LEGISLATIVE HISTORY CHECKLIST

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(Parks--county & municipal --maintenance agreements)

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LAWS OF:

1992

CHAPTER: 101

BILL NO:

A793

SPONSOR(S)

LoBiondo & Gibson

DATE INTRODUCED:

February 3, 1992

COMMITTEE:

ASSEMBLY:

Environment

SENATE:

Community Affairs

AMENDED DURING PASSAGE:

Yes

Amendements denoted

by asterisks

DATE OF PASSAGE:

ASSEMBLY:

March 16, 1992 ~

Re-enacted 8-3-92

SENATE:

May 7, 1992

Re-enacted 9-14-92

DATE OF APPROVAL:

September 19, 1992

FOLLOWING STATEMENTS ARE ATTACHED IF AVAILABLE:

SPONSOR STATEMENT:

Yes

COMMITTEE STATEMENT:

ASSEMBLY:

Yes

SENATE:

Yes

FISCAL NOTE:

No

VETO MESSAGE:

Yes

MESSAGE ON SIGNING:

No

FOLLOWING WERE PRINTED:

REPORTS:

No

HEARINGS:

No

KBG:pp

[SECOND REPRINT]

ASSEMBLY, Nos. 793 and 938

STATE OF NEW JERSEY

ADOPTED FEBRUARY 20, 1992

Sponsored by Assemblymen LoBIONDO, GIBSON, WARSH and Assemblywoman Derman

AN ACT concerning the maintenance of county and municipal parks and supplementing Title 40 and chapter 10A of Title 54 of the Revised Statutes.

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

1. The Legislature finds and declares that county and municipal parks in the State are deteriorating due to a lack of proper maintenance; that the use and enjoyment of such parks is by роог condition; diminished that counties municipalities often do not have the funds to expend for the proper maintenance of their parks; that proper maintenance helps extend the life of park facilities, thereby reducing the need in some cases for large public capital expenditures for new park facilities and allowing any savings resulting therefrom to be used for other public purposes; that private businesses located near county or municipal parks have a public service interest as well as a private financial incentive in ensuring that such parks are well cared for; that such businesses often have financial and other resources available to them to devote to such a worthy purpose; that many nonprofit organizations would welcome the opportunity for their members and volunteers to assist counties or municipalities in the maintenance of county or municipal parks in a spirit of public service; and that, therefore, it is appropriate to authorize counties municipalities and private businesses or organizations to establish mutually beneficial partnerships in the manner prescribed by this act that will result in county and municipal parks that are better maintained for the use and enjoyment of the public.

2. As used in this act:

"Local government unit" means a county, municipality, or joint meeting, including any commission, utilities or other authority, board, or agency thereof, or a county park commission, county board of park commissioners, county or municipal board of recreation commissioners, municipal recreation commission, or similar entity.

"Park" means a park, playground, picnic area, square, monument, beach, waterfront, recreation area, conservation area, or similar place or property, or any open space, owned or controlled by a local government unit.

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

"Participating business entity" means a business entity that has entered into a park maintenance agreement with a local government unit in accordance with this act.

"Participating entity" means a business entity or nonprofit organization that has entered into a park maintenance agreement with a local government unit in accordance with this act.

- 3. Any local government unit may enter into an agreement with a business entity or nonprofit organization located within or near the local government unit to provide for the maintenance of a park or any portion thereof located within the local government unit, at no cost to the local government unit except as provided pursuant to section 4 of this act. No such park maintenance agreement may be entered into unless the business entity or nonprofit organization successfully demonstrates to the local government unit that the business entity or nonprofit organization is capable of maintaining the park according to the agreed upon terms and conditions. A park maintenance agreement shall be for such period as may be agreed upon by the local government unit and the business entity or nonprofit organization, and may be terminated by the business entity or nonprofit organization upon at least six months notice to the local government unit, or by the local government unit at any time without prior notice to the business entity or nonprofit organization, for any reason, including, but not limited to, failure of the participating business entity or nonprofit organization to comply with any term or condition of the park maintenance agreement.
- 4. A local government unit may provide at no cost to a participating entity such materials, supplies, or services that the local government unit deems appropriate to assist the participating entity with its park maintenance responsibilities, including, but not limited to, solid waste recycling or disposal services.
- 5. A local government unit may advertise and promote a park maintenance agreement program established by the local government unit pursuant to this act.
- 6. A local government unit may provide for appropriate public recognition of a participating entity, including, but not limited to:
 - a. issuance of a certificate of recognition; and
- b. authorization for the participating entity to pay for and erect a sign or signs at the park maintained by that participating entity indicating (1) the name and address of the participating entity, and (2) that it has assumed all or a portion of the maintenance responsibilities for the park as a public service in accordance with this act. The local government unit shall determine the size, color, style, and location of any such sign or signs that may be erected. A local government unit may pay for a sign or signs erected in accordance with this section if the participating entity is a nonprofit organization.
- 7. a. Except where permitted by the "New Jersey Tort Claims Act," N.J.S.59:1-1 et seq., no local government unit, or any employee or agent thereof, may be held liable in any civil action to any person for any injury or damages that may be caused or sustained by any participating entity, or any employee, agent, contractor, member, or volunteer thereof, during the course, or as

a result of, maintaining a park.

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- b. As a condition of any park maintenance agreement entered into in accordance with this act:
- a participating entity, and each employee, contractor, member, or volunteer of that participating entity assisting in maintaining a park, shall sign a waiver releasing the local government unit and its employees and agents from any civil liability for any injury or damages, except those arising from criminal or willful, wanton, or grossly negligent conduct, that may be sustained by the participating entity, or any employee, agent, contractor, member, or volunteer thereof, as the case may be, during the course, or as a result of, maintaining a park;
- (2) a participating business entity shall agree to indemnify, and if requested by the local government unit, defend, the local government unit and its employees and agents against all claims made by any person for injuries or damages that may be caused or sustained by the participating business entity, or any employee, agent, contractor, member, or volunteer thereof, during the course, or as a result of, maintaining a park; and
- (3) a participating business entity shall obtain and retain insurance in an amount sufficient for the purposes set forth in this section.
- 8. While performing park maintenance responsibilities pursuant to a park maintenance agreement entered into in accordance with this act, a participating entity and its employees, agents, contractors, members, and volunteers shall not be considered to be "public employees" or "State employees" for the purposes of the "New Jersey Tort Claims Act," or otherwise be accorded any of the protections set forth therein.
- 9. a. Nothing in this act may be construed to supersede the provisions of R.S.40:12-1 et seq., R.S.40:61-1 et seq., chapters 32 and 37 of Title 40 of the Revised Statutes, or any rule or regulation established by a local government unit applicable to the operation of its parks for the benefit of all park users.
- b. Any agreement entered into in accordance with this act shall not be subject to the requirements and provisions of the "Local Public Contracts Law," P.L.1971, c.198 (C.40A:11-1 et seq.).
- ¹[10. The Department of Community Affairs, in conjunction with the Department of Commerce, Energy and Economic Development, the Department of Environmental Protection, and the Division of Taxation in the Department of the Treasury, shall prepare an information packet about this act, and shall distribute it at no charge to each local government unit in the State at least once every two years and, upon request, to any other person at a charge not to exceed the cost of reproduction. The information packet shall include a description of the advantages and benefits, including tax benefits, of a park maintenance agreement entered into in accordance with this act, both to a local government unit a participating entity; suggestions concerning advertisement and promotion of a park maintenance agreement program; and instructions on the preparation of park a agreement, including, but not maintenance recommended terms and conditions for incorporation into the

54 agreement.]1 $^{1}[11.]$ $^{2}[10.]$ a. A taxpayer who provides materials, supplies, or labor, or who incurs other costs, including, but not limited to, increased costs for insurance, pursuant to a park maintenance agreement entered into in accordance with P.L. , C. (now before the Legislature as this bill), which is certified by a local government unit pursuant to subsection b. of this section, shall be entitled to a credit as provided herein against the tax imposed pursuant to section 5 of P.L.1945, c.162 (C.54:10A-5) in an amount equal to 100% of the cost of such materials, supplies, labor, or other costs. The tax imposed pursuant to section 5 of P.L.1945, c.162 shall first be reduced by the amount of any credit allowable pursuant to section 19 of P.L.1983, c.303 (C.52:27H-78) prior to applying the credit allowed pursuant to this section. The amount of the credit claimed in the tax year for which certification is received shall not exceed 50% of the tax liability that would be otherwise due, and shall not reduce the amount of tax liability to less than the statutory minimum provided in subsection (e) of section 5 of P.L.1945, c.162.

b. In order to qualify for the tax credit pursuant to subsection a. of this section, the taxpayer shall apply for a certification from the local government unit that certifies that the taxpayer was a participating business entity for the applicable tax year. The certification shall specifically indicate the date when the taxpayer became a participating business entity, include a copy of the park maintenance agreement, and state, to the best of the local government unit's knowledge, that the materials, supplies, labor, or other costs incurred by the taxpayer have not previously qualified for and received a credit pursuant to this section.

Upon certification, the local government unit shall submit a copy thereof to the taxpayer and to the Director of the Division of Taxation. When filing a tax return that includes a claim for a credit pursuant to this section, the taxpayer shall include a copy of the certification and a statement that the materials, supplies, labor, or other costs were incurred in the applicable tax year. Any credit shall be valid in the tax year in which the certification is approved, and any unused portion thereof may be carried forward for up to four subsequent tax years.

The Director of the Division of Taxation, in consultation with the Commissioner of Commerce, Energy and Economic Development, the Commissioner of Community Affairs, and the Commissioner of Environmental Protection, shall adopt rules and regulations establishing technical specifications and certification requirements for qualification for the credit established pursuant to this section.

c. On or before January 31 of each year, the Director of the Division of Taxation, in consultation with the Commissioner of Commerce, Energy and Economic Development, the Commissioner of Community Affairs, and the Commissioner of Environmental Protection, shall ¹[submit a report to the Governor, the Legislature, and the State Treasurer setting forth] compile and make available for public inspection a record of the number of certifications that were approved during the preceding calendar year and the amount of the credit applied for and received pursuant to this section with respect to each such certification.

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1	1On or before January 31, 1993 and for the following four years
2	thereafter, the Director of the Division of Taxation shall notify
3	the Governor and the Legislature as to the availability of this
4	information. 1
5	d. For the purposes of this section, "local government unit,"
6	"park," and "participating business entity" means the same as
7	those terms are respectively defined pursuant to section 2 of
8	P.L., c. (C.) (now before the Legislature as this bill). $]^2$
9	$^{1}[12.]$ $^{2}[11.]$ 1 1 2 This act shall take effect immediately.
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Authorizes counties and municipalities to make agreements with local businesses and nonprofit organizations to maintain county or municipal parks.

ASSEMBLY, No. 793

STATE OF NEW JERSEY

INTRODUCED FEBRUARY 3, 1992

By Assemblymen LoBIONDO and GIBSON

AN ACT concerning the maintenance of municipal parks and supplementing chapter 61 of Title 40 of the Revised Statutes.

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

- 1. The municipal body or authority having control of any public park, playground or other public recreational place or property may enter into an agreement with a qualifying tax exempt non-profit organization to provide for the maintenance of the place or property or part thereof. For the purpose of this act, "qualifying tax exempt non-profit organization" means a neighborhood non-profit organization that has received tax exemption under section 501 (c) of the 1954 Internal Revenue Code and that can successfully demonstrate to the municipality its capability to maintain the park according to the agreed upon terms.
- 2. The agreement entered into pursuant to section 1 of this act may authorize the provision by the local entity at no cost to the participating organization of any goods or services it deems appropriate to assist the participating organization.
- 3. While fulfilling maintenance responsibilities in accordance with an agreement entered into pursuant to section 1 of this act, a member of the participating organization shall be considered a "public employee" for the purposes of the "New Jersey Tort Claims Act," N.J.S.59:1-1 et seq.
- 4. Nothing in this act may be construed to supersede the provisions of R.S.40:12-1 et seq. or R.S.40:61-1 et seq. including, but not limited to, all rules established by the municipality applicable to the operation of its parks for the benefit of all park users.
 - 5. This act shall take effect immediately.

STATEMENT

This bill would encourage community and neighborhood groups to participate in the maintenance of neighborhood parks. There are numerous organizations throughout the State with the interest and the resources to provide these services and thus relieve the municipality of some of its maintenance burden.

Accordingly, this bill would authorize municipalities to enter into agreements with neighborhood non-profit organizations for the maintenance of neighborhood parks or public recreational areas. The municipality may make goods and services available to the organization at no cost. Members of the organization,

1	while performing maintenance functions, shall be considered
2	public employees for the purposes of the "New Jersey Tort
3	Claims Act," thus affording them some immunity from tort
4	actions. Finally, this authorizing legislation would not supersede
5	existing statutes regarding municipal authority over parks.
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Authorizes agreements between municipalities and certain organizations for the maintenance of parks.

ASSEMBLY, No. 938

STATE OF NEW JERSEY

INTRODUCED FEBRUARY 13, 1992

By Assemblyman WARSH

AN ACT concerning the maintenance of municipal parks and supplementing Title 40 and chapter 10A of Title 54 of the Revised Statutes.

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

1. The Legislature finds and declares that municipal parks in the State are deteriorating due to a lack of proper maintenance; that the use and enjoyment of such parks is diminished by their poor condition; that municipalities often do not have the funds to expend for the proper maintenance of their parks; that proper maintenance helps extend the life of park facilities, thereby reducing the need in some cases for large public capital expenditures for new park facilities and allowing any savings resulting therefrom to be used for other public purposes; that private businesses located near municipal parks have a public service interest as well as a private financial incentive in ensuring that such parks are well cared for; that such businesses often have financial and other resources available to them to devote to such a worthy purpose; and that, therefore, it is appropriate to authorize municipalities and private businesses to establish mutually beneficial partnerships in the manner prescribed by this act that will result in municipal parks that are better maintained for the use and enjoyment of the public.

2. As used in this act:

"Municipality" means a municipal governing body, municipal utilities or other type of authority, municipal agency or commission, or a joint meeting.

"Park" means a park, playground, picnic area, square, monument, beach, waterfront, recreation area, conservation area, or similar place or property, or any open space, owned or controlled by a municipality.

"Participating business entity" means a business entity that has made a park maintenance agreement with a municipality in accordance with this act.

3. Any municipality may enter into an agreement with a business entity located within the municipality to provide for the maintenance of a park or any portion thereof located within the municipality, at no cost to the municipality except as provided pursuant to section 4 of this act. No such park maintenance agreement may be made unless the business entity successfully demonstrates to the municipality that the business entity is capable of maintaining the park according to the agreed upon terms and conditions. A park maintenance agreement shall be for such period as may be agreed upon by the municipality and the

business entity, and may be terminated for any reason at any time by either party, including, but not limited to, failure of the participating business entity to comply with any term or condition of the park maintenance agreement.

- 4. A municipality may provide at no cost to a participating business entity such materials, supplies, or services that the municipality deems appropriate to assist the participating business entity with its park maintenance responsibilities, including, but not limited to, solid waste recycling or disposal services.
- 5. A municipality may advertise and promote a park maintenance agreement program established in the municipality pursuant to this act.
- 6. A municipality may provide for appropriate public recognition of a participating business entity, including, but not limited to:
 - a. issuance of a certificate of recognition; and
- b. authorization for the participating business entity to pay for and erect a sign or signs at the park maintained by that participating business entity indicating (1) the name and address of the participating business entity, and (2) that it has assumed all or a portion of the maintenance responsibilities for the park as a public service in accordance with this act. The municipality shall determine the size, color, style, and location of any such sign or signs that may be erected.
- 7. a. No municipality, or any employee or agent thereof, may be held liable to any person for any injury or damages that may be caused or sustained by any participating business entity, or any employee, agent, or contractor thereof, during the course, or as a result of, maintaining a park.
- b. As a condition of any park maintenance agreement made in accordance with this act:
- (1) the participating business entity, and each employee, agent, or contractor of that participating business entity assisting in maintaining a park, shall sign a waiver releasing the municipality and its employees and agents from any liability for any injury or damages that may be sustained by the participating business entity, or any employee, agent, or contractor thereof, as the case may be, during the course, or as a result of, maintaining a park;
- (2) the participating business entity shall agree to indemnify, and if requested by the municipality, defend, the municipality and its employees against all claims made by any person for injuries or damages that may be caused or sustained by the participating business entity, or any employee, agent, or contractor thereof, during the course, or as a result of, maintaining a park; and
- (3) the participating business entity shall obtain and retain insurance in an amount sufficient for the purposes set forth in this section.
- 8. While performing park maintenance responsibilities pursuant to a park maintenance agreement made in accordance with this act, a participating business entity and its employees, agents, and contractors shall not be considered to be "public employees" or "State employees" for the purposes of the "New Jersey Tort

Claims Act," N.J.S.59:1-1 et seq., or otherwise be accorded any of the protections set forth therein.

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- 9. Nothing in this act may be construed to supersede the provisions of R.S.40:12-1 et seq. or R.S.40:61-1 et seq. including, but not limited to, all rules established by a municipality applicable to the operation of its parks for the benefit of all park users
- The Department of Commerce, Energy and Economic 10. Development, in conjunction with the Department of Community Affairs and the Department of Environmental Protection, shall prepare an information packet about this act, and shall distribute it at no charge to each municipality in the State at least once every two years and, upon request, to any other person at a charge not to exceed the cost of reproduction. The information packet shall include a description of the advantages and benefits, including tax benefits, of a park maintenance agreement made in accordance with this act, both to a municipality and to a participating business entity; suggestions concerning advertisement and promotion of a park maintenance agreement program; and instructions on the preparation of a park maintenance agreement, including, but not limited recommended terms and conditions for incorporation into the agreement.
- 11. a. A taxpayer who provides materials, supplies, or labor, or who incurs other costs, including, but not limited to, increased costs for insurance, pursuant to a park maintenance agreement made in accordance with P.L. , C. (C.) (now before the Legislature as this bill), which is certified by a municipality pursuant to subsection b. of this section, shall be entitled to a credit as provided herein against the tax imposed pursuant to section 5 of P.L.1945, c.162 (C.54:10A-5) in an amount equal to 100% of the cost of such materials, supplies, labor, or other costs. The tax imposed pursuant to section 5 of P.L.1945, c.162 shall first be reduced by the amount of any credit allowable pursuant to section 19 of P.L.1983, c.303 (C.52:27H-78) prior to applying the credit allowed pursuant to this section. The amount of the credit claimed in the tax year for which certification is received shall not exceed 50% of the tax liability that would be otherwise due, and shall not reduce the amount of tax liability to less than the statutory minimum provided in subsection (e) of section 5 of P.L.1945, c.162.
- b. In order to qualify for the tax credit pursuant to subsection a. of this section, the taxpayer shall apply for a certification from the municipality that certifies that the taxpayer was a participating business entity for the applicable tax year. The certification shall specifically indicate the date when the taxpayer became a participating business entity, include a copy of the park maintenance agreement, and state, to the best of the municipality's knowledge, that the materials, supplies, labor, or other costs incurred by the taxpayer have not previously qualified for and received a credit pursuant to this section.
- Upon certification, the municipality shall submit a copy thereof to the taxpayer and the Director of the Division of Taxation. When filing a tax return that includes a claim for a

credit pursuant to this section, the taxpayer shall include a copy of the certification and a statement that the materials, supplies, labor, or other costs were incurred in the applicable tax year. Any credit shall be valid in the tax year in which the certification is approved, and any unused portion thereof may be carried forward for up to four subsequent tax years.

The Commissioner of Commerce, Energy and Economic Development, in consultation with the Commissioner of Community Affairs, the Commissioner of Environmental Protection, and the Director of the Division of Taxation, shall adopt rules and regulations establishing technical specifications and certification requirements for qualification for the credit established pursuant to this section.

- c. On or before January 31 of each year, the Commissioner of Commerce, Energy and Economic Development, in consultation with the Commissioner of Community Affairs and the Commissioner of Environmental Protection, shall submit a report to the Governor, the Legislature, and the State Treasurer setting forth the number of certifications that were approved during the preceding calendar year and the amount of the credit applied for and received pursuant to this section with respect to each such certification.
- d. For the purposes of this section, "municipality" means municipality, "park" means park, and "participating business entity" means participating business entity, as those terms are respectively defined pursuant to section 2 of P.L., c. (C.) (now before the Legislature as this bill).
 - 12. This act shall take effect immediately.

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STATEMENT

This bill would authorize any municipality to enter into an agreement with a business entity located within the municipality to provide for the maintenance of a municipal park or any portion thereof located within the municipality, at no cost to that municipality. Such a park maintenance agreement could not be made unless the business entity successfully demonstrates to the municipality that the business entity is capable of maintaining the park according to the agreed upon terms and conditions. A park maintenance agreement would be for such period as may be agreed upon by the municipality and the business entity, and may be terminated for any reason at any time by either party, including, but not limited to, failure of the participating business entity to comply with any term or condition of the agreement.

The bill would authorize a municipality to:

- (1) provide at no cost to a participating business entity such materials, supplies, or services the municipality deems appropriate to assist the participating business entity with its park maintenance responsibilities, including, but not limited to, solid waste recycling or disposal services;
- (2) advertise and promote a park maintenance agreement program established in the municipality pursuant to the act; and
- (3) provide for appropriate public recognition of a

participating business entity, including, but not limited to:

- (a) issuance of a certificate of recognition; and
- (b) authorization for the participating business entity to pay for and erect a sign or signs at the park maintained by that participating business entity indicating (1) the name and address of the participating business entity, and (2) that it has assumed all or a portion of the maintenance responsibilities for the park as a public service in accordance with the act. The municipality would determine the size, color, style, and location of any such sign or signs that may be erected.

The bill also provides that municipalities would be protected from claims by any person for injuries or damages that may be caused or sustained by any participating business entity, or any employee, agent, or contractor thereof, during the course, or as a result of, maintaining a park.

The Department of Commerce, Energy and Development, in conjunction with the Department of Community Affairs and the Department of Environmental Protection, would be required to prepare an information packet about the act, and distribute it at no charge to each municipality in the State at least once every two years and, upon request, to any other person at a charge not to exceed the cost of reproduction. The information packet would include a description of the advantages and benefits, including tax benefits, of a park maintenance agreement made in accordance with the act, both to a municipality and to a participating business entity; suggestions concerning the advertisement and promotion of maintenance agreement program; and instructions on the preparation of a park maintenance agreement, including, but not limited to, recommended terms and conditions for incorporation into the agreement.

Finally, the bill would provide a 100% credit against the corporate business tax to any participating business entity for the costs of materials, supplies, labor, or other miscellaneous expenses, including, but not limited to, increased costs for insurance, incurred by the participating business entity while performing its responsibilities pursuant to a park maintenance agreement made in accordance with the act.

Park maintenance is a considerable and chronic problem in the State at all levels of government. Municipal park maintenance particularly suffers whenever municipal budgets are stretched to the limit. This bill would establish a mutually beneficial partnership between the public and private sectors that would result in municipal parks that are maintained better for the enjoyment of the public. Under the bill, private businesses would in essence "adopt" and care for municipal parks as a public service in exchange for favorable publicity and certain tax benefits.

Authorizes municipalities to make agreements with local businesses to maintain municipal parks.

ASSEMBLY ENVIRONMENT COMMITTEE

STATEMENT TO

ASSEMBLY, Nos. 793 and 938

STATE OF NEW JERSEY

DATED: FEBRUARY 20, 1992

The Assembly Environment Committee favorably reports an Assembly Committee Substitute for Assembly Bill Nos. 793 and 938.

This committee substitute would authorize any county or municipality, including any commission, utilities or other authority, board, or agency thereof, and any county or municipal park or recreation commission or similar entity, to enter into an agreement with a business entity or nonprofit organization located within or near the county or municipality to provide for the maintenance of a county or municipal park or any portion thereof located within the county or municipality, at no cost to the applicable local government unit. Such a park maintenance agreement could not be entered into unless the business entity or nonprofit organization successfully demonstrates to the local government unit that the business entity or nonprofit organization, as the case may be, is capable of maintaining the park according to the agreed upon terms and conditions. A park maintenance agreement would be for such period as may be agreed upon by the local government unit and the business entity or nonprofit organization, and may be terminated by the business entity or nonprofit organization upon at least six months notice to the local government unit, or by the local government unit at any time without prior notice to the business entity or nonprofit organization, for any reason, including, but not limited to, failure of the participating business entity or nonprofit organization to comply with any term or condition of the agreement.

The committee substitute would authorize a local government unit to:

- (1) provide at no cost to a participating business entity or nonprofit organization such materials, supplies, or services the local government unit deems appropriate to assist the participating business entity or nonprofit organization with its park maintenance responsibilities, including, but not limited to, solid waste recycling or disposal services;
- (2) advertise and promote a park maintenance agreement program established by the local government unit pursuant to the act; and
- (3) provide for appropriate public recognition of a participating business entity or nonprofit organization, including, but not limited to:
 - (a) issuance of a certificate of recognition; and
- (b) authorization for the participating business entity or nonprofit organization to pay for and erect a sign or signs at the park maintained by that participating business entity or nonprofit organization indicating (1) the name and address of the participating business entity or nonprofit organization, and (2) that

it has assumed all or a portion of the maintenance responsibilities for the park as a public service in accordance with the act. The local government unit would determine the size, color, style, and location of any such sign or signs that may be erected. A local government unit may pay for a sign or signs erected in accordance with this provision if the participating entity is a nonprofit organization.

The committee substitute also provides that local government units would be protected from claims by any person for injuries or damages that may be caused or sustained by any participating business entity or nonprofit organization, or any employee, agent, contractor, member, or volunteer thereof, during the course, or as a result of, maintaining a park.

While performing park maintenance responsibilities pursuant to a park maintenance agreement entered into in accordance with the act, a participating business entity or nonprofit organization and its employees, agents, contractors, members, and volunteers would not be considered to be "public employees" or "State employees" for the purposes of the "New Jersey Tort Claims Act," or otherwise be accorded any of the protections set forth therein.

The Department of Community Affairs, in conjunction with the Department of Commerce, Energy and Economic Development, the Department of Environmental Protection, and the Division of Taxation in the Department of the Treasury, would be required to prepare an information packet about the act, and would be required to distribute it at no charge to each local government unit in the State at least once every two years and, upon request, to any other person at a charge not to exceed the cost of reproduction. The information packet would include a description of the advantages and benefits, including tax benefits, of a park maintenance agreement entered into in accordance with the act, both to a local government unit and to a participating business entity or nonprofit organization; suggestions concerning the advertisement promotion of a park maintenance agreement program; instructions on the preparation of a park maintenance agreement, including, but not limited to, recommended terms and conditions for incorporation into the agreement.

Finally, the bill would provide a 100% credit against the corporate business tax to any participating business entity for the costs of materials, supplies, labor, or other miscellaneous expenses, including, but not limited to, increased costs for insurance, incurred by the participating business entity while performing its responsibilities pursuant to a park maintenance agreement entered into in accordance with the act.

SENATE COMMUNITY AFFAIRS COMMITTEE

STATEMENT TO

ASSEMBLY, Nos. 793 and 938

with Senate committee amendments

STATE OF NEW JERSEY

DATED: APRIL 6, 1992

The Senate Community Affairs Committee favorably reports Assembly Nos. 793/938 ACS with Senate committee amendments.

Assembly Nos. 793/938 ACS, as amended by the committee, would authorize any county or municipality, including any commission, utilities or other authority, board, or agency thereof, and any county or municipal park or recreation commission or similar entity, to enter into an agreement with a business entity or nonprofit organization located within or near the county or municipality to provide for the maintenance of a county or municipal park or any portion thereof located within the county or municipality, at no cost to the applicable local government unit. Such a park maintenance agreement could not be entered into unless the business entity or nonprofit organization successfully demonstrates to the local government unit that the business entity or nonprofit organization, as the case may be, is capable of maintaining the park according to the agreed upon terms and conditions. A park maintenance agreement would be for such period as may be agreed upon by the local government unit and the business entity or nonprofit organization, and may be terminated by the business entity or nonprofit organization upon at least six months notice to the local government unit, or by the local government unit at any time without prior notice to the business entity or nonprofit organization, for any reason, including, but not limited to, failure of the participating business entity or nonprofit organization to comply with any term or condition of the agreement.

The committee substitute would authorize a local government unit to:

- (1) provide at no cost to a participating business entity or nonprofit organization such materials, supplies, or services the local government unit deems appropriate to assist the participating business entity or nonprofit organization with its park maintenance responsibilities, including, but not limited to, solid waste recycling or disposal services;
- (2) advertise and promote a park maintenance agreement program established by the local government unit pursuant to the act; and
- (3) provide for appropriate public recognition of a participating business entity or nonprofit organization, including, but not limited to:
 - (a) issuance of a certificate of recognition; and
- (b) authorization for the participating business entity or nonprofit organization to pay for and erect a sign or signs at the park maintained by that participating business entity or nonprofit

organization indicating (1) the name and address of the participating business entity or nonprofit organization, and (2) that it has assumed all or a portion of the maintenance responsibilities for the park as a public service in accordance with the act. The local government unit would determine the size, color, style, and location of any such sign or signs that may be erected. A local government unit may pay for a sign or signs erected in accordance with this provision if the participating entity is a nonprofit organization.

The committee substitute also provides that local government units would be protected from claims by any person for injuries or damages that may be caused or sustained by any participating business entity or nonprofit organization, or any employee, agent, contractor, member, or volunteer thereof, during the course, or as a result of, maintaining a park.

While performing park maintenance responsibilities pursuant to a park maintenance agreement entered into in accordance with the act, a participating business entity or nonprofit organization and its employees, agents, contractors, members, and volunteers would not be considered to be "public employees" or "State employees" for the purposes of the "New Jersey Tort Claims Act," or otherwise be accorded any of the protections set forth therein.

Finally, the bill would provide a 100% credit against the corporate business tax to any participating business entity for the costs of materials, supplies, labor, or other miscellaneous expenses, including, but not limited to, increased costs for insurance, incurred by the participating business entity while performing its responsibilities pursuant to a park maintenance agreement entered into in accordance with the act.

The committee amended the bill to remove the requirement that the Department of Community Affairs prepare an information packet and to alter the reporting requirements. As referred to the committee, this bill required the Director of the Division of Taxation, in consultation with other commissioners, to submit an annual report to the Governor, Legislature and State Treasurer setting forth the number of certifications that were approved during the preceding calendar year. The committee amended the bill to require only that the Director of the Division of Taxation maintain a record of certifications for public inspection and notify the Governor and Legislature on or before January 31, 1993 and for four years thereafter that the information is available.



OFFICE OF THE GOVERNOR NEWS RELEASE

CN-001 Contact: TRENTON, N.J. 08625 Release:

Jon Shure Jo Astrid Glading 609-777-2600 Monday, Jan. 25, 1993

Gov. Jim Florio today conditionally vetoed S-793/A-1389 in order to make sure that it does not have the effect of relaxing regulations established by the New Jersey Board of Pharmacy.

SENATE BILL NO. 793

To the Senate:

Pursuant to Article V., Section I, Paragraph 14 of the New Jersey Constitution, I herewith return Senate Bill No. 793 with my recommendations for reconsideration.

The federal Omnibus Budget Reconciliation Act of 1990 (OBRA 90) requires every state to establish standards for a drug use review program and for pharmacist counseling for Medicaid recipients in order to meet requirements for continued participation in the Medicaid outpatient prescription program. This bill would supplement the Pharmacy Act (N.J.S.A. 45:14-1 et seq.) by mandating that a pharmacist conduct a prospective drug review for all patients before each new prescription is dispensed to screen for potential drug therapy problems.

In the case of a prescription to be refilled, the bill allows the pharmacist to use his professional judgment to determine whether a prospective review is appropriate. In addition, this bill provides that a pharmacist shall "offer to counsel" any person who presents a new prescription for filling in any one of several ways, including face-to-face communication, a notation affixed to or written on the bag in which the prescription is delivered, or by telephone. Under the bill, if a prescription is delivered to a person residing outside of the local telephone calling area of the pharmacy, the pharmacist shall make the "offer to counsel" by affixing a note to or writing a note on the bag in which the prescription is delivered. The pharmacist must also provide a toll-free telephone number or accept reasonable collect calls from any person desiring counseling. The bill does not require a pharmacist to provide such counseling if the customer fails to

accept the offer. If, however, the "offer to counsel" is accepted, the bill requires that the counseling be performed by the pharmacist himself. The bill requires pharmacists to maintain relevant patient information profiles to be considered in both the offer to counsel and the content of any counseling provided. Finally, the bill exempts hospitals and nursing homes from mandatory pharmacist counseling.

The current New Jersey Board of Pharmacy regulations (Board regulations) are generally consistent with OBRA 90 requirements for prospective drug reviews and patient counseling. I am, however, pleased to see that this bill supplements State law by requiring drug use review programs and patient counseling for all individuals and not just those receiving Medicaid benefits. This expansion of State law will ensure a consistent level of care for all patients.

Although I strongly agree with the intent of this bill to establish standards for a drug use review program and for pharmacist counseling of all patients, I believe that this bill weakens present pharmacy practice as governed by existing State Board of Pharmacy regulations (Board regulations). For this reason, there are several aspects of this legislation with which I must take exception.

First, State Board regulations currently require a pharmacist to maintain a Patient Profile System for the purpose of recording significant individual history, i.e., known allergies drug reactions and a comprehensive list of medications and relevant devices for all whom prescriptions are dispensed. This bill would relax the Board's regulations because it would not require a pharmacist to maintain as much information on each patient as the Board's regulations require. This bill therefore would benefit if it were amended to require pharmacists to record in the Patient Profile Record System, the same patient information that the Board's current regulations require be recorded in the Patient Profile Record System.

Second, OBRA 90 would allow ancillary personnel to extend to the patient the offer to receive counseling if the pharmacist chooses not to make the offer to the patient directly. Under OBRA 90 the actual counseling, however, can only be performed by a pharmacist.

This bill limits the "offer to counsel" to the pharmacist only and needs to be expanded to include ancillary personnel.

Third, the bill does not provide for situations where it is inappropriate or unnecessary to verbally make the offer to counsel. This bill would benefit by an amendment to include language to: (a) take into account the delivery of prescriptions to the home by delivery persons and not the pharmacist; (b) handle language barriers experienced in many neighborhoods by providing written "offers to counsel" in various foreign languages; and (c) provide for the mail order prescription "offer to counsel."

Finally, as written, the bill makes it appear that the information recorded in the Patient Profile System by the dispensing pharmacist will be able to be retrieved by any pharmacist at any pharmacy location. The bill should be amended to clarify that the information recorded by the dispensing pharmacist in the Patient Profile System will only be able to be retrieved from the pharmacy where the information was originally recorded.

I believe that these amendments will ensure Board compliance with OBRA 90 requirements on drug use review and patient counseling and will have a positive impact on patient care and practice standards for pharmacists in New Jersey.

Accordingly, for the reasons stated above, I herewith return Senate Bill No. 793 and recommend that it be amended as follows:

Page 1, Section 1, Line 11:

After "contraindications" insert "to the extent the diagnosis information is available"

Page 1, Section 2, Line 24:

After "and" delete "may" insert "shall"

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Page 1. Section 2. Lines 27-33:

Delete in entirety. Insert: "(2) Face to face communication with ancillary personnel; or (3) By telephone."

Page 1. Section 2. Lines 41-44:

Insert: "b. If, in the professional judgment of the pharmacist, it is inappropriate to verbally make the offer to counsel, the offer to counsel may be made in a written communication."

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Page 1. Section 2. Line 41:

Page 1. Section 2. Line 45:

Page 2. Section 2. Line 17:

Page 2. Section 3. Lines 24-33:

Delete "b." insert "c."

Delete "c." insert "d."

Delete "d." insert "e."

After "3", delete in entirety insert: "a. A patient profile system must be maintained by all pharmacies for persons for whom prescriptions are The patient dispensed. profile record system shall be devised so as to enable the immediate retrieval of information necessary tenable the dispensing pharmacist to identify dispensed previously medication at the time a prescription is presented for One profile dispensing. record may be maintained for members of a family living at the same address and possessing the same family name.

- b. The following information generated at the individual pharmacy shall be recorded in the patient profile system:
- (1) The family name and the first name of the person for whom the medication is intended (the patient);
- (2) The address and telephone number of the patient;
- (3) Indication of the patient's age, birth date or age group (infant, child, adult) and gender;
- (4) The original of refill date the medication is dispensed and the initials of the dispensing pharmacist, if said initials and such date are not recorded on the back of the original prescription or in any other record approved by the New Jersey State Board of Pharmacy;
- (5) The number or designation identifying the prescription;
- (6) The prescriber's name;
- (7) The name, strength and quantity of the drug dispensed;
- (8) Individual history where significant, including known

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allergies and drug reactions, and a comprehensive list of medications and relevant devises; and

(9) Any additional comments relevant to the patient's drug use, including any failure to accept the pharmacist's offer to counsel.

Page 2. Section 3. Line 34:

Delete "b." insert "c."

Resectfully
/s/ Jim Florio

GOVERNOR

[seal]

Attest:

/s/ M. Robert DeCotiis
Chief Counsel to the Governor