.L.1996, c.25 (C.34:1B-113) is amended to read as follows:
 - 2. As used in this act:

"Advanced computing" means a technology used in the designing and developing of computing hardware and software, including innovations in designing the full spectrum of hardware from hand-held calculators to super computers, and peripheral equipment;

"Advanced computing company" means a person with headquarters or base of operations located in New Jersey and engaged in the research, development, production, or provision of advanced computing for the purpose of developing or providing products or processes for specific commercial or public purposes;

"Advanced materials" means materials with engineered properties created through the development of specialized processing and synthesis technology, including ceramics, high value-added metals, electronic materials, composites, polymers, and biomaterials;

"Advanced materials company" means a person with headquarters or base of operations located in New Jersey and engaged in the research, development, production, or provision of advanced materials for the purpose of developing or providing products or processes for specific commercial or public purposes;

"Biotechnology" means the continually expanding body of fundamental knowledge about the functioning of biological systems from the macro level to the molecular and sub-atomic levels, as well as novel products, services, technologies and sub-technologies developed as a result of insights gained from research advances which add to that body of fundamental knowledge;

"Biotechnology company" means a person with headquarters or base of operations located in New Jersey and engaged in the research, development, production, or provision or biotechnology 1 for the purpose of developing or providing products or processes for

specific commercial or public purposes, including, but not limited

to, medical, pharmaceutical, nutritional, and other health-related

purposes, agricultural purposes, and environmental purposes, or a

5 person with headquarters or base of operations located in New

Jersey and engaged in providing services or products necessary for

such research, development, production, or provision;

 "Business retention or relocation grant of tax credits" or "grant of tax credits" means a grant which consists of the value of corporation business tax credits against the liability imposed pursuant to section 5 of P.L.1945, c.162 (C.54:10A-5) or credits against the taxes imposed on insurers pursuant to P.L.1945, c.132 (C.54:18A-1 et seq.), section 1 of P.L.1950, c.231 (C.17:32-15), and N.J.S.17B:23-5, provided to fund a portion of retention and relocation costs pursuant to P.L.1996, c.25 (C.34:1B-112 et seq.);

"Commissioner" means the [Chief] Executive [Officer and Secretary] <u>Director</u> of the New Jersey Commerce [and Economic Growth] Commission;

"Department" means the New Jersey Commerce [and Economic Growth] Commission;

"Business" means an employer located in this State that has operated continuously in the State, in whole or in part, in its current form or as a predecessor entity for at least 10 years prior to filing an application pursuant to P.L.1996, c.25 (C.34:1B-112 et seq.) and which is subject to the provisions of R.S.43:21-1 et seq. and may include a sole proprietorship, a partnership, or a corporation that has made an election under Subchapter S of Chapter One of Subtitle A of the Internal Revenue Code of 1986, or any other business entity through which income flows as a distributive share to its owners, limited liability company, nonprofit corporation, or any other form of business organization located either within or outside the State;

"Commitment duration" means five years from the date specified in the project agreement entered into pursuant to section 5 of P.L.1996, c.25 (C.34:1B-116);

"Designated industry" means a business engaged in the field of biotechnology, pharmaceuticals, manufacturing, financial services or transportation and logistics, advanced computing, advanced materials, electronic device technology, environmental technology or medical device technology;

"Designated urban center" means an urban center designated in the State Development and Redevelopment Plan adopted by the State Planning Commission;

"Electronic device technology" means a technology involving microelectronics, semiconductors, electronic equipment, and instrumentation, radio frequency, microwave, and millimeter electronics, and optical and optic-related electrical devices, or data and digital communications and imaging devices;

"Electronic device technology company" means a person with headquarters or base of operations located in New Jersey and engaged in the research, development, production, or provision of electronic device technology for the purpose of developing or providing products or processes for specific commercial or public purposes;

"Eligible position" means a full-time position retained by a business in this State for which a business provides employee health benefits under a group health plan as defined under section 14 of P.L.1997, c.146 (C.17B:27-54), a health benefits plan as defined under section 1 of P.L.1992, c.162 (C.17B:27A-17), or a policy or contract of health insurance covering more than one person issued pursuant to Article 2 of Title 17B of the New Jersey Statutes;

"Full-time employee" means a person who is employed for consideration for at least thirty-five hours a week, or who renders any other standard of service generally accepted by custom or practice as full-time employment, whose wages are subject to withholding as provided in the "New Jersey Gross Income Tax Act," N.J.S.54A:1-1 et seq., and who is determined by the commissioner to be employed in a permanent position according to criteria as the [commissioner] Board of Directors of the New Jersey Commerce Commission may prescribe. "Full-time employee" shall not include any person who works as an independent contractor or on a consulting basis for the business. "Full-time employee" shall not include a child, grandchild, parent, or spouse of an individual who has direct or indirect ownership of at least 5% of the profits, capital, or value of the business;

"Headquarters" of a business means the single location that serves as the national administrative center of the business, at which the primary office of the chief executive officer or chief operating officer of the business, as well as the offices of the management officials responsible for key businesswide functions such as finance, legal, marketing, and human resources, are located;

"High-technology business" means an advanced computing company, advanced materials company, electronic device technology company, environmental technology company or medical device technology company;

"Medical device technology" means a technology involving any medical equipment or product (other than a pharmaceutical product) that has therapeutic value, diagnostic value, or both, and is regulated by the federal Food and Drug Administration;

"Medical device technology company" means a person with headquarters or base of operations located in New Jersey and engaged in the research, development, production, or provision of medical device technology for the purpose of developing or providing products or processes for specific commercial or public purposes;

When the business location means the premises that the business has either purchased or built or for which the business has entered

into a purchase agreement or a written lease for a period of no less than eight years from the date of relocation;

"Manufacturing facility" means a business location at which more than 50% of the business personal property that is housed in the facility is eligible for the sales tax exemption pursuant to subsection a. of section 25 of P.L.1980, c.105 (C.54:32B-8.13) for machinery, apparatus or equipment used in the production of tangible personal property;

"Program" means the Business Retention and Relocation Assistance Grant Program created pursuant to P.L.1996, c.25 (C.34:1B-112 et seq.);

"Project agreement" means an agreement between a business and the department that sets the forecasted schedule for completion and occupancy of the project, the date the commitment duration shall commence, the amount of the applicable grant of tax credits, and other such provisions which further the purposes of P.L.1996, c.25 (C.34:1B-112 et seq.);

"Research and development facility" means a business location at which more than 50% of the business personal property that is purchased for the facility is eligible for the sales tax exemption pursuant to section 26 of P.L.1980, c.105 (C.54:32B-8.14) for property used in research and development;

"Retained full-time job" means an eligible position that currently exists in New Jersey and is filled by a full-time employee but which, because of a relocation by the business, is at risk of being lost to another state or country. For the purposes of determining a number of retained full-time jobs, the eligible positions of the members of a "controlled group of corporations" as defined pursuant to section 1563 of the federal Internal Revenue Code of 1986, 26 U.S.C. s.1563, shall be considered the eligible positions of a single employer; and

"Total allowable relocation costs" means \$1,500 times the number of retained full-time jobs. "Total allowable relocation costs" does not include the amount of any bonus award authorized pursuant to section 5 of P.L.2004, c.65 (C.34:1B-115.1).

(cf: P.L.2004, c.65, s.2)

- 15. Section 3 of P.L.1996, c.25 (C.34:1B-114) is amended to read as follows:
- 3. The Business Retention and Relocation Assistance Grant Program is hereby established as a program under the jurisdiction of the New Jersey Commerce [and Economic Growth] Commission and shall be administered by the [Chief Executive Officer and Secretary of the] New Jersey Commerce [and Economic Growth] Commission. The purpose of the program is to encourage economic development and job creation and to preserve jobs that currently exist in New Jersey but which are in danger of being relocated to premises outside of the State. To implement that purpose, and to the extent that funding for the program is available, the program

1 may provide grants of tax credits but in no case shall the amount of

2 an individual grant of tax credits exceed 80% of the projected State

3 tax revenues from the retained full-time jobs covered by the project

4 agreement of an applicant for a grant of tax credits.

5 (cf: P.L.2004, c.65, s.3)

- 16. Section 19 of P.L.2004, c.65 (C.34:1B-185) is amended to read as follows:
- 9 19. As used in sections 19 through 22 of P.L.2004, c.65 10 (C.34:1B-185 through C.34:1B-188) the following terms shall have the following meanings:

"Eligible property" means machinery, equipment, furniture and furnishings, fixtures, and building materials, but "eligible property" shall not include "motor vehicles" as defined pursuant to section 2 of P.L.1966, c.30 (C.54:32B-2), parts with a useful life of one year or less, or tools or supplies used in connection with the eligible property;

"Headquarters" means the single location that serves as the national administrative center of a business, at which the primary office of the chief executive officer or chief operating officer of the business, as well as the offices of the management officials responsible for key businesswide functions such as finance, legal, marketing, and human resources, are located;

"Life sciences business" means a business engaged principally in the production of medical equipment, ophthalmic goods, medical or dental instruments, diagnostic substances, biopharmaceutical products; or physical and biological research; or biotechnology;

"Manufacturing facility" means a business location at which more than 50% of the business personal property that is housed in the facility is eligible for the sales tax exemption pursuant to subsection a. of section 25 of P.L.1980, c.105 (C. 54:32B-8.13) for machinery, apparatus or equipment used in the production of tangible personal property;

"Research and development facility" means a business location at which more than 50% of the business personal property that is purchased for the facility is eligible for the sales tax exemption pursuant to section 26 of P.L.1980, c.105 (C.54:32B-8.14) for property used in research and development; and

["Secretary" means the Chief Executive Officer and Secretary of the New Jersey Commerce and Economic Growth Commission.] (cf: P.L.2004, c.65, s.19)

- 17. Section 20 of P.L.2004, c.65 (C.34:1B-186) is amended to read as follows:
- 20. The [secretary] New Jersey Commerce Commission shall establish and administer a program to approve the issuance of sales and use tax exemption certificates to qualifying businesses as specified in sections 19 through 22 of P.L.2004, c.65 (C.34:1B-185 through C.34:1B-188). The receipts from the certificate holder's

- 1 purchase of eligible property located or placed at the business
- 2 location covered by the project approval within the period
- 3 established pursuant to the terms and conditions of the project
- 4 approval for the approved business location shall be exempt from
- 5 the tax imposed under the "Sales and Use Tax Act," P.L.1966, c.30
- 6 (C.54:32B-1 et seq.).
- 7 (cf: P.L.2004, c.65, s.20)

- 9 18. Section 21 of P.L.2004, c.65 (C.34:1B-187) is amended to read as follows:
- read as follows:
 21. a. A business seeking to participate in the sales and use tax

exemption certificate program established pursuant to sections 19

- 13 through 22 of P.L.2004, c.65 (C.34:1B-185 through C.34:1B-188)
- shall submit a project application to the [secretary] New Jersey
- 15 <u>Commerce Commission</u> in such form as required by the [secretary]
- 16 New Jersey Commerce Commission.
 - b. The location for the project shall be situated in designated Planning Area 1 or 2, as defined in the State Development and Redevelopment Plan adopted by the State Planning Commission; provided however, that a business project involving the renovation or expansion of an existing facility that is not located in designated Planning Area 1 or 2 may be eligible to participate in the program, at the determination of the secretary, if all other applicable criteria are satisfied.
 - A business located in an urban enterprise zone designated pursuant to the "New Jersey Urban Enterprise Zones Act," P.L.1983, c.303 (C.52:27H-60 et seq.) as of the effective date of this section shall not be eligible to participate in this program if the relocation project is from a facility within the urban enterprise zone to a facility outside an urban enterprise zone; provided however, that if the relocation is to a facility already owned or leased by the same business and that business already employs at least the same number of persons as those being relocated from the urban enterprise zone, it may be eligible to apply.
 - c. To be eligible to apply for the sales and use tax exemption certificate program, a business shall have operated continuously in this State, in whole or in part, in its current form or as a predecessor entity, for at least 10 years prior to filing an application and shall satisfy at least one of the following criteria:
 - (1) the business has 1,000 or more full-time employees in the State and the project involves relocating 500 or more full-time employees into a new business location or locations;
 - (2) the business is a life sciences business or a manufacturing facility and the project is: constructing one or more new research and development facilities, constructing one or more new manufacturing facilities in this State, or relocating to a new headquarters in this State that will employ 250 or more full-time employees;

- 1 (3) the business is a life sciences business or a manufacturing 2 business and the project is constructing a new, or substantially 3 rehabilitating a vacant, property that will separately or collectively:
 - (a) be predominately a new research and development facility;
 - (b) be predominately a new manufacturing facility;
 - (c) house the headquarters of the business; or

 (d) separately or collectively be a combination of subparagraphs (a), (b) and (c);

provided, that the new or substantially rehabilitated facility will house a minimum of 250 full-time employees. For the purposes of this subparagraph, "predominantly" means a majority of the employees housed in the new facility are engaged in that activity, or a majority of the square footage of the new facility is used in that activity; or a majority of the total value of the investment made will be employed in that activity; or other measures of activity as may determined by the secretary that demonstrate that a critical concentration of research and development, manufacturing, or both, will occur at the new facility; or

- (4) the business is, at the time of enactment of this section, currently receiving a structured finance special guarantee pursuant to N.J.A.C.19:31-2.1(c)3.ii(5) for the project.
- d. For the purposes of determining a number of full-time employees pursuant to subsection c. of this section, the full-time employees of the members of a "controlled group of corporations" as defined pursuant to section 1563 of the federal Internal Revenue Code of 1986, 26 U.S.C. s.1563, shall be considered the employees of a single employer.
- e. A project may be completed in up to two phases provided that it will be the national headquarters of a life sciences or manufacturing company, and will include a significant research and development, a significant manufacturing facility, or combination thereof if: (1) the first completed phase will house at least 200 full-time employees and the second phase will house at least 100 additional employees; and (2) the project is pre-approved for phases and that all phases are completed within 30 months of project approval.
- f. Upon approval of a project, the [secretary] Executive Director of the New Jersey Commerce Commission shall notify the Director of the Division of Taxation in the Department of the Treasury of the terms and conditions of the project approval and the director shall issue a certificate of exemption pursuant to the terms and conditions of the project approval. In general, the sales and use tax exemption certificate provided by sections 19 through 22 of P.L.2004, c.65 (C.34:1B-185 through C.34:1B-188) should not apply to purchases initiated by the business after the date that the temporary certificate of occupancy is issued, or in cases where no temporary certificate of occupancy is issued should not apply to purchases initiated by the business more than one year from the project commencement date; however, the duration of the certificate

1 of exemption shall be pursuant to the terms and conditions of the 2 project approval.

3 (cf: P.L.2004, c.65, s.21)

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- 5 19. Section 22 of P.L.2004, c.65 (C.34:1B-188) is amended to 6
- read as follows: 7 22. The [secretary] New Jersey Commerce Commission shall,

after consultation with the Director of the Division of Taxation in

- 9 the Department of the Treasury, adopt rules and regulations
- 10 pursuant to the "Administrative Procedure Act," P.L.1968, c.410
- 11 (C.52:14B-1 et seq.) necessary to govern the proper conduct and
- 12 operation of the program consistent with the provisions of sections
- 13 19 through 22 of P.L.2004, c.65 (C.34:1B-185 through C.34:1B-
- 14 188).
- 15 (cf: P.L.2004, c.65, s.22)

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- 17 20. Section 9 of P.L.1989, c.293 (C.34:15C-6) is amended to 18 read as follows:
 - The commission shall:
 - Issue the New Jersey Unified Workforce Investment Plan pursuant to the provisions of the Workforce Investment Act of 1998, Pub.L.105-220 (29 U.S.C. s.2801 et seq.) and section 10 of this act;
 - b. Establish performance standards for workforce investment programs pursuant to the Workforce Investment Act of 1998, Pub.L.105-220 (29 U.S.C. s.2801 et seq.) and section 11 of this act;
- 27 c. Act to ensure the full participation of Workforce Investment 28 Boards in the planning and supervision of local workforce 29 The commission shall be responsible to investment systems. 30 oversee and develop appropriate standards to ensure Workforce 31 Investment Board compliance with State and federal law, the State 32 plan, and other relevant requirements regarding membership, 33 staffing, meetings, and functions;
 - d. Foster and coordinate initiatives of the Department of Education and Commission on Higher Education to enhance the contributions of public schools and institutions of higher education to the implementation of the State workforce investment policy;
 - Examine federal and State laws and regulations to assess whether those laws and regulations present barriers to achieving any of the goals of this act. The commission shall, from time to time as it deems appropriate, issue to the Governor and the Legislature reports on its findings, including recommendations for changes in State or federal laws or regulations concerning workforce investment programs or services, including, when appropriate, recommendations to merge other State advisory structures and functions into the commission;
- 47 Perform the duties assigned to a State Workforce Investment 48 Board pursuant to subsection (d) of section 111 of the Workforce 49 Investment Act of 1998, Pub.L.105-220 (29 U.S.C. s.2821);

- 1 g. Have the authority to enter into agreements with the head of 2 each State department or commission which administers or funds 3 education, employment or training programs, including, but not 4 limited to, the Departments of Labor and Workforce Development, Community Affairs, Education, and Human Services and the 5 Commission on Higher Education, the New Jersey Commerce [, 6 Economic Growth and Tourism Commission, and the Juvenile 7 8 Justice Commission, which agreements are for the purpose of
- 9 assigning planning, policy guidance and oversight functions to each
- workforce Investment Board with respect to any workforce
- investment program funded or administered by the State department
- 12 or commission within the Workforce Investment Board's respective
- labor market area or local area, as the case may be; and
- 14 h. Establish guidelines to be used by the Workforce Investment 15 Boards in performing the planning, policy guidance, and oversight 16 functions assigned to the boards under any agreement reached by 17 the commission with a department or commission pursuant to 18 subsection g. of this section. The commission shall approve all 19 local Workforce Investment Board plans that meet the criteria 20 established by the commission for the establishment of One-Stop 21 systems. The Department of Labor and Workforce Development 22 shall approve the operational portion of the plans for programs 23 administered by the department.
 - The commission shall have access to all files and records of other State agencies and may require any officer or employee therein to provide such information as it may deem necessary in the performance of its functions.
- Nothing in P.L.2005, c.354 (C.34:15C-7.1 et al.) shall be construed as affecting the authority of the Commissioner of Personnel to review and approve training programs for State employees pursuant to N.J.S.11A:6-25.
- 32 (cf: P.L.2005, c.354, s.8)

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- 34 21. Section 2 of P.L.1999, c.107 (C.34:15C-18) is amended to read as follows:
- 2. a. There is created within the State Employment and Training Commission, established pursuant to section 5 of P.L.1989, c.293 (C.34:15C-2) in the Department of Labor and Workforce Development, a State Council for Adult Literacy Education Services.
- b. The 27-member council shall consist of the following ex officio members: the Commissioners of Labor and Workforce Development, Human Services, Education, Community Affairs and Corrections, the [Secretary and Chief] Executive [Officer] Director of the New Jersey Commerce [, Economic Growth and
- 46 Tourism Commission, the Executive Director of the Commission
- 47 on Higher Education, and the Executive Director of the State
- 48 Employment and Training Commission. The council shall also

include one member of the Senate appointed by the President thereof and one member of the General Assembly appointed by the Speaker thereof, who shall serve during the two-year legislative session in which the appointment is made and who shall not be of the same political party; and 17 public members as follows: five public members appointed by the Governor including a member of a Workforce Investment Board literacy committee, a State or national adult education expert and three representatives of the business community, at least one of whom shall represent a small business; six public members appointed by the President of the Senate including a student or former student who received adult literacy services and a representative from each of the following: a county college, a four-year institution of higher education, the State Library or a local library, a Department of Education-funded adult education provider of adult basic education programs, general educational development programs or English as a second language programs and a community-based organization which is an adult education provider; and six public members appointed by the Speaker of the General Assembly including a representative from each of the following: a vocational school providing adult academic education programs, a trade union, the New Jersey Network, the New Jersey Association of Lifelong Learning, the Literacy Volunteers of America and the New Jersey Education Association.

c. The public members shall serve for terms of three years, but of the public members first appointed, six shall serve a term of three years, six shall serve a term of two years and five shall serve a term of one year. Each member shall hold office for the term of appointment and until his successor is appointed and qualified. A member appointed to fill a vacancy occurring in the membership of the board for any reason other than the expiration of the term shall have a term of appointment for the unexpired term only. All vacancies shall be filled in the same manner as the original appointment. A member may be appointed for any number of successive terms. A member may be removed from office by the Governor, for cause, after a hearing and may be suspended by the Governor pending the completion of the hearing.

- d. The members shall select annually a chairperson and a vice-chairperson, who shall be nongovernmental members of the council, and shall appoint an executive director. The executive director shall report to the chairperson of the council and be responsible for administering the daily operations of the council. The executive director shall serve in the State unclassified service. The council may call to its assistance and avail itself of the services of the employees of any State, county or municipal department, board, bureau, commission or agency as it may require and as may be available to it for its purposes.
- e. Members of the council shall serve without compensation, but may be reimbursed for necessary expenses incurred in the performance of their duties as members, within the limits of funds

- 1 appropriated or otherwise made available to the council for its
- 2 purposes. Actions may be taken and motions and resolutions may
- 3 be adopted by the council by an affirmative vote of a majority of
- 4 the members.
- 5 (cf: P.L.2005, c.354, s.18)

- 7 22. Section 2 of P.L.1992, c.86 (C.38A:3-16) is amended to read 8 as follows:
- 9 The Council on Armed Forces and Veterans' Affairs
- 10 established in the Department of Commerce and Economic Development pursuant to P.L.1983, c.61 (C.52:27H-45 et seq.) is 11
- 12 hereby transferred to and established in the Department of Military
- 13 and Veterans' Affairs. The council shall consist of 22 members:
- 14 two to be appointed by the President of the Senate from the
- 15 members thereof, no more than one of whom shall be from the same
- 16 political party; two to be appointed by the Speaker of the General
- Assembly from the members thereof, no more than one of whom 17
- 18 shall be from the same political party; the Adjutant General of the
- 19 Department of Military and Veterans' Affairs, the [Chief]
- Executive [Officer and Secretary] Director of the New Jersey 20
- 21 Commerce and Economic Growth] Commission,
- Commissioner of Education, the Commissioner of Environmental 22
- 23 Protection, the Commissioner of Transportation, the State
- 24 Commissioner Community Affairs, Treasurer, the of
- 25 Commissioner of Labor and Workforce Development, and the Chair
- of the New Jersey Commission on Higher Education, or their 26
- 27 designees; and nine public members to be appointed by the
- 28 Governor, with the advice and consent of the Senate. Eight of the
- 29 public members shall be representatives of the community and
- 30 business support groups for New Jersey's military installations and
- 31 the United States Coast Guard training center. Each public member
- 32 shall serve for a term of three years from the date of the member's
- appointment and until the member's successor is appointed and 33
- 34 qualified. Vacancies resulting from causes other than by expiration
- 35 of term shall be filled for the unexpired term only and shall be filled
- 36 in the same manner as the original appointments were made.
- 37 (cf: P.L.2005, c.40, s.1)

- 39 23. Section 1 of P.L.1974, c.55 (C.52:14-15.107) is amended to 40 read as follows:
- 41 1. Notwithstanding the provisions of the annual appropriations 42
- act and section 7 of P.L.1974, c.55 (C.52:14-15.110), the Governor 43
- shall fix and establish the annual salary, not to exceed \$133,330 in
- 44 calendar year 2000, \$137,165 in calendar year 2001 and \$141,000
- 45 in calendar year 2002 and thereafter, for each of the following
- 46 officers:
- 47 Title
- 48 Agriculture Department
- 49 Secretary of Agriculture

1 Children and Families Department 2 Commissioner of Children and Families 3 Community Affairs Department 4 Commissioner of Community Affairs 5 **Corrections Department** 6 **Commissioner of Corrections** 7 **Education Department** 8 Commissioner of Education 9 **Environmental Protection Department** 10 Commissioner of Environmental Protection Health and Senior Services Department 11 12 Commissioner of Health and Senior 13 Services 14 **Human Services Department** 15 Commissioner of Human Services 16 Banking and Insurance Department Commissioner of Banking and Insurance 17 18 Labor and Workforce Development Department 19 Commissioner of Labor and Workforce Development 20 Law and Public Safety Department 21 Attorney General 22 Military and Veterans' Affairs Department 23 Adjutant General 24 Personnel Department 25 Commissioner of Personnel State Department 26 27 Secretary of State 28 **Transportation Department** 29 Commissioner of Transportation 30 Treasury Department 31 State Treasurer Members, Board of Public Utilities 32 33 Public Advocate Department 34 Public Advocate 35 Notwithstanding the provisions of this section to the contrary, the Chief Executive Officer and Secretary of the New Jersey 36 Commerce and Economic Growth Commission shall receive such 37 salary as shall be fixed by the Governor pursuant to subsection b. of 38 section 8 of P.L.1998, c.44 (C.52:27C-68). 39 40 (cf: P.L.2006, c.47, s.189) 41 42 24. Section 1 of P.L.1998, c.44 (C.52:27C-61) is amended to 43 read as follows: 1. This act shall be known and may be cited as the "New Jersey 44 45 Commerce [, Economic Growth and Tourism] Commission Act." (cf: P.L.2005, c.378, s.9) 46 47 48 25. Section 2 of P.L.1998, c.44 (C.52:27C-62) is amended to 49 read as follows:

1 2. 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 utilizing the best available personnel, without consideration of political affiliation, selected on the basis of the skills, ability and experience, needed to provide enhanced customer service, and by 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
- f. The State and its citizens will benefit from a more sharply focused economic development vision, in which the State's efforts are coordinated under one organization, the New Jersey Commerce [, Economic Growth and Tourism] Commission, that coordinates economic development activities for the State with all related entities, including, but not limited to, the New Jersey Economic Development Authority, the New Jersey Commission on Science and Technology, the New 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 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 [, Economic Growth and Tourism] 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 [, Economic Growth and Tourism] Commission, the Legislature reaffirms that it is also a priority of government; and
- i. The board of directors of the commission appointed pursuant to [this act] P.L.1998, c.44 (C.52:27C-61 et seq.) should assist the

- 1 [Chief Executive Officer and Secretary] executive director of the
- 2 commission appointed pursuant to [this act] P.L. , c. (C.)
- 3 (pending before the Legislature as this bill) in assuring that persons
- 4 appointed to the staff of the commission, because they will no
- 5 longer be in the classified civil service pursuant to Title 11A of the
- 6 New Jersey Statutes, will be selected on the basis of qualification
 - and professional and technical competence, avoiding political
- 8 considerations to the maximum extent possible; and
- 9 j. The New Jersey Commerce [, Economic Growth and
- 10 Tourism Commission promotes economic vitality and builds a
- 11 foundation for world economic leadership in the 21st century and
- stimulates dynamic economic growth by providing resources and services to citizens, businesses and institutions, in partnership with
- services to citizens, businesses and institutions, in partnership with other government agencies and the private sector, to create jobs.
- 15 [Because of the crucial importance tourism plays in New Jersey's
- economy, the commission is therefore charged with the mandate to
- increase tourism through promotional, informational, educational,
- and developmental programs. These initiatives are to be designed
- 19 to maintain and increase New Jersey's standing as a premier
- 20 national and international travel destination by nurturing, expanding
- 21 and attracting industry, commerce, and tourism, in order to achieve
- 22 the highest quality of life and ensure economic security for all our
- 23 citizens.
- 24 (cf: P.L.2005, c.378, s.10)

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- 26. Section 3 of P.L.1998, c.44 (C.52:27C-63) is amended to read as follows:
- 3. There is established a body corporate and politic, with
- 29 corporate succession, to be known as the "New Jersey Commerce [,
- 30 Economic Growth and Tourism Commission" (hereinafter "the commission").
- The commission shall be established in the Executive Branch of
- 33 the State Government and for the purposes of complying with the
- provisions of Article V, Section IV, paragraph 1 of the New Jersey
- 35 Constitution, the commission is allocated, in but not of, the
- 36 Department of the Treasury, but notwithstanding this allocation, the
- 37 commission shall be independent of any supervision and control by
- 38 the department or by any board or officer thereof.
- 39 (cf: P.L.2005, c.378, s.11)

- 41 27. Section 4 of P.L.1998, c.44 (C.52:27C-64) is amended to 42 read as follows:
- 43 4. The Department of Commerce and Economic Development
- 44 created pursuant to P.L.1981, c.122 (C.52:27H-1 et seq.) is
- 45 abolished as a principal department in the Executive Branch of
- 46 State government, and all of its powers, functions, and duties
- 47 including, but not limited to, the [Division of Travel and Tourism,

and the Division of International Trade, except as herein otherwise provided, are continued in the commission.

(cf: P.L.1998, c.44, s.4)

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- 28. Section 5 of P.L.1998, c.44 (C.52:27C-65) is amended to read as follows:
- 7 5. All appropriations and other moneys available and to 8 become available to any department, division, bureau, board, 9 commission, or other entity or agency, the functions, powers and 10 duties of which have been assigned or transferred to the Department 11 of Commerce and Economic Development, are hereby continued in 12 the commission, except as herein otherwise provided, and shall be 13 available for the objects and purposes for which such moneys are 14 appropriated subject to any terms, restrictions, limitations, or other 15 requirements imposed by State or federal law. Nothing herein shall 16 alter the provisions of section 4 of P.L.1983, c.190 (C.34:1B-39). 17 Whenever, in any law, rule, regulation, order, contract, document, 18 judicial or administrative proceeding or otherwise, reference is 19 made to the Department of Commerce and Economic Development 20 [or], the New Jersey Commerce and Economic Growth 21 Commission or the New Jersey Commerce, Economic Growth and 22 Tourism Commission, the same shall mean and refer to the "New 23 Jersey Commerce [, Economic Growth and Tourism] Commission" in but not of the Department of the Treasury. 24

25 (cf: P.L.2005, c.378, s.12)

- 27 29. Section 7 of P.L.1998, c.44 (C.52:27C-67) is amended to read as follows:
- 7. The [Chief Executive Officer and Secretary of the] 29 30 commission [as designated pursuant to section 8 this act,] shall 31 have the power to employ consultants and employees as may be 32 required in the judgment of the commission to carry out the 33 purposes of this act and to establish job titles and descriptions, and 34 to fix and pay employees compensation from funds available to the 35 commission therefor, notwithstanding the provisions of Title 11A of 36 the New Jersey Statutes. The commission shall establish the terms 37 and conditions of employment. Employees of the commission shall, 38 as appropriate, be covered under the State of New Jersey's 39 collective negotiations agreements, provided however that only the 40 contractual provisions of such agreements which apply to non-41 career service employees shall apply to the commission employees. 42 For contractual purposes, previous State service in the career 43 service shall be counted toward any contractual provision that 44 requires unclassified seniority. Employees of the Department of 45 Commerce and Economic Development who are employed by the 46 department on the date of enactment of this act, and who are hired 47 by the commission shall retain their salary and leave time. 48 Employees of the commission shall be enrolled in the Public

- 1 Employees' Retirement System and shall be eligible to participate in
- 2 the State Health Benefits Program established pursuant to the "New
- 3 Jersey State Health Benefits Program Act," P.L.1961, c.49
- 4 (C.52:14-17.25 et seq.). The commission may elect to provide
- 5 health benefits for its employees through private insurance policies,
- 6 hospital and medical service corporations, health maintenance
- 7 organizations, or any other manner available for the provision of
- 8 health benefits, provided that the types of benefits shall not provide
- 9 less coverage than those benefits provided to other State employees.
 - 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.

13 (cf: P.L.1998, c.44, s.7)

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- 30. Section 8 of P.L.1998, c.44 (C.52:27C-68) is amended to read as follows:
- 8. The Board of Directors of the commission shall consist of the following 11 voting members and two non-voting members:
- The Governor, who shall be the Chair of the commission. 20 The Governor may be represented by an official designee, whose 21 name shall be filed with the commission.
 - The Chief Executive Officer and Secretary of the commission, who shall hold cabinet-level rank and who shall be appointed by the Governor with the advice and consent of the 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, and shall receive such salary as shall be fixed by the Governor. 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.
- 40 Whenever, in any law, rule, regulation, order, contract, 41 document, judicial or administrative proceeding or otherwise, 42 reference is made to the Commissioner of the Department of 43 Commerce and Economic Development, the same shall mean and 44 refer to the Chief Executive Officer and Secretary of the "New 45 Jersey Commerce and Economic Growth Commission." State 46 Treasurer who shall serve ex-officio and may be represented by an 47 official designee, whose name shall be filed with the commission.
 - c. One commissioner from each of the following departments who shall serve ex-officio: the Department of Environmental

- Protection; the Department of Labor and the Department of Transportation. These commissioners may be represented by an
- 3 official designee, whose name shall be filed with the commission.
- d. The chairman of the New Jersey Commission on Higher Education, who shall serve ex officio. This chairman may be represented by an official designee, whose name shall be filed with the commission.
- 8 Three public members who shall be appointed by the 9 Governor with the advice and consent of the Senate, not more than 10 two of whom shall be of the same political party. The three public 11 members shall serve for a term of five years and shall serve until 12 their successors are appointed and qualified. Of the three public 13 members first appointed pursuant to this subsection, two shall serve 14 for a term of five years and one shall serve for a term of three years. 15 These members shall be New Jersey residents who shall provide 16 appropriate geographical representation from throughout the State and who shall be employed by, owners of, or members of the board 17 18 of directors of, a business whose principal operation is located in 19 New Jersey. Public members shall receive no compensation for 20 their services but shall be entitled to reimbursement for expenses 21 incurred in the performance of their official duties.
 - 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.
 - 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.
 - h. 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.

(cf: P.L.1998, c.44, s.8)

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- 31. (New section) The commission shall be under the supervision of an Executive Director, who shall receive such salary as shall be fixed by the commission and who shall be a person qualified by training and experience to direct the work of the commission.
- 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 or the Chief Executive

Officer and Secretary of the commission, the same shall mean and refer to the "New Jersey Commerce Commission."

- 32. Section 11 of P.L.1998, c.44 (C.52:27C-71) is amended to read as follows:
- 11. The [Chief] Executive [Officer and Secretary] <u>Director</u> 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] <u>Director</u> 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] <u>Director</u> 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;] (Deleted by amendment, P.L. , c.) (pending before the Legislature as this bill)
 - 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;] (Deleted by amendment, P.L., c.) (pending before the Legislature as this bill)
- 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; and
- 44 k. Have access to all relevant files and records of other State 45 agencies and require any officer or employee therein to provide 46 such information as the [Chief] Executive [Officer and Secretary] 47 <u>Director</u> may deem necessary to the performance of the functions of
- Director 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;] (Deleted by amendment, P.L., c.) (pending before the Legislature as this bill)
- 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; [(Deleted by amendment, P.L., c.)(pending before the Legislature as this bill)

- 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; [Deleted by amendment, P.L., c.) (pending before the Legislature as this bill)
- 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;] (Deleted by amendment, P.L. , c.)(pending before the Legislature as this bill)
- 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 [Obleted by amendment, P.L., c.)(pending before the Legislature as this bill)
- q. [Perform such other functions as may be prescribed in this act or by any other law or by the commission.] (Deleted by amendment, P.L., c.) (pending before the Legislature as this bill) (cf: P.L.1998, c.44, s.11)
- 47 33. Section 12 of P.L.1998, c.44 (C.52:27C-72) is amended to 48 read as follows:

- 1 12. Notwithstanding any other provision of law, only the records
- of any nonprofit corporation on which the [Chief] Executive
- 3 [Officer and Secretary] <u>Director</u> serves and which are in the
- 4 possession of the [Chief] Executive [Officer and Secretary]
- 5 <u>Director</u> in an official capacity shall be deemed public records
- 6 which may be subject to public inspection under the provisions of
- 7 the "Right to Know Law," P.L.1963, c.73 (C.47:1A-1 et seq.).
- 8 (cf: P.L.1998, c.44, s.12)

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- 10 34. Section 13 of P.L.1998, c.44 (C.52:27C-73) is amended to read as follows:
- 12 13. The commission shall have perpetual succession and shall have the following powers:
- a. To make, amend and repeal rules and bylaws 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;
- 18 c. To maintain an office at such place or places within the State 19 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 reasonable fees for special projects or services that were not customarily provided by the department prior to the effective date of this act to be paid to the commission for services rendered to persons, businesses, or other entities 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;
 - 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;
 - i. To do any and all things necessary or convenient to carry 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

- 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
- 5 recommend economic development policies to the Governor;
- 6 k. To enter into memoranda of understanding or other
 - cooperative agreements with the New Jersey Economic
- 8 Development Authority, the New Jersey Commission on Science
- 9 and Technology, the New Jersey Urban Enterprise Zone Authority,
- 10 the New Jersey Development Authority for Small Businesses,
- 11 Minorities' and Women's Enterprises, the Atlantic City Convention
- 12 Center Authority, the Dredging Project Task Force, the Economic
- 13 Development Site Task Force, and the Motion Picture and
- 14 Television Development Commission, or any other state agency for
- 15 the provision of services or other cooperative efforts to effectuate
- 16 the purposes of this act and to ensure the coordination of the State's
- economic development activities; 17

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- 1. To make and enter into contracts, leases, agreements, and purchases necessary for the use, or incidental to the performance of, the commission's duties and the exercise of its powers under the act;
- 21 m. To do and perform any acts and things authorized by this act
- 22 under, through or by means of its own officers, agents and
- 23 employees, or by contract with any person;
 - n. To insure against any losses in connection with the commission's properties, operations or assets; and
- 26 o. [To approve annually the economic development master
- 27 plan submitted by the Chief Executive Officer and Secretary To
- 28 appoint the Executive Director of the commission and to formulate
- 29 and adopt rules and regulations for the efficient conduct of the work
- 30 and general administration of the commission, its officers, and 31 employees;
- 32 p. To institute or cause to be instituted such legal proceedings
- 33 or processes as may be necessary to properly enforce and give
- 34 effect to any of the powers or duties of the Executive Director or
- 35 the commission;
- 36 g. To lease or purchase suitable headquarters for the
- 37 commission and such other quarters as the Executive Director shall 38
- deem necessary to the proper functioning of the commission;
- 39 r. To enter into agreements with any individual, partnership,
- 40 trust, association, or corporation, or any public agency, under which
- 41 the commission, and such other entity or entities, shall undertake a 42 project as a joint venture, with the commission providing such
- 43 assistance or advice as the agreement may provide. Such a joint
- 44 venture must directly further the statutory mission of the
- 45 commission. Employees of any joint venture shall not be deemed
- 46 public employees. A joint venture entered into by the commission 47
- shall not be deemed an instrumentality of the State of New Jersey. 48 A joint venture entered into by the commission shall not be deemed
- 49 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;

s. To 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; and

t. To develop once every five years an economic development master plan identifying the commission's objectives, policies and programs which will encourage business attraction, expansion, and retention.

18 (cf: P.L.1998, c.44, s.13)

35. Section 19 of P.L.1998, c.44 (C.52:27C-79) is amended to read as follows:

19. a. 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, pursuant to section 2 of P.L.1991, c.164 (C.52:14-19.1). 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.

b. The commission shall include, in the report required by subsection a. of this section, a description setting forth information concerning the imposition, collection and expenditure of the fees imposed by the commission. Each such report shall also 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, the Director of the Division of Budget and Accounting, in the Department of the Treasury and the State Auditor.

42 (cf: P.L.1998, c.44, s.19)

36. Section 22 of P.L.1998, c.44 (C.52:27C-82) is amended to read as follows:

22. a. The New Jersey Economic Development Authority, established pursuant to P.L.1974, c.80 (C.34:1B-1 et seq.), is transferred in but not of the Department of the Treasury, but, notwithstanding this transfer, the New Jersey Economic

- Development Authority shall be independent of any supervision and control by the 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 New Jersey Economic Development
- 6 Authority, the same shall mean and refer to the New Jersey
- 7 Economic Development Authority in but not of the Department of
- 8 the Treasury. Notwithstanding the provisions of any law, rule,
- 9 regulation or order to the contrary, the [Chief Executive Officer and
- 10 Secretary Board of Directors of the commission shall appoint the
- 11 executive director of the New Jersey Economic Development
- 12 Authority.
- 13 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 Economic Development Authority may
- develop and promulgate such rules and regulations in accordance
- 17 with the "Administrative Procedure Act," P.L.1968, c.410
- 18 (C.52:14B-1 et seq.) as are necessary to implement the provisions
- 19 of this act and to effectuate the purposes of the New Jersey
- 20 Economic Development Authority as provided by law. Nothing
- 21 herein shall alter the provisions of section 1 of P.L.1979, c.303
- 22 (C.34-1B-5.1).
- e. Regulations adopted by the New Jersey Economic
- 24 Development Authority shall continue with full force and effect
- 25 until amended or repealed pursuant to law.
- 26 (cf: P.L.1998, c.44, s.22)

- 28 37. Section 25 of P.L.1998, c.44 (C.52:27C-85) is amended to read as follows:
- 30 25. a. The New Jersey Commission on Science and Technology,
- 31 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 notwithstanding this transfer, the New Jersey Commission on
- notwithstanding this transfer, the New Jersey Commission on Science and Technology shall be independent of any supervision
- 5. Selence and recimiology shall be independent of any supervision
- and control by the department or by any board or officer thereof.
- Notwithstanding the provisions of any law, rule, regulation or order
- to the contrary, the [Chief Executive Officer and Secretary] Board
- 38 of Directors of the New Jersey Commerce Commission shall
- appoint the Executive Director of the New Jersey Commission on
- 40 Science and Technology.
- b. Whenever, in any law, rule, regulation, order, contract,
- 42 document, judicial or administrative proceeding or otherwise,
- 43 reference is made to the New Jersey Commission on Science and
- 44 Technology, the same shall mean and refer to the New Jersey
- 45 Commission on Science and Technology in but not of the
- 46 Department of the Treasury.
- c. This transfer shall be subject to the provisions of the "State
- 48 Agency Transfer Act," P.L.1971, c.375 (C.52:14D-1 et seq.).

- 1 d. The New Jersey Commission on Science and Technology
- 2 may, subject to the commission's approval, develop and promulgate
- 3 such rules and regulations in accordance with the "Administrative
- 4 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 5
- the purposes of the New Jersey Commission on Science and 6
- 7 Technology as provided by law.
- 8 e. Regulations adopted by the New Jersey Commission on 9 Science and Technology shall continue with full force and effect
- 10 until amended or repealed pursuant to law.
- 11 (cf: P.L.1998, c.44, s.25)

- 13 38. Section 26 of P.L.1998, c.44 (C.52:27C-86) is amended to 14 read as follows:
- 15 26. a. The Motion Picture and Television Development
- Commission, established pursuant to P.L.1977, c.44 (C.34:1B-22 et 16
- seq.), is transferred in but not of the Department of the Treasury, 17
- 18 but notwithstanding this transfer, the Motion Picture and Television
- 19 Development Commission shall be independent of any supervision
- 20 and control by the department or by any board or officer thereof.
- 21 Notwithstanding the provisions of any law, rule, regulation or order
- 22 to the contrary, the [Chief Executive Officer and Secretary] Board
- 23 of Directors of the New Jersey Commerce Commission shall
- 24 appoint the Executive Director of the Motion Picture and Television
- 25 Development Commission. [,]
- Whenever, in any law, rule, regulation, order, contract, 26
- 27 document, judicial or administrative proceeding or otherwise,
- 28 reference is made to the Motion Picture and Television
- 29 Development Commission, the same shall mean and refer to the
- 30 Motion Picture and Television Development Commission in but not
- 31 of the Department of the Treasury.
- 32 c. This transfer shall be subject to the provisions of the "State
- 33 Agency Transfer Act," P.L.1971, c.375 (C.52:14D-1 et seq.).
- 34 Motion Picture and Television Development
- Commission may, subject to the commission's approval, develop 35
- 36 and promulgate such rules and regulations in accordance with the
- 37 "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et
- 38 seq.) as are necessary to implement the provisions of this act and to
- 39 effectuate the purposes of the Motion Picture and Television
- 40 Development Commission as provided by law.
- (cf: P.L.1998, c.44, s.26) 41

- 43 39. Section 2 of P.L.2005, c.373 (C.52:27C-97) is amended to 44 read as follows:
- 45 2. The Foundation for Technology Advancement shall be 46 governed by a 23 member board of trustees who are appointed as
- 47 follows:

- a. The [Chief] Executive [Officer and Secretary] <u>Director</u> of the New Jersey Commerce [and Economic Growth] Commission; the Executive Director of the New Jersey Economic Development Authority; the Executive Director of the New Jersey Commission
- on Science and Technology; and the Chief Technology Officer in the Office of Information Technology; or their designees, all of whom shall serve ex officio;
- b. A faculty member appointed by the president of each of the following academic institutions: The New Jersey Institute of Technology; Rutgers, the State University; The University of Medicine and Dentistry of New Jersey; and Princeton University, all of whom shall serve ex officio; and
- 13 c. Fifteen public members appointed by the Governor as 14 follows: a representative of each of the following organizations: the 15 New Jersey Technology Council, the Biotechnology Council of 16 New Jersey, the Forum for Academicians, Scientists and 17 Technologists of New Jersey, the Strengthening the Mid-Atlantic 18 Region for Tomorrow States Organization, the New Jersey Business 19 and Industry Association, the Commerce and Industry Association 20 of New Jersey, the New Jersey State Chamber of Commerce, the 21 New Jersey Tooling and Manufacturing Association, the Research 22 and Development Council of New Jersey, the American Electronics 23 Association - New Jersey/Pennsylvania Council, 24 representative employed by a corporation from each of the 25 following industry sectors: pharmaceuticals, financial services, advanced technology, information technology, and nanotechnology. 26
 - Of the public members first appointed, four shall serve for a term of two years, four for a term of three years, four for a term of four years, and three for a term of five years.
 - Members appointed thereafter shall serve five-year terms, and any vacancy shall be filled by appointment for the unexpired term only. A member is eligible for reappointment. Vacancies in the membership of the foundation shall be filled in the same manner as the original appointments were made.
- The members shall elect a chair and vice chair from the membership of the board of trustees.
- 37 (cf: P.L.2005, c.373, s.2)

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- 39 40. Section 5 of P.L.2001, c.238 (C.52:27D-456) is amended to 40 read as follows:
 - 5. The Main Street New Jersey Advisory Board is established for the purposes of providing guidance and advocacy in formulating policy and assisting with the long-term planning and administration of the "Main Street New Jersey" program. The Main Street New Jersey Advisory Board shall consist of 23 members. Sixteen members shall serve in a voluntary capacity, to be appointed through a process to be determined by the commissioner and shall include a representative of the New Jersey State League of Municipalities. Each voluntary member shall have a demonstrated

1 commitment to the goals of the "Main Street New Jersey" program.

2 The voluntary members shall represent all geographic regions of the

3 State.

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The remaining seven advisory board members shall serve ex officio and shall be a representative of the Historic Preservation Program in the Department of Environmental Protection, to be appointed by the Commissioner of Environmental Protection, a representative of the New Jersey Economic Development Authority

to be designated by the executive director, a representative of the

10 Neighborhood Preservation Program in the Department of

Community Affairs, to be appointed by the Commissioner of

12 Community Affairs, a representative of the Housing and Mortgage

13 Finance Agency, to be appointed by the executive director of that

14 agency, a representative of the New Jersey Commerce [and

15 Economic Growth Commission, to be appointed by the [Chief]

16 Executive [officer and Secretary] <u>Director</u> of that commission, a

17 representative of the Department of Transportation, to be appointed

by the Commissioner of Transportation, and a representative of the

19 Office of State Planning, to be appointed by the Director of the

20 Office of State Planning.

(cf: P.L.2005, c.284, s.1)

The terms of the voluntary members so appointed, after the initial appointments, shall be three years, and each member may be reappointed. The terms of initial appointments of the voluntary members shall be staggered so that the terms of 1/3 of the advisory board's voluntary members shall expire annually. The advisory board members who are not State employees shall be entitled to reimbursement of their expenses incurred in connection with their duties on the advisory board.

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- 31 41. Section 4 of P.L.1983, c.303 (C.52:27H-63) is amended to read as follows:
- 4. a. There is created the New Jersey Urban Enterprise ZoneAuthority, which shall consist of:
 - (1) [The Chief Executive Officer and Secretary of the New Jersey Commerce and Economic Growth Commission, who shall be chairman of the authority] a person appointed by the Board of Directors of the New Jersey Commerce Commission, who shall be the chair of the authority;
- 40 (2) The Commissioner of the Department of Community 41 Affairs:
- 42 (3) The Commissioner of the Department of Labor <u>and</u> 43 <u>Workforce Development;</u>
 - (4) The State Treasurer; and
- 45 (5) Five public members not holding any other office, position 46 or employment in the State Government, nor any local elective 47 office, who shall be appointed by the Governor with the advice and 48 consent of the Senate, and who shall be qualified for their

appointments by training and experience in the areas of local government finance, economic development and redevelopment, or volunteer civic service and community organization. No more than three public members shall be of the same political party. At least one public member of the authority shall reside within an enterprise zone; however, the provisions of this section shall apply only to members appointed or reappointed after the effective date of P.L.2001, c.347 (C.52:27H-66.2 et al.).

- b. The public members of the authority shall serve for terms of five years, except that of the members first appointed, one shall serve for a term of one year, one shall serve for a term of two years, one shall serve for a term of three years, one shall serve for a term of four years, and one shall serve for a term of five years. Vacancies in the public membership shall be filled in the manner of the original appointments but for the unexpired terms.
- c. An ex officio member of the authority may, from time to time, designate in writing to the authority an official within his respective department to attend and represent the department at the meetings of the authority from which the ex officio member is absent, and that designated representative shall be entitled to vote and otherwise act for the ex officio member at those meetings. (cf. P.L.2001, c.347, s.7)

- 42. Section 23 of P.L.2004, c.65 (C.52:27H-87.1) is amended to read as follows:
 - 23. a. Retail sales of energy and utility service to:
- (1) a qualified business that employs at least 250 people within an enterprise zone, at least 50% of whom are directly employed in a manufacturing process, for the exclusive use or consumption of such business within an enterprise zone, and
- (2) a group of two or more persons: (a) each of which is a qualified business that are all located within a single redevelopment area adopted pursuant to the "Local Redevelopment and Housing Law," P.L.1992, c.79 (C.40A:12A-1 et seq.); (b) that collectively employ at least 250 people within an enterprise zone, at least 50% of whom are directly employed in a manufacturing process; (c) are each engaged in a vertically integrated business, evidenced by the manufacture and distribution of a product or family of products that, when taken together, are primarily used, packaged and sold as a single product; and (d) collectively use the energy and utility service for the exclusive use or consumption of each of the persons that comprise a group within an enterprise zone; are exempt from the taxes imposed under the "Sales and Use Tax Act," P.L.1966, c.30 (C.54:32B-1 et seq.).

A qualified business will continue to be subject to applicable Board of Public Utilities tariff regulations except that its bills from utility companies and third party suppliers for energy and utility service shall not include charges for sales and use tax.

1 b. A business that meets the requirements of subsection a. of 2 this section shall not be allowed the exemption granted pursuant to 3 this section until it has complied with such requirements for 4 obtaining the exemption as may be provided pursuant to P.L.1983, 5 c.303 (C.52:27H-60 et seq.) and P.L.1966, c.30 (C.54:32B-1 et 6 seq.). The [Chief] Executive [Officer and Secretary] Director of the New Jersey Commerce [and Economic Growth] Commission 7 8 shall provide prompt notice to the President of the Board of Public 9 Utilities and to the Director of the Division of Taxation in the 10 Department of the Treasury, of a qualified business that has 11 qualified for the exemption under this subsection, shall provide the 12 president and the director an annual list of all businesses that 13 qualify.

c. (1) Retail sales of energy and utility service to a business facility located within a county that is designated for the 50% tax exemption under section 1 of P.L.1993, c.373 (C.54:32B-8.45) are exempt from the taxes imposed under the "Sales and Use Tax Act," P.L.1966, c.30 (C.54:32B-1 et seq.); provided that the business certifies that it employs at least 50 people at that facility, at least 50% of whom are directly employed in a manufacturing process, and provided that the energy and utility services are consumed exclusively at that facility.

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(cf: P.L.2005, c.374, s.1)

23 (2) A business facility that meets the requirements of paragraph 24 (1) of this subsection may file an application for the energy and utility service sales tax exemption with the [Chief Executive 25 Officer and Secretary of the New Jersey Commerce [, Economic 26 27 Growth and Tourism Commission, [who] and the commission 28 shall promulgate regulations and forms for that purpose. 29 [Chief Executive Officer and Secretary of the] New Jersey 30 Commerce [, Economic Growth and Tourism] Commission shall 31 process an application submitted under this paragraph within 20 32 business days of receipt thereof. An exemption shall commence for 33 a business upon notice of approval of its application and shall 34 expire for any year in which the business fails to meet the 35 requirements of paragraph (1) of this subsection. Upon approval, 36 the [Chief] Executive [Officer and Secretary] <u>Director</u> of the <u>New</u> 37 Jersey Commerce [, Economic Growth and Tourism] Commission 38 shall provide prompt notice to the applicant and also shall provide 39 prompt notice to the President of the Board of Public Utilities and 40 to the Director of the Division of Taxation in the Department of the 41 Treasury. The [Chief] Executive [Officer and Secretary] <u>Director</u> 42 of the New Jersey Commerce [, Economic Growth and Tourism] 43 Commission also shall provide the president and the director with 44 an annual list of all businesses that have been approved under this 45 subsection.

- 1 43. Section 6 of P.L.2006, c.16 (C.52:27I-6) is amended to read as follows:
 - 6. a. The authority shall consist of ten members to be appointed and qualified as follows:
 - (1) Four members appointed by the Governor with the advice and consent of the Senate, for terms of four years, two of whom shall be representatives of the private sector with relevant business experience or background; one of whom shall be an individual who is knowledgeable in environmental protection, conservation and land use issues and one of whom shall be a labor representative with appropriate experience in workforce development and job training. Preference shall be given to professionals with a background in technology, finance, or real estate. At least two of the members shall be residents of Monmouth County. Not more than two of the members appointed by the Governor shall be members of the same political party;
 - (2) [The Chief Executive Officer and Secretary] A person appointed by the Board of Directors of the New Jersey Commerce [, Economic Growth and Tourism] Commission, ex officio and voting;
 - (3) One member, who shall be a resident of Monmouth County, to be appointed by the Monmouth County Board of Chosen Freeholders for a term of four years, who shall be either:
 - (a) a member of the board, or

- (b) a qualified person, who shall be nominated by the board, with relevant business experience or background;
- (4) The mayors of Eatontown, Oceanport, and Tinton Falls, ex officio and voting; and
- (5) A representative of Fort Monmouth, to be appointed by the Secretary of the United States Department of Defense, who shall be a non-voting member.

Each member appointed by the Governor and the member appointed by the Board of Chosen Freeholders shall hold office for the term of that member's appointment and until a successor shall have been appointed and qualified. A member shall be eligible for reappointment. Any vacancy in the membership occurring other than by expiration of term shall be filled in the same manner as the original appointment but for the unexpired term only.

- b. Except for those members designated pursuant to paragraph (4) of subsection a. of this section and the person appointed by the Board of Directors of the New Jersey Commerce Commission, each ex officio member of the authority may designate an employee of the member's department or office to represent the member at meetings of the authority. The designee of an ex officio member may act on behalf of the member. The designation shall be in writing and shall be delivered to the authority and shall be effective until revoked or amended in writing to the authority.
- 48 c. Each member appointed by the Governor may be removed 49 from office by the Governor for cause, after a public hearing, and

may be suspended by the Governor pending the completion of that hearing. Each such member, before entering the duties of membership, shall take and subscribe an oath to perform those duties faithfully, impartially, and justly to the best of the person's ability. A record of those oaths shall be filed in the office of the

Secretary of State.

- d. The members of the authority shall elect a chairperson and vice-chairperson from among their members. The chairperson shall appoint a secretary and treasurer. The powers of the authority shall be vested in the voting members thereof in office from time to time; five voting members of the authority shall constitute a quorum, and the affirmative vote of five members shall be necessary for any action taken by the authority, except as provided under sections 7 and 14 of P.L.2006, c.16 (C.52:27I-7 and 52:27I-14), or unless the bylaws of the authority shall require a larger number. No vacancy in the membership of the authority shall impair the right of a quorum to exercise all the rights and perform all the duties of the authority.
 - e. The members of the authority shall serve without compensation, but the authority may, within the limits of funds appropriated or otherwise made available for such purposes, reimburse its members for necessary expenses incurred in the discharge of their official duties.
 - f. No member, officer, employee or agent of the Fort Monmouth Economic Revitalization Planning Authority shall have an interest, either directly or indirectly, in any project, employment agreement or any contract, sale, purchase, lease, or transfer of real or personal property to which the Fort Monmouth Economic Revitalization Planning Authority is a party.
 - g. The authority may be dissolved by act of the Legislature on condition that the authority has no debts or obligations outstanding or provision has been made for the payment, retirement, termination, or assumption of its debts and obligations. Upon dissolution of the authority, all property, funds, and assets thereof shall be vested in the State.
 - h. A true copy of the minutes of every meeting of the authority shall be forthwith delivered by and under the certification of the secretary thereof to the Governor. No action taken at such meeting by the authority shall have force or effect until 10 days, Saturdays, 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 copy of the minutes with veto of any action taken by the authority or any member thereof at such meeting, such action shall be void.
- i. Any and all proceedings, hearings or meetings of the authority or any advisory committees established by the authority

shall be conducted in conformance with the "Open Public Meetings Act," P.L.1975, c.231 (C. 10:4-6 et seq.).

j. Records of minutes, accounts, bills, vouchers, contracts or other papers connected with or used or filed with the authority or with any officer or employee acting for or in its behalf are declared to be public records, and shall be open to public inspection in accordance with P.L.1963, c. 73 (C. 47:1A-1 et seq.).

(cf: P.L.2006, c.16, s.6)

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44. This act shall take effect immediately.

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STATEMENT

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This bill implements Governor Corzine's proposed Reorganization Plan No. 001-2007 which, in part, calls for the transfer of the Division of Travel and Tourism ("division") in the Jersey Commerce, Economic Growth and Tourism Commission, and the functions, powers, and duties of the division to the Department of State. The commission is to be renamed the "New Jersey Commerce Commission" ("commission") and is to remain in, but not of the Department of Treasury. This change will align those functions of the division with the cultural, arts and historical emphasis of the Department of State, as well as tighten the focus of the commission on business retention and promotion.

As part of the reorganization plan, the other following changes are proposed in the bill: (1) the position of Chief Executive Officer and Secretary will be eliminated and an Executive Director of Commerce position will be created in the commission, with the Executive Director being appointed by the Board of Directors; (2) the duties of the Chief Executive Officer and Secretary will be assigned to either the Board of Directors of the commission or the Executive Director; and (3) all programs other than the division will be retained and administered by the commission.

Further, the bill transfers certain duties of the former Chief Executive Officer and Secretary to the Board of Directors and eliminates certain duties of both of those entities.

By centralizing functions related to travel and tourism, which are a major part of the state's economy, under the direction of the Department of State, the advocacy of the arts and culture in the State will be married to efforts to increase travel and visitors to the State's many attractions.

The reorganization plan is intended to further meet the needs of the State's economy and the challenges of a competitive and globalized economy, and improve the effectiveness of the commission and increase its efficiency as it serves the needs of the business community, while tightening its focus on the mission of growing the state's economy and bringing jobs to New Jersey.

SENATE STATE GOVERNMENT COMMITTEE

STATEMENT TO

SENATE, No. 2948

with committee amendments

STATE OF NEW JERSEY

DATED: DECEMBER 3, 2007

The Senate State Government Committee reports favorably and with committee amendments Senate, No. 2948.

This bill implements Governor Corzine's proposed Reorganization Plan No. 001-2007 which, in part, calls for the transfer of the Division of Travel and Tourism ("division") in the New Jersey Commerce, Economic Growth and Tourism Commission, and the functions, powers, and duties of the division to the Department of State. The commission is to be renamed the "New Jersey Commerce Commission" ("commission") and is to remain in, but not of the Department of Treasury. This change will align those functions of the division with the cultural, arts and historical emphasis of the Department of State, as well as tighten the focus of the commission on business retention and promotion.

As part of the reorganization plan, the other following changes are proposed in the bill: (1) the position of Chief Executive Officer and Secretary will be eliminated and an Executive Director of Commerce position will be created in the commission, with the Executive Director being appointed by the Board of Directors; (2) the duties of the Chief Executive Officer and Secretary will be assigned to either the Board of Directors of the commission or the Executive Director; and (3) all programs other than the division will be retained and administered by the commission.

Further, the bill eliminates certain duties of both the former Chief Executive Officer and Secretary to the Board of Directors.

By centralizing functions related to travel and tourism, which are a major part of the State's economy, under the direction of the Department of State, the advocacy of the arts and culture in the State will be married to efforts to increase travel and visitors to the State's many attractions.

As amended, the bill is identical to Assembly, Nos. 4254 and 4263 ACS.

COMMITTEE AMENDMENTS

The committee amended the bill to:

- 1) eliminate the ability of the commission to:
- a) 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;
- b) lease or purchase suitable headquarters for the commission and such other quarters as the Executive Director deems necessary to the proper functioning of the commission;
- c) 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, will undertake a project as a joint venture, with the commission providing such assistance or advice as the agreement may provide; and
- d) 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; and
- 2) repeal section 12 of P.L.1998, c.44 (C.52:27C-72) which provides that only the records of any nonprofit corporation on which the Executive Director of the commission serves and which are in the Executive Director's possession in an official capacity are deemed public records which may be subject to public inspection under the provisions of the "Right to Know Law," P.L.1963, c.73 (C.47:1A-1 et seq.).

SENATE BUDGET AND APPROPRIATIONS COMMITTEE

STATEMENT TO

[First Reprint] **SENATE, No. 2948**

STATE OF NEW JERSEY

DATED: DECEMBER 10, 2007

The Senate Budget and Appropriations Committee reports favorably Senate Bill No. 2948 (1R).

This bill implements Governor Corzine's proposed Reorganization Plan No. 001-2007 which, in part, calls for the transfer of the Division of Travel and Tourism (division) in the New Jersey Commerce, Economic Growth and Tourism Commission, and the functions, powers, and duties of the division to the Department of State. The commission is to be renamed the "New Jersey Commerce Commission" (commission) and is to remain in, but not of the Department of Treasury.

As part of the reorganization plan, the other following changes are proposed in the bill: (1) the position of Chief Executive Officer and Secretary will be eliminated and an Executive Director of Commerce position will be created in the commission, with the Executive Director being appointed by the Board of Directors; (2) the duties of the Chief Executive Officer and Secretary will be assigned to either the Board of Directors of the commission or the Executive Director; and (3) all programs other than the division will be retained and administered by the commission.

FISCAL IMPACT:

This bill will not have any fiscal impact on the State General Fund as the bill transfers existing State functions to existing State agencies/departments. Minor expenditures related to the physical move are expected to be offset by the salary savings realized from replacing the position of Chief Executive Officer and Secretary, a cabinet level position, with a non-cabinet level Executive Director.

In addition, the bill eliminates the ability of the commission to provide health benefits for its employees through private insurance plans, as well as its authority to lease or purchase suitable headquarters for the commission. Since the commission has never exercised its authority to do either, no fiscal impact is foreseen.

LEGISLATIVE FISCAL ESTIMATE

[First Reprint]

SENATE, No. 2948 STATE OF NEW JERSEY 212th LEGISLATURE

DATED: DECEMBER 10, 2007

SUMMARY

Synopsis: Reorganizes and renames NJ Commerce, Economic Growth and

Tourism Commission as NJ Commerce Commission; transfers

Division of Travel and Tourism to Department of State.

Type of Impact: Minimal fiscal impact.

Agencies Affected: Department of State; New Jersey Commerce, Economic Growth and

Tourism Commission.

Office of Legislative Services Estimate

Fiscal Impact	<u>Year 1</u>	Year 2	Year 3
State Cost	minimal impact overall	minimal, if any	minimal, if any

• The Office of Legislative Services (OLS) estimates a minimal fiscal impact on State expenditures as a result of this legislation. There will be minimal costs associated with moving the Division of Travel and Tourism that will be offset by salary savings.

BILL DESCRIPTION

Senate Bill No. 2948 (1R) of 2007 implements Governor Corzine's proposed Reorganization Plan No. 001-2007 which, in part, calls for the transfer of the Division of Travel and Tourism (division) in the New Jersey Commerce, Economic Growth and Tourism Commission, and the functions, powers, and duties of the division to the Department of State. The commission is to be renamed the "New Jersey Commerce Commission" (commission) and is to remain in, but not of the Department of Treasury.

As part of the reorganization plan, the other following changes are proposed in the bill: (1) the position of Chief Executive Officer and Secretary will be eliminated and an Executive Director of Commerce position will be created in the commission, with the Executive Director being appointed by the Board of Directors; (2) the duties of the Chief Executive Officer and Secretary will be assigned to either the Board of Directors of the commission or the Executive Director; and (3) all programs other than the division will be retained and administered by the commission.



Further, the bill transfers certain duties of the former Chief Executive Officer and Secretary to the Board of Directors and eliminates certain duties of both of those entities.

By moving the division to the Department of State, it allows the related functions of tourism, travel, arts and culture to be centralized in one place. This will streamline the efforts to increase travel and visitors to the State's many attractions.

FISCAL ANALYSIS

EXECUTIVE BRANCH

None received.

OFFICE OF LEGISLATIVE SERVICES

The OLS projects that the reorganization of the New Jersey Commerce, Economic Growth and Tourism Commission will have minimal fiscal impact as the bill transfers existing State functions to existing State agencies/departments. Any costs incurred from the reorganization will be offset by salary savings.

The OLS anticipates initial costs of \$11,000. It will cost approximately \$10,000 to transfer 20 employees' work related materials from their physical location at the New Jersey Commerce Commission to their new offices at the Department of State. An additional \$1000 will be needed to purchase new stationary, signage and related materials reflecting the name change.

The commission will also see a salary cost savings from replacing the position of Chief Executive Officer and Secretary with an Executive Director. The Executive Director of the commission will no longer be a Cabinet level position. This will create a lower salary designation for this position, translating into an initial cost saving of approximately \$40,000 in the first year. It is unknown what the salary savings will be in the future because of the possibility of a change in personnel both at the Director and the subordinate levels.

Finally, the bill eliminates the ability of the commission to provide health benefits for its employees though private insurance plans, as well as its authority to lease or purchase headquarters for the commission. Since the commission has never exercised its authority to do either, no fiscal impact is anticipated.

Section: Commerce, Labor and Industry

Analyst: Robin C. Ford

Assistant Fiscal Analyst

Approved: David J. Rosen

Legislative Budget and Finance Officer

This legislative fiscal estimate has been produced by the Office of Legislative Services due to the failure of the Executive Branch to respond to our request for a fiscal note.

This fiscal estimate has been prepared pursuant to P.L. 1980, c.67 (C. 52:13B-1 et seq.).