40:14B-1 et al

## LEGISLATIVE HISTORY CHECKLIST

(Permits construction and operation of solid waste facilities by county and municipal utilities authorities)

NJSA 40:14B-1 et al authori	ties)	y and	municipai	u ci i i ci es
Laws of 1977 Chapter	384			
B111 No. \$3141				
Sponsor(s) McGahn				
Date Introduced February 17				
Committee: Assembly Energy	& Environme	nt		
Senate Energy	& Environme	nt		
Amended during passage	Yes	xoxix	Amendments	during passage
Date of passage: Assembly No	ov. 21, 1977		denoted by	asterisks
Senate Ma	y 5, 1977			
Date of approval Feb	. 10, 1978			
Following statements are attac	hed if avail	able:		
Sponsor statement	Yes	жw		
Committee Statement: Assembly	xwerex	No		,
Senate	<b>Areke</b> k	No		
Fiscal Note	<b>Areke</b> k	Ио		•
Veto message	. Yexs	No		
Message on signing	(Keksk)	916	Ups there is	Covernor's Start
Following were printed:			V	2/10/78
Reports	<b>k</b> €₹	No		
Hearings	<b>Yěš</b>	No		•

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A Committee of the Comm

CHAPTER 384 LAWS OF N. J. 1977 APPROVED 2-10-77

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## SENATE, No. 3141

# STATE OF NEW JERSEY

INTRODUCED FEBRUARY 17, 1977

By Senator McGAHN

Referred to Committee on Energy and Environment

An Acr to amend the title of "An Act relating to the authorization, acquisition, financing and operation of water systems and sewage disposal systems by or on behalf of any county or any one or more municipalities, providing for the creation and the establishment of the powers of authorities as public bodies corporate and politic to undertake the same, for the issuance of bonds and other obligations therefor, and for service charges and other means to meet the expense thereof, and supplementing Title 40 of the Revised Statutes," approved August 22, 1957 (P. L. 1957, c. 183) so that the same shall read "An Act relating to the authorization, acquisition, financing and operation of water systems, solid waste systems and sewage disposal systems by or on behalf of any county or any one or more municipalities, providing for the creation and the establishment of the powers of authorities as public bodies corporate and politic to undertake the same, for the issuance of bonds and other obligations therefor, and for service charges and other means to meet the expense thereof, and supplementing Title 40 of the Revised Statutes," amending and supplementing said act, and repealing parts of the statutory law.

- 1 BE IT ENACTED by the Senate and General Assembly of the State
- 2 of New Jersey:
- 1 1. The title of P. L. 1957, c. 183 is amended to read as follows:
- 2 "An Act relating to the authorization, acquisition, financing and
- 3 operation of water systems, solid waste systems and sewage dis-
- 4 posal systems by or on behalf of any county or any one or more
- 5 municipalities, providing for the creation and the establishment of
  - 6 the powers of authorities as public bodies corporate and politic
- 7 to undertake the same, for the issuance of bonds and other obliga-
- 8 tions therefor, and for service charges and other means to meet

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

- 9 the expense thereof, and supplementing Title 40 of the Revised
- 10 Statutes."
- 1 2. Section 1 of P. L. 1957, c. 183 (C. 40:14B-1) is amended to
- 2 read as follows:
- 3 1. This act shall be known and may be cited as the "municipal
- 4 and county utilities authorities law."
- 3. Section 2 of P. L. 1957, c. 183 (C. 40:14B-2) is amended to
- 2 read as follows:
- 3 2. It is hereby declared to be in the public interest and to be the
- 4 policy of the State to foster and promote by all reasonable means
- 5 the provision and distribution of an adequate supply of water for
- 6 the public and private uses of counties and municipalities and their
- 7-9 inhabitants, the collection, disposal and recycling of solid waste,
- 10 including sewage sludge, in an environmentally sound manner, and
- 11 the relief of lands and waters in or bordering the State from pollu-
- 12 tion, from domestic, industrial and other sources, including pollu-
- 13 tion derived from chemical and hazardous wastes, and thus the
- 14 reduction and ultimate abatement of the menace to the public
- 15 health resulting from such pollution. It is the purpose and object
- 16 of this act to further and implement such policy by
- 17 (1) Authorizing counties, or municipalities either separately or
- 18 in combination with other municipalities, by means and through
- 19 the agency of a municipal authority, to acquire, construct, maintain,
- 20 operate or improve works for the accumulation, supply or distribu-
- 21 tion of water, works for the collection, treatment, recycling, and
- 22 disposal of solid wastes, and works for the collection, treatment,
- 23 purification or disposal of sewage or other wastes;
- 24 (2) Authorizing service charges to occupants or owners of
- 25 property for direct or indirect connection with and the use,
- 26 products or services of such works, and providing for the estab-
- 27 lishment, collection and enforcement of such charges;
- 28 (3) Creating as bodies corporate and politic municipal authori-
- 29 ties to have full responsibility and powers with respect to such
- 30 works and the establishment, collection, enforcement, use and dis-
- 31 position of all such service charges;
- 32 (4) Providing for the financing of such works, for the issuance of
- 33 bonds therefor, and for the payment and security of such bonds;
- 34 and
- 35 (5) In general, granting to counties and municipalities and to
- 36 such municipal authorities discretionary powers to provide for
- 37 utility services designed to provide or distribute such a supply of
- 38 water, to recycle or dispose of solid waste, or to relieve pollution
- 39 of such waters in or bordering the State at the expense of the users

- of such services or of counties or municipalities or other persons contracting for or with respect to the same.
  - 4. Section 3 of P. L. 1957, c. 183 (C. 40:14B-3) is amended to
  - 2 read as follows:
  - 3. As used in this act, unless a different meaning clearly appears 4 from the context:
- 5 (1) "Municipality" shall mean any city of any class, any bor-
- 6 ough, village, town, township, or any other municipality other than
- 7 a county or a school district, and except when used in sections 4, 5,
- 8 6, 11, 12, 13, 42 or 45 of this act, any agency thereof or any two
- 9 or more thereof acting jointly or any joint meeting or other agency
- 10 of any two or more thereof;
- 11 (2) "County" shall mean any county of any class;
- 12 (3) "Governing body" shall mean, in the case of a county, the
- 13 board of chosen freeholders, \*or in the case of those counties
- 14 organized pursuant to the provisions of the "Optional County
- 15 Charter Law" (P. L. 1972, c. 154; C. 40:41A-1 et seq.), the board
- 15A of chosen freeholders and the county executive, the county super-
- 15B visor or the county manager, as appropriate,\* and, in the case of a
- 15c municipality, the commission, council, board or body, by whatever
- 15p name it may be known, having charge of the finances of the 15m municipality;
- 16 (4) "Person" shall mean any person, association, corporation,
- 17 nation, State or any agency or subdivision thereof, other than a
- 18 county or municipality of the State or a municipal authority;
- 19 (5) "Municipal authority" shall mean a public body created or
- 20 organized pursuant to section 4, 5 or 6 of this act and shall include
- 21 a municipal utilities authority created by one or more munici-
- 22 palities and a county utilities authority created by a county;
- 23 (6) Subject to the exceptions provided in section 10, 11 or 12 of
- 24 this act, "district" shall mean the area within the territorial
- 25 boundaries of the county, or of the municipality or municipalities,
- 26 which created or joined in or caused the creation or organization of
- 27 a municipal authority;
- 28 (7) "Local unit" shall mean the county, or any municipality,
- 29 which created or joined in or caused the creation or organization
- 30 of a municipal authority;
- 31 (8) "Water system" shall mean the plants, structures and other
- 32 real and personal property acquired, constructed or operated or
- 33 to be acquired, constructed or operated by a municipal authority
- 34 for the purposes of the municipal authority, including reservoirs.
- 35 basins, dams, canals, aqueducts, standpipes, conduits, pipelines,

mains, pumping stations, water distribution systems, compensating 36

reservoirs, waterworks or sources of water supply, wells, purifica-37

tion or filtration plants or other plants and works, connections, 38

rights of flowage or division, and other plants, structures, boats, 39

conveyances, and other real and personal property, and rights 40

therein, and appurtenances necessary or useful and convenient for

42-43 the accumulation, supply or distribution of water;

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(9) "Sewerage system" shall mean the plants, structures and 44 other real and personal property acquired, constructed or operated 45 or to be acquired, constructed or operated by a municipal authority 46for the purposes of the municipal authority, including sewers, 47 conduits, pipelines, mains, pumping and ventilating stations, sew-4849age treatment or disposal systems, plants and works, connections, outfalls, compensating reservoirs, and other plants, structures, 50 boats, conveyances, and other real and personal property, and 51 52rights therein, and appurtenances necessary or useful and con-53 venient for the collection, treatment, purification or disposal in a sanitary manner of any sewage, liquid or solid wastes, night soil 54or industrial wastes; 55

(10) "Utility system" shall mean a water system, solid waste system or a sewerage system, or [a water system and sewerage system any combination of such systems, acquired, constructed or operated or to be acquired, constructed or operated by a municipal authority;

(11) "Cost" shall mean, in addition to the usual connotations thereof, the cost of acquisition or construction of all or any part of a utility system and of all or any property, rights, easements, privileges, agreements and franchises deemed by the municipal authority to be necessary or useful and convenient therefor or in connection therewith, including interest or discount on bonds, cost of issuance of bonds, engineering and inspection costs and legal expenses, cost of financial, professional and other estimates and advice, organization, administrative, operating and other expenses of the municipal authority prior to and during such acquisition or construction, and all such other expenses as may be necessary or 72 incident to the financing, acquisition, construction and completion of said utility system or part thereof and the placing of the same in 74 operation, and also such provision or reserves for working capital, operating, maintenance or replacement expenses or for payment or 76 security of principal of or interest on bonds during or after such acquisition or construction as the municipal authority may determine, and also reimbursements to the municipal authority or any 78 county, municipality or other person of any moneys theretofore

- 80 expended for the purposes of the municipal authority or to any
- 81 county or municipality of any moneys theretofore expended for or
- 82 in connection with water supply, solid waste, water distribution or
- 83 sanitation facilities;
- 84 (12) "Real property" shall mean lands both within or without
- 85 the State, and improvements thereof or thereon, or any rights or
- 86 interests therein;
- 87 (13) "Construct" and "construction" shall connote and include
- 88 acts of construction, reconstruction, replacement, extension, im-
- 89 provement and betterment of a utility system;
- 90 (14) "Industrial wastes" shall mean liquid or other wastes
- 91 resulting from any processes of industry, manufacture, trade or
- 92 business or from the development of any natural resource, and
- 93 shall include any chemical wastes or hazardous wastes;
- 94 (15) "Sewage" shall mean the water-carried wastes created in
- 95 and carried, or to be carried, away from residences, hotels, apart-
- 96 ments, schools, hospitals, industrial establishments, or any other
- 97 public or private building, together with such surface or ground
- 98 water and industrial wastes and leachate as may be present;
- 99 (16) "Pollution" means the condition of water resulting from
- 100 the introduction therein of substances of a kind and in quantities
- 101 rendering it detrimental or immediately or potentially dangerous
- 102 to the public health, or unfit for public or commercial use;
- 103 (17) "Bonds" shall mean bonds or other obligations issued pur-
- 104 suant to this act;
- 105 (18) "Service charges" shall mean water service charges [or],
- 106 solid waste service charges, sewer service charges, or [water
- 107 service charges and sewer service charges any combination of such
- 108 charges, as said terms are defined in section 21 or 22 of this act;
- (19) "Compensating reservoir" shall mean the structures, facili-
- 110 ties and appurtenances for the impounding, transportation and
- 111 release of water for the replenishment in periods of drought or at
- 112 other necessary times of all or a part of waters in or bordering the
- 113 State diverted into a utility system operated by a municipal
- 114 authority;
- 115 (20) "Sewerage authority" shall mean a public body created
- 116 pursuant to the Sewerage Authorities Law (P. L. 1946, c. 138) or
- 117 the acts amendatory thereof or supplemental thereto; [and]
- 118 (21) "County sewer authority" shall mean a sanitary sewer
- 119 district authority created pursuant to the act entitled "An act
- 120 relating to the establishment of sewerage districts in first- and
- 121 second-class counties, the creation of Sanitary Sewer District
- 122 Authorities by the establishing of such districts, prescribing the
- 123 powers and duties of any such authority and of other public bodies

- 124 in connection with the construction of sewers and sewage disposal
- 125 facilities in any such district, and providing the ways and means
- 126 for paying the costs of construction and operation thereof,"
- 127 approved April 23, 1946 (P. L. 1946, c. 123), or the acts amendatory
- 128 thereof or supplemental thereto;
- 129 (22) "Chemical waste" shall mean a material normally generated
- 130 by or used in chemical, petrochemical, plastic, pharmaceutical, bio-
- 131 chemical or microbiological manufacturing processes or petroleum
- 132 refining processes, which has been selected for waste disposal and
- 133 which is known to hydrolize, ionize or decompose, which is soluble,
- 134 burns or oxidizes, or which may react with any of the waste
- 135 materials which are introduced into the landfill, or which is buoyant
- 136 on water, or which has a viscosity less than that of water or which
- 137 produces a foul odor. Chemical waste may be either hazardous or
- 138 nonhazardous;
- 139 (23) "Effluent" shall mean liquids which are treated in and dis-
- 140 charged by sewage treatment plants;
- 141 (24) "Hazardous wastes" shall mean any waste or combination
- 142 of waste which poses a present or potential threat to human health,
- 143 living organisms or the environment. "Hazardous waste" shall
- 144 include, but not be limited to, waste material that is toxic, corrosive,
- 145 irritating, sensitizing, radioactive, biologically infectious, explosive
- 146 or flammable;
- 147 (25) "Leachate" shall mean a liquid that has been in contact
- 148 with solid waste and contains dissolved or suspended materials from
- 149 that solid waste;
- 150 (26) "Recycling" shall mean the separation, collection, process-
- 151 ing or recovery of metals, glass, paper and other materials for
- 152 reuse or for energy production and shall include resource recovery;
- 153 (27) "Sludge" shall mean any solid, semisolid, or liquid waste
- 154 generated from a municipal, industrial or other sewage treatment
- 155 plant, water supply treatment plant, or air pollution control facility,
- 156 or any other such waste having similar characteristics and effects;
- 157 "Sludge" shall not include effluent;
- 158 (28) "Solid waste" shall mean garbage, refuse, and other dis-
- 159 carded materials resulting from industrial, commercial and agri-
- 160 cultural operations, and from domestic and community activities,
- 161 and shall include all other waste materials including sludge, chem-
- 162 ical waste, hazardous wastes and liquids, except for liquids which
- 163 are treated in public sewage treatment plants and except for solid
- 164 animal and vegetable wastes collected by swine producers licensed
- 165 by the State Department of Agriculture to collect, prepare and
- 166 feed such wastes to swine on their own farms;

167 (29) "Solid waste system" shall mean and include the plants, 168 structures and other real and personal property acquired, con-169 structed or operated or to be acquired, constructed or operated by 170 an authority pursuant to the provisions of this act, including 171 transfer stations, incinerators, recycling facilities, sanitary land-172 fill facilities or other property or plants for the collection, recycling 173 or disposal of solid waste and all vehicles, equipment and other real 174 and personal property and rights thereon and appurtenances 175 necessary or useful and convenient for the collection, recycling, or 176 disposal of solid waste in a sanitary manner.

- 1 5. Section 4 of P. L. 1957, c. 183 (C. 40:14B-4) is amended to  $^{2}$ read as follows:
- 3 4. a. Any governing body may, in the case of a county by resolu-4 tion \*or ordinance\* duly adopted, or in the case of a municipality by ordinance duly adopted, create a public body corporate and politic 6 under the name and style of "the ..... municipal utilities authority," or of "the ..... county utilities au-7 thority," with [all or any significant part of] the name of said 8 9 county or municipality inserted. Said body shall consist of the 5 members thereof, who shall be appointed by \*[resolution of]\* the 10 governing body as hereinafter in this section provided, and it shall 11 12 constitute the municipal authority contemplated and provided for 13 in this act and an agency and instrumentality of said county or 14 municipality. After the taking effect of the resolution or ordinance for the creation of said body and the filing of a certified copy 15 thereof as in section 7 of this act provided, 5 persons shall be 16 appointed as the members of the municipal authority. The members 17 18 first appointed shall, by the resolution of appointment, be designated to serve for terms respectively expiring on the first days 19 of the first, second, third, fourth and fifth Februarys next ensuing 20 21 after the date of their appointment. On or after January 1 in 22 each year after such first appointments, 1 person shall be appointed as a member of the municipal authority to serve for a term com-23
- 24 mencing on February 1 in such year and expiring on February 1 in the fifth year after such year. In the event of a vacancy in the 25
- membership of the municipal authority occurring during an un-26
- expired term of office, a person shall be appointed as a member of 27 28 the municipal authority to serve for such unexpired term.
- b. Any \*[board of chosen freeholders]\* \*county governing body\* 29
- may provide by resolution \*or ordinance as appropriate\* that the 30
- municipal authority created by it shall consist of seven members. 31
- The two additional members first appointed pursuant to said resolu-32
- tion \*or ordinance\* shall be designated to serve for terms respec-33
- tively expiring on the first days of the fourth and fifth Februarys

next ensuing after the date of their appointment. On or after January 1 in the year in which expires the term of said additional member first appointed and in every fifth year thereafter, one person shall be appointed as a member of the municipal authority by said \*[board of chosen freeholders]\* \*county governing body\* as a successor to such additional members, to serve for a term commencing on February 1 of such year and expiring on February 1 to such year.

41 c. Whenever the municipal authority of any county shall certify 42to the governing body of any county that it has entered into a 43 contract pursuant to section 49 of this act (C. 40:14B-49) with one or more municipalities situate within any other county one ad-44 ditional member of the municipal authority for each such other 4546 county shall be appointed by \*[resolution of]\* the governing body of such other county as in this section provided. The additional mem-47 ber so appointed for any such other county, and his successors shall 48 be a resident of one of said municipalities situate within such 49other county. The additional member first appointed or to be 50 first appointed for such other county shall serve for a term expir-51 ing on the first day of the fifth February next ensuing after the 52date of such appointment, and on or after January 1 in the year 53 in which expires the term of the said additional member first ap-54 pointed, and in every fifth year thereafter, one person shall be 55 appointed by said governing body as a member of the municipal 56 authority as successor to said additional member, to serve for a 57 term commencing on February 1 in such year and expiring on 58 February 1 in the fifth year after such year. If after such appoint-59 60 ment of an additional member for such other county the municipal 61 authority shall certify to said governing body of such other county 62that it is no longer a party to a contract entered into pursuant to section 49 of this act (C. 40:14B-49) with any municipality situate 63 within such other county, the term of office of such additional mem-64 ber shall thereupon cease and expire and no additional member 65 for such other county shall thereafter be appointed. 66

67 d. In any county wherein a county sewer authority is reorganized as a municipal authority pursuant to section 6. of this act 68 69 (C. 40:14B-6), its governing body shall, by resolution \*or ordinance as appropriate,\* the existing members of the authority to terms 70 71corresponding to terms of members first appointed to a municipal 72authority pursuant to subsection a. of this section; provided, however, that, if said county sewer authority has seven members, then 73 74the existing members shall be reappointed to the reorganized municipal authority pursuant to subsections a. and b. of this section. 75

- 1 6. Section 6 of P. L. 1957, c. 183 (C. 40:14B-6) is amended to 2 read as follows:
- 3 6. a. The governing body of any municipality which shall have
- 4 created a sewerage authority may, by ordinance duly adopted,
- 5 provide and determine that said sewerage authority shall be
- 6 reorganized as a municipal authority and thereupon and thereby
- 7 cause said sewerage authority to be organized as a public body
  - corporate and politic existing under and by virtue of this act.
- 9 b. In any county which has created a sewerage authority or a
- 10 county sewer authority or authorities each such authority shall be
- 11 reorganized as a county utilities authority and shall be continued
- 12 as a public body corporate and politic existing under and by virtue
- 13 of the municipal authorities law, P. L. 1957, c. 183 (C. 40:14B-1
- 14 et seq). The governing body of any county wherein a sewerage
- 15 authority or a county sewer authority or authorities was reorga-
- 16 nized pursuant to this section shall record such reorganization by
- 17 resolution and file such resolution with the Secretary of State
- 18 pursuant to section 7 of this act (C. 40:14B-7).
- 19 c. No authority reorganized pursuant to this section shall
- 20 acquire, construct, maintain, operate or improve a water system
- 21 or a solid waste system until such time as the governing body
- 22 authorizes such action by ordinance in the case of a municipality,
- 23 or by resolution in the case of a county.
- 24 d. Said body shall consist of the members of said sewerage
- 25 authority or of said county sewer authority holding office at the
- 26 time of such organization together with successors in such member-
- 27 ship appointed as if said sewerage authority or county sewer
- 28 authority had originally been created pursuant to section 4 of this
- 29 act, and, upon the passage of this amendatory and supplementary
- 30 act or upon the taking effect of such ordinance and the filing of
- 31 a certified copy thereof as in section 7 of this act provided, said
- 32 body shall constitute a municipal authority contemplated and
- 33 provided for in this act and an agency and instrumentality of said
- 34 municipality, or county. Said body as such municipal authority
- 35 shall have all of the rights and powers granted and be subject
- 36 to all of the duties and obligations imposed by this act and, subject
- 37 to the rights (if any) of the holders of any bonds or other obliga-
- 38 tions of said sewerage authority or county sewer authority there-
- 39 tofore issued, said body shall be the successor in all respects to
- 40 said sewerage authority or county sewer authority and forthwith
- 41 succeed to all of the rights, property, assets and franchises of said
- 42 sewerage authority, or county sewer authority and the said bonds

43 or other obligations of said sewerage authority or county sewer

44 authority shall be assumed by and become the obligations of said

45 municipal authority, and the property of said sewerage authority

46 or county sewer authority shall be vested in said municipal

47 authority. Said body may at any time, by resolution duly adopted,

48 change its corporate name and adopt the name and style of "the

49 ..... municipal utilities authority" with [all

50 or any significant part of the name of said municipality or county

51 inserted.

- 7. Section 7 of P. L. 1957, c. 183 (C. 40:14B-7) is amended to 2 read as follows:
- 3 7. A copy of each resolution or ordinance for the creation of a
- 4 municipal authority or resolution or ordinance for the reorganiza-
- 5 tion of a sewerage authority or a county sewer authority as a
- 6 municipal authority adopted pursuant to this act, duly certified
- 7 by the appropriate officer of the local unit, shall be filed in the office
- 8 of the Secretaary of State. Upon proof of such filing of a certified
- 9 copy of the resolution or ordinance or of certified copies of the
- 10 parallel ordinances for the creation of a municipal authority as
- 11 aforesaid or of a certified copy of the resolution or ordinance for
- 12 the reorganization of a sewerage authority or a county sewer
- 13 authority as a municipal authority as aforesaid, the municipal
- 14 authority therein referred to shall, in any suit, action or proceeding
- 15 involving the validity or enforcement of, or relating to, any
- 16 contract or obligation or act of the municipal authority, be con-
- 17 clusively deemed to have been lawfully and properly created,
- 18 organized and established and authorized to transact business and
- 19 exercise its powers under this act. A copy of any such certified
- 20 resolution or ordinance, duly certified by or on behalf of the
- 21 Secretary of State, shall be admissible in evidence in any suit,
- 22 action or proceeding and shall be conclusive evidence of due and
- 23 proper filing thereof as aforesaid.
- 8. Section 9 of P. L. 1957, c. 183 (C. 40:14B-9) is amended to
- 2 read as follows:
- 3 9. No governing body of any county which may create any
- 4 municipal authority pursuant to this act or which records \* Tby reso-
- 5 lution \*\* the reorganization of any preexisting sewerage authority
- 6 or county sewer authority as a municipal authority pursuant to this
- 7 act, shall thereafter create any other municipal authority or a
- 8 sewerage authority for a county sewer authority. No governing
- 9 body (1) of any county which shall have created any sewerage
- 10 authority or any county sewer authority, or (2) of any munici-

pality constituting the whole or any part of the district of a municipal authority or of the district of a sewerage authority, or 13 (3) of any municipality constituting the whole or any part of the sewerage district of a county sewer authority which shall have 14 15 entered into a contract or contracts with such municipality, shall 16 create or join in the creation of a municipal authority or a 17 sewerage authority except subject to the rights (if any) of the holders of any bonds or other obligations of such other authority 18 19 then outstanding and upon the written consent of such other 20 authority and in accordance with the terms and conditions of such consent, and in the event such consent be given and a municipal 2122authority or sewerage authority be created pursuant thereto, the 23 terms and conditions of such consent shall thereafter be in all 24 respects binding upon the municipal authority or sewerage authority so created and the county or municipality creating or joining 2526 in the creation of the same, and any water supply or distribution 27system, solid waste system or system of sewers or sewage disposal 28plants constructed or maintained in conformity with the terms and 29 conditions of such consent by the municipal authority or sewerage authority so created shall be deemed not to be competitive with the 30 utility system of the said other authority giving such consent. 31

- 9. Section 19 of P. L. 1957, c. 183 (C. 40:14B-19) is amended to read as follows:
- $^{2}$ 3 19. (a) The purposes of every municipal authority shall be (1) the provision and distribution of an adequate supply of water for 4 the public and private uses of the local units, and their inhabitants, within the district, and (2) the relief of waters in or bordering the 6 State from pollution arising from causes within the district and 7 the relief of waters in, bordering or entering the district from pollution or threatened pollution, and the consequent improvement 9 of conditions affecting the public health, (3) the provision of 10 sewage collection and disposal service within or without the district, 11 and (4) the provision of water supply and distribution service in 12 such areas without the district as are permitted by the provisions 13 of this act, and (5) the provision of solid waste services and 14 facilities within or without the district in a manner consistent with 15 the Solid Waste Management Act, P. L. 1970, c. 39 (C. 13:1E-1 16 et seq.) and in conformance with the solid waste management plans 17 adopted by the solid waste management districts created therein, 18 and (6) the operation and maintenance of utility systems owned by 19

other governments located within the district through contracts

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with said governments.

22(b) Every municipal authority is hereby authorized, subject to 23the limitations of this act, to acquire, in its own name but for the local unit or units, by purchase, gift, condemnation or otherwise, 24 25lease as lessee, and, notwithstanding the provisions of any charter, 26ordinance or resolution of any county or municipality to the contrary, to construct, maintain, operate and use such reservoirs, 27 28 basins, dams, canals, aqueducts, standpipes, conduits, pipelines, mains, pumping and ventilating stations, treatment, purification 29 30 and filtration plants or works, trunk, intercepting and outlet sewers, water distribution systems, waterworks, sources of water 31 32supply and wells at such places within or without the district, such compensating reservoirs within a county in which any part of the 33district lies, and such other plants, structures, boats and convey-34 ances, as in the judgment of the municipal authority will provide 35 an effective and satisfactory method for promoting purposes of the 36 37 municipal authority.

38 (c) Every municipal authority is hereby authorized and directed, 39 when in its judgment its sewerage system or any part thereof will 40 permit, to collect from any and all public systems within the 41 district all sewage and treat and dispose of the same in such manner 42 as to promote purposes of the municipal authority.

1 10. Section 23 of P. L. 1957, c. 183 (C. 40:14B-23) is amended to 2 read as follows:

3 23. Every municipal authority shall prescribe and from time to time when necessary revise a schedule of all its service charges, 4 which may provide a single rent, rate, fee or charge for [both 5 water service charges and sewerage service charges any of its 6 7 utility charges and which shall comply with the terms of any contract of the municipal authority and may be such that the revenues 8 of the municipal authority will at all times be adequate to pay the 9 10 expenses of operation and maintenance of the utility system, in-11 cluding reserves, insurance, extensions, and replacements, and to pay the principal of and interest on any bonds and to maintain 1213 such reserves or sinking funds therefor as may be required by the 14 terms of any contract of the municipal authority or as may be deemed necessary or desirable by the municipal authority. Said 15 schedule shall thus be prescribed and from time to time revised 16 by the municipal authority after public hearing thereon which shall 17 be held by the municipal authority at least 7 days after such 18 published notice as the municipal authority may determine to be 19reasonable. The municipal authority shall likewise fix and deter-20 21mine the time or times when and the place or places where such service charges shall be due and payable and may require that such

- 23 service charges shall be paid in advance for periods of not more
- 24 than 1 year. A copy of such schedule of service charges in effect
- 25 shall at all times be kept on file at the principal office of the munici-
- 26 pal authority and shall at all reasonabe times be open to public
- 27 inspection.
- 1 11. Section 24 of P. L. 1957, c. 183 (C. 40:14B-24) is amended to
- 2 read as follows:
- 3 24. a. Any local unit shall have power, in the discretion of its
- 4 governing body, to appropriate moneys for the purposes of the
- 5 municipal authority, and to loan or donate such moneys to the
- 6 municipal authority in such installments and upon such terms as
- 7 may be agreed upon between such local unit and the municipal
- 8 authority.
- 9 b. Subject to section 61 of this act (C. 40:14B-60), any local unit
- 10 shall have the power to authorize as a general improvement or, in
- 11 the case of a local unit which is a municipality, as a local improve-
- 12 ment the construction and financing of any facilities for the collec-
- 13 tion, treatment and disposal of sewage or for the collection recycl-
- 14 ing or disposal of solid waste within the district arising within a
- 15 district, or any facilities for the distribution of water within a
- 16 district. Subject to the consent and approval of the municipal au-
- 17 thority, such facilities may be operated by the local unit and the
- 18 local unit may fix rates and charges for the use thereof, in addition
- 19 to the payment of any special assessments levied by a municipality
- 20 against lands and real estate specially benefited by such improve-
- 21 ments. As provided in section 48 of this act (C. 40:14B-48), such
- 22 facilities may be acquired and operated by the municipal authority
- 23 as a part of the utility system, notwithstanding that special assess-
- 24 ments may be or may have been levied for such improvements by
- 25 a municipality.
- 1 12. Section 34 of P. L. 1957, c. 183 (C. 40:14B-34) is amended to
- 2 read as follows:
- 3 34. Every municipal authority is hereby empowered, in its own
- 4 name but for the local unit or units, to acquire by purchase, gift,
- 5 grant or devise and to take for public use real property, within or
- 6 without the district, which may be deemed by the municipal au-
- 7 thority necessary for its purposes, including public lands, waters,
- 8 parks, roads, playgrounds, reservations and public or private
- 9 rights in waters within or without the district, and any property
- 10 within or without the district owned by or, in which any county,
- 11 municipality or political subdivision of the State, or public body or
- 12 agency of such political subdivision, has any right, title or interest.
- 13 Such municipal authority is hereby empowered to acquire and take

such real property, including any such public property or such 14 public interests therein, by condemnation, in the manner provided 15 by chapter 1 of Title 20, Eminent Domain, of the Revised Statutes 16 (R. S. 20:1-1 et seq.) in P. L. 1971, c. 361 (C. 20:3-1 et seq.) and, 17 18 to that end, may invoke and exercise in the manner or mode of procedure prescribed in said chapter, either in its own name or in the 19 name of any local unit or units, all of the powers of such local unit 20 or units to acquire or take property for public use; provided, how-2122ever, that, notwithstanding the foregoing or any other provision 23of this act, no municipal authority shall acquire or take, by condemnation, any real property owned by the State or in which the 24State has any right, title or interest or real property in use as part 25 of any system of water supply or distribution actually serving 50 2627 or more parcels of real property or real property owned by a municipal or county government or any agency thereof which is 28 utilized as part of an utility system thereby; and provided, further 29 that, notwithstanding the foregoing or any other provision of this 30 act, no municipal authority shall acquire or take, by condemnation, 31 32 any real property situate without the district owned or occupied by any county, municipality or other political subdivision of the 33 State, except rights-of-way or easements for the location, construc-3435 tion, maintenance, renewal, relocation and removal of collecting, distribution and transmission pipes, mains, conduits, manholes, 36 gatehouses, appurtenances and other like facilities, and for access 37 38 thereto.

1 13. Section 49 of P. L. 1957, c. 183 (C. 40:14B-49) is amended 2 to read as follows:

49. Any municipal authority for the carrying out and effectu-3 ation of its purposes, and (a) any of the local units (b) any other 4 municipality whether within or without the district and (c) any 5 6 other municipal authority, any sewerage authority or any other 7 public body of the State empowered to treat or dispose of sewage or solid waste (all such local units, municipalities, other municipal authorities, sewerage authorities and other bodies being herein-10 after referred to individually as a "governmental unit") for 11 fostering the relief of waters in, bordering or entering the territorial area of the governmental unit from pollution or threatened 1213 pollution or assisting the municipal authority in carrying out and effectuating its purposes, may enter into a contract or contracts 14 15 providing for or relating to the collection, treatment and disposal of sewage or solid waste originating in the district or received by 16 17 the municipal authority, or originating in the territorial area of or collected by the governmental unit, by means of the sewerage 18

**1**9 or solid waste system or any sewerage or solid waste facilities of 20the governmental unit or both, and the cost and expense of such 21 collection, treatment and disposal. Any municipal authority for 22 the carrying out and effectuation of its purposes, and (a) any of 23the local units (b) any other municipality whether within or with-24 out the district and (c) any other municipal authority, any sewer-25age authority or any other public body of the State empowered 26 to sell and supply water (all such local units, municipalities, other 27 municipal authorities, sewerage authorities and other bodies being hereinafter referred to individually as a "governmental unit") 2829for fostering the provision and distribution of an adequate supply 30 of water within the territorial area of the governmental unit or 31 assisting the municipal authority in carrying out and effectuating 32its purposes may enter into a contract or contracts providing for 33 or relating to the sale or supplying of water to such municipal authority or to the governmental unit or to persons or properties 34 35 within the district or the governmental unit, and the cost and expense of such sale or supplying of water. Any such contract may 36 37 provide for the payment to the municipal authority by the govern-38 mental unit annually or otherwise of such sum or sums of money, 39 computed at fixed amounts or by a formula based on any factors or other matters described in section 21 or section 22 of this act 40 or in any other manner, as said contract or contracts may provide, 41 and may provide that the sum or sums so payable to the municipal 42authority shall be in lieu of all or any part of the service charges 43 which would otherwise be charged and collected by the nunicipal 44 authority with regard to persons or real property within the terri-45torial area of the governmental unit. Such contract or contracts 46 may also contain provisions as to the financing and payment of 47 expenses to be incurred by the municipal authority and determined 48 by it to be necessary for its purposes prior to the placing in opera-49 tion of a sewerage, solid waste or water supply and distribution 50 system and may provide for the payment by the governmental 51 unit to the municipal authority for application to such expenses 52or indebtedness therefor such sum or sums of money, computed 53 as said contract or contracts may provide and as the governing 54 body (hereinafter described) of the governmental unit shall, by 55 virtue of its authorization of and entry into said contract or con-56 tracts, determine to be necessary for the purposes of the sewerage 57 authority. Every such contract shall be authorized and entered into 58 under and pursuant to a resolution adopted by the authority in the 59 case of a municipal or other authority, an ordinance of the govern-60

ing body in the case of a municipality, a resolution \*or ordinance\* 61 of the governing body in the case of a county, and, in the case of any 62other public body, a resolution of the commission, council, board or 63 body by whatever name it may be known (in this section sometimes 64referred to as "governing body") having charge of the finances of 65 such public body, but the terms or text of said contract need not be 66 set forth in full or stated in any such resolution or ordinance if the 67 68 form of said contract is on file in the office of the clerk or other recording officer of the governmental unit or its governing body 69 and the place and fact of such filing is described in the resolution or 70 71 ordinance. Any such contract may be made with or without consideration and for a specified or an unlimited time and on any terms 72and conditions which may be approved by or on behalf of the gov-73 74ernmental unit and which may be agreed to by the municipal au-75 thority in conformity with its contracts with the holders of any 76 bonds, and shall be valid whether or not an appropriation with respect thereto is made by the governmental unit prior to authoriza-77 tion or execution thereof. Every such governmental unit is hereby 78 authorized and directed to do and perform any and all acts or things 79 necessary, convenient or desirable to carry out and perform every 80 such contract and to provide for the payment or discharge of any 81 obligation thereunder in the same manner as other obligations of 82 such governmental unit. Subject to any such contracts with the 83 holders of bonds, the municipal authority is hereby authorized to 84 do and perform any and all acts or things necessary, convenient or 85 desirable to carry out and perform every such contract and, in 86 accordance with any such contract, to waive, modify, suspend or 87 reduce the service charges which would otherwise be charged and 88 collected by the municipal authority with regard to persons or real 89 90 property within the territorial area of the governmental unit, but nothing in this section or any such contract shall prevent the 91 municipal authority from charging and collecting, as if such con-92tract had not been made, service charges with regard to such 93 persons and real property sufficient to meet any default or deficiency 94 in any payments agreed in such contract to be made by such 95 governmental unit. 96

- 1 14. Section 60 of P. L. 1957, c. 183 (C. 40:14B-60) is amended 2 to read as follows:
- 3 60. (a) No county, municipality or person shall discharge or 4 suffer to be discharged directly or indirectly into any waters in or 5 bordering a district any sewage which may or will cause or con-
- 6 tribute to the pollution of such waters; provided, that this prohibi-
- 7 tion shall be applicable only to such part or parts of such waters

- 8 as are in an area of the district bounded and described in a notice,
- 9 inserted at least once in a newspaper published or circulating in
- 10 the district, to the effect that the municipal authority has provided
- 11 facilities reasonably sufficient in its opinion for the treatment and
- 12 disposal of sewage which by discharge into such waters might
- 13 cause or contribute to pollution of such waters, and that pollution
- 14 of such waters is forbidden by law. Such a notice shall constitute
- 15 prima facie evidence of the existence of facilities sufficient for the
- treatment and disposal of all such sewage.
- 17 (b) No county, municipality or person shall discharge or suffer
- 18 to be discharged directly or indirectly into the sewage system
- 19 or the solid waste system of any municipal authority any matter
- 20 or thing which is or may be injurious or deleterious to such sewer-
- 21 age system or solid waste system or to its efficient operation.
- 22 (c) No county, municipality or person shall discharge or suffer
- 23 to be discharged directly or indirectly into the water system of
- 24 any municipal authority or on any lands or into any waters tribu-
- 25 tary to such water system any matter or thing which is or may be
- 26 injurious or deleterious to such water system or to its efficient
- 27 operation or may or will cause or contribute to a danger to the
- 28 health of the public in the district.
- 29 (d) Any county, municipality or person may be restrained, en-
- 30 joined or otherwise prevented from violating or continuing the
- 31 violation of any provision of this section in a proceeding in lieu of
- 32 prerogative writ, or other appropriate proceeding, or in an action
- 33 for injunctive or other relief instituted by a municipal authority
- 34 or by any county prosecutor.
- 35 (e) No violation of any provision of this section shall be deemed
- 36 to have occurred by reason of the discharge of sewage from any
- 37 boat or vessel while afloat or on a marine railway in drydock.
- 1 15. (New section) Every municipal authority is hereby autho
  - rized to charge and collect rents, rates, fees or other charges (in
- 3 this act sometimes referred to as "solid waste service charges")
- 4 for the use or services of the solid waste system. Such solid waste
- 5 service charges may be charged to and collected from any munici-
- 6 pality or any person contracting for such use or services or from
- 7 the owner or occupant, or both of them, of any real property from
- 8 or on which originates or has originated any solid waste to be
- 9 treated by the solid waste system of the authority, and the owner
- 10 of any such real property shall be liable for and shall pay such
- 11 solid waste service charges to the municipal authority at the time
- 12 when and place where such solid waste service charges are due

- 13 and payable. Such rents, rates, fees and charges, being in the
- 14 nature of use or service charges, shall as nearly as the authority
- 15 shall deem practicable and equitable be uniform throughout the
- 16 county for the same type, class and amount of use or service of
- 17 the solid waste system, and may be based or computed on any
- 18 factors determining the type, class and amount of use or service
- 19 of the solid waste system, and may give weight to the characteris-
- 20 tics of the solid waste and any other special matter affecting the
- 21 cost of treatment and disposal of the same.
- 1 16. The following are repealed:
- 2 P. L. 1946, c. 123 (C. 40:36A-1 to 40:36A-63);
- 3 P. L. 1953, c. 389 (C. 40:36A-23.1 and 40:36A-23.2);
- 4 P. L. 1957, c. 183, ss. 35 to 39 (C. 40:14B-35 to 40:14B-39);
- 5 P. L. 1971, c. 442, s. 2 (C. 40:14B-70).
- 1 17. This act shall take effect immediately.

- 1 16. The following are repealed:
- 2 P. L. 1946, c. 123 (C. 40:36A-1 to 40:36A-63);
- 3 P. L. 1953, c. 389 (C. 40:36A-23.1 and 40:36A-23.2);
- 4 P. L. 1957, c. 183, ss. 35 to 39 (C. 40:14B-35 to 40:14B-39);
- 5 P. L. 1971, c. 442, s. 2 (C. 40:14B-70).
- 1 17. This act shall take effect immediately.

### STATEMENT

This bill enables municipal and county utilities authorities to construct and operate solid waste facilities in addition to the sewage facilities and water supply facilities they are now enabled to construct and operate. Any such solid waste services or facilities shall be provided in a manner consistent with the Solid Waste Management Act and in conformance with the solid waste management plans adopted by the solid waste management districts created therein. Said facilities may include resource recovery facilities and facilities for the treatment of sewage sludge and chemical and hazardous waste.

The several sewerage authorities created by counties pursuant to P. L. 1946, c. 138 (C. 40:14A-1 et seq.) and the county sewer authorities created pursuant to P. L. 1946, c. 123 (C. 40:36A-1 et seq.) are reorganized, as county utilities authorities (P. L. 1957, c. 183; C. 40:14B-1 et seq.), by this bill. No such reorganized authority shall, however, acquire, construct, maintain, operate or improve a water system or a solid waste system until such time as the governing body authorizes such action.

The members of such a reorganized authority shall consist of the members of said authority holding office at the time of such reorganization. Every board of chosen freeholders is authorized to provide, by resolution, that the municipal authority created by it consist of seven members, rather than five. The existing sevenmember county sewer authorities also becomes seven-member municipal authorities pursuant to this section.

This bill is entirely permissive. It does not require anyone to do anything. It authorizes existing agencies to undertake new functions, once certain conditions are met.

This bill preserves the rights of those municipalities located in a county served by a county utilities authority to withdraw from or to remain outside the district of the county utilities authority through continuation, without amendment of sections 10 through 12 of P. L. 1957, c. 183 (C. 40:14B-10 through 12). The bill also removes the power of any authority created pursuant to this act to utilize the power of eminent domain to take over any property utilized as part of a utility system by any other local government.

#### FROM THE OFFICE OF THE GOVERNOR

FOR IMMEDIATE RELEASE FEBRUARY 10, 1978

FOR FURTHER INFORMATION
ANNE BURNS

Governor Brendan Byrne today signed the following bills into law:

S-3137, sponsored by former Senator Herbert Buehler, (D-Monmouth), which provides that income generated from properties owned by the Commuter Operating Agency since April 1, 1976 be collected by the agency and used for authorized public transportation purposes.

The Commuter Operating Agency purchased nine commuter rail properties between March 31 and April 30, 1976. A number of these properties generate income. Through this legislation, the Commuter Operating Agency will be able to use this income to help pay for the maintenance, repair and operation of these properties.

The bill also amends the Fiscal Year 1978 General Appropriations Act to appropriate this income for the agency's use.

S-3141, sponsored by former Senator Joseph McGahn, (D-Atlantic), which enables municipal and county utilities authorities to construct and operate solid waste facilities in addition to the sewage facilities and water supply facilities already authorized by current law.

The sewerage authorities created by counties under P.L. 1946, c.138 and the county sewer authorities created under P.L. 1946, c.123 are reorganized as county utilities authorities by this bill.

The members of the reorganized authority shall consist of the members of the existing authority holding office at the time of the reorganization.

S-3183, sponsored by Senator Matthew Feldman, (D-Bergen), which permits the repair of damaged structures in flood hazard areas.

The bill provides that no rule or regulation adopted under the Flood Plains

Act may prevent the repair or rebuilding within a flood hazard area of any lawful

preexisting structure which was damaged by flood or other means.

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