§93 - C.26:1A-2.1
§398 C.30:1A-14
§434 - Repealer

P.L.2012, CHAPTER 17, approved June 29, 2012 Assembly, No. 3104 (First Reprint)

AN ACT reorganizing and renaming the Department of Health and 1 2 Senior Services as the Department of Health, establishing a 3 Division of Aging Services in the Department of Human 4 Services and transferring certain services for senior citizens from 5 the Department of Health and Senior Services to the division, revising various parts of the statutory law, and supplementing 6 7 Titles 26 and 30 of the Revised Statutes. 8 9 **BE IT ENACTED** by the Senate and General Assembly of the State 10 of New Jersey: 11 12 1. Section 10 of P.L.2004, c.17 (C.2A:62A-1.3) is amended to 13 read as follows: 14 10. a. If an individual's actual health care facility duty, 15 including on-call duty, does not require a response to a patient emergency situation, a health care professional who, in good faith, 16 17 responds to a life-threatening emergency or responds to a request 18 for emergency assistance in a life-threatening emergency within a 19 hospital or other health care facility, is not liable for civil damages 20 as a result of an act or omission in the rendering of emergency care. 21 The immunity granted pursuant to this section shall not apply to 22 acts or omissions constituting gross negligence, recklessness, or 23 willful misconduct. 24 The provisions of subsection a. of this section shall not b. 25 apply to a health care professional if a provider-patient relationship 26 existed before the emergency, or if consideration in any form is 27 provided to the health care professional for the service rendered. 28 The provisions of subsection a. of this section do not с. 29 diminish a general hospital's responsibility to comply with all 30 Department of Health [and Senior Services] licensure requirements 31 concerning medical staff availability at the hospital. 32 d. A health care professional shall not be liable for civil 33 damages for injury or death caused in an emergency situation 34 occurring in the health care professional's private practice or in a 35 health care facility on account of a failure to inform a patient of the 36 possible consequences of a medical procedure when the failure to inform is caused by any of the following: 37

Matter underlined <u>thus</u> is new matter.

Matter enclosed in superscript numerals has been adopted as follows: ¹Assembly ABU committee amendments adopted June 21, 2012.

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

1 (1) the patient was unconscious;

(2) the medical procedure was undertaken without the consent
of the patient because the health care professional reasonably
believed that the medical procedure should be undertaken
immediately and that there was insufficient time to fully inform the
patient; or

7 (3) the medical procedure was performed on a person legally 8 incapable of giving informed consent, and the health care 9 professional reasonably believed that the medical procedure should 10 be undertaken immediately and that there was insufficient time to 11 obtain the informed consent of the person authorized to give such 12 consent for the patient.

The provisions of this subsection shall apply only to actions for damages for an injury or death arising as a result of a health care professional's failure to inform, and not to actions for damages arising as a result of a health care professional's negligence in rendering or failing to render treatment.

18 e. As used in this section:

(1) "Health care professional" means a physician, dentist, nurse,
or other health care professional whose professional practice is
regulated pursuant to Title 45 of the Revised Statutes and an
emergency medical technician or mobile intensive care paramedic
certified by the Commissioner of Health [and Senior Services]
pursuant to Title 26 of the Revised Statutes; and

(2) "Health care facility" means a health care facility licensed by
the Department of Health [and Senior Services] pursuant to
P.L.1971, c.136 (C.26:2H-1 et seq.) and a psychiatric hospital
operated by the Department of Human Services and listed in
R.S.30:1-7.

30 (cf: P.L.2004, c.17, s.10)

31

32 2. N.J.S.2C:35-2 is amended to read as follows:

33 2C:35-2. As used in this chapter:

34 "Administer" means the direct application of a controlled 35 dangerous substance or controlled substance analog, whether by 36 injection, inhalation, ingestion, or any other means, to the body of a 37 patient or research subject by: (1) a practitioner (or, in his 38 presence, by his lawfully authorized agent), or (2) the patient or 39 research subject at the lawful direction and in the presence of the 40 practitioner.

"Agent" means an authorized person who acts on behalf of or at
the direction of a manufacturer, distributor, or dispenser but does
not include a common or contract carrier, public warehouseman, or
employee thereof.

"Controlled dangerous substance" means a drug, substance, or
immediate precursor in Schedules I through V, any substance the
distribution of which is specifically prohibited in N.J.S.2C:35-3, in
section 3 of P.L.1997, c.194 (C.2C:35-5.2), in section 5 of

1 P.L.1997, c.194 (C.2C:35-5.3), or in section 2 of P.L.2011, c.120 2 (C.2C:35-5.3a), and any drug or substance which, when ingested, is 3 metabolized or otherwise becomes a controlled dangerous substance 4 in the human body. When any statute refers to controlled dangerous 5 substances, or to a specific controlled dangerous substance, it shall 6 also be deemed to refer to any drug or substance which, when 7 ingested, is metabolized or otherwise becomes a controlled 8 dangerous substance or the specific controlled dangerous substance, 9 and to any substance that is an immediate precursor of a controlled 10 dangerous substance or the specific controlled dangerous substance. 11 The term shall not include distilled spirits, wine, malt beverages, as 12 those terms are defined or used in R.S.33:1-1 et seq., or tobacco and 13 tobacco products. The term, wherever it appears in any law or 14 administrative regulation of this State, shall include controlled 15 substance analogs.

16 "Controlled substance analog" means a substance that has a 17 chemical structure substantially similar to that of a controlled dangerous substance and that was specifically designed to produce 18 19 an effect substantially similar to that of a controlled dangerous 20 substance. The term shall not include a substance manufactured or 21 distributed in conformance with the provisions of an approved new 22 drug application or an exemption for investigational use within the 23 meaning of section 505 of the "Federal Food, Drug and Cosmetic 24 Act," 52 Stat. 1052 (21 U.S.C. s.355).

25 "Counterfeit substance" means a controlled dangerous substance 26 or controlled substance analog which, or the container or labeling of 27 which, without authorization, bears the trademark, trade name, or 28 other identifying mark, imprint, number, or device, or any likeness 29 thereof, of a manufacturer, distributor, or dispenser other than the 30 person or persons who in fact manufactured, distributed, or dispensed [such] the substance and which thereby falsely purports 31 32 or is represented to be the product of, or to have been distributed 33 by, such other manufacturer, distributor, or dispenser.

34 "Deliver" or "delivery" means the actual, constructive, or 35 attempted transfer from one person to another of a controlled dangerous substance or controlled substance analog, whether or not 36 37 there is an agency relationship.

38 "Dispense" means to deliver a controlled dangerous substance or 39 controlled substance analog to an ultimate user or research subject 40 by or pursuant to the lawful order of a practitioner, including the 41 prescribing, administering, packaging, labeling, or compounding 42 necessary to prepare the substance for that delivery. "Dispenser" 43 means a practitioner who dispenses.

44 "Distribute" means to deliver other than by administering or 45 dispensing a controlled dangerous substance or controlled substance 46 analog. "Distributor" means a person who distributes.

47 Drugs" means (a) substances recognized in the official United 48 States Pharmacopoeia, official Homeopathic Pharmacopoeia of the

1 United States, or official National Formulary, or any supplement to 2 any of them; and (b) substances intended for use in the diagnosis, 3 cure, mitigation, treatment, or prevention of disease in man or other 4 animals; and (c) substances (other than food) intended to affect the 5 structure or any function of the body of man or other animals; and 6 (d) substances intended for use as a component of any article 7 specified in subsections (a), (b), and (c) of this section; but does not include devices or their components, parts 1, 1 or accessories. 8

"Drug or alcohol dependent person" means a person who as a 9 result of using a controlled dangerous substance or controlled 10 11 substance analog or alcohol has been in a state of psychic or 12 physical dependence, or both, arising from the use of that controlled 13 dangerous substance or controlled substance analog or alcohol on a 14 continuous or repetitive basis. Drug or alcohol dependence is 15 characterized by behavioral and other responses, including but not 16 limited to a strong compulsion to take the substance on a recurring 17 basis in order to experience its psychic effects, or to avoid the 18 discomfort of its absence.

"Hashish" means the resin extracted from any part of the plant
Genus Cannabis L. and any compound, manufacture, salt,
derivative, mixture, or preparation of such resin.

Manufacture" means the production, preparation, propagation, 22 23 compounding, conversion, or processing of a controlled dangerous 24 substance or controlled substance analog, either directly or by 25 extraction from substances of natural origin, or independently by 26 means of chemical synthesis, or by a combination of extraction and 27 chemical synthesis, and includes any packaging or repackaging of 28 the substance or labeling or relabeling of its container, except that 29 this term does not include the preparation or compounding of a 30 controlled dangerous substance or controlled substance analog by 31 an individual for his own use or the preparation, compounding, 32 packaging, or labeling of a controlled dangerous substance: (1) by 33 a practitioner as an incident to his administering or dispensing of a 34 controlled dangerous substance or controlled substance analog in 35 the course of his professional practice, or (2) by a practitioner (or 36 under his supervision) for the purpose of, or as an incident to, 37 research, teaching, or chemical analysis and not for sale.

38 "Marijuana" means all parts of the plant Genus Cannabis L., 39 whether growing or not; the seeds thereof, and every compound, 40 manufacture, salt, derivative, mixture, or preparation of [such] the 41 plant or its seeds, except those containing resin extracted from 42 such the plant; but shall not include the mature stalks of such 43 the plant, fiber produced from [such] the stalks, oil, or cake made 44 from the seeds of [such] the plant, any other compound, 45 manufacture, salt, derivative, mixture, or preparation of [such] 46 mature stalks, fiber, oil, or cake, or the sterilized seed of [such] the 47 plant which is incapable of germination.

1 "Narcotic drug" means any of the following, whether produced 2 directly or indirectly by extraction from substances of vegetable 3 origin, or independently by means of chemical synthesis, or by a 4 combination of extraction and chemical synthesis:

(a) Opium, coca leaves, and opiates;

(b) A compound, manufacture, salt, derivative, or preparation of 6 7 opium, coca leaves, or opiates;

8 (c) A substance (and any compound, manufacture, salt, 9 derivative, or preparation thereof) which is chemically identical 10 with any of the substances referred to in subsections (a) and (b), 11 except that the words "narcotic drug" as used in this act shall not 12 include decocainized coca leaves or extracts of coca leaves, which 13 extracts do not contain cocaine or ecogine.

14 "Opiate" means any dangerous substance having an addiction-15 forming or addiction-sustaining liability similar to morphine or 16 being capable of conversion into a drug having such addiction-17 forming or addiction-sustaining liability. It does not include, unless 18 specifically designated as controlled pursuant to the provisions of 19 section 3 of P.L.1970, c.226 (C.24:21-3), the dextrorotatory isomer 20 of 3-methoxy-n-methylmorphinan and its salts (dextromethorphan). It does include its racemic and levorotatory forms. 21

"Opium poppy" means the plant of the species Papaver 22 23 somniferum L., except the seeds thereof.

24 "Person" means any corporation, association, partnership, trust, other institution or entity $\frac{1}{2}$ or one or more individuals. 25

"Plant" means an organism having leaves and a readily 26 27 observable root formation, including, but not limited to, a cutting 28 having roots, a rootball or root hairs.

29 "Poppy straw" means all parts, except the seeds, of the opium 30 poppy, after mowing.

31 "Practitioner" means a physician, dentist, veterinarian, scientific 32 investigator, laboratory, pharmacy, hospital, or other person 33 licensed, registered, or otherwise permitted to distribute, dispense, 34 conduct research with respect to, or administer a controlled 35 dangerous substance or controlled substance analog in the course of 36 professional practice or research in this State.

37 (a) "Physician" means a physician authorized by law to practice 38 medicine in this or any other state and any other person authorized 39 by law to treat sick and injured human beings in this or any other 40 state.

41 (b) "Veterinarian" means a veterinarian authorized by law to 42 practice veterinary medicine in this State.

43 (c) "Dentist" means a dentist authorized by law to practice 44 dentistry in this State.

45 (d) "Hospital" means any federal institution, or any institution 46 for the care and treatment of the sick and injured, operated or 47 approved by the appropriate State department as proper to be

5

entrusted with the custody and professional use of controlled
 dangerous substances or controlled substance analogs.

(e) "Laboratory" means a laboratory to be entrusted with the
custody of narcotic drugs and the use of controlled dangerous
substances or controlled substance analogs for scientific,
experimental¹,¹ and medical purposes and for purposes of
instruction approved by the [State] Department of Health [and
Senior Services].

9 "Production" includes the manufacture, planting, cultivation,
10 growing, or harvesting of a controlled dangerous substance or
11 controlled substance analog.

12 "Immediate precursor" means a substance which the [State 13 Department of Health and Senior Services] Division of Consumer 14 Affairs in the Department of Law and Public Safety has found to be 15 and by regulation designates as being the principal compound commonly used or produced primarily for use, and which is an 16 17 immediate chemical intermediary used or likely to be used in the 18 manufacture of a controlled dangerous substance or controlled 19 substance analog, the control of which is necessary to prevent, 20 curtail, or limit such manufacture.

"Residential treatment facility" means any facility licensed and
approved by the Department of '[Health]' [and Senior Services]
'<u>Human Services</u>' and which is approved by any county probation
department for the inpatient treatment and rehabilitation of drug or
alcohol dependent persons.

"Schedules I, II, III, IV, and V" are the schedules set forth in 26 27 sections 5 through 8 of P.L.1970, c.226 (C.24:21-5 through 24:21-28 8) and in section 4 of P.L.1971, c.3 (C.24:21-8.1) and as modified 29 by any regulations issued by the '[Commissioner of Health]' [and 30 Senior Services ¹Director of the Division of Consumer Affairs in the Department of Law and Public Safety¹ pursuant to ¹[his] the 31 director's¹ authority as provided in section 3 of P.L.1970, c.226 32 33 (C.24:21-3).

34 "State" means the State of New Jersey.

35 "Ultimate user" means a person who lawfully possesses a
36 controlled dangerous substance or controlled substance analog for
37 his own use or for the use of a member of his household or for
38 administration to an animal owned by him or by a member of his
39 household.

40 "Prescription legend drug" means any drug which under federal 41 or State law requires dispensing by prescription or order of a 42 licensed physician, veterinarian¹,¹ or dentist and is required to bear 43 the statement "Rx only" or similar wording indicating that such 44 drug may be sold or dispensed only upon the prescription of a 45 licensed medical practitioner and is not a controlled dangerous 46 substance or stramonium preparation.

7

1 "Stramonium preparation" means a substance prepared from any 2 part of the stramonium plant in the form of a powder, pipe mixture, 3 cigarette, or any other form with or without other ingredients. 4 "Stramonium plant" means the plant Datura Stramonium Linne, 5 including Datura Tatula Linne. (cf: P.L.2011, c.120, s.1) 6 7 8 3. Section 6 of P.L.1999, c.90 (C.2C:36-6.1) is amended to 9 read as follows: 10 6. Discarding hypodermic needle or syringe. 11 A person commits a petty disorderly persons offense if: a. 12 (1) the person discards, in a place accessible to other persons, a 13 hypodermic needle or syringe without destroying the hypodermic 14 needle or syringe; or 15 (2) he is the owner, lessee, or person in control of real property 16 and, knowing that needles and syringes in an intact condition have 17 been discarded or abandoned on his real property, allows them to 18 remain. 19 b. A hypodermic needle is destroyed if the needle is broken 20 from the hub or mangled. A syringe is destroyed if the nipple of the barrel is broken from the barrel, or the plunger and barrel are 21 22 melted. Alternatively, a hypodermic needle or syringe is destroyed 23 if it is discarded as a single unit, without recapping, into a rigid 24 container and the container is destroyed by grinding or crushing in a 25 compactor, or by burning in an incinerator approved by the 26 Department of Environmental Protection, or by another method 27 approved by the Department of Health [and Senior Services]. 28 (cf: P.L.1999, c.90, s.6) 29 30 4. Section 1 of P.L.2011, c.183 (C.2C:36-6.2) is amended to 31 read as follows: 32 1. a. Notwithstanding any State law, rule, or regulation to the 33 contrary, a licensed pharmacy may sell a hypodermic syringe or 34 needle, or any other instrument adapted for the administration of drugs by injection, to a person over 18 years of age who presents 35 valid photo identification to demonstrate proof of age or who 36 37 otherwise satisfies the seller that he is over 18 years of age, as 38 follows: 39 (1) without a prescription if sold in quantities of 10 or fewer; 40 and 41 (2) pursuant to a prescription issued by a person authorized to 42 prescribe under State law if sold in quantities of more than 10. 43 b. A licensed pharmacy that provides hypodermic syringes or 44 needles for sale shall also be required to: 45 (1) maintain its supply of such instruments under or behind the 46 pharmacy sales counter such that they are accessible only to a 47 person standing behind a pharmacy sales counter; and

8	

1 (2) make available to each person who purchases any such 2 instrument, at the time of purchase, information to be developed by 3 the Department of Health [and Senior Services] to the purchaser, 4 about:

5 (a) the safe disposal of the instrument, including local disposal 6 locations or a telephone number to call for that information; and

7 (b) substance abuse treatment, including a telephone number to8 call for assistance in obtaining treatment.

9 c. In addition to any other provision of law that may apply, a 10 person who purchases a hypodermic syringe or needle pursuant to 11 subsection a. of this section and sells that needle or syringe to 12 another person is guilty of a disorderly persons offense.

13 d. The Department of Health [and Senior Services], in 14 consultation with the Department of Human Services and the New 15 Jersey State Board of Pharmacy, may, pursuant to the 16 "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et 17 seq.), adopt rules and regulations to effectuate the purposes of 18 subsection b. of this section. The Department of Health [and 19 Senior Services shall make the information that is to be developed 20 pursuant to subsection b. of this section available to pharmacies and 21 purchasers of hypodermic syringes or needles through its Internet 22 website.

23 (cf: P.L.2011, c.183, s.1)

24

25 5. Section 8 of P.L.1941, c.151 (C.4:19-15.8) is amended to 26 read as follows:

8. a. Any person who keeps or operates or proposes to establish a kennel, a pet shop, a shelter or a pound shall apply to the clerk or other official designated to license dogs in the municipality where such establishment is located, for a license entitling him to keep or operate such establishment.

The application shall describe the premises where the establishment is located or is proposed to be located, the purpose or purposes for which it is to be maintained, and shall be accompanied by the written approval of the local municipal and health authorities showing compliance with the local and State rules and regulations governing location of and sanitation at such establishments.

38 b. All licenses issued for a kennel, pet shop, shelter, or pound 39 shall state the purpose for which the establishment is maintained, 40 and all [such] licenses shall expire on the last day of June of each 41 year, and be subject to revocation by the municipality on 42 recommendation of the [State] Department of Health [and Senior 43 Services or the local board of health for failure to comply with the 44 rules and regulations of the State department or local board 45 governing the same, after the owner has been afforded a hearing by 46 either the State department or local board, except as provided in 47 subsection c. of this section.

1 Any person holding [such] <u>a</u> license shall not be required to 2 secure individual licenses for dogs owned by [such] <u>a</u> licensee and 3 kept at [such] <u>the</u> establishments; [such] <u>the</u> licenses shall not be 4 transferable to another owner or different premises.

5 The license for a pet shop shall be subject to review by the c. 6 municipality, upon recommendation by the [State] Department of 7 Health [and Senior Services] or the local health authority for 8 failure by the pet shop to comply with the rules and regulations of 9 the State department or local health authority governing pet shops 10 or if the pet shop meets the criteria for recommended suspension or 11 revocation provided under subsection c. or d. of section 5 of 12 P.L.1999, c.336 (C.56:8-96), after the owner of the pet shop has 13 been afforded a hearing pursuant to subsection e. of section 5 of 14 P.L.1999, c.336 (C.56:8-96).

15 The municipality, based on the criteria for the recommendation 16 of the local health authority provided under subsections c. and d. of 17 section 5 of P.L.1999, c.336 (C.56:8-96), may suspend the license 18 for 90 days or may revoke the license if it is determined at the 19 hearing that the pet shop: (1) failed to maintain proper hygiene and 20 exercise reasonable care in safeguarding the health of animals in its 21 custody or (2) sold a substantial number of animals that the pet shop 22 knew, or reasonably should have known, to be unfit for purchase.

d. The municipality may issue a license for a pet shop that
permits the pet shop to sell pet supplies for all types of animals,
including cats and dogs, and sell animals other than cats and dogs
but restricts the pet shop from selling cats or dogs, or both.

e. Every pet shop licensed in the State shall submit annually and no later than May 1 of each year records of the total number of cats and dogs, respectively, sold by the pet shop each year to the municipality in which it is located, and the municipality shall provide this information to the local health authority.

32 (cf: P.L.1999, c.336, s.6)

33

34 6. Section 12 of P.L.1941, c.151 (C.4:19-15.12) is amended to
35 read as follows:

36 12. a. The governing body of each municipality may, by 37 ordinance, fix the sum to be paid annually for a dog license and 38 each renewal thereof, as required by section 3 of this act, which 39 sum shall be not less than \$1.50 or more than \$21; provided 40 however, that the governing body may by ordinance, provide for a 41 reduction or waiver of the sum to be paid by an owner who presents 42 a certificate signed by a licensed veterinarian stating that the dog has been spayed or neutered. In the absence of any local ordinance, 43 44 the fee for all dog licenses shall be \$1.50.

b. The governing body of each municipality, may, by
ordinance, fix the sum to be paid for a 3-year dog license and each
renewal thereof, which sum shall be not more than 3 times the sum

10

1 charged for an annual license under subsection a. of this section. In 2 the absence of such a local ordinance, the license fee for a 3-year dog license shall be \$4.50. The Department of Health [and Senior 3 4 Services] shall promulgate appropriate regulations concerning 5 veterinarians' certificates for rabies inoculations of dogs for 3-year 6 periods in connection with licenses issued under this subsection. 7 (cf: P.L.2007, c.7, s.1) 8 9 7. Section 16 of P.L.1941, c.151 (C.4:19-15.16) is amended to 10 read as follows: 11 16. a. The certified animal control officer appointed by the 12 governing body of the municipality shall take into custody and 13 impound any animal, to thereafter be euthanized or offered for 14 adoption, as provided in this section: 15 (1) Any dog off the premises of the owner or of the person 16 charged with the care of the dog, which is reasonably believed to be 17 a stray dog; 18 (2) Any dog off the premises of the owner or the person charged 19 with the care of the dog without a current registration tag on its 20 collar or elsewhere; 21 (3) Any female dog in season off the premises of the owner or 22 the person charged with the care of the dog; 23 (4) Any dog or other animal which is suspected to be rabid; or 24 (5) Any dog or other animal off the premises of the owner or the 25 person charged with its care that is reported to, or observed by, a 26 certified animal control officer to be ill, injured, or creating a threat 27 to public health, safety, or welfare, or otherwise interfering with the 28 enjoyment of property. 29 b. If an animal taken into custody and impounded pursuant to 30 subsection a. of this section has a collar or harness with 31 identification of the name and address of any person, or has a 32 registration tag, or has a microchip with an identification number 33 that can be traced to the owner or person charged with the care of 34 the animal, or the owner or the person charged with the care of the 35 animal is otherwise known, the certified animal control officer shall 36 ascertain the name and address of the owner or the person charged 37 with the care of the animal, and serve to the identified person as 38 soon as practicable, a notice in writing that the animal has been 39 seized and will be liable to be offered for adoption or euthanized if 40 not claimed within seven days after the service of the notice. 41 c. A notice required pursuant to this section may be served: (1) 42 by delivering it to the person on whom it is to be served, or by 43 leaving it at the person's usual or last known place of residence or 44 the address given on the collar, harness, or microchip identification; 45 or (2) by mailing the notice to that person at the person's usual or last known place of residence, or to the address given on the collar, 46 47 harness or microchip identification.

d. A shelter, pound, or kennel operating as a shelter or pound
receiving an animal from a certified animal control officer pursuant
to subsection a. of this section, or from any other individual, group,
or organization, shall hold the animal for at least seven days before
offering it for adoption, or euthanizing, relocating, or sterilizing the
animal, except if:

(1) the animal is surrendered voluntarily by its owner to the
shelter, pound, or kennel operating as a shelter or pound, in which
case the provisions of subsection e. of this section shall apply; or

(2) the animal is suspected of being rabid, in which case theprovisions of subsection j. of this section shall apply.

12 If a shelter, pound or kennel operating as a shelter or pound is 13 not required to hold an animal for at least seven days pursuant to 14 paragraph (1) of subsection d. of this section, the shelter, pound, or 15 kennel operating as a shelter or pound:

16 (1) shall offer the animal for adoption for at least seven days17 before euthanizing it; or

(2) may transfer the animal to an animal rescue organization
facility or a foster home prior to offering it for adoption if such a
transfer is determined to be in the best interest of the animal by the
shelter, pound, or kennel operating as a shelter or pound.

f. Except as otherwise provided for under subsection e. of this section, no shelter, pound, or kennel operating as a shelter or pound receiving an animal from a certified animal control officer may transfer the animal to an animal rescue organization facility or a foster home until the shelter, pound, or kennel operating as a shelter or pound has held the animal for at least seven days.

g. If the owner or the person charged with the care of the
animal seeks to claim it within seven days, or after the seven days
have elapsed but before the animal has been adopted or euthanized,
the shelter, pound, or kennel operating as a shelter or pound:

(1) shall, in the case of a cat or dog, release it to the owner or
person charged with its care, provided the owner or person charged
with the care of the animal provides proof of ownership, which may
include a valid cat or dog license, registration, rabies inoculation
certificate, or documentation from the owner's veterinarian that the
cat or dog has received regular care from that veterinarian;

38 (2) may, in the case of a cat or dog, charge the cost of sterilizing
39 the cat or dog, if the owner requests such sterilizing when claiming
40 it; and

41 (3) may require the owner or person charged with the care of the
42 animal to pay all the animal's expenses while in the care of the
43 shelter, pound, or kennel operating as a shelter or pound, not to
44 exceed \$4 per day.

h. If the animal remains unclaimed, is not claimed due to the
failure of the owner or other person to comply with the
requirements of this section, or is not adopted after seven days after
the date on which notice is served pursuant to subsection c. of this

12

1 section or, if no notice can be served, not less than seven days after 2 the date on which the animal was impounded, the impounded 3 animal may be placed in a foster home, transferred to another 4 shelter, pound, kennel operating as a shelter or pound, or animal 5 rescue organization facility, or euthanized in a manner causing as 6 little pain as possible and consistent with the provisions of 7 R.S.4:22-19.

8 At the time of adoption, the right of ownership in the animal i. 9 shall transfer to the new owner. No dog or other animal taken into 10 custody, impounded, sent or otherwise brought to a shelter, pound, 11 or kennel operating as a shelter or pound shall be sold or otherwise 12 be made available for the purpose of experimentation. Any person 13 who sells or otherwise makes available any such dog or other 14 animal for the purpose of experimentation shall be guilty of a crime 15 of the fourth degree.

16 Any animal seized under this section suspected of being į. 17 rabid shall be immediately reported to the executive officer of the local board of health and to the Department of Health [and Senior 18 19 Services], and shall be quarantined, observed, and otherwise 20 handled and dealt with as appropriate for an animal suspected of 21 being rabid or as required by the Department of Health and Senior 22 Services] for [such] the animals.

23 k. When a certified animal control officer takes into custody 24 and impounds, or causes to be taken into custody and impounded, 25 an animal, the certified animal control officer may place the animal 26 in the custody of, or cause the animal to be placed in the custody of, 27 only a licensed shelter, pound, or kennel operating as a shelter or 28 pound. The certified animal control officer may not place the 29 animal in the custody of, or cause the animal to be placed in the 30 custody of, any animal rescue organization facility, foster home, or 31 other unlicensed facility. However, the licensed shelter, pound, or 32 kennel operating as a shelter or pound may place the animal in an 33 animal rescue organization facility, foster home, or other unlicensed 34 facility if necessary pursuant to subsection e. or h. of this section.

35 Notwithstanding the provisions of this section and sections 3 1. and 4 of P.L.2011, c.142 (C.4:19-15.30 and C.4:19-15.31) to the 36 37 contrary, no cat or dog being transferred between shelters, pounds, 38 or kennels operating as shelters or pounds, or being transferred to 39 an animal rescue organization facility or placed in a foster home, 40 shall be required to be sterilized prior to that transfer.

41 (cf: P.L.2011, c.142, s.2)

42

43 8. Section 3 of P.L.1983, c.525 (C.4:19-15.16a) is amended to 44 read as follows:

45 3. a. The Commissioner of Health [and Senior Services] shall, 46 within 120 days after the effective date of P.L.1983, c.525, and 47 pursuant to the "Administrative Procedure Act," P.L.1968, c.410

13

1 (C.52:14B-1 et seq.), adopt rules and regulations concerning the 2 training and educational qualifications for the certification of 3 animal control officers, including, but not limited to, a course of 4 study approved by the commissioner and the Police Training 5 Commission, in consultation with the New Jersey Certified Animal 6 Control Officers Association, which acquaints a person with:

7 (1) The law as it affects animal control, animal welfare, and8 animal cruelty;

9 (2) Animal behavior and the handling of stray or diseased 10 animals;

(3) Community safety as it relates to animal control; and

11

12 (4) The law enforcement methods and techniques required for 13 an animal control officer to properly exercise the authority to 14 investigate and sign complaints and arrest without warrant pursuant 15 to section 8 of P.L.1997, c.247 (C.4:19-15.16c), including, but not 16 limited to, those methods and techniques which relate to search, 17 seizure, and arrest. The training in law enforcement methods and 18 techniques described pursuant to this paragraph shall be part of the 19 course of study for an animal control officer only when required by 20 the governing body of a municipality pursuant to section 4 of 21 P.L.1983, c.525 (C.4:19-15.16b).

Any person 18 years of age or older may satisfy the courses of study established pursuant to this subsection at that person's own time and expense; however, nothing in this section shall be construed as authorizing a person to exercise the powers and duties of an animal control officer absent municipal appointment or authorization pursuant to section 4 of P.L.1983, c.525 (C.4:19-15.16b).

29 b. (1) The commissioner shall provide for the issuance of a 30 certificate to a person who possesses, or acquires, the training and 31 education required to qualify as a certified animal control officer 32 pursuant to paragraphs (1) through (3) of subsection a. of this 33 section and to a person who has been employed in the State of New 34 Jersey in the capacity of, and with similar responsibilities to those 35 required of, a certified animal control officer pursuant to the 36 provisions of P.L.1983, c.525, for a period of three years before 37 January 17, 1987. The commissioner shall not issue a certificate to 38 any person convicted of, or found civilly liable for, a violation of 39 any provision of chapter 22 of Title 4 of the Revised Statutes.

40 (2) The commissioner shall revoke the certificate of any person
41 convicted of, or found civilly liable for, a violation of any provision
42 of chapter 22 of Title 4 of the Revised Statutes, and shall place the
43 name of the person on the list established pursuant to subsection c.
44 of this section.

c. (1) The commissioner shall establish a list of all persons
issued a certificate pursuant to subsection b. of this section (a) for
whom that certificate has been revoked, or (b) who have been
convicted of, or found civilly liable for, a violation of any provision

1 of chapter 22 of Title 4 of the Revised Statutes. The commissioner 2 shall provide each municipality in the State with a copy of this list 3 within 30 days after the list is established and not less often than 4 annually thereafter if no revised list required pursuant to paragraph 5 (2) of this subsection has been issued in the interim. 6 (2) Upon receipt of a notice required pursuant to section 3 or 4 7 of P.L.2003, c.67 (C.4:22-57 or C.2B:12-17.1) involving a person 8 who has been issued a certificate pursuant to subsection b. of this 9 section, the commissioner shall add to the list the name of the 10 person convicted of, or found civilly liable for, a violation of any 11 provision of chapter 22 of Title 4 of the Revised Statutes according 12 to the notice, and shall issue a copy of the revised list to each municipality within 30 days after receipt of any [such] notice. 13 14 (cf: P.L.2003, c.67, s.1) 15 9. Section 4 of P.L.1983, c.525 (C.4:19-15.16b) is amended to 16 17 read as follows: 4. The governing body of a municipality shall, within three years of the effective date of P.L.1983, c.525, appoint a certified animal control officer who shall be responsible for animal control within the jurisdiction of the municipality and who shall enforce and abide by the provisions of section 16 of P.L.1941, c.151 (C.4:19-15.16). The governing body shall not appoint a certified animal control officer, shall not contract for animal control services

18 19 20 21 22 23 24 25 with any company that employs a certified animal control officer, 26 and shall revoke the appointment of a certified animal control 27 officer, who has been convicted of, or found civilly liable for, a 28 violation of any provision of chapter 22 of Title 4 of the Revised 29 Statutes or whose name is on the list or any revision thereto 30 established and provided by the Commissioner of Health [and 31 Senior Services pursuant to subsection c. of section 3 of P.L.1983, 32 c.525 (C.4:19-15.16a). The governing body shall, within 30 days 33 after receipt thereof, review any such list or revision thereto 34 received by the municipality and shall, within that 30-day period, 35 take action accordingly as required pursuant to this section.

36 The governing body may authorize the certified animal control 37 officer to investigate and sign complaints, arrest violators, and 38 otherwise act as an officer for detection, apprehension, and arrest of 39 offenders against the animal control, animal welfare and animal 40 cruelty laws of the State, and ordinances of the municipality, if the 41 officer has completed the training required pursuant to paragraph 4 42 of subsection a. of section 3 of P.L.1983, c.525 (C.4:19-15.16a). 43 Only certified animal control officers who have completed the 44 training may be authorized by the governing body to so act as an 45 officer for detection, apprehension, and arrest of offenders; 46 however, officers who have completed the training shall not have 47 the authority to so act unless authorized by the governing body

1 which is employing the officer or contracting for the officer's 2 services. 3 (cf: P.L.2003, c.67, s.2) 4 5 10. Section 19 of P.L.1941, c.151 (C.4:19-15.19) is amended to 6 read as follows: 7 19. Except as otherwise provided in this act, any person who 8 violates or who fails or refuses to comply with sections 2, 4, 6, 7, 8, 10, or 18 of this act or the rules and regulations promulgated by the 9 10 [State] Department of Health pursuant to section 14 of this act, shall be liable to a penalty of not less than \$5.00 nor more than 11 12 [50.00] <u>50</u> for each offense, to be recovered by and in the name 13 of the [Director] Commissioner of Health [of the State of New 14 Jersey, or by and in the name of the local board of health of the municipality, or by and in the name of the municipality, as the case 15 16 may be, except that for the first offense in cases of violations of 17 sections 2, 4, and 6 of this act, the penalty shall be not less than \$1.00 nor more than [\$50.00] <u>\$50</u>, to be recovered in the same 18 19 manner. 20 (cf: P.L.1974, c.69, s.2) 21 22 11. Section 20 of P.L.1941, c.151 (C.4:19-15.20) is amended to 23 read as follows: 24 20. Any penalty recovered in an action brought under the 25 provisions of this act shall be paid to the plaintiff therein. When the plaintiff is the [Director] Commissioner of Health [of the State of 26 New Jersey], the penalty shall be paid by [said director] the 27 28 commissioner into the treasury of the State. When the plaintiff is a 29 local board of health the penalty shall be paid by the local board 30 into the treasury of the municipality within which the local board 31 has jurisdiction. 32 (cf: P.L.1941, c.151, s.20) 33 34 12. Section 3 of P.L.2011, c.142 (C.4:19-15.30) is amended to read as follows: 35 36 3. a. The Department of Health [and Senior Services] shall 37 develop and establish a pilot program to be known as the "Pet Sterilization Pilot Program." The pilot program shall operate in any 38 39 county with significant animal overpopulation issues that is selected 40 for the program by the Commissioner of Health [and Senior 41 Services] and agrees to participate in the program. Upon the 42 county's agreement to participate, every shelter, pound, and kennel 43 operating as a shelter or pound in the county shall participate in the 44 pilot program. 45 b. A shelter, pound, or kennel operating as a shelter or pound in 46 a county participating in the pilot program established under 47 subsection a. of this section shall require every cat or dog to be

16

1 sterilized before releasing it to a person adopting a cat or dog from 2 the shelter, pound, or kennel operating as a shelter or pound when 3 adoption is permitted pursuant to section 16 of P.L.1941, c.151 4 (C.4:19-15.16), except as provided under section 4 of P.L.2011, 5 c.142 (C.4:19-15.31). The shelter, pound, or kennel operating as a 6 shelter or pound may charge the person adopting the animal the cost 7 of sterilization. 8 c. The pilot program shall operate for a period of at least two 9 years. No later than two years after the pilot program is established 10 and becomes operative, the Commissioner of Health [and Senior 11 Services] shall submit a written report to the Governor and, 12 pursuant to section 2 of P.L.1991, c.164 (C.52:14-19.1), to the 13 Legislature. The report shall contain information on the 14 implementation of the pilot program and shall include the 15 recommendation of the commissioner on the feasibility of 16 implementing the pilot program on a Statewide basis. 17 (cf: P.L.2011, c.142, s.3) 18 19 13. Section 6 of P.L.2011, c.142 (C.4:19-15.33) is amended to 20 read as follows: 21 6. a. The Department of Health [and Senior Services] shall 22 establish a registry of animal rescue organizations and their 23 facilities in the State. Any animal rescue organization may 24 voluntarily participate in the registry. 25 b. The department, pursuant to the "Administrative Procedure 26 Act," P.L.1968, c.410 (C.52:14B-1 et seq.), may adopt any rules 27 and regulations determined necessary to implement the voluntary 28 registry and coordinate its use with the provisions of P.L.2011, 29 c.142 (C.4:19-15.30 et al.) and section 16 of P.L.1941, c.151 30 (C.4:19-15.16). 31 (cf: P.L.2011, c.142, s.6) 32 33 14. Section 4 of P.L.2002, c.102 (C.4:19-41) is amended to read 34 as follows: 35 4. Whenever a duly licensed veterinarian surgically debarks or 36 silences a dog, the veterinarian shall prepare and file a written 37 statement with the [State] Department of Health [and Senior 38 Services setting forth the veterinary basis for administering the 39 surgery and providing the name and address of the owner, keeper or 40 harborer of the debarked or silenced dog. A veterinarian who fails 41 to comply with the provisions of this section shall be subject to 42 disciplinary action by the State Board of Veterinary Medical 43 Examiners. 44 (cf: P.L.2002, c.102, s.4) 45 46 15. Section 15 of P.L.1997, c.236 (C.4:27-15) is amended to 47 read as follows:

1 15. The Department of Agriculture: 2 in consultation with the Aquaculture Technology Transfer a. 3 Center, the Rutgers Cooperative Extension and the Department of 4 Environmental Protection, shall implement an aquaculture statistics 5 reporting program which may include the collection of information 6 on the numbers of jobs being created in aquaculture, the amount, 7 value and type of product being produced, and the overall economic 8 activity in the aquaculture industry; 9 b. in consultation with the Aquaculture Technology Transfer 10 Center, and the Rutgers Cooperative Extension, shall assist 11 aquaculturists in obtaining coverage from federal crop insurance 12 programs; c. in consultation with the Aquaculture Technology Transfer 13 14 Center and the Rutgers Cooperative Extension, shall assist 15 aquaculturists in completing the proper paperwork and other 16 information necessary to develop eligibility for economic 17 emergency loans for disaster relief through the Farmers Services 18 Agency and other programs; 19 d. in consultation with the United States Department of 20 Agriculture and the National Association of State Aquaculture Coordinators, shall develop a monthly wholesale market report for 21 22 aquaculture products; 23 e. in conjunction with the Aquaculture Technology Transfer 24 Center and the Department of Health [and Senior Services], shall assist the aquaculture industry in the development of necessary 25 26 quality control guidelines and specifications for production, 27 processing, and marketing of aquaculture products; 28 in conjunction with the Aquaculture Technology Transfer f. 29 Center, shall assist (1) the aquaculture industry in promoting its 30 products through techniques that may include the establishment and 31 use of a trademark and other specialized marketing efforts; and (2) 32 aquaculturists interested in developing coordinated efforts or 33 arrangements, including producer cooperatives, joint ventures, 34 market orders, and other forms of association; and 35 g. in conjunction with the Department of Health [and Senior 36 Services, the Department of Commerce and Economic 37 Development, the Department of Environmental Protection shall 38 explore the possibilities of establishing private sector joint 39 processing facilities to accommodate agriculture, seafood, and 40 aquaculture products. 41 (cf: P.L.1997, c.236, s.15) 42 16. Section 2 of P.L.2001, c.39 (C.5:12-71.3) is amended to read 43 44 as follows: 45 2. a. A person who is prohibited from gaming in a licensed 46 casino or simulcasting facility by any provision of P.L.1977, c.110 47 (C.5:12-1 et seq.) or any order of the director, commission, or court 48 of competent jurisdiction, including any person on the self-

1 exclusion list pursuant to section 1 of P.L.2001, c.39 (C.5:12-71.2),

shall not collect, in any manner or proceeding, any winnings or
recover any losses arising as a result of any prohibited gaming
activity.

5 b. For the purposes of P.L.1977, c.110 (C.5:12-1 et seq.), any 6 gaming activity in a licensed casino or simulcasting facility which 7 results in a prohibited person obtaining any money or thing of value 8 from, or being owed any money or thing of value by, the casino or 9 simulcasting facility shall be considered, solely for purposes of this 10 section, to be a fully executed gambling transaction.

11 c. In addition to any other penalty provided by law, any money 12 or thing or value which has been obtained by, or is owed to, any 13 prohibited person by a licensed casino or simulcasting facility as a 14 result of wagers made by a prohibited person shall be subject to 15 forfeiture following notice to the prohibited person and opportunity 16 to be heard. A licensed casino or simulcasting facility shall inform a 17 prohibited person of the availability of such notice on the division's 18 Internet website when ejecting the prohibited person and seizing 19 any chips, vouchers or other representative of money owed by a 20 casino to the prohibited person as authorized by this subsection.

21 Of any forfeited amount under \$100,000, one-half shall be 22 deposited into the State General Fund for appropriation by the 23 Legislature to the Department of [Health and Senior] Human 24 Services to provide funds for compulsive gambling treatment and 25 prevention programs in the State and the remaining one-half shall 26 be deposited into the Casino Revenue Fund. Of any forfeited amount of \$100,000 or more, \$50,000 shall be deposited into the 27 28 State General Fund for appropriation by the Legislature to the 29 Department of [Health and Senior] Human Services to provide 30 funds for compulsive gambling treatment and prevention programs 31 and the remainder shall be deposited into the Casino Revenue Fund.

32 d. In any proceeding brought by the division against a licensee or registrant pursuant to section 108 of P.L.1977, c.110 (C.5:12-33 34 108) for a willful violation of the commission's self-exclusion 35 regulations, the division may order, in addition to any other 36 sanction authorized by section 129 of P.L.1977, c.110 (C.5:12-129), 37 the forfeiture of any money or thing of value obtained by the 38 licensee or registrant from any self-excluded person. Any money or 39 thing of value so forfeited shall be disposed of in the same manner 40 as any money or thing of value forfeited pursuant to subsection c. of 41 this section.

42 (cf: P.L.2011, c.19, s.38)

43

44 17. Section 145 of P.L.1977, c.110 (C.5:12-145) is amended to 45 read as follows:

46 145. a. There is hereby created and established in the Department
47 of the Treasury a separate special account to be known as the
48 "Casino Revenue Fund," into which shall be deposited all revenues

1 from the tax imposed by section 144 of this act; the investment 2 alternative tax imposed by section 3 of P.L.1984, c.218 (C.5:12-3 144.1); the taxes and fees imposed by sections 3, 4 and 6 of 4 P.L.2003, c.116 (C.5:12-148.1, C.5:12-148.2 and C.5:12-145.8) and 5 any interest and penalties imposed by the division relating to those 6 taxes; the percentage of the value of expired gaming related 7 obligations pursuant to section 24 of P.L.2009, c.36 (C.5:12-141.2); 8 and all penalties levied and collected by the division pursuant to 9 P.L.1977, c.110 (C.5:12-1 et seq.) and the regulations promulgated 10 thereunder, except that the first \$600,000 in penalties collected each 11 fiscal year shall be paid into the General Fund for appropriation by 12 the Legislature to the Department of [Health and Senior] Human 13 Services, \$500,000 of which is to provide funds to the Council on 14 Compulsive Gambling of New Jersey and \$100,000 of which is to 15 provide funds for compulsive gambling treatment programs in the 16 State. In the event that less than \$600,000 in penalties are collected, 17 the Department of [Health and Senior] Human Services shall 18 determine the allocation of funds between the Council and the 19 treatment programs eligible under the criteria developed pursuant to 20 section 2 of P.L.1993, c.229 (C.26:2-169).

21 The division shall require at least monthly deposits by the b. 22 licensee of the tax established pursuant to subsection a. of section 23 144 of P.L.1977, c.110 (C.5:12-144), at such times, under such 24 conditions, and in such depositories as shall be prescribed by the 25 State Treasurer. The deposits shall be deposited to the credit of the 26 Casino Revenue Fund. The division may require a monthly report 27 and reconciliation statement to be filed with it on or before the 10th 28 day of each month, with respect to gross revenues and deposits 29 received and made, respectively, during the preceding month.

30 Moneys in the Casino Revenue Fund shall be appropriated c. 31 exclusively for reductions in property taxes, rentals, telephone, gas, 32 electric, and municipal utilities charges of eligible senior citizens 33 and disabled residents of the State, and for additional or expanded 34 health services or benefits or transportation services or benefits to 35 eligible senior citizens and disabled residents, as shall be provided 36 by law. On or about March 15 and September 15 of each year, the 37 State Treasurer shall publish in at least 10 newspapers circulating 38 generally in the State a report accounting for the total revenues 39 received in the Casino Revenue Fund and the specific amounts of 40 money appropriated therefrom for specific expenditures during the 41 preceding six months ending December 31 and June 30.

42 (cf: P.L. 2011, c.19, s.101)

43

44 18. Section 1 of P.L.1992, c.108 (C.5:12-145.3) is amended to 45 read as follows:

1. There is created a commission to be known as the "Casino
Revenue Fund Advisory Commission." The commission shall
consist of 15 members to be appointed as follows: two members of

20

1 the Senate, appointed by the President of the Senate, not more than 2 one of whom shall be of the same political party; two members of 3 the General Assembly, appointed by the Speaker of the General 4 Assembly, not more than one of whom shall be of the same political 5 party; three public members who are senior citizens, one of whom is 6 appointed by the President of the Senate, one of whom is appointed 7 by the Speaker of the General Assembly, and one of whom is 8 appointed by the Governor; three public members who are disabled, 9 one of whom is appointed by the President of the Senate, one of 10 whom is appointed by the Speaker of the General Assembly, and 11 one of whom is appointed by the Governor; one public member who 12 is a representative of the casino industry to be appointed by the 13 Governor upon the recommendation of the Casino Association of New Jersey; the President of the New Jersey Association of 14 15 Directors of Area Agencies on Aging, the Chairperson of the New 16 Jersey Association of County Representatives for Disabled Persons, 17 the Director of the Division [on] of Aging Services in the 18 Department of [Community Affairs] Human Services, and the 19 Legislative Budget and Finance Officer, or their designees, who 20 shall serve as ex officio members.

21 The legislative members shall serve during the two-year 22 legislative session in which the appointment is made. The senior 23 citizen and disabled members shall serve for three year terms or 24 until a successor is appointed; but of the members initially 25 appointed, one of the senior citizens and one of the disabled 26 members shall serve for a term of one year, one of the senior 27 citizens and one of the disabled members shall serve for a term of two years, and one of the senior citizens and one of the disabled 28 29 members shall serve for a term of three years.

30 Vacancies in the membership of the commission shall be filled in
31 the same manner as the original appointments are made and a
32 member may be eligible for reappointment. Vacancies occurring
33 other than by expiration of a term shall be filled for the unexpired
34 term.

Members shall be eligible for reimbursement for necessary and reasonable expenses incurred in the performance of their official duties but reimbursement of expenses shall be within the limits of funds appropriated or otherwise made available to the commission for its purposes.

40 (cf: P.L.1992, c.108, s.1)

41

42 19. Section 3 of P.L.1991, c.290 (C.9:6B-3) is amended to read 43 as follows:

44 3. As used in this act:

45 "Child placed outside his home" means a child placed outside his
46 home by the Department of Human Services, the Department of
47 Children and Families, the Department of Health [and Senior
48 Services], or a board of education.

1 "Department" means the Department of Human Services, the 2 Department of Children and Families, the Department of Health [and Senior Services], or board of education, as applicable. 3 4 (cf: P.L.2006, c.47, s.71) 5 6 20. Section 5 of P.L.1991, c.290 (C.9:6B-5) is amended to read 7 as follows: 8 The Departments of Human Services, Children and Families, 5. 9 Health [and Senior Services], and Education shall each prepare and 10 update at least every six months, and shall make available to the 11 public upon request, aggregate non-identifying data about children 12 under their care, custody, or supervision who are placed in out-of-13 home settings, by category as appropriate. The data shall include 14 the following: 15 a. The number of children placed outside their homes during the six-month period and the cumulative number of children 16 17 residing in out-of-home settings; 18 b. The age, sex, and race of the children residing in out-of-19 home settings; 20 The reasons for placement of these children; c. 21 The types of settings in which these children reside; d. 22 e. The length of time that these children have resided in these 23 settings; 24 f. The number of placements for those children who have been 25 placed in more than one setting; 26 g. The number of children who have been placed in the same 27 county in which their parents or legal guardians reside and the 28 number who have been placed outside of the State; The number of children who have been permanently placed 29 h. 30 or returned to their homes during the six-month period, and a 31 projection of the number of children who will be permanently 32 placed or returned to their homes during the following six-month 33 period; and 34 i. The number of children who have been permanently placed 35 or returned to their homes who are subsequently returned to an out-36 of-home setting during the six-month period. 37 (cf: P.L.2006, c.47, s.72) 38 39 21. Section 6 of P.L.1991, c.290 (C.9:6B-6) is amended to read 40 as follows: 41 6. The Commissioners of Human Services, Children and Families, Health [and Senior Services], and Education, pursuant to 42 the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et 43 44 seq.), shall each adopt rules and regulations to effectuate the 45 purposes of this act. 46 (cf: P.L.2006, c.47, s.73)

1 22. Section 9 of P.L.1999, c.145 (C.9:17A-1.8) is amended to 2 read as follows: 9. The Department of Health [and Senior Services] shall 3 4 prepare a fact sheet for distribution to unemancipated pregnant 5 minors who are seeking abortion services. 6 a. The fact sheet shall be written in terms generally understood 7 by a teenager and shall explain the parental notification 8 requirements of this act, including, but not limited to: 9 (1) that a minor may, by petition or motion, seek a waiver of 10 parental notification from a judge of the Superior Court; 11 (2) that a minor may participate in proceedings in the court on 12 her own behalf, that the court may appoint a guardian ad litem for 13 her and that the minor has a right to court appointed counsel, which 14 shall be provided to her by the court upon her request; and 15 (3) the procedure established by the court for petitioning or 16 making a motion before the court. 17 b. The department shall distribute the fact sheet, at no charge, 18 to ambulatory care facilities and hospitals licensed pursuant to 19 P.L.1971, c.136 (C.26:2H-1 et seq.), public and private agencies 20 and physicians' offices that provide family planning services and 21 prenatal care. 22 c. The physician who is responsible for providing notification 23 to an unemancipated minor's parent pursuant to this act, or his 24 designee, shall provide the unemancipated minor with a copy of the 25 fact sheet at the time the minor initially requests abortion services 26 from the physician. 27 (cf: P.L.1999, c.145, s.9) 28 29 23. Section 12 of P.L.1999, c.145 (C.9:17A-1.11) is amended to 30 read as follows: 31 12. The Commissioner of the Department of Health and 32 Senior Services, in consultation with the Department of Law and 33 Public Safety, shall promulgate rules and regulations pursuant to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et 34 35 seq.), concerning procedures for physicians to follow in effectuating 36 the notice required pursuant to the provisions of P.L.1999, c.145 37 (C.9:17A-1.1 et al.). 38 (cf: P.L.1999, c.145, s.12) 39 40 24. N.J.S.11A:11-2 is amended to read as follows: 41 11A:11-2. a. The Department of Personnel is abolished as a 42 principal department in the Executive Branch of State government. 43 The offices and terms of the Commissioner of Personnel, the deputy commissioner, assistant commissioners, and the directors of the 44 various divisions and offices of the Department of Personnel are 45 46 terminated, except as otherwise provided by P.L.2008, c.29. 47 The functions, powers, and duties of the Department of b. 48 Personnel. the Commissioner of Personnel, the deputy

23

1 commissioner, assistant commissioners, and directors of the various 2 divisions and offices of the Department of Personnel are continued 3 and transferred as provided by P.L.2008, c.29. The State Treasurer may allocate the functions, powers, and duties transferred to the 4 5 Department of the Treasury or the State Treasurer by P.L.2008, c.29 among such divisions or subdivisions in the Department of the 6 7 Treasury as the State Treasurer deems appropriate or as the State 8 Treasurer may establish.

9 c. (1) The Division of Equal Employment Opportunity and 10 Affirmative Action as constituted in the Department of Personnel, 11 with its functions, powers, and duties, and those of the Commissioner of Personnel and the Merit System Board with 12 regard to that division, is continued and transferred to the 13 14 Department of the Treasury, except with regard to the power to 15 adjudicate complaints of violations of the State policy against 16 discrimination which power shall remain with the Civil Service 17 Commission. The functions, powers, and duties of the Division of 18 Equal Employment Opportunity and Affirmative Action shall be 19 allocated within the department as the State Treasurer shall 20 determine.

21 The Equal Employment Opportunity Advisory Commission as constituted in the Department of Personnel is continued and 22 23 transferred to the Department of the Treasury to be allocated within 24 that department as the State Treasurer shall determine. The 25 members of the Equal Employment Opportunity Advisory 26 Commission shall continue as members of the commission for the 27 duration of their current terms and any reappointments and until 28 their successors are appointed, unless removed for cause.

(2) The planning and research unit and function as constituted in
the Department of Personnel is continued and transferred to the
Department of the Treasury to be allocated within that department
as the State Treasurer shall determine.

d. The Working Well NJ State employee wellness program as
constituted in the Department of Personnel is continued and
transferred to the Department of Health [and Senior Services] to be
allocated within that department as the commissioner shall
determine.

e. The toll-free information "Law Enforcement Officer Crisis
Intervention Services" telephone hotline as constituted in the
Department of Personnel is continued and transferred to the
Department of [Health and Senior] <u>Human</u> Services, pursuant to
sections 115 to 116 of P.L.2008, c.29 (C.26:2NN-1 to C.26:2NN-2),
to be allocated within that department as the commissioner shall
determine.

f. The New Jersey Employee Awards Committee as constituted
in the Department of Personnel is continued and transferred to the
Civil Service Commission. The members of the New Jersey
Employee Awards Committee shall continue as members of the

committee for the duration of their current terms and any
 reappointments and until their successors are appointed, unless
 removed for cause.

g. The commission shall develop a plan for the consolidation 4 5 and coordination of personnel and related functions, including, but 6 not limited to, classification, compensation, and workforce 7 planning, in the executive branch of State government and for 8 transfer to the commission of [such] employees, positions, funding, facilities, equipment, powers, and duties from throughout the 9 10 executive branch of State government as necessary and appropriate 11 to effectuate such consolidation and coordination.

12 h. The commission shall submit the plan prepared pursuant to 13 subsection g. of this section to the Governor for review and 14 approval. With the approval of the Governor and in accordance 15 with regulations adopted by the commission, the commission, 16 pursuant to the approved plan, shall direct the consolidation and 17 coordination of personnel and related functions, including, but not 18 limited to, classification, compensation, and workforce planning, in 19 the executive branch of State government and transfer to the 20 commission [such] employees, positions, funding, facilities, 21 equipment, powers, duties, and functions from throughout the 22 executive branch of State government to effectuate [such] the 23 consolidation and coordination. The commission shall organize these functions in [such] the units as the commission determines 24 25 are necessary for the efficient operation of the commission and in 26 [such] a manner as will provide the appointing authorities and all 27 State employees with proper support in personnel matters. The 28 consolidation shall not apply to those functions which the 29 commission has determined are unique to each department or 30 agency in its capacity as an appointing authority.

i. Each department, office, division, bureau, or agency in the
executive branch of State government shall cooperate with the
commission and make available to the commission such
information, personnel and assistance necessary to effectuate the
purposes of P.L.2008, c.29.

j. This section shall not be construed to permit or require
negotiations pursuant to the "New Jersey Employer-Employee
Relations Act," P.L.1941, c.100 (C.34:13A-1 et seq.), of any rule or
regulation promulgated by the State Treasurer or Civil Service
Commission pursuant to this section or any other section of this
title.

42 (cf: P.L.2008, c.29, s.78)

43

44 25. N.J.S.11A:11-3 is amended to read as follows:

45 11A:11-3. Any law, rule, regulation, order, reorganization plan,
46 contract, document, judicial or administrative proceeding,
47 appropriation, or otherwise which refers to the Department of

25

1 Personnel, Commissioner of Personnel, or Merit System Board shall 2 mean the Department of the Treasury, State Treasurer, Civil Service 3 Commission, '[or] the' Department of Health [and Senior 4 Services] ¹, or the Department of Human Services¹, as provided by 5 P.L.2008, c.29. 6 (cf: P.L.2008, c.29, s.79) 7 8 26. N.J.S.11A:11-4 is amended to read as follows: 9 11A:11-4. All rules of the Merit System Board or the Department 10 of Personnel in effect on the effective date of P.L.2008, c.29 shall 11 remain in effect except as changed or modified by this title or action of the Civil Service Commission, State Treasurer, Commissioner of 12 Health [and Senior Services]¹, Commissioner of Human Services¹, 13 14 or other authority, as appropriate. 15 (cf: P.L.2008, c.29, s.80) 16 17 27. Section 20 of P.L.1989, c.34 (C.13:1E-48.20) is amended to 18 read as follows: 19 20. a. This act, and any rule or regulation adopted pursuant 20 thereto, shall be enforced by the departments and by every local 21 board of health, or county health department, as the case may be. 22 The departments and the local board of health, or the county 23 health department, as the case may be, shall have the right to enter 24 the premises of a generator, transporter, or facility at any time in order to determine compliance with this act. 25 26 The municipal attorney or an attorney retained by a municipality 27 in which a violation of this act is alleged to have occurred shall act 28 as counsel to a local board of health. 29 The county counsel or an attorney retained by a county in which a violation of this act is alleged to have occurred shall act as 30 31 counsel to the county health department. 32 All enforcement activities undertaken by county health departments pursuant to this subsection shall conform to all 33 applicable performance and administrative standards adopted 34 35 pursuant to section 10 of the "County Environmental Health Act," 36 P.L.1977, c.443 (C.26:3A2-28). 37 Whenever the Commissioner of Environmental Protection or 38 the Commissioner of Health [and Senior Service] finds that a person has violated this act, or any rule or regulation adopted 39 40 pursuant thereto, that commissioner shall: 41 (1) issue an order requiring the person found to be in violation 42 to comply in accordance with subsection c. of this section; 43 (2) bring a civil action in accordance with subsection d. of this 44 section; (3) levy a civil administrative penalty in accordance with 45 46 subsection e. of this section; 47 (4) bring an action for a civil penalty in accordance with subsection f. of this section; or 48

1 (5) petition the Attorney General to bring a criminal action in 2 accordance with subsections g. through j. of this section.

Pursuit of any of the remedies specified under this section shall
not preclude the seeking of any other remedy specified.

5 c. Whenever the Commissioner of Environmental Protection or 6 the Commissioner of Health [and Senior Services] finds that a 7 person has violated this act, or any rule or regulation adopted 8 pursuant thereto, that commissioner may issue an order specifying 9 the provision or provisions of this act, or the rule or regulation 10 adopted pursuant thereto, of which the person is in violation, citing 11 the action that constituted the violation, ordering abatement of the 12 violation, and giving notice to the person of the person's right to a 13 hearing on the matters contained in the order. The ordered party 14 shall have 20 days from receipt of the order within which to deliver 15 to the commissioner a written request for a hearing. After the 16 hearing and upon finding that a violation has occurred, the 17 commissioner may issue a final order. If no hearing is requested, 18 the order shall become final after the expiration of the 20-day 19 period. A request for hearing shall not automatically stay the effect 20 of the order.

21 d. The Commissioner of Environmental Protection, the 22 Commissioner of Health [and Senior Services], a local board of 23 health, or a county health department may institute an action or 24 proceeding in the Superior Court for injunctive and other relief, 25 including the appointment of a receiver for any violation of this act, 26 or of any rule or regulation adopted pursuant thereto, and the court 27 may proceed in the action in a summary manner. In any [such] 28 proceeding the court may grant temporary or interlocutory relief.

29 [Such] <u>The</u> relief may include, singly or in combination:

(1) a temporary or permanent injunction;

30

31 (2) assessment of the violator for the costs of any investigation,
32 inspection, or monitoring survey that led to the establishment of the
33 violation, and for the reasonable costs of preparing and litigating
34 the case under this subsection;

(3) assessment of the violator for any cost incurred by the State
in removing, correcting, or terminating the adverse effects upon
environmental quality or public health resulting from any violation
of this act, or any rule or regulation adopted pursuant thereto, for
which the action under this subsection may have been brought;

40 (4) assessment against the violator of compensatory damages for
41 any loss or destruction of wildlife, fish or aquatic life, and for any
42 other actual damages caused by any violation of this act, or any rule
43 or regulation adopted pursuant thereto, for which the action under
44 this subsection may have been brought; and

(5) assessment against the violator of the actual amount of any
economic benefits accruing to the violator from a violation.
Economic benefits may include the amount of any savings realized
from avoided capital or noncapital costs resulting from the

violation; the return earned or that may be earned on the amount of
avoided costs; any benefits accruing to the violator as a result of a
competitive market advantage enjoyed by reason of the violation; or
any other benefits resulting from the violation.

5 Assessments under this subsection shall be paid to the State 6 Treasurer, or to the local board of health, or to the county health 7 department, as the case may be, except that compensatory damages 8 may be paid by specific order of the court to any persons who have 9 been aggrieved by the violation.

10 If a proceeding is instituted by a local board of health or county 11 health department, notice thereof shall be served upon the 12 commissioners in the same manner as if the commissioners were 13 named parties to the action or proceeding. Either of the 14 departments may intervene as a matter of right in any proceeding 15 brought by a local board of health or county health department.

16 e. Either of the commissioners, as the case may be, may assess 17 a civil administrative penalty of not more than \$100,000 for each 18 violation. Each day that a violation continues shall constitute an 19 additional, separate, and distinct offense. A commissioner may not 20 assess a civil administrative penalty in excess of \$25,000 for a 21 single violation, or in excess of \$2,500 for each day during which a 22 violation continues, until the departments have respectively 23 adopted, pursuant to the "Administrative Procedure Act," P.L.1968, 24 c.410 (C.52:14B-1 et seq.), regulations requiring the appropriate 25 commissioner, in assessing a civil administrative penalty, to 26 consider the operational history of the violator, the severity of the 27 violation, the measures taken to mitigate or prevent further 28 violations, and whether the penalty will maintain an appropriate 29 deterrent. No assessment may be levied pursuant to this section 30 until after the violator has been notified by certified mail or 31 personal service. The notice shall include a reference to the section 32 of the statute, rule, regulation, or order violated, a concise statement 33 of the facts alleged to constitute a violation, a statement of the 34 amount of the civil administrative penalties to be imposed, and a 35 statement of the party's right to a hearing. The ordered party shall 36 have 20 calendar days from receipt of the notice within which to 37 deliver to the appropriate commissioner a written request for a 38 hearing. After the hearing and upon finding that a violation has 39 occurred, that commissioner may issue a final order after assessing 40 the amount of the fine specified in the notice. If no hearing is 41 requested, the notice shall become a final order after the expiration 42 of the 20-day period. Payment of the assessment is due when a 43 final order is issued or the notice becomes a final order. The 44 authority to levy a civil administrative penalty is in addition to all 45 other enforcement provisions in this act, and the payment of any 46 assessment shall not be deemed to affect the availability of any 47 other enforcement provisions in connection with the violation for 48 which the assessment is levied. Each department may compromise

1 any civil administrative penalty assessed under this section in an 2 amount the department determines appropriate. 3 A person who violates this act, or any rule or regulation f. 4 adopted pursuant thereto, shall be liable for a penalty of not more 5 than \$100,000 per day for each violation, to be collected in a civil 6 action commenced by the Commissioner of Environmental Protection, the Commissioner of Health [and Senior Services], a 7 8 local board of health, or a county health department. 9 A person who violates an administrative order issued pursuant to 10 subsection c. of this section, or a court order issued pursuant to 11 subsection d. of this section, or who fails to pay an administrative 12 assessment in full pursuant to subsection e. of this section is subject 13 upon order of a court to a civil penalty not to exceed \$200,000 per 14 day for each violation. 15 Of the penalty imposed pursuant to this subsection, 10% or \$250, 16 whichever is greater, shall be paid to the appropriate department 17 from the General Fund if the Attorney General determines that a 18 person is entitled to a reward pursuant to section 24 of this act. 19 Any penalty imposed pursuant to this subsection may be 20 collected, with costs, in a summary proceeding pursuant to the "Penalty Enforcement Law of 1999," P.L.1999, c.274 (C.2A:58-10 21 22 et seq.). The Superior Court and the municipal court shall have 23 jurisdiction to enforce the provisions of the "Penalty Enforcement 24 Law of 1999" in connection with this act. 25 g. A person who purposely or knowingly: 26 (1) disposes or stores regulated medical waste without 27 authorization from either the Department of Environmental 28 Protection or the Department of Health [and Senior Services], as 29 appropriate, or in violation of this act, or any rule or regulation 30 adopted pursuant thereto; 31 (2)makes any false or misleading statement to any person who 32 prepares any regulated medical waste application, registration, 33 form, label, certification, manifest, record, report, or other 34 document required by this act, or any rule or regulation adopted 35 pursuant thereto; 36 (3) makes any false or misleading statement on any regulated 37 medical waste application, registration, form, label, certification, 38 manifest, record, report, or other document required by this act, or 39 any rule or regulation adopted pursuant thereto; or 40 (4) fails to properly treat certain types of regulated medical 41 waste designated by the Department of Health [and Senior 42 Services] in a prescribed manner; shall, upon conviction, be guilty 43 of a crime of the third degree and, notwithstanding the provisions of 44 N.J.S.2C:43-3, shall be subject to a fine of not more than \$100,000 45 for the first offense, and not more than \$200,000 for each subsequent offense, and restitution, in addition to any other 46 appropriate disposition authorized by subsection b. of N.J.S.2C:43-47 48 2.

1 h. A person who recklessly or negligently:

(1) disposes or stores regulated medical waste without
authorization from either the Department of Environmental
Protection or the Department of Health [and Senior Services], as
appropriate, or in violation of this act, or any rule or regulation
adopted pursuant thereto;

7 (2) makes any false or misleading statement to any person who
8 prepares any regulated medical waste application, registration,
9 form, label, certification, manifest, record, report, or other
10 document required by this act, or any rule or regulation adopted
11 pursuant thereto;

(3) makes any false or misleading statement on any regulated
medical waste application, registration, form, label, certification,
manifest, record, report, or other document required by this act, or
any rule or regulation adopted pursuant thereto; or

(4) fails to properly treat certain types of regulated medical
waste designated by the Department of Health [and Senior
Services] in a manner prescribed thereby; shall, upon conviction, be
guilty of a crime of the fourth degree.

i. A person who, regardless of intent:

20

30

(1) transports any regulated medical waste to a facility or any
other place in the State that does not have authorization from the
Department of Environmental Protection to accept [such] the
waste, or in violation of this act, or any rule or regulation adopted
pursuant thereto; or

(2) transports, or receives transported, regulated medical waste
without completing and submitting a manifest in accordance with
this act, or any rule or regulation adopted pursuant thereto; shall,
upon conviction, be guilty of a crime of the fourth degree.

j. A person who purposely, knowingly, or recklessly:

(1) generates and causes or permits to be transported any
regulated medical waste to a facility or any other place in the State
that does not have authorization from the Department of
Environmental Protection to accept [such] the waste, or in
violation of this act, or any rule or regulation adopted pursuant
thereto; or

(2) violates any other provision of this act, or any rule or
regulation adopted pursuant thereto, for which no other criminal
penalty has been specifically provided for; shall, upon conviction,
be guilty of a crime of the fourth degree.

k. All conveyances used or intended for use in the willful
discharge, in violation of this act, or any rule or regulation adopted
pursuant thereto, of regulated medical waste are subject to forfeiture
to the State pursuant to P.L.1981, c.387 (C.13:1K-1 et seq.).

45 l. (Deleted by amendment, P.L.1997, c.325.)

1 m. No prosecution for a violation under this act shall be deemed 2 to preclude a prosecution for the violation of any other applicable 3 statute. 4 (cf: P.L.2009, c.282, s.1) 5 6 28. Section 1 of P.L.1998, c.18 (C.17:23A-13.1) is amended to 7 read as follows: 8 1. An insurer who requires an applicant for insurance to submit 9 to medical testing as a condition of issuing, extending or renewing 10 the insurance shall obtain the applicant's written consent for the test. If in the course of the testing the insurer determines that the 11 12 applicant has a reportable communicable disease, the insurer shall promptly notify the applicant of the determination and recommend 13 14 that the applicant contact a physician or other medical professional 15 regarding the significance of the test result. The insurer shall also 16 promptly provide the Department of Health [and Senior Services] 17 and a physician or other medical professional designated by the 18 applicant with a copy of the results of the test. The provisions of 19 this act shall not be construed to require a physician or other 20 medical professional who receives a copy of the test result to 21 initiate contact with the applicant regarding the test result. 22 The insurer shall provide the notification required pursuant to 23 this section regardless of whether the existence of the disease will 24 result in an adverse underwriting decision for the applicant. 25 For the purposes of this act, "reportable communicable disease" 26 means those diseases required to be reported to the Department of 27 Health [and Senior Services] pursuant to N.J.A.C.8:57-1.3 through 8:57-1.6 and N.J.A.C.8:57-2.2 and 8:57-2.3. 28 29 (cf: P.L.1998, c.18, s.1) 30 31 29. Section 2 of P.L.1998, c.18 (C.17:23A-13.2) is amended to 32 read as follows: 33 2 The Commissioner of Banking and Insurance, in 34 consultation with the Commissioner of Health [and Senior Services], shall adopt regulations pursuant to the "Administrative 35 Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.) which 36 37 establish procedures that insurers shall use to notify applicants of 38 test results pursuant to this act. 39 (cf: P.L.1998, c.18, s.2) 40 41 30. Section 1 of P.L.1970, c.22 (C.17:27A-1) is amended to read 42 as follows: 43 1. Definitions. 44 As used in P.L.1970, c.22 (C.17:27A-1 et seq.), the following 45 terms shall have the respective meanings hereinafter set forth, 46 unless the context shall otherwise require: a. An "affiliate" of, or person "affiliated" with, a specific 47 48 person, is a person that directly, or indirectly through one or more

intermediaries, controls, or is controlled by, or is under common
 control with, the person specified.

b. The term "commissioner" shall mean the Commissioner of
Banking and Insurance or [his] <u>the commissioner's</u> deputies,
except that when a health maintenance organization is the subject of
an acquisition of control or merger, the commissioner shall consult
with the Commissioner of Health [and Senior Services] on matters
relating to quality of, and access to, health care services.

9 The term "control" (including the terms "controlling," c. 10 "controlled by" and "under common control with") means the 11 possession, direct or indirect, of the power to direct or cause the 12 direction of the management and policies of a person, whether 13 through the ownership of voting securities, by contract other than a commercial contract for goods or nonmanagement services, or 14 15 otherwise, unless the power is the result of an official position with 16 or corporate office held by the person. Control shall be presumed 17 to exist if any person, directly or indirectly, owns, controls, holds 18 with the power to vote, or holds proxies representing, 10% or more 19 of the voting securities of any other person, provided that no such 20 presumption of control shall of itself relieve any person so 21 presumed to have control from any requirement of P.L.1970, c.22 22 (C.17:27A-1 et seq.). This presumption may be rebutted by a 23 showing made in the manner provided by subsection j. of section 3 24 of P.L.1970, c.22 (C.17:27A-3) that control does not exist in fact. 25 The commissioner may determine, after furnishing all persons in 26 interest notice and an opportunity to be heard, and making specific 27 findings of fact to support such determination, that control exists in fact, notwithstanding the absence of a presumption to that effect. 28

d. An "insurance holding company system" consists of two ormore affiliated persons, one or more of which is an insurer.

31 The term "insurer" means any person or persons, e. 32 corporation, partnership, or company authorized by the laws of this 33 State to transact the business of insurance or to operate a health 34 maintenance organization in this State, except that it shall not 35 include agencies, authorities, or instrumentalities of the United 36 States, its possessions and territories, the Commonwealth of Puerto 37 Rico, the District of Columbia, or a state or political subdivision of 38 a state.

f. A "person" is an individual, a corporation, a partnership, an
association, a joint stock company, a trust, an unincorporated
organization, any similar entity or any combination of the foregoing
acting in concert.

43 g. (Deleted by amendment, P.L.1993, c.241[.]).

h. A "subsidiary" of a specified person is an affiliate controlled
by such person directly, or indirectly through one or more
intermediaries.

47 i. The term "voting security" shall include any security48 convertible into or evidencing a right to acquire a voting security.

32

1 "Acquisition" means any agreement, arrangement or activity, j. 2 the consummation of which results in a person acquiring directly or 3 indirectly the control of another person, and includes but is not 4 limited to the acquisition of voting securities, and assets, and bulk 5 reinsurance and mergers. k. "Health maintenance organization" means any person 6 7 operating under a certificate of authority issued pursuant to P.L.1973, c.337 (C.26:2J-1 et seq.). 8 9 (cf: P.L2001, c.2, s.2) 10 11 31. Section 1 of P.L.1998, c.129 (C.17:29A-35.1) is amended to 12 read as follows: 13 1. Notwithstanding the provisions or any law, rule or regulation 14 to the contrary, upon the death of a driver on whom surcharges have 15 been levied by the [Division of Motor Vehicles] <u>New Jersey Motor</u> Vehicle Commission pursuant to section 6 of P.L.1983, c.65 16 17 (C.17:29A-35), any debt established by the imposition of those 18 surcharges is extinguished and the [division] commission, or any 19 agent or representative thereof, shall cease to seek payment of that debt. 20 21 Whenever the division is unable to obtain a death certificate 22 from a person representing the estate of any driver on whom 23 surcharges have been levied and who was a resident of the State, the 24 [division] <u>commission</u> shall obtain a copy of the death certificate 25 by contacting the State registrar of vital statistics in the Department 26 of Health [and Senior Services] and, in these cases, the [division] 27 commission shall not require the estate of the driver to furnish a 28 death certificate. 29 (cf: P.L.1998, c.129, s.1) 30 31 32. Section 27 of P.L.2004, c.17 (C.17:30D-29) is amended to 32 read as follows: 33 27. a. There is established a Medical Malpractice Liability 34 Insurance Premium Assistance Fund within the Department of the 35 Treasury as a nonlapsing, revolving fund. b. The fund shall be comprised of the following revenue: 36 37 (1) an annual surcharge of \$3 per employee for all employers who are subject to the New Jersey "unemployment compensation 38 39 law," R.S.43:21-1 et seq., collected by the comptroller for the New 40 Jersey Unemployment Compensation Fund and paid over to the 41 State Treasurer for deposit in the fund annually, as provided by the 42 commissioner, which surcharge may, at the option of the employer, 43 be treated as a payroll deduction to each covered employee; 44 (2) an annual charge of \$75 to be imposed by the State Board of 45 Medical Examiners on every physician and podiatrist licensed by 46 the board pursuant to the provisions of R.S.45:9-1 et seq., collected 47 by the board and remitted to the State Treasurer for deposit into the

48 fund;

(3) an annual charge of \$75 to be imposed by the State Board of
 Chiropractic Examiners on every chiropractor licensed by the board
 pursuant to the provisions of P.L.1989, c.153 (C.45:9-41.17 et seq.),
 collected by the board and remitted to the State Treasurer for
 deposit into the fund;

6 (4) an annual charge of \$75 to be imposed by the New Jersey
7 State Board of Dentistry on every dentist licensed pursuant to the
8 provisions of R.S.45:6-1 et seq., collected by the board and remitted
9 to the State Treasurer for deposit into the fund;

10 (5) an annual charge of \$75 to be imposed by the New Jersey 11 State Board of Optometrists on every optometrist licensed by the 12 board pursuant to the provisions of R.S.45:12-1 et seq., collected by 13 the board and remitted to the State Treasurer for deposit into the 14 fund; and

(6) an annual fee of \$75 to be assessed by the State Treasurer
and payable by each person licensed to practice law in this State,
for deposit into the fund.

18 The provisions of paragraphs (2) through (5) of this subsection 19 shall not apply to physicians, podiatrists, chiropractors, dentists, or 20 optometrists who: are statutorily or constitutionally barred from the 21 practice of their respective profession; can show that they do not 22 maintain a bona fide office for the practice of their profession in 23 this State; are completely retired from the practice of their 24 profession; are on full-time duty with the armed forces, VISTA, or 25 the Peace Corps and not engaged in practice; or have not practiced 26 their profession for at least one year.

27 The provisions of paragraph (6) of this subsection shall not apply 28 to attorneys who: are constitutionally or statutorily barred from the 29 practice of law; can show that they do not maintain a bona fide 30 office for the practice of law in this State; are completely retired 31 from the practice of law; are on full-time duty with the armed 32 forces, VISTA, or the Peace Corps and not engaged in practice; are 33 ineligible to practice law because they have not made their New 34 Jersey Lawyers' Fund for Client Protection payment; or have not 35 practiced law for at least one year.

c. The State Treasurer shall deposit all [moneys] monies
collected [by him] pursuant to this section into the fund. Monies
credited to the fund may be invested in the same manner as assets of
the General Fund and any investment earnings on the fund shall
accrue to the fund and shall be available subject to the same terms
and conditions as other monies in the fund.

d. The fund shall be administered by the Department of
Banking and Insurance in accordance with the provisions of
P.L.2004, c.17 (C.2A:53A-37 et al.).

45 e. The monies in the fund are specifically dedicated and shall46 be utilized exclusively for the following purposes:

47 (1) \$17 million shall be allocated annually for the purpose of48 providing relief towards the payment of medical malpractice

1 liability insurance premiums to health care providers in the State 2 who have experienced or are experiencing a liability insurance 3 premium increase in an amount as established by the commissioner 4 by regulation and meet the criteria established pursuant to section 5 28 of P.L.2004, c.17 (C.17:30D-30); 6 (2) \$6.9 million shall be allocated annually to the Health Care 7 Subsidy Fund established pursuant to section 8 of P.L.1992, c.160 (C.26:2H-18.58) for the purpose of providing payments to hospitals 8 9 in accordance with the formula used for the distribution of charity 10 care subsidies that are provided pursuant to P.L.1992, c.160 11 (C.26:2H-18.51 et al.); 12 (3) \$1 million shall be allocated annually for a student loan 13 expense reimbursement program for obstetrician/gynecologists, to be established pursuant to section 29 of P.L.2004, c.17 14 15 (C.18A:71C-49); and 16 (4) \$1.2 million shall be allocated annually to the Division of 17 Medical Assistance and Health Services in the Department of Human Services for the 18 purposes provided in section 30 of 19 P.L.2004, c.17 (C.30:4J-7). 20 f. The fund and the annual surcharge, charges, and fee provided for in subsection b. of this section shall expire three years 21 22 after the effective date of P.L.2004, c.17 (C.2A:53A-37 et al.). 23 The commissioner, in consultation with the Commissioner of g. 24 Health [and Senior Services], shall adopt rules and regulations pursuant to the "Administrative Procedure Act," P.L.1968, c.410 25 26 (C.52:14B-1 et seq.), to carry out the purposes of sections 26 27 through 29 of P.L.2004, c.17 (C.17:30D-28 through C.17:30D-30 28 and C.18A:71C-49); except that, notwithstanding any provision of 29 P.L.1968, c.410 to the contrary, the commissioner may adopt, 30 immediately upon filing with the Office of Administrative Law, 31 such regulations as the commissioner deems necessary to 32 implement the provisions of sections 26 through 29 of P.L.2004, 33 c.17 (C.17:30D-28 through C.17:30D-30 and C.18A:71C-49), 34 which shall be effective for a period not to exceed six months and 35 may thereafter be amended, adopted, or readopted by the commissioner in accordance with the requirements of P.L.1968, 36 37 c.410. 38 (cf: P.L.2004, c.17, s.27) 39 40 33. Section 28 of P.L.2004, c.17 (C.17:30D-30) is amended to 41 read as follows: 42 28. a. In order to carry out the purposes of section 27 of 43 P.L.2004, c.17 (C.17:30D-29), the commissioner shall, at a 44 minimum: 45 (1) establish a program to provide medical malpractice liability 46 insurance premium subsidies to health care providers from monies 47 that are contained in the fund;

```
35
```

1 (2) establish a methodology and procedures for determining 2 eligibility for, and providing subsidies from, the fund;

3 (3) maintain confidential records on each health care provider
4 who receives assistance from the fund;

5 (4) take all necessary action to recover the cost of the subsidy 6 provided to a health care provider that the commissioner determines 7 to have been incorrectly provided; and

8 (5) provide for subsidies to all practitioners who are members of 9 specialties and subspecialties who qualify for relief under 10 subsection b. of this section, including those whose professional 11 liability insurance protection is provided by hospital funding 12 supplemented by purchased commercial insurance coverage.

13 b. The commissioner shall certify classes of practitioners by 14 specialty and subspecialty for each type of practitioner, whose 15 average medical malpractice premium, as a class, on or after 16 December 31, 2002, is in excess of an amount per year as 17 determined by the commissioner by regulation. In certifying 18 classes eligible for the subsidy, the commissioner, in consultation 19 with the Commissioner of Health [and Senior Services], may also 20 consider if access to care is threatened by the inability of a 21 significant number of practitioners, as applicable, in a particular 22 specialty or subspecialty, to continue practicing in a geographic 23 area of the State.

24 (1) In order to be eligible for a subsidy from the fund, a 25 practitioner shall have received a medical malpractice liability 26 insurance premium increase in an amount as determined by the 27 commissioner by regulation, for one or more of the following: upon 28 renewal on or after January 1, 2004, from the amount paid by that 29 practitioner in calendar year 2003; upon renewal on or after January 30 1, 2005, from the amount paid by that practitioner in calendar year 31 2004; and upon renewal on or after January 1, 2006, from the 32 amount paid by that practitioner in calendar year 2005; or

33 (2) In the case of a health care provider providing professional 34 liability insurance protection through self-insured hospital funding 35 supplemented with purchased commercial insurance coverage, in order to be eligible for a subsidy from the fund, that provider shall 36 37 have increased its total professional liability funding obligation in 38 an amount as determined by the commissioner by regulation, for 39 one or more of the following: upon renewal on or after January 1, 40 2004, from the professional liability funding obligation paid by that 41 provider in calendar year 2003; upon renewal on or after January 1, 42 2005, from the professional liability funding obligation paid by that 43 provider in calendar year 2004; and upon renewal on or after 44 January 1, 2006, from the professional liability funding obligation 45 paid by that provider in calendar year 2005.

46 (3) The amount of the subsidy shall be an amount, as
47 determined by the commissioner by regulation, of the increase from
48 the preceding year's premium or self-insured professional liability

36

1 funding obligation; except that no health care provider shall receive 2 a subsidy in any year that is greater than an amount as determined 3 by the commissioner by regulation. 4 c. A practitioner who has been subject to a disciplinary action 5 or civil penalty by the practitioner's respective licensing board 6 pursuant to section 8, 9 or 12 of P.L.1978, c.73 (C.45:1-21, 22 or 7 25), when that action or penalty relates to the practitioner's 8 provision of, or failure to provide, treatment or care to a patient, is 9 not eligible for a subsidy from the fund. 10 d. (1) A practitioner who receives a subsidy from the fund shall 11 be required to practice in that practitioner's specialty or 12 subspecialty in this State for a period of at least two years after receipt of the subsidy. 13 14 (2) A practitioner who fails to comply with the provisions of 15 paragraph (1) of this subsection shall be required to repay to the 16 commissioner the amount of the subsidy, in whole or in part as 17 determined by the commissioner. 18 The commissioner may waive the criteria for eligibility for a e. 19 subsidy established pursuant to this section, if the commissioner 20 determines that access to care for a particular specialty is threatened 21 because of an inability of a sufficient number of practitioners in that 22 specialty or subspecialty to practice in a geographic area of the 23 State. 24 The State Board of Medical Examiners, the State Board of f. 25 Chiropractic Examiners, the New Jersey State Board of Dentistry, 26 and the New Jersey Board of Nursing shall each provide to the 27 commissioner, on a quarterly basis, the names of the practitioners 28 who have been subject to a disciplinary action or civil penalty by 29 the practitioner's respective licensing board. 30 g. For the purposes of section 29 of P.L.2004, c.17 31 (C.18A:71C-49), the commissioner, in consultation with the State 32 Board of Medical Examiners, shall provide to the Higher Education 33 Student Assistance Authority the names of 34 obstetrician/gynecologists licensed by the board who may qualify 35 for the student loan reimbursement program established pursuant to P.L.2004, c.17. A physician who has been subject to a disciplinary 36 37 action or civil penalty by the board, as provided in subsection c. of 38 this section, shall not be eligible for the program. 39 (cf: P.L.2004, c.17, s.28) 40 41 34. Section 34 of P.L.1998, c.21 (C.17:33A-18) is amended to 42 read as follows: 43 34. a. A section of the Office of Insurance Fraud Prosecutor 44 shall be designated to be responsible for establishing a liaison and 45 continuing communication between the office and the Department 46 of Health [and Senior Services], the Department of Human 47 Services, the Department of Labor and Workforce Development, 48 any professional board in the Division of Consumer Affairs in the

Department of Law and Public Safety, the Department of Banking
 and Insurance, the Division of State Police, every county
 prosecutor's office, [such] local government units as may be
 necessary or practicable, and insurers.

b. The section of the office responsible for such liaison shall 5 6 establish procedures: (1) for receiving notice from all entities enumerated in subsection a. of this section of any case in which 7 8 fraud is suspected or has been substantiated; (2) for receiving 9 referrals for the investigation of alleged fraud; (3) for receiving 10 referrals for the prosecution of fraud by the office; (4) for receiving 11 and referring information regarding cases, administrative or 12 otherwise, under investigation by any department or other entity to 13 the appropriate authority; and (5) for providing information to and 14 coordinating information among any referring entities on pending 15 cases of insurance fraud which are under investigation or being 16 litigated or prosecuted. The liaison section of the office shall 17 maintain a record of every referral or investigation.

18 (cf: P.L.2008, c.121, s.1)

19

20 35. Section 2 of P.L.1995, c.316 (C.17:48-6m) is amended to 21 read as follows:

22 2. No hospital service corporation contract providing hospital 23 or medical expense benefits for groups with greater than 50 persons 24 shall be delivered, issued, executed, or renewed in this State, or 25 approved for issuance or renewal in this State by the Commissioner 26 of Banking and Insurance on or after the effective date of P.L.2005, 27 c.248 (C.17:48E-35.27 et al.), unless the contract provides benefits 28 to any named subscriber or other person covered thereunder for 29 expenses incurred in the following:

a. Screening by blood lead measurement for lead poisoning for
children, including confirmatory blood lead testing as specified by
the Department of Health [and Senior Services] pursuant to section
7 of P.L.1995, c.316 (C.26:2-137.1); and medical evaluation and
any necessary medical follow-up and treatment for lead poisoned
children.

36 b. All childhood immunizations as recommended by the 37 Advisory Committee on Immunization Practices of the United 38 [State] <u>States</u> Public Health Service and the Department of Health 39 and Senior Services pursuant to section 7 of P.L.1995, c.316 40 (C.26:2-137.1). A hospital service corporation shall notify its 41 subscribers, in writing, of any change in coverage with respect to 42 childhood immunizations and any related changes in premium. 43 Such notification shall be in a form and manner to be determined by 44 the Commissioner of Banking and Insurance.

c. Screening for newborn hearing loss by appropriate
electrophysiologic screening measures and periodic monitoring of
infants for delayed onset hearing loss, pursuant to P.L.2001, c.373
(C.26:2-103.1 et al.). Payment for this screening service shall be

separate and distinct from payment for routine new baby care in the
 form of a newborn hearing screening fee as negotiated with the
 provider and facility.

4 The benefits provided pursuant to this section shall be provided 5 to the same extent as for any other medical condition under the 6 contract, except that a deductible shall not be applied for benefits 7 provided pursuant to this section; however, with respect to a contract that qualifies as a high deductible health plan for which 8 9 qualified medical expenses are paid using a health savings account 10 established pursuant to section 223 of the federal Internal Revenue 11 Code of 1986 (26 U.S.C. s.223), a deductible shall not be applied 12 for any benefits provided pursuant to this section which represent 13 preventive care as permitted by that federal law, and shall not be 14 applied as provided pursuant to section 6 of P.L.2005, c.248 15 (C.17:48-6dd). This section shall apply to all hospital service 16 corporation contracts in which the health service corporation has 17 reserved the right to change the premium.

18 (cf: P.L.2005, c.248, s.4)

19

20 36. Section 11 of P.L.1979, c.478 (C.17:48D-11) is amended to 21 read as follows:

22 11. a. The commissioner or [his] the commissioner's designee 23 may, as often as [he] the commissioner may reasonably determine, 24 investigate the business and examine the books, accounts, records, 25 and files of every dental plan organization. For that purpose the 26 commissioner or [his] the commissioner's designee shall have 27 reasonably free access to the offices and places of business, books, 28 accounts, papers, records, and files of all dental plan organizations. 29 A dental plan organization shall keep and use in its business such 30 books, accounts, and records as will enable the commissioner to 31 determine whether the dental plan organization is complying with 32 the provisions of this act and with the rules and regulations 33 promulgated pursuant to it. A dental plan organization shall 34 preserve its books, accounts, and records for at least 7 years; except 35 that preservation by photographic reproduction or records in 36 photographic form shall constitute compliance with this act.

b. For the purpose of the examination, the commissioner may,
within the limits of funds appropriated for such purpose, contract
with such persons as [he] the commissioner may deem advisable to
conduct the same or assist therein.

c. At the discretion of the commissioner, the Commissioner of
Health [and Senior Services] and the New Jersey State Board of
Dentistry may participate in the investigations and examinations
described in this section to verify the existence of an effective
dental plan.

d. The expenses incurred in making any examination pursuantto this section shall be assessed against and paid by the dental plan

1 organization so examined. A dental plan organization having direct 2 premiums written in this State of less than \$2,000,000 in any 3 calendar year shall be subject to a limited scope examination with expenses for that examination not to exceed \$5,000. Upon written 4 5 notice by the commissioner of the total amount of an assessment, a dental plan organization shall become liable for and shall pay the 6 7 assessment to the commissioner. 8 (cf: P.L.2005, c.38, s.9) 9 10 37. Section 1 of P.L.1985, c.236 (C.17:48E-1) is amended to 11 read as follows: 12 1. As used in this act: "Commissioner" means the Commissioner of Banking and 13 a. 14 Insurance. 15 h "Board" and "board of directors" means the board of 16 directors of the health service corporation. 17 c. "Elective surgical procedure" means any nonemergency 18 surgical procedure which may be scheduled at the convenience of 19 the patient or the surgeon without jeopardizing the patient's life or 20 causing serious impairment to the patient's bodily functions. 21 "Eligible physician" means a physician licensed to practice d. 22 medicine and surgery who holds the rank of Diplomate of an 23 American Board (M.D.) or Certified Specialist (D.O.) in the 24 surgical or medical specialty for which surgery is proposed. 25 "Health service corporation" means a health service e. 26 corporation established pursuant to the provisions of this act, which 27 is organized, without capital stock and not for profit, for the 28 purpose of (1) establishing, maintaining, and operating a nonprofit 29 health service plan and (2) supplying services in connection with (a) 30 the providing of health care or (b) conducting the business of 31 insurance as provided for in this act. 32 "Health service plan" means a plan under which contracts f. 33 are issued providing complete or partial prepayment or postpayment 34 of health care services and supplies eligible under the contracts for 35 a given period to persons covered under the contracts where 36 arrangements are made for payment for health care services and 37 supplies directly to the provider thereof or to a covered person 38 under those contracts. 39 "Hospital service corporation" means a hospital service g. 40 corporation established pursuant to the provisions of P.L.1938, 41 c.366 (C.17:48-1 et seq.). 42 "Medical service corporation" means a medical service h. 43 corporation established pursuant to the provisions of P.L.1940, c.74 44 (C.17:48A-1 et seq.). 45 i. "Provider of health care services" shall include, but not be 46 limited to: (1) a health service corporation, a hospital service 47 corporation or medical service corporation; (2) a hospital or health 48 care facility under contract with a health service corporation to

1 provide health care services or supplies to persons who become 2 subscribers under contracts with the health service corporation; (3) 3 a hospital or health care facility which is maintained by a state or 4 any of its political subdivisions; (4) a hospital or health care facility 5 licensed by the Department of Health [and Senior Services]; (5) 6 other hospitals or health care facilities, as designated by the 7 Department of Health [and Senior Services] to provide health care 8 services; (6) a registered nursing home providing convalescent care; 9 (7) a nonprofit voluntary visiting nurse organization providing 10 health care services other than in a hospital; (8) hospitals or other 11 health care facilities located in other states, which are subject to the 12 supervision of those states, which if located in this State would be 13 eligible to be licensed or designated by the Department of Health 14 [and Senior Services]; (9) nonprofit hospital, medical or health 15 service plans of other states approved by the commissioner; (10) 16 physicians licensed to practice medicine and surgery; (11) licensed 17 chiropractors; (12) licensed dentists; (13) licensed optometrists; 18 (14) licensed pharmacists; (15) licensed podiatrists; (16) registered 19 bio-analytical laboratories; (17) licensed psychologists; (18) 20 registered physical therapists; (19) certified nurse-midwives; (20) 21 registered professional nurses; (21) licensed health maintenance 22 organizations; (22) licensed audiologists; (23) licensed speech-23 language pathologists; and (24) providers of other similar health 24 care services or supplies as are approved by the commissioner.

j. "Second surgical opinion" means an opinion of an eligible
physician based on that physician's examination of a person for the
purpose of evaluating the medical advisability of that person
undergoing an elective surgical procedure, but prior to the
performance of the surgical procedure.

k. "Subscriber" means a person to whom a subscription
certificate is issued by a health service corporation, and the term
shall also include "policyholder," "member," or "employer" under a
group contract where the context requires.

34 (cf: P.L.2005, c.259, s.27)

35

36 38. Section 1 of P.L.1995, c.316 (C.17:48E-35.10) is amended
37 to read as follows:

38 1. No health service corporation contract providing hospital or 39 medical expense benefits for groups with greater than 50 persons 40 shall be delivered, issued, executed, or renewed in this State, or 41 approved for issuance or renewal in this State by the Commissioner 42 of Banking and Insurance on or after the effective date of P.L.2005, 43 c.248 (C.17:48E-35.27 et al.), unless the contract provides benefits 44 to any named subscriber or other person covered thereunder for 45 expenses incurred in the following:

a. Screening by blood lead measurement for lead poisoning for
children, including confirmatory blood lead testing as specified by
the Department of Health [and Senior Services] pursuant to section

7 of P.L.1995, c.316 (C.26:2-137.1); and medical evaluation and
any necessary medical follow-up and treatment for lead poisoned
children.

b. All childhood immunizations as recommended by the 4 5 Advisory Committee on Immunization Practices of the United 6 States Public Health Service and the Department of Health [and Senior Services] pursuant to section 7 of P.L.1995, c.316 (C.26:2-7 8 137.1). A health service corporation shall notify its subscribers, in 9 writing, of any change in coverage with respect to childhood 10 immunizations and any related changes in premium. [Such] The notification shall be in a form and manner to be determined by the 11 12 Commissioner of Banking and Insurance.

c. Screening for newborn hearing loss by appropriate
electrophysiologic screening measures and periodic monitoring of
infants for delayed onset hearing loss, pursuant to P.L.2001, c.373
(C.26:2-103.1 et al.). Payment for this screening service shall be
separate and distinct from payment for routine new baby care in the
form of a newborn hearing screening fee as negotiated with the
provider and facility.

20 The benefits provided pursuant to this section shall be provided 21 to the same extent as for any other medical condition under the 22 contract, except that a deductible shall not be applied for benefits 23 provided pursuant to this section; however, with respect to a 24 contract that qualifies as a high deductible health plan for which 25 qualified medical expenses are paid using a health savings account 26 established pursuant to section 223 of the federal Internal Revenue 27 Code of 1986 (26 U.S.C. s.223), a deductible shall not be applied 28 for any benefits provided pursuant to this section which represent 29 preventive care as permitted by that federal law, and shall not be 30 applied as provided pursuant to section 3 of P.L.2005, c.248 31 (C.17:48E-35.28). This section shall apply to all health service 32 corporation contracts in which the health service corporation has 33 reserved the right to change the premium.

34 (cf: P.L. 2005, c.248, s.1)

35

36 39. Section 3 of P.L.1999, c.409 (C.17:48H-3) is amended to 37 read as follows:

38 3. a. An organized delivery system which is not subject to 39 licensure requirements pursuant to this act shall submit an 40 application for certification to the Commissioner of [Health] 41 Banking and [Senior Services] Insurance. The organized delivery 42 system may continue to operate during the pendency of its 43 application, but in no case longer than 12 months after the date of 44 submission of the application to the Department of [Health] Senior 45 Banking and Services Insurance, unless the 46 commissioner, by regulation, extends the 12-month limitation. In 47 the event the application is denied, the applicant shall be treated as

1 an organized delivery system whose certification has been revoked 2 pursuant to sections 7 and 8 of this act. 3 Notwithstanding the obligations imposed by this act regarding 4 certification requirements, nothing in this subsection shall operate 5 to impair any contract in force on the effective date of this act, but 6 this act shall apply to any contract renewed on or after the effective 7 date of this act. 8 b. The certification shall be valid for a period of three years. 9 A certified organized delivery system shall not directly issue c. 10 health benefits plans. (cf: P.L.1999, c.409, s.3) 11 12 13 40. Section 4 of P.L.1999, c.409 (C.17:48H-4) is amended to 14 read as follows: 15 4. Application for certification to operate an organized delivery 16 system shall be made to the Commissioner of [Health] Banking and [Senior Services] Insurance on a form prescribed by the 17 18 commissioner, shall be certified by an officer or authorized 19 representative of the applicant and shall include the following: 20 a. A copy of the applicant's basic organizational documents. 21 For purposes of this subsection, "basic organizational documents" means the articles of incorporation, articles of association, 22 23 partnership agreement, management agreement, trust agreement, or 24 other applicable documents as appropriate to the applicant's form of 25 business entity, and all amendments to those documents; 26 b. A copy of the executed bylaws, rules, and regulations, or 27 similar documents, regulating the conduct of the applicant's internal 28 affairs: 29 c. A list, in a form approved by the Commissioner of [Health] 30 Banking and Senior Services Insurance, of the names, addresses, 31 and official positions of the persons who are to be responsible for 32 the conduct of the affairs of the applicant, including, but not limited 33 to, the members of the board of directors, executive committee, or 34 other governing board or committee, the principal officers, and any 35 person or entity owning or having the right to acquire 10% or more 36 of the voting securities of the applicant; in the case of a partnership 37 or association, the names of the partners or members; and a 38 statement of any criminal convictions or civil, enforcement, or 39 regulatory action, including actions relating to professional licenses, 40 taken against any person who is a member of the board, the 41 executive committee, or other governing board or committee, the 42 principal officers, or the persons who are responsible for the 43 conduct of the affairs of the applicant; 44 d. A statement generally describing the applicant, its facilities, 45 personnel, and the health care services to be offered by the

46 organized delivery system;

e. A copy of the standard form of any provider agreement
 made or to be made between the applicant and any providers
 relative to the provision of health care services;

f. A copy of the form of any contract made or to be made
between the applicant and any carrier for the provision of or
arrangement to provide health care services, which contract shall
contain provisions establishing the respective duties of the carrier
and the applicant with respect to compliance with P.L.1997, c.192
(C.26:2S-1 et seq.);

g. With respect to each contract made or to be made between
the applicant and any other person who will provide comprehensive
or limited health care services:

(1) A list of the persons who are to provide the health care
services, and the geographical area in which they are located and in
which the services are to be performed;

(2) A list of any affiliate of the applicant which provides
services to the applicant in this State and a description of any
material transaction between the affiliate and the applicant;

(3) A description of the health care services or benefits to beoffered or proposed to be offered by the applicant;

(4) A description of the means which will be utilized to assure
the availability and accessibility of the health care services to
enrollees or contract holders; and

(5) A description of the means by which the organized delivery
system shall be compensated for each contract entered into with a
carrier; and

27 h. A list of all administrative, civil, or criminal actions and proceedings to which the applicant, or any of its affiliates, or 28 29 persons who are responsible for the conduct of the affairs of the 30 applicant or affiliate, have been subject and the resolution of those 31 actions and proceedings. If a license, certificate, or other authority 32 to operate has been refused, suspended, or revoked by any 33 jurisdiction, the applicant shall provide a copy of any orders, 34 proceedings, and determinations relating thereto.

In addition to the information required pursuant to this section, [the Commissioner of Health and Senior Services or] the Commissioner of Banking and Insurance may establish additional reporting requirements or make detailed reporting requirements for any class of certified organized delivery system.

40 (cf: P.L.1999, c.409, s.4)

41

42 41. Section 5 of P.L.1999, c.409 (C.17:48H-5) is amended to 43 read as follows:

5. Following receipt of an application for certification, the
Commissioner of [Health] <u>Banking</u> and [Senior Services]
<u>Insurance</u> shall review it [in consultation with the Commissioner of
Banking and Insurance] and notify the applicant of any deficiencies
contained therein.

1 The Commissioner of [Health] Banking and [Senior a. 2 Services] Insurance shall issue a certification to an organized 3 delivery system if the commissioner finds that the system meets the 4 standards provided for in this act, including, but not limited to: 5 (1) All of the material required by section 4 of this act has been 6 filed; 7 (2) The persons responsible for conducting the applicant's 8 affairs are competent, trustworthy, and possess good reputations, 9 and have had appropriate experience, training, and education; 10 (3) The persons who are to perform the health care services are 11 properly qualified; 12 (4) The organized delivery system has demonstrated the ability 13 to assure that health care services will be provided in a manner 14 which will assure the availability and accessibility of the services; 15 (5) The standard forms of provider agreements to be used by the 16 organized delivery system are acceptable; and 17 (6) The organized delivery system's contracts to provide 18 services do not entail or will not result in the assumption of 19 financial risk by the system. 20 The commissioner may deny an application for certification b. 21 if the applicant fails to meet any of the standards provided in this 22 act or on any other reasonable grounds. If certification is denied, 23 the commissioner shall notify the applicant and shall set forth the 24 reasons for the denial in writing. The applicant may request a 25 hearing by notice to the commissioner within 30 days of receiving 26 the notice of denial. Upon such denial, the applicant shall submit to 27 the commissioner a plan for bringing the organized delivery system into compliance or providing for the closing down of its business. 28 29 (cf: P.L.1999, c.409, s.5) 30 31 42. Section 6 of P.L.1999, c.409 (C.17:48H-6) is amended to 32 read as follows: 33 6. a. A certified organized delivery system, unless otherwise 34 provided for in this act, shall not materially modify any matter or 35 document furnished to the Commissioner of [Health] Banking and 36 [Senior Services] Insurance pursuant to section 4 of this act unless 37 the organized delivery system files with the commissioner, at least 38 60 days prior to use or adoption of the change, a notice of the 39 change or modification, together with that information required by 40 the commissioner to explain the change or modification. If the 41 commissioner fails to affirmatively approve or disapprove the 42 change or modification within 60 days of submission of the notice, 43 the notice of modification shall be deemed approved. The 44 commissioner may extend the 60-day review period for not more 45 than 30 additional days by giving written notice of the extension 46 before the expiration of the 60-day period. If a change or 47 modification is disapproved, the commissioner shall notify the 48 system in writing and specify the reason for the disapproval.

1 Prior to entering into any contract with a carrier, a certified b. 2 organized delivery system shall file with the commissioner, for the 3 commissioner's approval, a copy of that contract. The filing shall 4 be made no later than 60 days prior to the date that the contract is 5 intended to be in effect. If the contract is not disapproved prior to the effective date by the commissioner, the contract shall be deemed 6 7 approved. 8 (cf: P.L.1999, c.409, s.6) 9 10 43. Section 7 of P.L.1999, c.409 (C.17:48H-7) is amended to 11 read as follows: 12 7. The Commissioner of [Health] Banking and [Senior 13 Services Insurance may suspend or revoke a certification issued to 14 an organized delivery system pursuant to this act upon the 15 commissioner's determination that: 16 The certified organized delivery system is operating in a. 17 contravention of its basic organizational documents; 18 b. The certified organized delivery system is unable to fulfill 19 its obligations to the carriers with whom it contracts; 20 The continued operation of the certified organized delivery c. 21 system would be hazardous to the health and welfare of the enrollees or contract holders to whom it is obligated to provide 22 23 health care services or detrimental to a carrier with whom it has 24 contracted to provide the services; 25 d. The certified organized delivery system is unable to 26 maintain the standards as set forth by the commissioner by 27 regulation; e. The certified organized delivery system has failed, as 28 29 provided by the contract, to comply with the provisions of 30 P.L.1997, c.192 (C.26:2S-1 et seq.); 31 f. The certified organized delivery system has failed to provide 32 the health care services for which it has been certified or has provided health care services which are in contravention of the 33 34 contract or contracts filed with the commissioner; 35 The certified organized delivery system has otherwise failed g. 36 to comply with this act or with other applicable law; or 37 There are other reasonable grounds that warrant suspension h. 38 or revocation. 39 (cf: P.L.1999, c.409, s.7) 40 41 44. Section 8 of P.L.1999, c.409 (C.17:48H-8) is amended to 42 read as follows: 43 8. a. If the Commissioner of [Health] Banking and [Senior 44 Services Insurance has cause to believe that grounds exist for the suspension or revocation of the certification issued to an organized 45 delivery system, the commissioner shall notify the system, in 46 47 writing, specifically stating the grounds for suspension or

revocation and fixing a time for a hearing in accordance with the

48

"Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et 1 2 seq.). If the certification is revoked, the organized delivery system 3 shall submit a plan to the commissioner within 15 days of the 4 revocation, for the winding up of its affairs, and shall conduct no 5 further business except as may be essential to the orderly 6 conclusion of its business. The commissioner may, by written 7 order, permit such further operation of the organized delivery 8 system as the commissioner finds to be in the best interest of 9 individuals receiving health care services from the system. 10 b. The commissioner shall notify all carriers with contracts with the system that are on file with the Department of [Health] 11 12 Banking and [Senior Services] Insurance of the proceedings. 13 (cf: P.L.1999, c.409, s.8) 14 15 45. Section 9 of P.L.1999, c.409 (C.17:48H-9) is amended to 16 read as follows: 17 9. A certified organized delivery system shall pay to the Commissioner of [Health] Banking and [Senior Services] 18 19 Insurance those application and examination fees as are established 20 by the commissioner by regulation. 21 (cf: P.L.1999, c.409, s.9) 22 23 46. Section 10 of P.L.1999, c.409 (C.17:48H-10) is amended to 24 read as follows: 25 10. The Commissioner of [Health] Banking and [Senior 26 Services Insurance may, upon notice and hearing, assess a civil 27 administrative penalty in an amount not less than \$250 nor more 28 than \$10,000 for each day that a certified organized delivery system 29 is in violation of this act. Penalties imposed by the commissioner 30 pursuant to this section may be in lieu of, or in addition to, 31 suspension or revocation of a certification pursuant to this act. A 32 penalty may be recovered in a summary proceeding pursuant to "The Penalty Enforcement Law of 1999," P.L.1999, c.274 33 34 (C.2A:58-10 et seq.). 35 (cf: P.L.1999, c.409, s.10) 36 37 47. Section 11 of P.L.1999, c.409 (C.17:48H-11) is amended to 38 read as follows: 39 11. a. An organized delivery system which receives compensation on a basis that entails the assumption of financial risk 40 41 shall submit an application for licensure to the Commissioner of 42 Banking and Insurance. The organized delivery system may 43 continue to operate during the pendency of its application, but in no 44 case longer than 12 months after the date of submission of the 45 application to the Department of Banking and Insurance, unless the 46 commissioner, by regulation, extends the 12-month limitation. In 47 the event the application is denied, the applicant shall be treated as

47

an organized delivery system whose license has been revoked
 pursuant to sections 23 and 24 of this act.

Notwithstanding the obligations imposed by this act regarding licensure requirements, nothing in this subsection shall operate to impair any contract in force on the effective date of this act, but this act shall apply to any contract renewed on or after the effective date of this act.

b. An organized delivery system which receives compensation
on a basis that entails the assumption of financial risk, but meets the
criteria set forth in this subsection, may apply to the commissioner
for an exemption from the licensure requirements of this act based
on the system's current contractual arrangements.

The commissioner may grant the exemption for such period of time that the commissioner determines that the financial risk of the organized delivery system is de minimis because the organized delivery system's exposure to financial loss is limited in amount or likelihood to the degree that it reasonably will not prevent the system from satisfying the liabilities imposed under the terms of its contracts.

The commissioner may revoke the organized delivery system's exemption from licensure, after notice and an opportunity to be heard, if the commissioner determines that the system's contracts no longer meet the requirements for exemption set forth in this subsection. Upon revocation of the exemption, the system shall be required to obtain licensure from the department within 90 days.

c. An organized delivery system that is granted an exemption
from licensure shall apply to and obtain certification as an
organized delivery system from the Department of [Health]
<u>Banking</u> and [Senior Services] <u>Insurance</u> pursuant to the provisions
of this act.

d. A licensed organized delivery system shall not directly issuehealth benefits plans.

33 (cf: P.L.1999, c.409, s.11)

34

48. Section 12 of P.L.1999, c.409 (C.17:48H-12) is amended to
 read as follows:

Application for a license to operate an organized delivery
system shall be made to the Commissioner of Banking and
Insurance [and the Commissioner of Health and Senior Services]
on a form prescribed by the [commissioners] commissioner, shall
be certified by an officer or authorized representative of the
applicant, and shall include the following:

a. A copy of the applicant's basic organizational documents.
For purposes of this subsection, "basic organizational documents"
means the articles of incorporation, articles of association,
partnership agreement, management agreement, trust agreement, or
other applicable documents as appropriate to the applicant's form of
business entity and all amendments to those documents;

b. A copy of the executed bylaws, rules, and regulations, or
similar documents, regulating the conduct of the applicant's internal
affairs;

4 c. A list, in a form approved by the Commissioner of Banking 5 and Insurance, of the names, addresses, and official positions of the 6 persons who are to be responsible for the conduct of the affairs of 7 the applicant, including, but not limited to, the members of the 8 board of directors, executive committee or other governing board or 9 committee, the principal officers, and any person or entity owning 10 or having the right to acquire 10% or more of the voting securities 11 of the applicant; in the case of a partnership or association, the 12 names of the partners or members; each person who has loaned 13 funds to the applicant for the operation of its business; and a 14 statement of any criminal convictions or civil, enforcement or 15 regulatory action, including actions relating to professional licenses, 16 taken against any person who is a member of the board, the 17 executive committee or other governing board or committee, or the 18 principal officers, or the persons who are responsible for the 19 conduct of the affairs of the applicant;

d. A statement generally describing the applicant, its facilities,
personnel, and the health care services to be offered by the
organized delivery system;

e. A copy of the standard form of any provider agreement
made or to be made between the applicant and any providers
relative to the provision of health care services;

f. A copy of the form of any contract made or to be made between the applicant and any carrier for the provision of or arrangement to provide health care services, which contract shall contain provisions establishing the respective duties of the carrier and the applicant with respect to compliance with P.L.1997, c.192 (C.26:2S-1 et seq.);

32 g. A copy of the applicant's most recent financial statements 33 audited by an independent certified public accountant. If the 34 financial affairs of the applicant's parent company are audited by an 35 independent certified public accountant, but those of the applicant 36 are not, then a copy of the most recent audited financial statement 37 of the applicant's parent company, audited by an independent 38 certified public accountant, shall be submitted. A consolidated 39 financial statement of the applicant and its parent company shall 40 satisfy this requirement unless the Commissioner of Banking and 41 Insurance determines that additional or more recent financial 42 information is required for the proper administration of this act;

h. A copy of the applicant's financial plan, including a threeyear projection of anticipated operating results, a statement of the
sources of working capital and any other sources of funding and
provisions for contingencies;

i. With respect to each contract made or to be made between
 the applicant and any other person who will provide comprehensive
 or limited health care services:

4 (1) A list of the persons who are to provide the health care
5 services, and the geographical area in which they are located and in
6 which the services are to be performed;

7 (2) A list of any affiliate of the applicant which provides
8 services to the applicant in this State and a description of any
9 material transaction between the affiliate and the applicant;

(3) A description of the health care services or benefits to beoffered or proposed to be offered;

(4) A description of the means which will be utilized to assure
the availability and accessibility of the health care services to
enrollees or contract holders;

(5) A plan, in the event of the insolvency of the organized
delivery system, for continuation of the health care services to be
provided for under the contract; and

18 (6) A description of the means by which the organized delivery
19 system shall be compensated for each contract entered into with a
20 carrier;

j. A power of attorney, duly executed by the applicant, if not domiciled in this State, appointing the Commissioner of Banking and Insurance and the commissioner's successors in office as the true and lawful attorney of the applicant in and for this State upon whom all lawful process in any legal action or proceeding against the organized delivery system in a cause of action arising in this State may be served;

k. A list of all administrative, civil, or criminal actions and 28 29 proceedings to which the applicant, or any of its affiliates, or 30 persons who are responsible for the conduct of the affairs of the 31 applicant or affiliate, have been subject and the resolution of those 32 actions and proceedings. If a license, certificate or other authority 33 to operate has been refused, suspended, or revoked by any 34 jurisdiction, the applicant shall provide a copy of any orders, 35 proceedings and determinations relating thereto; and

36 l. Other information as may be required by the Commissioner
37 of Banking and Insurance [or the Commissioner of Health and
38 Senior Services].

- 39 (cf: P.L.1999, c.409, s.12)
- 40

41 49. Section 13 of P.L.1999, c.409 (C.17:48H-13) is amended to 42 read as follows:

43 13. Following receipt of an application for licensure, the
44 Commissioner of Banking and Insurance shall review it [in
45 consultation with the Commissioner of Health and Senior Services]
46 and notify the applicant of any deficiencies contained therein.

a. The Commissioner of Banking and Insurance shall issue alicense to an organized delivery system if the commissioner finds

1 that the system meets the standards provided for in this act, 2 including, but not limited to: 3 (1) All of the material required by section 12 of this act has been 4 filed; 5 (2) The persons responsible for conducting the applicant's 6 affairs are competent, trustworthy, and possess good reputations, 7 and have had appropriate experience, training, and education; 8 (3) The persons who are to perform the health care services are 9 properly qualified; 10 (4) The organized delivery system has demonstrated the ability 11 to assure that health care services will be provided in a manner 12 which will assure the availability and accessibility of the services; 13 (5) The standard forms of provider agreements to be used by the organized delivery system are acceptable; 14 15 (6) The applicant is financially sound and may reasonably be 16 expected to meet its obligations to enrollees, contract holders and 17 carriers. In making this determination, the commissioner shall 18 consider: 19 (a) The financial soundness of the applicant's compensation 20 arrangements for the provision of health care services; (b) The adequacy of working capital, other sources of funding 21 22 and provisions for contingencies; and 23 (c) Whether any deposit of cash or securities, or any other 24 evidence of financial protection submitted, meets the requirements 25 set forth in this act or by the commissioner by regulation; 26 (7) Any deficiencies identified by the commissioner have been 27 corrected; and (8) Any other factors determined by the commissioner to be 28 29 relevant have been addressed to the satisfaction of the 30 commissioner. The Commissioner of Banking and Insurance shall refer all 31 b 32 standard forms of provider agreements, quality assurance programs 33 and utilization management programs to be used by the organized 34 delivery system to the Commissioner of Health and Senior Services for review. The Commissioner of Banking and Insurance shall 35 consult with the Commissioner of Health and Senior Services 36 37 regarding provider agreements, quality assurance programs, and 38 utilization management programs in determining whether the 39 applicant for a license: 40 (1) Has demonstrated the potential ability to assure that health 41 care services will be provided in a manner that will assure the 42 availability and accessibility of the services; 43 (2) Has adequate arrangements for an ongoing quality assurance 44 program, where applicable; 45 (3) Has established acceptable forms for provider agreements to be used by the system; and 46 (4) Has demonstrated that the persons who are to perform the 47 48 health care services are properly qualified. (Deleted by

1 amendment, P.L., c.) (pending before the Legislature as this 2 bill). 3 The Commissioner of Banking and Insurance [, in c. 4 consultation with the Commissioner of Health and Senior 5 Services], may deny an application for a license if the applicant 6 fails to meet any of the standards provided in this act or on any 7 other reasonable grounds. If the license is denied, the 8 Commissioner of Banking and Insurance shall notify the applicant 9 and shall set forth the reasons for the denial in writing. The 10 applicant may request a hearing by notice to the commissioner 11 within 30 days of receiving the notice of denial. Upon such denial, 12 the applicant shall submit to the commissioner a plan for bringing 13 the organized delivery system into compliance or providing for the 14 closing down of its business. 15 (cf: P.L.1999, c.409, s.13) 16 17 50. Section 15 of P.L.1999, c.409 (C.17:48H-15) is amended to 18 read as follows: 19 15. A licensed organized delivery system may: 20 Contract with an insurer licensed in this State for the 21 provision of indemnity coverage against the cost of services 22 provided by the system or other obligations of the system, either on 23 an individual or aggregate attachment basis; and 24 b. In addition to comprehensive or limited services, as 25 applicable, provided by the system for enrollees or contract holders, 26 provide: 27 (1) Additional services as approved by the Commissioner of Banking and Insurance [, in consultation with the Commissioner of 28 29 Health and Senior Services]; 30 (2) Indemnity benefits covering urgent care or emergency 31 services; 32 (3) Coverage for services from providers, other than 33 participating providers, in accordance with the terms of the 34 contract; and 35 (4) Any other function provided by law, in the system's 36 organizational documents or in the license. 37 (cf: P.L.1999, c.409, s.15) 38 39 51. Section 31 of P.L.1999, c.409 (C.17:48H-31) is amended to 40 read as follows: 41 31. Any certified organized delivery system which intends to 42 change the means by which it receives compensation so that it will 43 be compensated on a basis that entails the assumption of financial 44 risk shall [notify the Commissioner of Health and Senior Services 45 and make application for licensure to the Commissioner of 46 Banking and Insurance pursuant to this act. 47 (cf: P.L.1999, c.409, s.31)

```
52
```

1 52. Section 32 of P.L.1999, c.409 (C.17:48H-32) is amended to 2 read as follows: 3 32. The [Commissioners] Commissioner of Banking and 4 Insurance [and Health and Senior Services] shall adopt rules and 5 regulations pursuant to the "Administrative Procedure Act," 6 P.L.1968, c.410 (C.52:14B-1 et seq.), to effectuate the purposes of 7 this act. 8 The [commissioners] commissioner shall adopt the rules and 9 regulations within 180 days of the date of enactment of this act. 10 (cf: P.L.1999, c.409, s.32) 11 12 53. Section 33 of P.L.1999, c.409 (C.17:48H-33) is amended to read as follows: 13 14 33. An organized delivery system which is either certified by 15 the Department of Health and Senior Services or licensed by the Department of Banking and Insurance shall be subject to the 16 17 "Health Care Quality Act," P.L.1997, c.192 (C.26:2S-1 et seq.) and 18 the regulations promulgated thereunder. 19 (cf: P.L.1999, c.409, s.33) 20 54. Section 35 of P.L.1999, c.409 (C.17:48H-35) is amended to 21 22 read as follows: 23 35. Any documents provided by a organized delivery system to 24 the Department of Banking and Insurance or Health and Senior 25 Services pursuant to this act that are deemed by the Commissioner 26 of Banking and Insurance [or the Commissioner of Health and 27 Senior Services to be proprietary, shall be confidential and shall 28 not be considered public documents pursuant to P.L.1963, c.73 29 (C.47:1A-2). 30 (cf: P.L.1999, c.409, s.35) 31 32 55. Section 3 of P.L.1995, c.316 (C.17B:27-46.11) is amended 33 to read as follows: 34 3. No group health insurance policy providing hospital or 35 medical expense benefits for groups with more than 50 persons shall be delivered, issued, executed, or renewed in this State, or 36 37 approved for issuance or renewal in this State by the Commissioner 38 of Banking and Insurance on or after the effective date of P.L.2005, 39 c.248 (C.17:48E-35.27 et al.), unless the policy provides benefits to 40 any named insured or other person covered thereunder for expenses incurred in the following: 41 42 a. Screening by blood lead measurement for lead poisoning for 43 children, including confirmatory blood lead testing as specified by 44 the Department of Health [and Senior Services] pursuant to section 7 of P.L.1995, c.316 (C.26:2-137.1); and medical evaluation and 45 46 any necessary medical follow-up and treatment for lead poisoned 47 children.

1 b. All childhood immunizations as recommended by the 2 Advisory Committee on Immunization Practices of the United States Public Health Service and the Department of Health [and 3 4 Senior Services] pursuant to section 7 of P.L.1995, c.316 (C.26:2-5 137.1). A health insurer shall notify its policyholders, in writing, of 6 any change in coverage with respect to childhood immunizations 7 and any related changes in premium. Such notification shall be in a 8 form and manner to be determined by the Commissioner of Banking 9 and Insurance.

10 c. Screening for newborn hearing loss by appropriate 11 electrophysiologic screening measures and periodic monitoring of 12 infants for delayed onset hearing loss, pursuant to P.L.2001, c.373 13 (C.26:2-103.1 et al.). Payment for this screening service shall be 14 separate and distinct from payment for routine new baby care in the 15 form of a newborn hearing screening fee as negotiated with the 16 provider and facility.

17 The benefits provided pursuant to this section shall be provided 18 to the same extent as for any other medical condition under the 19 policy, except that a deductible shall not be applied for benefits 20 provided pursuant to this section; however, with respect to a policy 21 that qualifies as a high deductible health plan for which qualified 22 medical expenses are paid using a health savings account 23 established pursuant to section 223 of the federal Internal Revenue 24 Code of 1986 (26 U.S.C. s.223), a deductible shall not be applied 25 for any benefits provided pursuant to this section that represent 26 preventive care as permitted by that federal law, and shall not be 27 applied as provided pursuant to section 9 of P.L.2005, c.248 (C.17B:27-46.1dd). This section shall apply to all group health 28 29 insurance policies in which the health insurer has reserved the right 30 to change the premium.

31 (cf: P.L.2005, c.248, s.7)

32

33 56. Section 4 of P.L.2001, c.368 (C.17B:27A-4.7) is amended to
 34 read as follows:

35 4. In addition to the health benefits plans offered by a carrier on the effective date of this act, a carrier that writes individual 36 37 health benefits plans pursuant to P.L.1992, c.161 (C.17B:27A-2 et 38 al.) may also offer one or more of the plans through the carrier's 39 network of providers, with no reimbursement for any out-of-40 network benefits other than emergency care, urgent care, and 41 continuity of care. A carrier's network of providers shall be subject 42 to review and approval or disapproval by the Commissioner of 43 Banking and Insurance, in consultation with the Commissioner of 44 Health [and Senior Services], pursuant to regulations promulgated 45 by the Department of Banking and Insurance, including review and 46 approval or disapproval before plans with benefits provided through 47 a carrier's network of providers pursuant to this section may be 48 offered by the carrier. Policies or contracts written on this basis

54

1 shall be rated in a separate rating pool for the purposes of 2 establishing a premium, but for the purpose of determining a 3 carrier's losses, these policies or contracts shall be aggregated with 4 the losses on the carrier's other business written pursuant to the 5 provisions of P.L.1992, c.161 (C.17B:27A-2 et al.).

- 6 (cf: P.L.2008, c.38, s.13)
- 7

57. Section 6 of P.L.1992, c.161 (C.17B:27A-7) is amended toread as follows:

10 6. The commissioner shall approve the policy and contract 11 forms and benefit levels to be made available by all carriers for the 12 health benefits plans required to be issued pursuant to section 3 of 13 P.L.1992, c.161 (C.17B:27A-4), and shall adopt such modifications 14 to one or more plans as the board determines are necessary to make 15 available a "high deductible health plan" or plans consistent with 16 section 301 of Title III of the "Health Insurance Portability and 17 Accountability Act of 1996," Pub.L.104-191 (26 U.S.C. s.220), 18 regarding tax-deductible medical savings accounts, within 60 days 19 after the enactment of P.L.1997, c.414 (C.54A:3-4 et al.). The 20 commissioner shall provide the board with an informational filing 21 of the policy and contract forms and benefit levels it approves.

22 The individual health benefits plans established by the board a. 23 may include cost containment measures such as, but not limited to: 24 utilization review of health care services, including review of 25 medical necessity of hospital and physician services; case 26 management benefit alternatives; selective contracting with 27 hospitals, physicians, and other health care providers; and reasonable benefit differentials applicable to participating and 28 29 nonparticipating providers; and other managed care provisions.

b. An individual health benefits plan offered pursuant to
section 3 of P.L.1992, c.161 (C.17B:27A-4) shall contain a
limitation of no more than 12 months on coverage for preexisting
conditions. An individual health benefits plan offered pursuant to
section 3 of P.L.1992, c.161 (C.17B:27A-4) shall not contain a
preexisting condition limitation of any period under the following
circumstances:

(1) to an individual who has, under creditable coverage, with no
intervening lapse in coverage of more than 31 days, been treated or
diagnosed by a physician for a condition under that plan or satisfied
a 12-month preexisting condition limitation; or

41 (2) to a federally defined eligible individual who applies for an
42 individual health benefits plan within 63 days of termination of the
43 prior coverage.

c. In addition to the standard individual health benefits plans
provided for in section 3 of P.L.1992, c.161 (C.17B:27A-4), the
board may develop up to five rider packages. Premium rates for the
rider packages shall be determined in accordance with section 8 of
P.L.1992, c.161 (C.17B:27A-9).

55

1 After the board's establishment of the individual health d 2 benefits plans required pursuant to section 3 of P.L.1992, c.161 3 (C.17B:27A-4), and notwithstanding any law to the contrary, a 4 carrier shall file the policy or contract forms with the commissioner 5 and certify to the commissioner that the health benefits plans to be 6 used by the carrier are in substantial compliance with the provisions 7 in the corresponding approved plans. The certification shall be 8 signed by the chief executive officer of the carrier. Upon receipt by 9 the commissioner of the certification, the certified plans may be 10 used until the commissioner, after notice and hearing, disapproves 11 their continued use.

12 Effective immediately for an individual health benefits plan e. 13 issued on or after the effective date of P.L.2005, c.248 (C.17:48E-35.27 et al.) and effective on the first 12-month anniversary date of 14 15 an individual health benefits plan in effect on the effective date of 16 P.L.2005, c.248 (C.17:48E-35.27 et al.), the individual health 17 benefits plans required pursuant to section 3 of P.L.1992, c.161 18 (C.17B:27A-4), including any plan offered by a federally qualified 19 health maintenance organization, shall contain benefits for expenses 20 incurred in the following:

(1) Screening by blood lead measurement for lead poisoning for
children, including confirmatory blood lead testing as specified by
the Department of Health [and Senior Services] pursuant to section
7 of P.L.1995, c.316 (C.26:2-137.1); and medical evaluation and
any necessary medical follow-up and treatment for lead poisoned
children.

27 (2) All childhood immunizations as recommended by the 28 Advisory Committee on Immunization Practices of the United 29 States Public Health Service and the Department of Health [and 30 Senior Services] pursuant to section 7 of P.L.1995, c.316 (C.26:2-31 137.1). A carrier shall notify its insureds, in writing, of any change 32 in the health care services provided with respect to childhood 33 immunizations and any related changes in premium. Such 34 notification shall be in a form and manner to be determined by the 35 Commissioner of Banking and Insurance.

36 (3) Screening for newborn hearing loss by appropriate
37 electrophysiologic screening measures and periodic monitoring of
38 infants for delayed onset hearing loss, pursuant to P.L.2001, c.373
39 (C.26:2-103.1 et al.). Payment for this screening service shall be
40 separate and distinct from payment for routine new baby care in the
41 form of a newborn hearing screening fee as negotiated with the
42 provider and facility.

The benefits provided pursuant to this subsection shall be provided to the same extent as for any other medical condition under the health benefits plan, except that a deductible shall not be applied for benefits provided pursuant to this subsection; however, with respect to a health benefits plan that qualifies as a high deductible health plan for which qualified medical expenses are

56

1 paid using a health savings account established pursuant to section 2 223 of the federal Internal Revenue Code of 1986 (26 U.S.C. s.223), 3 a deductible shall not be applied for any benefits provided pursuant 4 to this subsection that represent preventive care as permitted by that 5 federal law, and shall not be applied as provided pursuant to section 6 14 of P.L.2005, c.248 (C.17B:27A-7.11). This subsection shall 7 apply to all individual health benefits plans in which the carrier has 8 reserved the right to change the premium. 9 Effective immediately for a health benefits plan issued on or f. 10 after the effective date of P.L.2001, c.361 (C.17:48-6z et al.) and effective on the first 12-month anniversary date of a health benefits 11 12 plan in effect on the effective date of P.L.2001, c.361 (C.17:48-6z et al.), the health benefits plans required pursuant to section 3 of 13 14 P.L.1992, c.161 (C.17B:27A-4) that provide benefits for expenses 15 incurred in the purchase of prescription drugs shall provide benefits 16 for expenses incurred in the purchase of specialized non-standard 17 infant formulas, when the covered infant's physician has diagnosed 18 the infant as having multiple food protein intolerance and has 19 determined such formula to be medically necessary, and when the 20 covered infant has not been responsive to trials of standard non-cow 21 milk-based formulas, including soybean and goat milk. The 22 coverage may be subject to utilization review, including periodic 23 review, of the continued medical necessity of the specialized infant

24 formula.

The benefits shall be provided to the same extent as for any otherprescribed items under the health benefits plan.

This subsection shall apply to all individual health benefits plansin which the carrier has reserved the right to change the premium.

29 Effective immediately for an individual health benefits plan g. 30 issued on or after the effective date of P.L.2005, c.248 (C.17:48E-31 35.27 et al.) and effective on the first 12-month anniversary date of 32 an individual health benefits plan in effect on the effective date of 33 P.L.2005, c.248 (C.17:48E-35.27 et al.), the health benefits plans 34 required pursuant to section 3 of P.L.1992, c.161 (C.17B:27A-4) 35 that qualify as high deductible health plans for which qualified 36 medical expenses are paid using a health savings account 37 established pursuant to section 223 of the federal Internal Revenue 38 Code of 1986 (26 U.S.C. s.223), including any plan offered by a 39 federally qualified health maintenance organization, shall contain 40 benefits for expenses incurred in connection with any medically 41 necessary benefits provided in-network which represent preventive 42 care as permitted by that federal law.

The benefits provided pursuant to this subsection shall be
provided to the same extent as for any other medical condition
under the health benefits plan, except that a deductible shall not be
applied for benefits provided pursuant to this subsection. This

subsection shall apply to all individual health benefits plans in
 which the carrier has reserved the right to change the premium.

3 (cf: P.L.2008, c.38, s.15)

4

28

5 58. Section 3 of P.L.1992, c.162 (C.17B:27A-19) is amended to 6 read as follows:

7 3. a. Except as provided in subsection f. of this section, every 8 small employer carrier shall, as a condition of transacting business 9 in this State, offer to every small employer at least three of the 10 health benefit plans established by the board, as provided in this 11 section, and also offer and make a good faith effort to market 12 individual health benefits plans as provided in section 3 of 13 P.L.1992, c.161 (C.17B:27A-4). The board shall establish a 14 standard policy form for each of the plans, which except as 15 otherwise provided in subsection j. of this section, shall be the only 16 plans offered to small groups on or after January 1, 1994. One 17 policy form shall contain the benefits provided for in sections 55, 57, and 59 of P.L.1991, c.187 (C.17:48E-22.2, 17B:26B-2 and 18 19 26:2J-4.3). In the case of indemnity carriers, one policy form shall 20 be established which contains benefits and cost sharing levels which 21 are equivalent to the health benefits plans of health maintenance 22 organizations pursuant to the "Health Maintenance Organization 23 Act of 1973," Pub.L.93-222 (42 U.S.C. s.300e et seq.). The 24 remaining policy forms shall contain basic hospital and medical-25 surgical benefits, including, but not limited to:

26 (1) Basic inpatient and outpatient hospital care;

27 (2) Basic and extended medical-surgical benefits;

(3) Diagnostic tests, including X-rays;

29 (4) Maternity benefits, including prenatal and postnatal care;30 and

31 (5) Preventive medicine, including periodic physical32 examinations and inoculations.

At least three of the forms shall provide for major medical benefits in varying lifetime aggregates, one of which shall provide at least \$1,000,000 in lifetime aggregate benefits. The policy forms provided pursuant to this section shall contain benefits representing progressively greater actuarial values.

38 Notwithstanding the provisions of this subsection to the contrary, 39 the board also may establish additional policy forms by which a 40 small employer carrier, other than a health maintenance 41 organization, may provide indemnity benefits for health 42 maintenance organization enrollees by direct contract with the 43 enrollees' small employer through a dual arrangement with the 44 health maintenance organization. The dual arrangement shall be 45 filed with the commissioner for approval. The additional policy 46 forms shall be consistent with the general requirements of P.L.1992, 47 c.162 (C.17B:27A-17 et seq.).

58

b. Initially, a carrier shall offer a plan within 90 days of the
approval of such plan by the commissioner. Thereafter, the plans
shall be available to all small employers on a continuing basis.
Every small employer which elects to be covered under any health
benefits plan who pays the premium therefor and who satisfies the
participation requirements of the plan shall be issued a policy or
contract by the carrier.

8 c. The carrier may establish a premium payment plan which 9 provides installment payments and which may contain reasonable 10 provisions to ensure payment security, provided that provisions to 11 ensure payment security are uniformly applied.

d. In addition to the standard policies described in subsection a.
of this section, the board may develop up to five rider packages.
Any such package which a carrier chooses to offer shall be issued to
a small employer who pays the premium therefor, and shall be
subject to the rating methodology set forth in section 9 of P.L.1992,
c.162 (C.17B:27A-25).

e. (Deleted by amendment, P.L.2008, c.38).

18

19 Notwithstanding the provisions of this section to the f. 20 contrary, a health maintenance organization which is a qualified 21 maintenance organization pursuant to the health "Health 22 Maintenance Organization Act of 1973," Pub.L.93-222 (42 U.S.C. 23 s.300e et seq.) shall be permitted to offer health benefits plans 24 formulated by the board and approved by the commissioner which 25 are in accordance with the provisions of that law in lieu of the plans 26 required pursuant to this section.

27 Notwithstanding the provisions of this section to the contrary, a 28 health maintenance organization which is approved pursuant to 29 P.L.1973, c.337 (C.26:2J-1 et seq.) shall be permitted to offer health 30 benefits plans formulated by the board and approved by the 31 commissioner which are in accordance with the provisions of that 32 law in lieu of the plans required pursuant to this section, except that 33 the plans shall provide the same level of benefits as required for a 34 federally qualified health maintenance organization, including any 35 requirements concerning copayments by enrollees.

36 g. A carrier shall not be required to own or control a health 37 maintenance organization or otherwise affiliate with a health 38 maintenance organization in order to comply with the provisions of 39 this section, but the carrier shall be required to offer at least three of 40 the health benefits plans which are formulated by the board and 41 approved by the commissioner, including one plan which contains 42 benefits and cost sharing levels that are equivalent to those required 43 for health maintenance organizations.

h. Notwithstanding the provisions of subsection a. of this
section to the contrary, the board may modify the benefits provided
for in sections 55, 57 and 59 of P.L.1991, c.187 (C.17:48E-22.2,
17B:26B-2 and 26:2J-4.3).

1 i. (1) In addition to the rider packages provided for in 2 subsection d. of this section, every carrier may offer, in connection 3 with the health benefits plans required to be offered by this section, 4 any number of riders which may revise the coverage offered by the 5 plans in any way, provided, however, that any form of such rider or 6 amendment thereof which decreases benefits or decreases the 7 actuarial value of a plan shall be filed for informational purposes 8 with the board and for approval by the commissioner before such 9 rider may be sold. Any rider or amendment thereof which adds 10 benefits or increases the actuarial value of a plan shall be filed with 11 the board for informational purposes before such rider may be sold. 12 The added premium or reduction in premium for each rider, as 13 applicable, shall be listed separately from the premium for the 14 standard plan.

The commissioner shall disapprove any rider filed pursuant to 15 16 this subsection that is unjust, unfair, inequitable, unreasonably 17 discriminatory, misleading, contrary to law or the public policy of 18 this State. The commissioner shall not approve any rider which 19 reduces benefits below those required by sections 55, 57 and 59 of 20 P.L.1991, c.187 (C.17:48E-22.2, 17B:26B-2 and 26:2J-4.3) and 21 required to be sold pursuant to this section. The commissioner's 22 determination shall be in writing and shall be appealable.

23 (2) The benefit riders provided for in paragraph (1) of this 24 subsection shall be subject to the provisions of section 2, subsection 25 b. of section 3, and sections 6, 7, 8, 9 and 11 of P.L.1992, c.162 26 (C.17B:27A-18, 17B:27A-19, 17B:27A-22, 17B:27A-23, 17B:27A-27 24, 17B:27A-25, and 17B:27A-27).

28 j. (1) Notwithstanding the provisions of P.L.1992, c.162 29 (C.17B:27A-17 et seq.) to the contrary, a health benefits plan issued 30 by or through a carrier, association, or multiple employer 31 arrangement prior to January 1, 1994 or, if the requirements of 32 subparagraph (c) of paragraph (6) of this subsection are met, issued 33 by or through an out-of-State trust prior to January 1, 1994, at the 34 option of a small employer policy or contract holder, may be 35 renewed or continued after February 28, 1994, or in the case of such 36 a health benefits plan whose anniversary date occurred between 37 March 1, 1994 and the effective date of P.L.1994, c.11 (C.17B:27A-38 19.1 et al.), may be reinstated within 60 days of that anniversary 39 date and renewed or continued if, beginning on the first 12-month 40 anniversary date occurring on or after the sixtieth day after the 41 board adopts regulations concerning the implementation of the 42 rating factors permitted by section 9 of P.L.1992, c.162 (C.17B:27A-25) and, regardless of the situs of delivery of the health 43 44 benefits plan, the health benefits plan renewed, continued or 45 reinstated pursuant to this subsection complies with the provisions 46 of section 2, subsection b. of section 3, and sections 6, 7, 8, 9 and 47 11 of P.L.1992, c.162 (C.17B:27A-18, 17B:27A-19, 17B:27A-22,

1 17B:27A-23, 17B:27A-24, 17B:27A-25 and 17B:27A-27) and 2 section 7 of P.L.1995, c.340 (C.17B:27A-19.3).

3 Nothing in this subsection shall be construed to require an 4 association, multiple employer arrangement or out-of-State trust to 5 provide health benefits coverage to small employers that are not 6 contemplated by the organizational documents, bylaws, or other 7 regulations governing the purpose and operation of the association, 8 multiple employer arrangement or out-of-State trust. 9 Notwithstanding the foregoing provision to the contrary, an 10 association, multiple employer arrangement or out-of-State trust 11 that offers health benefits coverage to its members' employees and 12 dependents:

(a) shall offer coverage to all eligible employees and their
dependents within the membership of the association, multiple
employer arrangement or out-of-State trust;

(b) shall not use actual or expected health status in determiningits membership; and

(c) shall make available to its small employer members at least
one of the standard benefits plans, as determined by the
commissioner, in addition to any health benefits plan permitted to
be renewed or continued pursuant to this subsection.

(2) Notwithstanding the provisions of this subsection to the
contrary, a carrier or out-of-State trust which writes the health
benefits plans required pursuant to subsection a. of this section shall
be required to offer those plans to any small employer, association
or multiple employer arrangement.

27 (3) (a) A carrier, association, multiple employer arrangement, or out-of-State trust may withdraw a health benefits plan marketed to 28 29 small employers that was in effect on December 31, 1993 with the 30 approval of the commissioner. The commissioner shall approve a 31 request to withdraw a plan, consistent with regulations adopted by 32 the commissioner, only on the grounds that retention of the plan 33 would cause an unreasonable financial burden to the issuing carrier, 34 taking into account the rating provisions of section 9 of P.L.1992, 35 c.162 (C.17B:27A-25) and section 7 of P.L.1995, c.340 36 (C.17B:27A-19.3).

(b) A carrier which has renewed, continued or reinstated a
health benefits plan pursuant to this subsection that has not been
newly issued to a new small employer group since January 1, 1994,
may, upon approval of the commissioner, continue to establish its
rates for that plan based on the loss experience of that plan if the
carrier does not issue that health benefits plan to any new small
employer groups.

44 (4) (Deleted by amendment, P.L.1995, c.340).

(5) A health benefits plan that otherwise conforms to the
requirements of this subsection shall be deemed to be in compliance
with this subsection, notwithstanding any change in the plan's
deductible or copayment.

61

1 (6) (a) Except as otherwise provided in subparagraphs (b) and 2 (c) of this paragraph, a health benefits plan renewed, continued or 3 reinstated pursuant to this subsection shall be filed with the 4 commissioner for informational purposes within 30 days after its 5 renewal date. No later than 60 days after the board adopts 6 regulations concerning the implementation of the rating factors 7 permitted by section 9 of P.L.1992, c.162 (C.17B:27A-25) the filing 8 shall be amended to show any modifications in the plan that are 9 necessary to comply with the provisions of this subsection. The 10 commissioner shall monitor compliance of any such plan with the 11 requirements of this subsection, except that the board shall enforce 12 the loss ratio requirements.

13 (b) A health benefits plan filed with the commissioner pursuant 14 to subparagraph (a) of this paragraph may be amended as to its 15 benefit structure if the amendment does not reduce the actuarial 16 value and benefits coverage of the health benefits plan below that of 17 the lowest standard health benefits plan established by the board 18 pursuant to subsection a. of this section. The amendment shall be 19 filed with the commissioner for approval pursuant to the terms of 20 sections 4, 8, 12 and 25 of P.L.1995, c.73 (C.17:48-8.2, 17:48A-9.2, 21 17:48E-13.2 and 26:2J-43), N.J.S.17B:26-1 and N.J.S.17B:27-49, as 22 applicable, and shall comply with the provisions of sections 2 and 9 23 of P.L.1992, c.162 (C.17B:27A-18 and 17B:27A-25) and section 7 24 of P.L.1995, c.340 (C.17B:27A-19.3).

25 (c) A health benefits plan issued by a carrier through an out-of-26 State trust shall be permitted to be renewed or continued pursuant to 27 paragraph (1) of this subsection upon approval by the commissioner 28 and only if the benefits offered under the plan are at least equal to 29 the actuarial value and benefits coverage of the lowest standard 30 health benefits plan established by the board pursuant to subsection 31 a. of this section. For the purposes of meeting the requirements of 32 this subparagraph, carriers shall be required to file with the 33 commissioner the health benefits plans issued through an out-of-34 State trust no later than 180 days after the date of enactment of 35 P.L.1995, c.340. A health benefits plan issued by a carrier through 36 an out-of-State trust that is not filed with the commissioner pursuant 37 to this subparagraph, shall not be permitted to be continued or 38 renewed after the 180-day period.

39 (7) Notwithstanding the provisions of P.L.1992, c.162 40 (C.17B:27A-17 et seq.) to the contrary, an association, multiple 41 employer arrangement or out-of-State trust may offer a health 42 benefits plan authorized to be renewed, continued or reinstated 43 pursuant to this subsection to small employer groups that are 44 otherwise eligible pursuant to paragraph (1) of subsection j. of this 45 section during the period for which such health benefits plan is 46 otherwise authorized to be renewed, continued or reinstated.

47 (8) Notwithstanding the provisions of P.L.1992, c.162
48 (C.17B:27A-17 et seq.) to the contrary, a carrier, association,

62

1 multiple employer arrangement or out-of-State trust may offer 2 coverage under a health benefits plan authorized to be renewed, 3 continued or reinstated pursuant to this subsection to new 4 employees of small employer groups covered by the health benefits 5 plan in accordance with the provisions of paragraph (1) of this 6 subsection.

7 (9) Notwithstanding the provisions of P.L.1992, c.162 8 (C.17B:27A-17 et seq.) or P.L.1992, c.161 (C.17B:27A-2 et al.) to 9 the contrary, any individual, who is eligible for small employer 10 coverage under a policy issued, renewed, continued or reinstated 11 pursuant to this subsection, but who would be subject to a 12 preexisting condition exclusion under the small employer health 13 benefits plan, or who is a member of a small employer group who 14 has been denied coverage under the small employer group health 15 benefits plan for health reasons, may elect to purchase or continue 16 coverage under an individual health benefits plan until such time as 17 the group health benefits plan covering the small employer group of 18 which the individual is a member complies with the provisions of 19 P.L.1992, c.162 (C.17B:27A-17 et seq.).

(10) In a case in which an association made available a health
benefits plan on or before March 1, 1994 and subsequently changed
the issuing carrier between March 1, 1994 and the effective date of
P.L.1995, c.340, the new issuing carrier shall be deemed to have
been eligible to continue and renew the plan pursuant to paragraph
(1) of this subsection.

26 (11) In a case in which an association, multiple employer 27 arrangement or out-of-State trust made available a health benefits plan on or before March 1, 1994 and subsequently changes the 28 29 issuing carrier for that plan after the effective date of P.L.1995, 30 c.340, the new issuing carrier shall file the health benefits plan with 31 the commissioner for approval in order to be deemed eligible to 32 continue and renew that plan pursuant to paragraph (1) of this 33 subsection.

(12) In a case in which a small employer purchased a health
benefits plan directly from a carrier on or before March 1, 1994 and
subsequently changes the issuing carrier for that plan after the
effective date of P.L.1995, c.340, the new issuing carrier shall file
the health benefits plan with the commissioner for approval in order
to be deemed eligible to continue and renew that plan pursuant to
paragraph (1) of this subsection.

Notwithstanding the provisions of subparagraph (b) of paragraph
(6) of this subsection to the contrary, a small employer who changes
its health benefits plan's issuing carrier pursuant to the provisions of
this paragraph, shall not, upon changing carriers, modify the benefit
structure of that health benefits plan within six months of the date
the issuing carrier was changed.

k. Effective immediately for a health benefits plan issued on or
after the effective date of P.L.2005, c.248 (C.17:48E-35.27 et al.)

63

and effective on the first 12-month anniversary date of a health
 benefits plan in effect on the effective date of P.L.2005, c.248
 (C.17:48E-35.27 et al.), the health benefits plans required pursuant
 to this section, including any plans offered by a State approved or
 federally qualified health maintenance organization, shall contain
 benefits for expenses incurred in the following:

(1) Screening by blood lead measurement for lead poisoning for
children, including confirmatory blood lead testing as specified by
the Department of Health [and Senior Services] pursuant to section
7 of P.L.1995, c.316 (C.26:2-137.1); and medical evaluation and
any necessary medical follow-up and treatment for lead poisoned
children.

13 (2) All childhood immunizations as recommended by the 14 Advisory Committee on Immunization Practices of the United States Public Health Service and the Department of Health [and 15 16 Senior Services] pursuant to section 7 of P.L.1995, c.316 (C.26:2-17 137.1). A carrier shall notify its insureds, in writing, of any change 18 in the health care services provided with respect to childhood 19 immunizations and any related changes in premium. Such 20 notification shall be in a form and manner to be determined by the 21 Commissioner of Banking and Insurance.

(3) Screening for newborn hearing loss by appropriate
electrophysiologic screening measures and periodic monitoring of
infants for delayed onset hearing loss, pursuant to P.L.2001, c.373
(C.26:2-103.1 et al.). Payment for this screening service shall be
separate and distinct from payment for routine new baby care in the
form of a newborn hearing screening fee as negotiated with the
provider and facility.

29 The benefits provided pursuant to this subsection shall be 30 provided to the same extent as for any other medical condition 31 under the health benefits plan, except that a deductible shall not be 32 applied for benefits provided pursuant to this subsection; however, 33 with respect to a small employer health benefits plan that qualifies 34 as a high deductible health plan for which qualified medical 35 expenses are paid using a health savings account established 36 pursuant to section 223 of the federal Internal Revenue Code of 37 1986 (26 U.S.C. s.223), a deductible shall not be applied for any 38 benefits that represent preventive care as permitted by that federal 39 law, and shall not be applied as provided pursuant to section 16 of 40 P.L.2005, c.248 (C.17B:27A-19.14). This subsection shall apply to 41 all small employer health benefits plans in which the carrier has 42 reserved the right to change the premium.

1. The board shall consider including benefits for speechlanguage pathology and audiology services, as rendered by speechlanguage pathologists and audiologists within the scope of their
practices, in at least one of the standard policies and in at least one
of the five riders to be developed under this section.

1 m. Effective immediately for a health benefits plan issued on or 2 after the effective date of P.L.2001, c.361 (C.17:48-6z et al.) and 3 effective on the first 12-month anniversary date of a health benefits 4 plan in effect on the effective date of P.L.2001, c.361 (C.17:48-6z 5 et al.), the health benefits plans required pursuant to this section 6 that provide benefits for expenses incurred in the purchase of 7 prescription drugs shall provide benefits for expenses incurred in 8 the purchase of specialized non-standard infant formulas, when the 9 covered infant's physician has diagnosed the infant as having 10 multiple food protein intolerance and has determined such formula 11 to be medically necessary, and when the covered infant has not been 12 responsive to trials of standard non-cow milk-based formulas, 13 including soybean and goat milk. The coverage may be subject to 14 utilization review, including periodic review, of the continued 15 medical necessity of the specialized infant formula.

16 The benefits shall be provided to the same extent as for any other17 prescribed items under the health benefits plan.

This subsection shall apply to all small employer health benefitsplans in which the carrier has reserved the right to change thepremium.

21 n. Effective immediately for a health benefits plan issued on or 22 after the effective date of P.L.2005, c.248 (C.17:48E-35.27 et al.) 23 and effective on the first 12-month anniversary date of a small 24 employer health benefits plan in effect on the effective date of 25 P.L.2005, c.248 (C.17:48E-35.27 et al.), the health benefits plans 26 required pursuant to this section that qualify as high deductible 27 health plans for which qualified medical expenses are paid using a health savings account established pursuant to section 223 of the 28 29 federal Internal Revenue Code of 1986 (26 U.S.C. s.223), including 30 any plans offered by a State approved or federally qualified health 31 maintenance organization, shall contain benefits for expenses 32 incurred in connection with any medically necessary benefits 33 provided in-network that represent preventive care as permitted by 34 that federal law.

The benefits provided pursuant to this subsection shall be provided to the same extent as for any other medical condition under the health benefits plan, except that no deductible shall be applied for benefits provided pursuant to this subsection. This subsection shall apply to all small employer health benefits plans in which the carrier has reserved the right to change the premium.

41 (cf: P.L.2008, c.38, s.21)

42

43 59. Section 5 of P.L.2001, c.368 (C.17B:27A-19.11) is amended
44 to read as follows:

5. In addition to the standard health benefits plans offered by a
carrier on the effective date of this act, a carrier that writes small
employer health benefits plans pursuant to P.L.1992, c.162
(C.17B:27A-17 et seq.) may also offer one or more of the plans

1 through the carrier's network of providers, with no reimbursement 2 for any out-of-network benefits other than emergency care, urgent 3 care, and continuity of care. A carrier's network of providers shall 4 be subject to review and approval or disapproval by the 5 Commissioner of Banking and Insurance, in consultation with the 6 Commissioner of Health [and Senior Services], pursuant to regulations promulgated by the Department of Banking and 7 8 Insurance, including review and approval or disapproval before 9 plans with benefits provided through a carrier's network of 10 providers pursuant to this section may be offered by the carrier. 11 Policies or contracts written on this basis shall be rated in a separate 12 rating pool for the purposes of establishing a premium, but for the 13 purpose of determining a carrier's losses, these policies or contracts 14 shall be aggregated with the losses on the carrier's other business 15 written pursuant to the provisions of P.L.1992, c.162 (C.17B:27A-16 17 et seq.). 17 (cf: P.L.2008, c.38, s.22) 18 19 60. Section 13 of P.L.1992, c.162 (C.17B:27A-29) is amended 20 to read as follows: 21 13. a. Within 60 days of the effective date of this act, the 22 commissioner shall give notice to all members of the time and place 23 for the initial organizational meeting, which shall take place within 24 90 days of the effective date. The members shall elect the initial 25 board, subject to the approval of the commissioner. The board shall 26 consist of 10 elected public members and two ex officio members 27 who include the Commissioner of Health [and Senior Services] and the commissioner or their designees. Initially, three of the public 28 29 members of the board shall be elected for a three-year term, three 30 shall be elected for a two-year term, and three shall be elected for a 31 one-year term. Thereafter, all elected board members shall serve for 32 a term of three years. The following categories shall be represented among the elected public members: 33 34 (1) Three carriers whose principal health insurance business is 35 in the small employer market; 36 (2) One carrier whose principal health insurance business is in 37 the large employer market; 38 (3) A health service corporation or a domestic stock insurer 39 which converted from a health service corporation pursuant to the 40 provisions of P.L.2001, c.131 (C.17:48E-49 et al.) and is primarily 41 engaged in the business of issuing health benefit plans in this State; 42 (4) Two health maintenance organizations; and (5) (Deleted by amendment, P.L.1995, c.298). 43 44 (6) (Deleted by amendment, P.L.1995, c.298). 45 (7) Three persons representing small employers, at least one of 46 whom represents minority small employers.

47 No carrier shall have more than one representative on the board.

66

1 The board shall hold an election for the two members added 2 pursuant to P.L.1995, c.298 within 90 days of the date of enactment 3 of that act. Initially, one of the two new members shall serve for a term of one year and one of the two new members shall serve for a 4 5 term of two years. Thereafter, the new members shall serve for a term of three years. The terms of the risk-assuming carrier and 6 7 reinsuring carrier shall terminate upon the election of the two new 8 members added pursuant to P.L.1995, c.298, notwithstanding the 9 provisions of this section to the contrary. 10 In addition to the 10 elected public members, the board shall 11 include six public members appointed by the Governor with the 12 advice and consent of the Senate who shall include: 13 Two insurance producers licensed to sell health insurance 14 pursuant to P.L.1987, c.293 (C.17:22A-1 et seq.); One representative of organized labor; 15 16 One physician licensed to practice medicine and surgery in this 17 State; and Two persons who represent the general public and are not 18 19 employees of a health benefits plan provider. 20 The public members shall be appointed for a term of three years, 21 except that of the members first appointed, two shall be appointed 22 for a term of one year, two for a term of two years and two for a 23 term of three years. 24 A vacancy in the membership of the board shall be filled for an 25 unexpired term in the manner provided for the original election or 26 appointment, as appropriate. 27 b. If the initial board is not elected at the organizational 28 meeting, the commissioner shall appoint the public members within 29 15 days of the organizational meeting, in accordance with the 30 provisions of paragraphs (1) through (7) of subsection a. of this 31 section. 32 c. (Deleted by amendment, P.L.1995, c.298). 33 d. All meetings of the board shall be subject to the 34 requirements of the "Open Public Meetings Act," P.L.1975, c.231 35 (C.10:4-6 et seq.). At least two copies of the minutes of every meeting of the 36 e. 37 board shall be delivered forthwith to the commissioner. 38 (cf: P.L.2001, c.131, s.22) 39 40 61. Section 4 of P.L.2003, c.193 (C.17B:27D-4) is amended to 41 read as follows: 42 4. The commission shall consist of 17 voting members as 43 follows: the Commissioners of Health [and Senior Services], Human Services and Banking and Insurance or their designees, who 44 45 shall serve ex officio; three public members appointed by the 46 President of the Senate, who shall include a representative of a 47 commercial health insurance company, a physician licensed in this State who is a member of the Medical Society of New Jersey, and a 48

1 representative of the New Jersey Business and Industry Association, 2 no more than two of whom shall be from the same political party; 3 three public members appointed by the Speaker of the General 4 Assembly, who shall include a representative of a health service 5 corporation, a physician licensed in this State, and a representative of organized labor, no more than two of whom shall be from the 6 7 same political party; and eight public members appointed by the 8 Governor, who shall include a medical educator from the University 9 of Medicine and Dentistry of New Jersey whose major field of 10 expertise is the study and evaluation of the cost of health care and 11 health insurance, a representative of the New Jersey Association of 12 Health Plans, a representative of the New Jersey Hospital 13 Association, a representative of the New Jersey State Nurses 14 Association, a representative of the New Jersey Dental Association, 15 a representative of a consumer advocacy organization and two 16 representatives of the general public who are knowledgeable about 17 health benefits plans.

18 The President of the Senate may appoint two members of the 19 Senate, no more than one of whom shall be from the same political 20 party, to serve as nonvoting members of the commission. The 21 Speaker of the General Assembly may appoint two members of the 22 General Assembly, no more than one of whom shall be from the 23 same political party, to serve as nonvoting members of the 24 commission. The legislative members shall serve during their 25 legislative term of office.

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

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

34 (cf: P.L.2003, c.193, s.4)

35

36 62. Section 5 of P.L.2003, c.193 (C.17B:27D-5) is amended to
 37 read as follows:

5. a. The commission shall organize and hold its first meeting within 90 days after the appointment of its members and shall elect a chairman and a vice chairman from among its members. The commission may appoint a secretary, who need not be a member of the commission.

b. The members of the commission shall serve without
compensation but may be allowed their actual and necessary
expenses incurred in the performance of their duties within the
limits of funds appropriated or otherwise made available to the
commission for this purpose.

1

The Department of Banking and Insurance, in consultation c. 2 with the Department of Health and Senior Services, shall assist 3 the commission in the performance of its duties. 4 The commission shall be entitled to call upon the services of d. 5 any State, county or municipal department, board, commission or 6 agency as it may require and as may be available to it for these purposes, and to incur such traveling and other miscellaneous 7 8 expenses as it may deem necessary for the proper execution of its 9 duties and as may be within the limit of funds appropriated or 10 otherwise made available to it for these purposes. 11 e. The commission shall meet regularly, and at a minimum of four times per year. Special meetings may be called by the 12 13 chairman of the commission. 14 (cf: P.L.2003, c.193, s.5) 15 63. Section 6 of P.L.2003, c.193 (C.17B:27D-6) is amended to 16 17 read as follows: 18 6. It shall be the duty of the commission to review any bill 19 introduced in either House of the Legislature that would require a 20 carrier to provide a mandated health benefit, as provided in this 21 section. 22 Whenever a bill containing a mandated health benefit is a. 23 introduced in the Legislature, the chairman of the standing 24 reference committee to which the bill has been referred in the 25 House in which it was introduced shall, upon introduction of the 26 bill, request the commission to prepare a written report that assesses 27 the social and financial effects and the medical efficacy of the 28 proposed mandated health benefit. 29 If the bill is subsequently amended, a prime sponsor or the 30 presiding officer of the House in which the bill is pending may 31 request the commission to amend or revise its report to reflect the 32 changes made by the amendment. 33 b. (1) For the period ending December 31, 2003, the commission shall complete its review of a bill within 90 days after 34 the date the review is requested, and provide its comments and 35 36 recommendations in writing to the prime sponsor, committee 37 chairman and presiding officer of the House in which the bill is 38 pending. The commission may request an extension prior to the 39 90th day, in which case the presiding officer of the House in which 40 the bill is pending may grant an extension of up to 45 days for the 41 commission to complete its review. 42 (2) Beginning January 1, 2004, the commission shall complete 43 its review of a bill within 60 days after the date the review is requested, and provide its comments and recommendations in 44 45 writing to the prime sponsor, committee chairman and presiding 46 officer of the House in which the bill is pending. The commission 47 may request an extension prior to the 60th day, in which case the presiding officer of the House in which the bill is pending may 48

1 grant an extension of up to 45 days for the commission to complete 2 its review. 3 c. The House or standing reference committee, as applicable, 4 shall not consider or vote upon the bill until either: (1) the 5 commission completes its review and provides its comments and 6 recommendations in writing to the prime sponsor, committee 7 chairman and presiding officer of the House in which the bill is pending, or (2) the 90th or 60th day, as applicable, after the date 8 9 the review is requested, if no extension was granted, or the 10 designated day for the end of the extension period, whichever is 11 later. 12 (1) If the presiding officer of the House in which the bill is d. 13 pending determines that the bill is an urgent matter, the presiding 14 officer shall so notify in writing the commission and the chairman of the standing reference committee to which the bill was referred, 15 16 and the House or committee may consider and vote upon the bill as 17 soon as practicable. 18 (2) If the chairman of the standing reference committee to which 19 the bill is referred, in consultation with the Commissioner of Health 20 [and Senior Services], determines that the bill is of such an urgent 21 nature that it would seriously impair the public health to wait for 22 the commission to issue its report, the chairman shall so notify in 23 writing the presiding officer of the House in which the bill is 24 pending, and the commission, of that determination, and the 25 standing reference committee, with the agreement of the presiding 26 officer of the House, may consider and vote upon the bill as soon as 27 practicable. 28 (cf: P.L.2003, c.193, s.6) 29 30 64. Section 7 of P.L.2003, c.193 (C.17B:27D-7) is amended to 31 read as follows: 32 7. The review of a bill containing a proposed mandated health 33 benefit by the commission shall include the following: 34 a. The social impact of mandating the health benefit, which 35 shall include: (1) the extent to which the proposed mandated health benefit 36 37 and the services it would provide are needed by, available to and 38 utilized by the population of New Jersey; 39 (2) the extent to which insurance coverage for the proposed 40 mandated health benefit already exists or, if no coverage exists, the 41 extent to which the lack of coverage results in inadequate health 42 care or financial hardship for the affected population of New Jersey; 43 (3) the demand for the proposed mandated health benefit from 44 the public and the source and extent of opposition to mandating the 45 health benefit;

46 (4) relevant findings bearing on the social impact of the lack of47 the proposed mandated health benefit; and

1 (5) such other information with respect to the social impact as 2 the commission deems appropriate. 3 b. The financial impact of mandating the health benefit, which 4 shall include: 5 (1) the extent to which the proposed mandated health benefit would increase or decrease the cost for treatment or service; 6 7 (2) the extent to which similar mandated health benefits in other 8 states have affected charges, costs and payments for services; 9 (3) the extent to which the proposed mandated health benefit 10 would increase the appropriate use of the treatment or service; 11 (4) the impact of the proposed mandated health benefit on total 12 costs to carriers and on administrative costs; (5) the impact of the proposed mandated health benefit on total 13 14 costs to purchasers and benefit costs; 15 (6) the impact of the proposed mandated health benefit on the 16 total cost of health care within New Jersey; and 17 (7) such other information with respect to the financial impact as the commission deems appropriate. 18 19 c. The medical efficacy of mandating the health benefit, which 20 shall include: 21 (1) if the proposed health benefit mandates coverage of a 22 particular treatment or therapy, the recommendation of a clinical study or review article in a major peer-reviewed professional 23 24 journal; 25 (2) if the proposed benefit mandates coverage of the services 26 provided by an additional class of practitioners, the results of at 27 least one professionally accepted, controlled trial comparing the medical results achieved by the additional class of practitioners and 28 29 the practitioners already covered by benefits; 30 (3) the results of other research; 31 (4) the impact of the proposed benefit on the general availability 32 of health benefits coverage in New Jersey; and 33 (5) such other information with respect to the medical efficacy 34 as the commission deems appropriate. 35 d. The effects of balancing the social, economic and medical efficacy considerations, which shall include, but not be limited to: 36 37 (1) the extent to which the need for coverage outweighs the costs of mandating the health benefit; and 38 39 (2) the extent to which the problem of coverage may be solved 40 by mandating the availability of the coverage as an option under a 41 health benefits plan. 42 e. An analysis of information collected from various sources, 43 including, but not limited to: 44 (1) a State data collection system; (2) the Departments of Health [and Senior Services] and 45 46 Banking and Insurance; 47 (3) health planning organizations;

71

1 (4) proponents and opponents of the proposed health benefit 2 mandate, who shall be encouraged to provide appropriate 3 documentation supporting their positions. The commission shall 4 examine such documentation to determine whether: 5 (a) the documentation is complete; 6 (b) the assumptions upon which the research is based are valid; 7 (c) the research cited in the documentation meets professional 8 standards; 9 (d) all relevant research respecting the proposed benefit has 10 been cited in the documentation; 11 (e) the conclusions and interpretations in the documentation are 12 consistent with the data submitted; and 13 (5) such other data sources as the commission deems 14 appropriate. 15 In analyzing information from the various sources, the 16 commission shall give substantial weight to the documentation 17 provided by the proponents and opponents of the mandate to the extent that such documentation is made available to them. 18 19 (cf: P.L.2003, c.193, s.7) 20 21 65. Section 8 of P.L.2003, c.193 (C.17B:27D-8) is amended to 22 read as follows: 23 8. In the course of studying and evaluating proposed mandated 24 health benefits, the commission shall: 25 develop criteria for a system and program of data collection, a. 26 for use by the Departments of Health [and Senior Services] and 27 Banking and Insurance, to assess the impact of mandated health benefits, including the cost to employers and carriers, impact of 28 29 treatment, cost savings in the health care system, number of 30 providers, and other data as may be appropriate; and 31 b. review and comment to any State department, board, bureau, 32 commission, or agency, with respect to any order or regulations 33 proposed or implemented thereby that affect mandated health 34 benefits. (cf: P.L.2003, c.193, s.8) 35 36 37 66. Section 1 of P.L.1999, c.154 (C.17B:30-23) is amended to 38 read as follows: 1. a. (1) The Commissioner of Banking and Insurance, in 39 40 consultation with the Commissioner of Health [and Senior 41 Services], shall establish, by regulation, a timetable for 42 implementation of the electronic receipt and transmission of health 43 care claim information by each hospital, medical [or], and health 44 service corporation, individual and group health insurer, health 45 maintenance organization, dental service corporation, dental plan 46 organization, and prepaid prescription service organization, 47 respectively, and a subsidiary of such corporation, insurer, or

organization that processes health care benefits claims as a third
 party administrator, authorized to do business in this State.

3 The Commissioner of Banking and Insurance shall establish the 4 timetable within 90 days of the date the federal Department of 5 Health and Human Services adopts rules establishing standards for 6 health care transactions, including: health claims or equivalent 7 encounter information, including institutional, professional, 8 pharmacy, and dental health claims; enrollment and disenrollment 9 in a health plan; eligibility for a health plan; health care payment 10 and remittance advice; health care premium payments; first report 11 of injury; health claim status; and referral certification and 12 authorization, respectively, pursuant to section 262 of Pub.L.104-191 (42 U.S.C.s.1320d et seq.). The commissioner may adopt more 13 14 than one timetable, if necessary, to conform the requirements of this 15 section with the dates of adoption of the federal rules.

16 (2) The timetable for implementation adopted by the 17 commissioner shall provide for extensions and waivers of the 18 implementation requirement pursuant to paragraph (1) of this 19 subsection in cases when it has been demonstrated to the 20 commissioner's satisfaction that compliance with the timetable for implementation will result in an undue hardship to a hospital, 21 22 medical or health service corporation, individual or group health 23 insurer, health maintenance organization, dental service 24 corporation, dental plan organization, or prepaid prescription 25 service organization, respectively, or a subsidiary of such 26 corporation, insurer, or organization that processes health care 27 benefits claims as a third party administrator, authorized to do 28 business in this State.

(3) The Commissioner of Banking and Insurance shall report to
the Governor and the Legislature within one year of establishing the
timetable pursuant to this subsection, on the number of extensions
and waivers of the implementation requirement that he has granted
pursuant to paragraph (2) of this subsection, and the reasons
therefor.

35 b. The Commissioner of Banking and Insurance, in 36 consultation with the Commissioner of Health and Senior 37 Services, shall adopt, by regulation for each type of contract, as he 38 deems appropriate, one set of standard health care enrollment and 39 claim forms in paper and electronic formats to be used by each 40 hospital, medical, or health service corporation, individual and 41 group health insurer, health maintenance organization, dental 42 service corporation, dental plan organization, and prepaid 43 prescription service organization, and a subsidiary of such 44 corporation, insurer, or organization that processes health care 45 benefits claims as a third party administrator, authorized to do 46 business in this State.

47 The Commissioner of Banking and Insurance shall establish the48 standard health care enrollment and claim forms within 90 days of

1 the date the federal Department of Health and Human Services 2 adopts rules establishing standards for the forms. 3 (cf: P.L.1999, c.154, s.1) 4 5 67. Section 15 of P.L.1999, c.154 (C.17B:30-24) is amended to read as follows: 6 7 15. The Commissioner of Banking and Insurance, in 8 consultation with the Commissioner of Health [and Senior 9 Services], shall adopt regulations to effectuate the purposes of 10 sections 1 through 10 of this act, pursuant to the "Administrative 11 Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.). To the 12 extent practicable, the regulations shall include any provisions the 13 commissioner deems appropriate that seek to reduce the amount of, 14 or to consolidate, the paper forms sent by hospital, medical, health, 15 and dental service corporations, and commercial insurers, health 16 maintenance organizations, dental plan organizations, and prepaid 17 prescription service organizations to health care providers and 18 covered persons. 19 (cf: P.L.1999, c.154, s.15) 20 21 68. Section 16 of P.L.1999, c.154 (C.17B:30-25) is amended to 22 read as follows: 23 16. Thomas A. Edison State College shall study and monitor the 24 effectiveness of electronic data interchange technology and 25 electronic health records in reducing administrative costs, identify 26 means by which new electronic data interchange technology and 27 electronic health records can be implemented to effect health care system cost savings, and determine the extent of electronic data 28 29 interchange technology and electronic health records use in the 30 State's health care system. 31 The Departments of Health [and Senior Services] and Banking 32 and Insurance or any other department upon request shall cooperate 33 with and provide assistance to the college in carrying out its study 34 pursuant to this section. 35 The college shall report to the Legislature and the Governor from 36 time to time on its findings and recommendations. 37 (cf: P.L.2005, c.352, s.19) 38 39 69. Section 2 of P.L.2003, c.112 (C.17B:30-42) is amended to 40 read as follows: 41 2. As used in this act: 42 "Coinsurance" means the percentage of a charge covered by a 43 health plan that must be paid by a person covered under the health 44 plan. 45 "Collection agency" means the Department of the Treasury and 46 any company, agency, or law firm engaged in collecting debts that 47 the Department of the Treasury may determine to engage to assist it 48 in collecting debts.

74

"Debt" means money owed by a patient to a hospital, or by someone who is legally responsible for payment for a patient, and includes late payment penalties and interest thereon. It does not include monies owed to a hospital by a health plan for services provided by the hospital to a person with coverage under that plan, or amounts subject to dispute between a health plan and a hospital.

7 "Debtor" means an individual owing money to or having a
8 delinquent account with a hospital, which obligation has not been
9 adjudicated, satisfied by court order, set aside by court order, or
10 discharged in bankruptcy.

"Deductible" means the amount of covered charges under a
health plan that an individual must pay for services before a health
plan begins to pay on a covered charge.

14 "Department" means the Department of Health [and Senior15 Services].

16 "General Hospital" and "hospital" have the meanings set forth in17 N.J.A.C.8:43G-1.2.

18 "Health plan" means an individual or group health benefits plan 19 that provides or pays the cost of hospital and medical expenses, 20 dental or vision care, or prescription drugs, and is provided by or 21 through an insurer, health maintenance organization, the Medicaid 22 program, the Medicare program, a Medicare+Choice provider or 23 Medicare supplemental insurer, an employer-sponsored group 24 health benefits plan, government or church-sponsored health 25 benefits plan or a multi-employer welfare arrangement.

26 "Medicaid" means the program established pursuant to P.L.1968,
27 c.413 (C.30:4D-1 et seq.).

28 "Medicare" means the program established by Pub.L.89-97 (42
29 U.S.C. s.1395 et seq.) as amended, or its successor plan or plans.

30 "Patient" means a person who receives services in a hospital on31 an inpatient or outpatient basis.

- 32 (cf: P.L.2010, c.87, s.5)
- 33

34 70. Section 7 of P.L.2003, c.112 (C.17B:30-47) is amended to 35 read as follows:

36 7. a. The following procedures shall apply for those hospitals
37 that wish to participate in the voluntary assignment program created
38 by this act.

b. The hospital shall file with the department a notice
signifying its intent to participate voluntarily and certifying the
following:

(1) the hospital has determined that the patient is not eligible for
charity care under the New Jersey Hospital Care Payment
Assistance Program established by the Department of Health [and
Senior Services] pursuant to section 10 of P.L.1992, c.160
(C.26:2H-18.60);

47 (2) the hospital has submitted a "clean claim" pursuant to 48 P.L.1999, c.154 (C.17B:30-23 et al.) and P.L.1999, c.155 (C.17B:30-26 et seq.) to the patient, a responsible party, Medicaid,
 Medicare or a health plan, as applicable, within a reasonable time

following the patient's discharge, or in the case of outpatient
service, the date of service;

5 (3) the claims have been fully adjudicated by a health plan,
6 Medicare or Medicaid, where applicable, and a debt remains
7 outstanding;

8 (4) the hospital has not initiated collection procedures against 9 the patient or responsible party while a claim was pending 10 adjudication with Medicare or a health plan, for which a debt 11 remains outstanding;

(5) the hospital has notified the patient of the hospital's
intention, if the account is not paid in full, or alternatively through a
payment plan with the hospital, to proceed with legal action, or to
turn the bill over to the department for collection.

c. Nothing herein shall be deemed to create any new right to
collection of hospital debts by hospitals beyond existing law; nor
shall it be deemed to preclude any existing right to collection.

d. The department may determine the content of the notice
required by paragraph (5) of subsection b. of this section to the
patient concerning the likelihood that the account will be turned
over to the department for collection.

e. The minimum amount of an unpaid bill that may be assigned
to the department by a hospital is \$100, or such other minimum as
the department shall determine by regulation.

26 Upon receipt of the voluntary assignment, the Department of f. 27 the Treasury shall send, on behalf of the department, a notice to the 28 person named as a debtor of the hospital, notifying the person as to 29 receipt of the assignment by the department, providing the person 30 with 30 days to challenge the validity of the debt, and providing 31 notice that in the absence of such challenge, a Certificate of Debt 32 will be filed with the Superior Court of New Jersey. The notice 33 shall also include a statement on the department's intention to take 34 action to set off the liability against any refund of taxes pursuant to 35 the "New Jersey Gross Income Tax Act" including an earned 36 income tax credit, a NJ SAVER rebate or a homestead rebate, or 37 other such funds as may be authorized by law.

38 g. If the person named as a debtor responds within the 30-day 39 period, the person shall be provided with an opportunity to present, 40 either in writing or in person, evidence as to why the person does 41 not believe he is responsible for the debt. The department shall 42 provide written notice to both the person and the hospital as to its 43 determination regarding the validity of the debt, including the 44 imposition of collection fees and interest, if applicable.

h. If the person fails to respond within 30 days to the
department, the department may utilize the provisions of the Set off
of Individual Liability (SOIL) program established pursuant to
P.L.1981, c.239 (C.54A:9-8.1 et seq.), to collect any surcharge

levied under this section that is unpaid on or after the effective date
 of this act.

3 As additional remedies, the department may utilize the services 4 of a collection agency to settle the debt and may also issue a 5 certificate to the Clerk of the Superior Court stating that the person identified in the certificate is indebted under this law in such 6 7 amount as shall be stated in the certificate. The certificate shall 8 reference this act. Thereupon the clerk to whom such certificate 9 shall have been issued shall immediately enter upon the record of 10 docketed judgments: the name of the person as debtor; the State as 11 creditor; the address of the person, if shown in the certificate; the 12 amount of the debt so certified; a reference to this act under which 13 the debt is assessed; and the date of making the entries. The 14 docketing of the entries shall have the same force and effect as a 15 civil judgment docketed in the Superior Court, and the department 16 shall have all the remedies and may take all of the proceedings for 17 the collection thereof which may be had or taken upon the recovery 18 of a judgment in an action, but without prejudice to any right of 19 appeal. Upon entry by the clerk of the certificate in the record of 20 docketed judgments in accordance with this provision, interest in 21 the amount specified by the court rules for post-judgment interest 22 shall accrue from the date of the docketing of the certificate; 23 however, payment of the interest may be waived by the department. 24 Any collection efforts undertaken pursuant to this act shall i.

25 be undertaken in accordance with the "Health Insurance Portability and Accountability Act of 1996," Pub.L.104-191 and 45 C.F.R. 26 27 160.101 to 164.534, or any other similar law. The department and 28 any other entity performing collection activities pursuant to this act 29 is authorized to enter into any agreements required to comply with 30 such laws, including, but not limited to, entering into agreements 31 with the hospitals and collection agencies to provide for appropriate 32 safeguarding of information.

33 (cf: P.L.2010, c.87, s.9)

34

35 71. Section 3 of P.L.2005, c.352 (C.17B:30-50) is amended to
 36 read as follows:

37 3. As used in sections 3 through 7 of P.L.2005, c.352
38 (C.17B:30-50 through C.17B:30-54):

39 "Authorization" means a determination required under a health
40 benefits plan, that based on the information provided, satisfies the
41 requirements under the member's health benefits plan for medical
42 necessity.

"Carrier" means an insurance company, health service
corporation, hospital service corporation, medical service
corporation, or health maintenance organization authorized to issue
health benefits plans in this State.

47 "Commissioner" means the Commissioner of Banking and48 Insurance.

"Covered person" means a person on whose behalf a carrier
offering the plan is obligated to pay benefits or provide services
pursuant to the health benefits plan.

4 "Covered service" means a health care service provided to a
5 covered person under a health benefits plan for which the carrier is
6 obligated to pay benefits or provide services.

7 "Generally accepted standards of medical practice" means 8 standards that are based on: credible scientific evidence published 9 in peer-reviewed medical literature generally recognized by the 10 relevant medical community; physician and health care provider 11 specialty society recommendations; the views of physicians and 12 health care providers practicing in relevant clinical areas; and any 13 other relevant factor as determined by the commissioner by 14 regulation.

15 "Health benefits plan" means a benefits plan which pays or 16 provides hospital and medical expense benefits for covered 17 services, and is delivered or issued for delivery in this State by or 18 through a carrier. Health benefits plan includes, but is not limited 19 to, Medicare supplement coverage and Medicare+Choice contracts 20 to the extent not otherwise prohibited by federal law. For the 21 purposes of sections 3 through 7 of P.L.2005, c.352 (C.17B:30-50 22 through C.17B:30-54), health benefits plan shall not include the following plans, policies¹,¹ or contracts: accident only, credit, 23 24 disability, long-term care, Civilian Health and Medical Program for 25 the Uniformed Services, CHAMPUS supplement coverage, 26 coverage arising out of a workers' compensation or similar law, 27 automobile medical payment insurance, personal injury protection 28 insurance issued pursuant to P.L.1972, c.70 (C.39:6A-1 et seq.)¹,¹ 29 or hospital confinement indemnity coverage.

"Hospital" means a general acute care facility licensed by the
Commissioner of Health [and Senior Services] pursuant to
P.L.1971, c.136 (C.26:2H-1 et seq.), including rehabilitation,
psychiatric^{1,1} and long-term acute facilities.

34 "Medical necessity" or "medically necessary" means or describes 35 a health care service that a health care provider, exercising his prudent clinical judgment, would provide to a covered person for 36 37 the purpose of evaluating, diagnosing, or treating an illness, injury, 38 disease, or its symptoms and that is: in accordance with the 39 generally accepted standards of medical practice; clinically 40 appropriate, in terms of type, frequency, extent, site, and duration, 41 and considered effective for the covered person's illness, injury, or 42 disease; not primarily for the convenience of the covered person or 43 the health care provider; and not more costly than an alternative 44 service or sequence of services at least as likely to produce 45 equivalent therapeutic or diagnostic results as to the diagnosis or 46 treatment of that covered person's illness, injury, or disease.

"Network provider" means a participating hospital or physician
 under contract or other agreement with a carrier to furnish health
 care services to covered persons.

"Payer" means a carrier which requires that utilization
management be performed to authorize the approval of a health care
service and includes an organized delivery system that is certified
by the Commissioner of ¹[Health]¹ [and Senior Services]
¹Banking and Insurance¹ or licensed by the commissioner pursuant
to P.L.1999, c.409 (C.17:48H-1 et seq.).

10 "Payer's agent" or "agent" means an intermediary contracted or 11 affiliated with the payer to provide authorization for service or 12 perform administrative functions including, but not limited to, the 13 payment of claims or the receipt, processing, or transfer of claims 14 or claim information.

"Physician" means a physician licensed pursuant to Title 45 ofthe Revised Statutes.

"Utilization management" means a system for reviewing the 17 appropriate and efficient allocation of health care services under a 18 19 health benefits plan according to specified guidelines, in order to 20 recommend or determine whether, or to what extent, a health care 21 service given or proposed to be given to a covered person should or 22 will be reimbursed, covered, paid for, or otherwise provided under 23 the health benefits plan. The system may include, but shall not be 24 limited to: preadmission certification, the application of practice 25 guidelines, continued stay review, discharge planning, preauthorization of ambulatory care procedures¹,¹ and retrospective 26 27 review.

- 28 (cf: P.L.2005, c.352, s.3)
- 29

32

30 72. Section 1 of P.L.2007, c.194 (C.17B:30-58) is amended to 31 read as follows:

1. As used in this act:

"Ambulance service" means the provision of emergency health
care services, basic life support services, advanced life support
services, critical care services, mobile intensive care services, or
emergency medical transportation in a vehicle that is licensed,
equipped, and staffed in accordance with the requirements set forth
by the Commissioner of Health [and Senior Services].

39 "Assignment of benefits" means any written instrument executed
40 by the covered person or his authorized representative which
41 assigns a service provider the covered person's right to receive
42 reimbursement for a covered service rendered to the covered
43 person.

44 "Carrier" means an insurance company, health service
45 corporation, hospital service corporation, medical service
46 corporation, or health maintenance organization authorized to issue
47 health benefits plans in this State.

79

"Claim" means a claim by a covered person for payment of
 benefits under a health benefits plan.

3 "Commissioner" means the Commissioner of Banking and4 Insurance.

5 "Covered person" means a person on whose behalf a carrier
6 offering the health benefits plan is obligated to pay benefits or
7 provide services pursuant to the health benefits plan.

8 "Covered service" means an ambulance service provided to a 9 covered person under a health benefits plan for which the carrier is 10 obligated to pay benefits or provide services.

11 "Health benefits plan" means a hospital and medical expense 12 insurance policy; health service corporation contract; hospital service corporation contract; medical service corporation contract; 13 14 health maintenance organization subscriber contract; or other plan 15 for medical care delivered or issued for delivery in this State. For 16 purposes of this act, health benefits plan shall not include one or 17 more, or any combination of, the following: coverage only for 18 accident, or disability income insurance, or any combination 19 thereof; coverage issued as a supplement to liability insurance; 20 liability insurance, including general liability insurance and 21 automobile liability insurance; stop loss or excess risk insurance; 22 workers' compensation or similar insurance; automobile medical 23 payment insurance; credit-only insurance; coverage for on-site 24 medical clinics; coverage for Medicaid services pursuant to a 25 contract with the State; and any other similar insurance coverage, as 26 specified in federal regulations, under which benefits for medical 27 care are secondary or incidental to other insurance benefits. Health benefits plans shall not include the following benefits if they are 28 29 provided under a separate policy, certificate or contract of insurance 30 or are otherwise not an integral part of the plan: limited scope 31 dental or vision benefits; benefits for long-term care, nursing home 32 care, home health care, community-based care, or any combination 33 thereof; and such other similar, limited benefits as are specified in 34 federal regulations. Health benefits plan shall not include hospital 35 confinement indemnity coverage if the benefits are provided under 36 a separate policy, certificate or contract of insurance, there is no 37 coordination between the provision of the benefits and any 38 exclusion of benefits under any group health benefits plan 39 maintained by the same plan sponsor, and those benefits are paid 40 with respect to an event without regard to whether benefits are 41 provided with respect to such an event under any group health plan 42 maintained by the same plan sponsor.

43 "Payer" means a carrier or any agent thereof who is doing
44 business in the State and is under a contractual obligation to pay
45 claims.

46 "Service provider" means any person, public or private47 institution, agency, or business concern lawfully providing an

1 ambulance service. 2 (cf: P.L.2007, c.194, s.1) 3 4 73. Section 1 of P.L.2011, c.214 (C.18A:3B-69) is amended to 5 read as follows: 6 1. a. The governing board of each institution of higher 7 education shall develop and coordinate an emergency operations 8 plan to ensure the continuity of essential institution functions under 9 all circumstances. The plan shall: 10 (1) identify a baseline of preparedness for all potential 11 emergencies, including pandemics, to establish a viable capability 12 to perform essential functions during any emergency that disrupts 13 normal operations; and 14 (2) be coordinated with State and local authorities including, but 15 not limited to, the State Office of Emergency Management, local 16 law enforcement officers, county and local health officers, county 17 offices of emergency management, and other emergency 18 responders. 19 b. The plan shall include, but not be limited to, the following 20 components: identification of essential functions, programs, and personnel; procedures to implement the plan; delegation of 21 authority and lines of succession; identification of alternative 22 23 facilities and related infrastructure, including those for 24 communications; identification and protection of vital records and 25 databases; and schedules and procedures for periodic tests, training, 26 and exercises. The plan shall be consistent with the local emergency 27 operations plan of the municipality in which the institution is 28 located. 29 c. The governing board of the institution shall adopt and 30 submit for review an emergency operations plan to the Secretary of 31 Higher Education, the State Office of Emergency Management, the 32 Department of Health [and Senior Services], and the Office of Homeland Security and Preparedness within six months of the 33 effective date of this act. The governing board shall review, update, 34 35 and resubmit the plan to the offices every five years. If an 36 emergency incident occurs at an institution during the five-year 37 period, the plan shall be reviewed immediately.

38 The Office of Homeland Security and Preparedness, the d. 39 State Office of Emergency Management, the Department of Health 40 [and Senior Services], and the Secretary of Higher Education shall 41 review the emergency operations plan submitted by an institution of 42 higher education pursuant to subsection c. of this section and, when 43 necessary, shall in coordination with other State agencies make 44 recommendations to the institution for improving the plan that are 45 deemed necessary.

e. Any plan prepared pursuant to this section shall not beconsidered a government record as defined in section 1 of P.L.1995,

8	I	

1 c.23 (C.47:1A-1.1) and shall not be available for public inspection,

2 copying, or the purchase of copies.

- 3 (cf: P.L.2011, c.214, s.1)
- 4

5 74. Section 2 of P.L.1997, c.368 (C.18A:40-12.6) is amended to 6 read as follows:

7 2. The policy for the administration of medication to a pupil 8 shall provide that the school nurse shall have the primary 9 responsibility for the administration of the epinephrine. The school 10 nurse shall designate, in consultation with the board of education, or 11 chief school administrator of a nonpublic school additional 12 employees of the school district or nonpublic school who volunteer to administer epinephrine via a pre-filled auto-injector mechanism 13 14 to a pupil for anaphylaxis when the nurse is not physically present 15 at the scene. The school nurse shall determine that:

a. the designees have been properly trained in the
administration of the epinephrine via a pre-filled auto-injector
mechanism using standardized training protocols established by the
Department of Education in consultation with the Department of
Health [and Senior Services];

b. the parents or guardians of the pupil consent in writing to the
administration of the epinephrine via a pre-filled auto-injector
mechanism by the designees;

c. the board or chief school administrator of a nonpublic school
informs the parents or guardians of the pupil in writing that the
district and its employees or agents or the nonpublic school and its
employees and agents shall have no liability as a result of any injury
arising from the administration of the epinephrine to the pupil;

29 d. the parents or guardians of the pupil sign a statement 30 acknowledging their understanding that the district or nonpublic 31 school shall have no liability as a result of any injury arising from 32 the administration of the epinephrine via a pre-filled auto-injector 33 mechanism to the pupil and that the parents or guardians shall indemnify and hold harmless the district and its employees or 34 35 agents against any claims arising out of the administration of the 36 epinephrine via a pre-filled auto-injector mechanism to the pupil; 37 and

e. the permission is effective for the school year for which it is
granted and is renewed for each subsequent school year upon
fulfillment of the requirements in subsections a. through d. of this
section.

42 The Department of Education, in consultation with the 43 Department of Health [and Senior Services], shall require trained 44 designees for students enrolled in a school who may require the 45 emergency administration of epinephrine for anaphylaxis when the 46 school nurse is not available.

47 Nothing in this section shall be construed to prohibit the48 emergency administration of epinephrine via a pre-filled auto-

82

1 injector mechanism to a pupil for anaphylaxis by the school nurse 2 or other employees designated pursuant to this section when the 3 pupil is authorized to self-administer epinephrine pursuant to 4 section 1 of P.L.1993, c.308 (C.18A:40-12.3), or when there is a 5 coexisting diagnosis of asthma, or when a prescription is received 6 from a licensed health care professional for epinephrine coupled 7 with another form of medication. 8 (cf: P.L.2007, c.57, s.3) 9 10 75. Section 4 of P.L.2007, c.57 (C.18A:40-12.6a) is amended to 11 read as follows: 12 4. The Department of Education, in consultation with the 13 Department of Health [and Senior Services], appropriate medical 14 experts, and professional organizations representing school nurses, 15 principals, teachers, and the food allergy community, shall establish and disseminate to each board of education and chief school 16 17 administrator of a nonpublic school guidelines for the development 18 of a policy by a school district or nonpublic school for the 19 management of food allergies in the school setting and the 20 emergency administration of epinephrine to students for 21 anaphylaxis. 22 (cf: P.L.2007, c.57, s.4) 23 24 76. Section 6 of P.L.2007, c.57 (C.18A:40-12.6c) is amended to 25 read as follows: 26 6. a. In an effort to assist the certified school nurse in a public 27 school district and the school nurse in a nonpublic school in 28 recruiting and training additional school employees as volunteer 29 designees to administer epinephrine for anaphylaxis when the 30 school nurse is not physically present, the Department of Education and the Department of Health [and Senior Services] shall jointly 31 32 develop training protocols, in consultation with the New Jersey 33 School Nurses Association. 34 b. The certified school nurse in consultation with the board of 35 education, or the school nurse in consultation with the chief school 36 administrator of a nonpublic school, shall recruit and train volunteer 37 designees who are determined acceptable candidates by the school 38 nurse within each school building as deemed necessary by the 39 nursing service plan. 40 (cf: P.L.2007, c.229, s.1) 41 77. Section 3 of P.L.2001, c.61 (C.18A:40-12.8) is amended to 42 43 read as follows: 44 3. The State Board of Education, in consultation with the Commissioner of Health [and Senior Services], shall adopt 45 46 regulations requiring each public school board of education to 47 develop policies for the administration of asthma medication

1 through the use of a nebulizer by the school nurse or other person 2 authorized by regulation. The regulations shall include: 3 a requirement that each certified nurse or other person a. authorized to administer asthma medication receive training in 4 5 airway management and in the use of nebulizers and inhalers consistent with nationally recognized standards, including, but not 6 7 limited to, those of the National Institutes of Health and the 8 American Association of Allergy and Immunology; and 9 b. a requirement that each pupil authorized to use asthma 10 medication pursuant to section 1 of P.L.1993, c.308 (C.18A: 40-12.3), or a nebulizer have an asthma treatment plan prepared by the 11 12 physician of the pupil, which shall identify, at a minimum, asthma 13 triggers, the treatment plan, and such other elements as shall be determined by the State Board of Education. 14 15 (cf: P.L.2001, c.61, s.3) 16 17 78. Section 3 of P.L.2002, c.58 (C.18A:40-21.1) is amended to 18 read as follows: 19 3. The Commissioner of Health [and Senior Services] shall 20 require the immunization of a child for hepatitis B as a condition of 21 enrollment in grades nine through 12. 22 Beginning with the 2003-2004 school year, a principal, b. 23 director or other person in charge of a public or private school in 24 this State shall not knowingly admit or retain in grades nine through 25 12 a child whose parent or guardian has not submitted acceptable 26 evidence of the child's immunization for hepatitis B prior to or 27 during enrollment in ninth grade, as provided by regulation of the 28 Commissioner of Health [and Senior Services]. 29 с. The Commissioner of Health [and Senior Services] shall 30 adopt rules and regulations pursuant to the "Administrative 31 Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.) to carry out 32 the purposes of this section. 33 (cf: P.L.2002, c.58, s.3) 34 35 79. Section 3 of P.L.2007, c.122 (C.18A:40-37) is amended to 36 read as follows: 37 3. a. The Commissioner of Education, in consultation with the Commissioner of Health [and Senior Services], shall establish a 38 39 three-year comprehensive eye examination pilot program for second 40 grade students. The purpose of the program shall be to eliminate 41 inappropriate referrals for special education programs and services 42 by examining students at the end of second grade for vision-related problems that may go undiagnosed and result in special education 43 44 classification. 45 The commissioner shall select for participation in the pilot b. program one school district in each of the northern, central, and 46 southern regions of the State, including an urban school district, a 47 48 suburban school district, and a rural school district. In selecting the

84

1 pilot school districts, the commissioner may consider the percentage 2 of students in the district classified as eligible for special education 3 programs and services, the percentage increase in such classifications over the prior five school years, and the district's 4 5 interest in participating in the program. The commissioner shall collaborate with each pilot school district on the procedures to be 6 7 implemented to conduct the comprehensive eye examinations, 8 including the coverage of any costs associated with the 9 examinations. In any agreement concerning the cost of providing 10 examinations, no parent or guardian of a student shall be required to 11 make any payment to the optometrist or ophthalmologist providing 12 a comprehensive eye examination, or the school district or any other 13 entity; except that if the student is covered by a health insurance 14 plan which has a copayment requirement, the parent or guardian 15 shall pay the health care provider the required copayment. In this 16 case, the parent or guardian may apply to the Comprehensive Eye 17 Examination Fund for reimbursement of the copayment. 18 The commissioner shall develop and distribute to the pilot c. 19 districts a form to document and provide information on each 20 comprehensive eye examination conducted under the program. 21 (cf: P.L.2007, c.122, c.3) 22 23 80. Section 1 of P.L.2007, c.125 (C.18A:40-41) is amended to 24 read as follows: 25 1. a. The Commissioner of Education, in consultation with the 26 Commissioner of Health and Senior Services, the American Heart 27 Association, and the American Academy of Pediatrics, shall 28 develop a pamphlet that provides information about sudden cardiac 29 death to the parents or guardians of student athletes. The pamphlet 30 shall include an explanation of sudden cardiac death, its incidence 31 among student athletes, a description of early warning signs, and an 32 overview of the options that are privately available to screen for 33 cardiac conditions that may lead to sudden cardiac death, including 34 a statement about the limitations of these options. 35 b. The commissioner shall distribute the pamphlet, at no charge, to all school districts in the State. The commissioner shall 36 37 update the pamphlet as necessary, and shall make additional copies 38 available to nonpublic schools upon request. 39 In the 2007-2008 school year and in each school year c. 40 thereafter, each school district shall distribute the pamphlet to the 41 parents or guardians of students participating in school sports. 42 (cf: P.L.2007, c.125, s.1) 43 44 81. Section 2 of P.L.2007, c.134 (C.18A:40-42) is amended to 45 read as follows: 46 2. a. The Commissioner of Education, in consultation with the 47 Commissioner of Health [and Senior Services], shall develop an

48 educational fact sheet about the human papillomavirus (HPV) for

distribution to parents or guardians of students in grades seven
through 12. The educational fact sheet shall include information
about the causes, symptoms and means of transmission of HPV, and
where additional information can be obtained.

b. For the 2007-2008 school year, a school district shall
distribute to parents and guardians of students in grades seven
through 12 the educational fact sheet on HPV, in a manner
prescribed by the Commissioner of Education.

c. Beginning with the 2008-2009 school year, a school district
shall distribute the educational fact sheet annually to parents or
guardians of students in grade seven in a manner prescribed by the
Commissioner of Education.

d. The Commissioner of Education also shall make the
educational fact sheet available to private schools educating
students in grades seven through 12. Such schools are encouraged,
but not required, to distribute the fact sheet to parents or guardians
of students at the school.

18 (cf: P.L.2007, c.134, s.2)

19

20 82. Section 5 of P.L.1987, c.387 (C.18A:40A-12) is amended to
21 read as follows:

22 5. a. Whenever it shall appear to any teaching staff member, 23 school nurse or other educational personnel of any public school in 24 this State that a pupil may be under the influence of substances as 25 defined pursuant to section 2 of this act, other than anabolic 26 steroids, that teaching staff member, school nurse, or other 27 educational personnel shall report the matter as soon as possible to the school nurse or medical inspector, as the case may be, or to a 28 29 student assistance coordinator, and to the principal or, in his 30 absence, to his designee. The principal or his designee, shall 31 immediately notify the parent or guardian and the superintendent of 32 schools, if there be one, or the administrative principal and shall 33 arrange for an immediate examination of the pupil by a doctor 34 selected by the parent or guardian, or if that doctor is not 35 immediately available, by the medical inspector, if he is available. 36 If a doctor or medical inspector is not immediately available, the 37 pupil shall be taken to the emergency room of the nearest hospital 38 for examination accompanied by a member of the school staff 39 designated by the principal and a parent or guardian of the pupil if 40 available. The pupil shall be examined as soon as possible for the 41 purpose of diagnosing whether or not the pupil is under such 42 influence. A written report of that examination shall be furnished 43 within 24 hours by the examining physician to the parent or 44 guardian of the pupil and to the superintendent of schools or 45 administrative principal. If it is determined that the pupil was under 46 the influence of a substance, the pupil shall be returned to [his or 47 her the pupil's home as soon as possible and shall not resume 48 attendance at school until the pupil submits to the principal a

86

written report certifying that [he or she] the pupil is physically and
 mentally able to return thereto, which report shall be prepared by a
 personal physician, the medical inspector, or the physician who
 examined the pupil pursuant to the provisions of this act.

5 In addition, the pupil shall be interviewed by a student assistance 6 coordinator or another appropriately trained teaching staff member 7 for the purpose of determining the extent of the pupil's involvement 8 with these substances and possible need for treatment. In order to 9 make this determination the coordinator or other teaching staff 10 member may conduct a reasonable investigation which may include 11 interviews with the pupil's teachers and parents. The coordinator or 12 other teaching staff member may also consult with [such] experts 13 in the field of substance abuse as may be necessary and appropriate. 14 If it is determined that the pupil's involvement with and use of these 15 substances represents a danger to the pupil's health and well-being, 16 the coordinator or other teaching staff member shall refer the pupil 17 to an appropriate treatment program which has been approved by 18 the Commissioner of Health [and Senior Services].

19 Whenever any teaching staff member, school nurse, or other b. 20 educational personnel of any public school in this State shall have reason to believe that a pupil has used or may be using anabolic 21 22 steroids, that teaching staff member, school nurse, or other 23 educational personnel shall report the matter as soon as possible to 24 the school nurse or medical inspector, as the case may be, or to a 25 student assistance coordinator, and to the principal or, in his 26 absence, to his designee. The principal or his designee, shall 27 immediately notify the parent or guardian and the superintendent of 28 schools, if there be one, or the administrative principal and shall 29 arrange for an examination of the pupil by a doctor selected by the 30 parent or guardian or by the medical inspector. The pupil shall be 31 examined as soon as possible for the purpose of diagnosing whether 32 or not the pupil has been using anabolic steroids. A written report 33 of that examination shall be furnished by the examining physician 34 to the parent or guardian of the pupil and to the superintendent of 35 schools or administrative principal. If it is determined that the pupil 36 has been using anabolic steroids, the pupil shall be interviewed by a 37 student assistance coordinator or another appropriately trained 38 teaching staff member for the purpose of determining the extent of 39 the pupil's involvement with these substances and possible need for 40 treatment. In order to make this determination the coordinator or 41 other teaching staff member may conduct a reasonable investigation 42 which may include interviews with the pupil's teachers and parents. 43 The coordinator or other teaching staff member may also consult 44 with [such] experts in the field of substance abuse as may be 45 necessary and appropriate. If it is determined that the pupil's 46 involvement with and use of these substances represents a danger to 47 the pupil's health and well-being, the coordinator or other teaching 48 staff member shall refer the pupil to an appropriate treatment

1 program which has been approved by the Commissioner of Health

2 [and Senior Services].

3 (cf: P.L.2009, c.54, s.1)

4

5 83. Section 11 of P.L.1987, c.387 (C.18A:40A-18) is amended 6 to read as follows:

7 11. The Commissioner of Education, in consultation with the
8 Commissioner of Health [and Senior Services], shall develop and
9 administer a program which provides for the employment of student
10 assistance coordinators in certain school districts.

11 Within 90 days of the effective date of this act, the ล 12 Commissioner of Education shall forward to each local school 13 board a request for a proposal for the employment of a student assistance coordinator. A board which wants to participate in the 14 15 program shall submit a proposal to the commissioner which outlines 16 the district's plan to provide substance abuse prevention, 17 intervention, and treatment referral services to students through the 18 employment of a student assistance coordinator. Nothing shall 19 preclude a district which employs a student assistance coordinator 20 at the time of the effective date of this act from participating in this 21 The commissioner shall select school districts to program. 22 participate in the program through a competitive grant process. The 23 participating districts shall include urban, suburban, and rural 24 districts from the north, central, and southern geographic regions of 25 the State with at least one school district per county. In addition to 26 all other State aid to which the local district is entitled under the 27 provisions of P.L.2007, c.260 (C.18A:7F-43 et al.) and other pertinent statutes, each board of education participating in the 28 29 program shall receive from the State, for a three-year period, the 30 amount necessary to pay the salary of its student assistance 31 coordinator.

32 b. The position of student assistance coordinator shall be 33 separate and distinct from any other employment position in the 34 district, including, but not limited to district guidance counselors, 35 school social workers, and school psychologists. The State Board 36 of Education shall approve the education and experience criteria 37 necessary for employment as a student assistance coordinator. The 38 criteria shall include a requirement for certification by the State 39 Board of Examiners. In addition to the criteria established by the 40 State board, the Department of Education and the Department of 41 Health [and Senior Services] shall jointly conduct orientation and 42 training programs for student assistance coordinators, and shall also 43 provide for continuing education programs for coordinators.

c. It shall be the responsibility of student assistance
coordinators to assist local school districts in the effective
implementation of this act. Coordinators shall assist with the in
service training of school district staff concerning substance abuse
issues and the district program to combat substance abuse; serve as

88

1 information resource for substance abuse curriculum an 2 development and instruction; assist the district in revising and 3 implementing substance abuse policies and procedures; develop and 4 administer intervention services in the district; provide counseling 5 services to pupils regarding substance abuse problems; and, where 6 necessary and appropriate, cooperate with juvenile justice officials 7 in the rendering of substance abuse treatment services.

8 The Commissioner of Education, in consultation with the d. 9 Commissioner of Health [and Senior Services], shall implement a plan to collect data on the effectiveness of the program in treating 10 problems associated with substance abuse and in reducing the 11 incidence of substance abuse in local school districts. Six months 12 13 prior to the expiration of the program authorized pursuant to this 14 section, the Commissioner of Education shall submit to the 15 Governor and the Legislature an evaluation of the program and a 16 recommendation on the advisability of its continuation or expansion 17 to all school districts in the State.

18 (cf: P.L.2009, c.54, s.4)

19

20 84. Section 9 of P.L.2003, c.117 (C.24:2-9) is amended to read 21 as follows:

22 9. The Department of Health [and Senior Services] may, 23 pursuant to regulation adopted in accordance with the 24 "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et 25 seq.), establish and charge reasonable fees not to exceed \$100 to 26 cover administrative costs associated with the issuance of a 27 "Certificate of Free Sale." For the purpose of this act, a "Certificate 28 of Free Sale" is defined as a certificate completed and issued by the 29 department attesting that a specific food, drug, cosmetic, or medical 30 device product regulated under Title 24 of the Revised Statutes, as 31 amended and supplemented,] and manufactured, distributed, and 32 offered for sale in this State is labeled in conformance with the 33 applicable food, drug, cosmetic, or medical device laws and rules of 34 this State and further attests to the results of the most recently 35 conducted sanitary inspection of the manufacturer or distributor of 36 the subject product.

Further, the Department of Health [and Senior Services may], pursuant to regulation adopted in accordance with the "Administrative Procedure Act," establish and charge reasonable fees not to exceed \$100 to cover administrative costs associated with the issuance of other certifications or affidavits related to matters regulated by the department under Title 24 of the Revised Statutes[, as amended and supplemented].

44 (cf: P.L.2003, c.117, s.9)

45

46 85. Section 13 of P.L.1961, c.52 (C.24:6B-12) is amended to 47 read as follows:

89	
----	--

1 13. For the purposes of this registration act, unless otherwise 2 required by the context: means Commissioner of the State 3 (a) "Commissioner" 4 Department of Health [and Senior Services] or [his] the 5 commissioner's designated representative. 6 (b) "Department" means the [State] Department of Health [and 7 Senior Services]. 8 (c) "Drugs" means "drugs" and "devices" as defined in R.S. 9 24:1-1. 10 (d) "Person" means a natural person, partnership, corporation, or 11 any other business association. 12 (e) "Registrant" means the person in whose name a drug 13 manufacturing business or wholesale non-prescription drug business 14 is registered. 15 (f) "Drug manufacturing business" means the business of 16 creating, making, or producing drugs by compounding, growing, or 17 other process. This definition shall apply to persons engaged in the 18 drug manufacturing business who do not maintain a manufacturing 19 location in this State but do operate distribution depots or warehouses of such business in this State. This definition shall not 20 21 apply to licensed pharmacies or to licensed professional individuals 22 such as, but not limited to, pharmacists, physicians, dentists, or 23 veterinarians when engaged in the lawful pursuit of their 24 professions. 25 (g) "Wholesale drug business" means the business of supplying 26 non-prescription drugs to persons other than the ultimate consumer. 27 This definition shall not apply to licensed pharmacies or to licensed 28 professional individuals such as, but not limited to, pharmacists, 29 physicians, dentists, or veterinarians when engaged in the lawful 30 pursuit of their professions, and shall not apply to a registered drug 31 manufacturing business. 32 (cf: P.L.2005, c.206, s.4) 33 34 86. Section 5 of P.L.2005, c.206 (C.24:6B-14) is amended to 35 read as follows: 36 5. As used in sections 5 through 24 of P.L.2005, c.206 37 (C.24:6B-14 et seq.): 38 "Adulterated" means a prescription drug that is adulterated 39 pursuant to R.S.24:5-10. 40 "Authenticate" means to affirmatively verify before any 41 distribution of a prescription drug that each transaction listed on the 42 pedigree has occurred. 43 "Authorized distributor" or "authorized distributor of record" 44 means a wholesale distributor with whom a manufacturer has 45 established an ongoing relationship to distribute the manufacturer's 46 product. An ongoing relationship is deemed to exist when the 47 wholesale distributor, or any member of its affiliated group as 48 defined in section 1504 of the Internal Revenue Code of 1986 (26

1 U.S.C. s.1504): is listed on the manufacturer's list of authorized 2 distributors; has a written agreement currently in effect with the 3 manufacturer; or has a verifiable account with the manufacturer and 4 meets or exceeds the following transaction or volume requirement 5 thresholds:

a. 5,000 sales units per company within 12 months; or

6

b. 12 purchases by invoice at the manufacturer's minimumpurchasing requirement per invoice within 12 months.

9 "Centralized prescription processing" means the processing by a 10 pharmacy of a request from another pharmacy to fill or refill a 11 prescription drug order or to perform processing functions such as 12 dispensing, drug utilization review, claims adjudication, refill 13 authorizations and therapeutic interventions.

"Chain pharmacy distribution center" means a distribution
facility or warehouse owned by and operated for the primary use of
a group of pharmacies that are under common or affiliated control
or ownership.

18 "Commissioner" means the Commissioner of Health [and Senior19 Services].

20 "Contraband" with respect to a prescription drug means: 21 counterfeit; stolen; misbranded; obtained by fraud; purchased by a 22 nonprofit institution for its own use and placed in commerce in 23 violation of the own use agreement; or the existing documentation 24 or pedigree, if required, for the prescription drug has been forged, 25 counterfeited, falsely created, or contains any altered, false, or 26 misrepresented information.

"Counterfeit prescription drug" means a prescription drug, or the 27 container, shipping container, seal, or labeling thereof, which, 28 29 without authorization, bears the trademark, trade name or other 30 identifying mark, imprint, or any likeness thereof, of a 31 manufacturer, processor, packer, or distributor other than the person 32 or persons who in fact manufactured, processed, packed, or 33 distributed [such] the prescription drug and which thereby falsely 34 purports or is represented to be the product of, or to have been 35 packed or distributed by, such other manufacturer, processor, 36 packer, or distributor.

37 "DEA" means the federal Drug Enforcement Administration.

38 "Department" means the Department of Health [and Senior39 Services].

"Designated representative" means an individual who is
designated by a wholesale prescription drug distributor to serve as
the primary contact person for the wholesale distributor with the
department, and who is responsible for managing the company's
operations at that licensed location.

"Distribute" means to sell, offer to sell, deliver, offer to deliver,
broker, give away, or transfer a prescription drug, whether by
passage of title, physical movement, or both. The term does not

91

mean to: dispense or administer; deliver or offer to deliver in the usual course of business as a common carrier or logistics provider, or provide a sample to a patient by a licensed practitioner, a health care professional acting at the direction and under the supervision of a practitioner, or the pharmacist of a health care facility licensed pursuant to P.L.1971, c.136 (C.26:2H-1 et seq.) acting at the direction of a practitioner.

8 "Drug" means: a. an article or substance recognized in the 9 official United States Pharmacopoeia, official Homeopathic 10 Pharmacopoeia of the United States or official National Formulary, 11 or any supplement to any of them; b. an article or substance 12 intended for use in the diagnosis, cure, mitigation, treatment, or 13 prevention of disease in man or other animals; c. an article or 14 substance, other than food, intended to affect the structure of any 15 function of the body of man or animals; and d. an article or 16 substance intended for use as a component of any article or 17 substance specified in clause a., b., or c.; but does not include 18 devices or their components, parts, or accessories. Drug includes a 19 prefilled syringe or needle.

20 "Immediate container" means a container but does not include21 package liners.

"Logistics provider" means an entity that receives drugs from the
original manufacturer and delivers them at the direction of that
manufacturer, and does not purchase, sell, trade, or take title to the
drugs.

26 "Misbranded" means a prescription drug with respect to which 27 the label is: false or misleading in any particular; does not bear the 28 name and address of the manufacturer, packer, or distributor and 29 does not have an accurate statement of the quantities of the active 30 ingredients; or does not show an accurate monograph for legend 31 drugs; or is misbranded based upon other considerations as 32 provided in the Federal Food, Drug, and Cosmetic Act, 21 U.S.C. 33 s.301 et seq.

34 "Pedigree" means a statement or record identifying each previous 35 sale of a prescription drug, from the sale by a manufacturer through 36 acquisition and sale by a wholesale distributor, including each 37 distribution to an authorized distributor, starting with the last 38 authorized distributor, or the manufacturer if the prescription drug 39 has not been purchased previously by an authorized distributor or is 40 a prescription drug on the specified list of susceptible products. A 41 pedigree shall include the following information: the proprietary 42 and established name of the prescription drug; the dosage; container 43 size; number of containers; and the date, business name, and 44 address of all parties to each prior transaction involving the 45 prescription drug starting with the last authorized distributor or the manufacturer if the prescription drug has not been purchased 46 47 previously by an authorized distributor or is a prescription drug on 48 the specified list of susceptible products.

"Repackage" means changing the container, wrapper, quantity,

1

2 or labeling of a prescription drug to further its distribution. 3 "Sales unit" means the unit of measure that the manufacturer 4 uses to invoice its customer for the particular product. 5 "Specified list of susceptible products" means a specific list of 6 prescription drugs, to be determined by the commissioner, that are 7 considered to be potential targets for adulteration, counterfeiting, or 8 diversion, which the commissioner shall provide to wholesale 9 distributors as prescription drugs are added to or removed from the 10 list, along with notification of those changes. 11 "Wholesale distribution" means the distribution of prescription 12 drugs in or into the State by a wholesale distributor to a person 13 other than a consumer or patient, and includes transfers of 14 prescription drugs from one pharmacy to another pharmacy if the 15 value of the goods transferred exceeds 5% of total prescription drug 16 sales revenue of either the transferor or transferee pharmacy during 17 any consecutive 12-month period. The term excludes: 18 the sale, purchase or trade of a prescription drug, an offer to a. 19 sell, purchase, or trade a prescription drug, or the dispensing of a 20 prescription drug pursuant to a prescription; 21 b. the sale, purchase or trade of a prescription drug, or an offer 22 to sell, purchase, or trade a prescription drug for emergency medical 23 reasons; 24 c. the sale, purchase or trade of a prescription drug, or an offer 25 to sell, purchase, or trade a prescription drug by pharmacies, chain 26 pharmacy distribution centers, and the associated transfer of goods 27 between chain pharmacy distribution centers and their servicing 28 wholesale distributors or manufacturers: 29 d. intracompany transactions or sales among wholesale 30 distributors, chain pharmacy distribution centers, and pharmacies, 31 and which are limited to those sales or transfers of a prescription 32 drug among members of an affiliated group, even if the members of 33 the affiliated group are separate legal entities; 34 e. the sale, purchase or trade of a prescription drug, or an offer 35 to sell, purchase, or trade a prescription drug among hospitals or other health care entities licensed pursuant to P.L.1971, c.136 36 37 (C.26:2H-1 et seq.) that are under common control; 38 the sale, purchase or trade of a prescription drug, or offer to f. 39 sell, purchase, or trade a prescription drug by a charitable 40 organization exempt from taxation pursuant to section 501(c)(3) of 41 the Internal Revenue Code of 1986 (26 U.S.C. s.501(c)(3)) to a 42 nonprofit affiliate of the organization; 43 g. the purchase or other acquisition by a hospital or other 44 similar health care entity licensed pursuant to P.L.1971, c.136 45 (C.26:2H-1 et seq.) that is a member of a group purchasing 46 organization of a prescription drug for its own use from the group 47 purchasing organization or from other hospitals or similar health 48 care entities that are members of these organizations;

1 h. the transfer of prescription drugs between pharmacies 2 pursuant to a centralized prescription processing agreement; 3 i. the distribution of prescription drug samples by 4 manufacturers' representatives or wholesale distributors' 5 representatives; the sale, purchase or trade of blood and blood components 6 į. 7 intended for transfusion; k. prescription drug returns, when conducted by a pharmacy, 8 9 chain pharmacy distribution center, hospital, health care entity 10 licensed pursuant to P.L.1971, c.136 (C.26:2H-1 et seq.), or 11 charitable institution in accordance with regulations established by 12 the commissioner: 13 1. the sale of minimal quantities of prescription drugs by retail 14 pharmacies to licensed practitioners for office use; 15 m. the stockpiling and distribution of drugs under the 16 authorization of a State agency for the purpose of providing those 17 products in an emergency situation; or the sale, transfer, merger, or consolidation of all or part of 18 n. 19 the business of a pharmacy or pharmacies from or with another 20 pharmacy or pharmacies whether accomplished as a purchase and sale of stock or business assets. 21 "Wholesale distributor" means any person, other than the 22 23 manufacturer, pharmacy, logistics provider, or chain pharmacy 24 distribution center, engaged in wholesale distribution of 25 prescription drugs in or into the State and includes repackagers, 26 own-label distributors, private-label distributors, jobbers, brokers, 27 warehouses including distributors' warehouses, independent prescription drug traders, and retail pharmacies that conduct 28 29 wholesale distribution. 30 (cf: P.L.2005, c.206, s.5) 31 32 87. Section 5 of P.L.1977, c.240 (C.24:6E-4) is amended to read 33 as follows: 34 5. As used in this act unless the context clearly indicates 35 otherwise: "Drug product" means a dosage form containing one or more 36 a. 37 active therapeutic ingredients along with other substances included 38 during the manufacturing process. 39 b. "Brand name" means the proprietary name assigned to a 40 drug by the manufacturer thereof. c. "Established name" with respect to a drug or ingredient 41 42 thereof, means (1) the applicable official name designated pursuant 43 to the Federal Food, Drug and Cosmetic Act (Title 21, U.S.C. s.301 44 et seq.), or (2) if there is no such official name and such drug or 45 ingredient is recognized in an official compendium, then the official 46 title thereof in such compendium, except that where a drug or 47 ingredient is recognized in the United States Pharmacopoeia and in 48 the Homeopathic Pharmacopoeia under different official titles, the

1 official title used in the United States Pharmacopoeia shall apply unless it is labeled and offered for sale as a homeopathic drug, in 2 3 which case the official title used in the Homeopathic Pharmacopoeia shall apply, or (3) if neither (1) nor (2) is 4 5 applicable, then the common or usual name, if any, of such drug or ingredient. 6

7 d. "Prescription" means an order for drugs or combinations or 8 mixtures thereof, written or signed by a duly licensed physician, 9 dentist, veterinarian, or other medical practitioner licensed to write 10 prescriptions intended for the treatment or prevention of disease in 11 man or animals, and includes orders for drugs or medicines or combinations or mixtures thereof transmitted to pharmacists 12 through word of mouth, telephone, telegraph, or other means of 13 14 communication by a duly licensed physician, dentist, veterinarian, 15 or other medical practitioner licensed to write prescriptions 16 intended for the treatment or prevention of disease in man or 17 animals.

e. "Department" means the Department of Health [and Senior 18 19 Services].

20 f. "Chemical equivalents" means those drug products that 21 contain the same amounts of the same therapeutically active 22 ingredients in the same dosage forms and that meet present 23 compendial standards.

24 "Reference drug product" means the product which is g. 25 adopted by the department as the standard for other chemically equivalent drugs in terms of testing for the therapeutic equivalence. 26 27 In all cases, the reference drug product shall be a currently marketed drug which is the subject of a full (not abbreviated) new 28 29 drug application approved by the Federal Food and Drug 30 Administration.

"Therapeutic equivalents" means chemical equivalents 31 h. 32 which, when administered to the same individuals in the same 33 dosage regimen, will provide essentially the same efficacy or 34 toxicity as their respective reference drug products.

35 "Bioavailability" means the extent and rate of absorption from a 36 dosage form as reflected by the time-concentration curve of the 37 administered drug in the systemic circulation.

38 "Bioequivalents" means chemical equivalents which, when j. 39 administered to the same individuals in the same dosage regimen, 40 will result in comparable bioavailability.

41 k. "Pharmaceutical equivalents" means those drug products that 42 contain the same amounts of the same therapeutically active 43 ingredients in the same dosage form and that meet established 44 standards.

45 "Interchangeable drug products" means pharmaceutical 1. equivalents or bioequivalents that are determined to be therapeutic 46 47 equivalents by the department.

1 m. "Present compendial standards" means the official standards 2 for drug excipients and drug products listed in the latest revision of 3 the United States Pharmacopoeia (USP) and the National Formulary 4 (NF). 5 n. "Dosage form" means the physical formulation or medium in 6 which the product is intended, manufactured and made available for 7 use, including, but not limited to: tablets, capsules, oral solutions, aerosols, inhalers, gels, lotions, creams, ointments, transdermals 8 9 and suppositories, and the particular form of the above which 10 utilizes a specific technology or mechanism to control, enhance, or direct the release, targeting, systemic absorption, or other delivery 11 12 of a dosage regimen in the body. 13 (cf: P.L.2010, c.87, s.1) 14 15 88. Section 2 of P.L.2003, c.57 (C.24:6H-2) is amended to read 16 as follows: 17 2. A product that contains ephedrine alkaloids that is not a drug as defined in R.S.24:1-1, shall not be sold or offered for sale in this 18 19 State after the effective date of this act unless its label indicates that 20 the sale of the product to minors under 18 years of age is prohibited 21 by State law, in accordance with regulations adopted by the 22 Commissioner of Health [and Senior Services]. 23 (cf: P.L.2003, c.57, s.2) 24 25 89. Section 3 of P.L.2003, c.57 (C.24:6H-3) is amended to read 26 as follows: 27 3. The Commissioner of Health [and Senior Services] shall adopt rules and regulations pursuant to the "Administrative 28 29 Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.) to carry out 30 the purposes of this act. 31 (cf: P.L.2003, c.57, s.3) 32 33 90. Section 3 of P.L.2009, c.307 (C.24:6I-3) is amended to read 34 as follows: 35 3. As used in this act: 36 "Bona fide physician-patient relationship" means a relationship 37 in which the physician has ongoing responsibility for the assessment, care, and treatment of a patient's debilitating medical 38 39 condition. 40 "Certification" means a statement signed by a physician with 41 whom a qualifying patient has a bona fide physician-patient 42 relationship, which attests to the physician's authorization for the 43 patient to apply for registration for the medical use of marijuana. 44 "Commissioner" means the Commissioner of Health [and Senior 45 Services . 46 "Debilitating medical condition" means:

96

(1) one of the following conditions, if resistant to conventional
 medical therapy: seizure disorder, including epilepsy; intractable
 skeletal muscular spasticity; or glaucoma;

4 (2) one of the following conditions, if severe or chronic pain,
5 severe nausea or vomiting, cachexia, or wasting syndrome results
6 from the condition or treatment thereof: positive status for human
7 immunodeficiency virus[,]; acquired immune deficiency
8 syndrome[,]; or cancer;

9 (3) amyotrophic lateral sclerosis, multiple sclerosis, terminal 10 cancer, muscular dystrophy, or inflammatory bowel disease, 11 including Crohn's disease;

(4) terminal illness, if the physician has determined a prognosisof less than 12 months of life; or

14 (5) any other medical condition or its treatment that is approved15 by the department by regulation.

16 "Department" means the Department of Health [and Senior17 Services].

"Marijuana" has the meaning given in section 2 of the "New
Jersey Controlled Dangerous Substances Act," P.L.1970, c.226
(C.24:21-2).

"Medical marijuana alternative treatment center" or "alternative treatment center" means an organization approved by the department to perform activities necessary to provide registered qualifying patients with usable marijuana and related paraphernalia in accordance with the provisions of this act. This term shall include the organization's officers, directors, board members, and employees.

28 "Medical use of marijuana" means the acquisition, possession,
29 transport, or use of marijuana or paraphernalia by a registered
30 qualifying patient as authorized by this act.

31 "Minor" means a person who is under 18 years of age and who
32 has not been married or previously declared by a court or an
33 administrative agency to be emancipated.

³⁴ "Paraphernalia" has the meaning given in N.J.S.2C:36-1.

35 "Physician" means a person licensed to practice medicine and surgery pursuant to Title 45 of the Revised Statutes with whom the 36 37 patient has a bona fide physician-patient relationship and who is the primary care physician, hospice physician, or physician responsible 38 39 for the ongoing treatment of a patient's debilitating medical 40 condition, provided, however, that [such] the ongoing treatment 41 shall not be limited to the provision of authorization for a patient to 42 use medical marijuana or consultation solely for that purpose.

43 "Primary caregiver" or "caregiver" means a resident of the State44 who:

45 a. is at least 18 years old;

b. has agreed to assist with a registered qualifying patient'smedical use of marijuana, is not currently serving as primary

1 caregiver for another qualifying patient, and is not the qualifying 2 patient's physician; 3 c. has never been convicted of possession or sale of a controlled dangerous substance, unless such conviction occurred 4 5 after the effective date of this act and was for a violation of federal law related to possession or sale of marijuana that is authorized 6 7 under this act; 8 d. has registered with the department pursuant to section 4 of 9 this act, and has satisfied the criminal history record background 10 check requirement of section 4 of this act; and 11 e. has been designated as primary caregiver on the qualifying 12 patient's application or renewal for a registry identification card or in other written notification to the department. 13 14 "Qualifying patient" or "patient" means a resident of the State 15 who has been provided with a certification by a physician pursuant 16 to a bona fide physician-patient relationship. 17 "Registry identification card" means a document issued by the 18 department that identifies a person as a registered qualifying patient 19 or primary caregiver. 20 "Usable marijuana" means the dried leaves and flowers of marijuana, and any mixture or preparation thereof, and does not 21 22 include the seeds, stems, stalks or roots of the plant. 23 (cf: P.L.2009, c.307, s.3) 24 25 91. Section 15 of P.L.2009, c.307 (C.24:6I-13) is amended to 26 read as follows: 27 15. a. The Department of Health [and Senior Services] is authorized to exchange fingerprint data with, and receive 28 29 information from, the Division of State Police in the Department of Law and Public Safety and the Federal Bureau of Investigation for 30 31 use in reviewing applications for individuals seeking to serve as 32 primary caregivers pursuant to section 4 of P.L.2009, c.307 33 (C.24:6I-4), and for permits to operate as, or to be a director, officer, or employee of, alternative treatment centers pursuant to 34 35 section 7 of P.L.2009, c.307 (C.24:6I-7). 36 The Division of State Police shall promptly notify the b. Department of Health [and Senior Services] in the event an 37 38 applicant seeking to serve as a primary caregiver or an applicant for 39 a permit to operate as, or to be a director, officer, or employee of, 40 an alternative treatment center, who was the subject of a criminal history record background check conducted pursuant to subsection 41 42 a. of this section, is convicted of a crime involving possession or 43 sale of a controlled dangerous substance. 44 (cf: P.L.2009, c.307, s.15) 45 46 92. Section 2 of P.L.1970, c.226 (C.24:21-2) is amended to read 47 as follows: 48 2. As used in this act:

"Administer" means the direct application of a controlled
dangerous substance, whether by injection, inhalation, ingestion, or
any other means, to the body of a patient or research subject by: (1)
a practitioner (or, in his presence, by his lawfully authorized agent),
or (2) the patient or research subject at the lawful direction and in
the presence of the practitioner.

7 "Agent" means an authorized person who acts on behalf of or at
8 the direction of a manufacturer, distributor, or dispenser but does
9 not include a common or contract carrier, public warehouseman, or
10 employee thereof.

11 "Commissioner" means the Commissioner of Health [and Senior12 Services].

"Controlled dangerous substance" means a drug, substance, or
immediate precursor in Schedules I through V of article 2 of
P.L.1970, c.226 (C.24:21-1 et seq.)[, as amended and
supplemented]. The term shall not include distilled spirits, wine,
malt beverages, as those terms are defined or used in R.S.33:1-1 et
seq., or tobacco and tobacco products.

19 "Counterfeit substance" means a controlled dangerous substance 20 which, or the container or labeling of which, without authorization, bears the trademark, trade name, or other identifying mark, imprint, 21 22 number or device, or any likeness thereof, of a manufacturer, 23 distributor, or dispenser other than the person or persons who in fact 24 manufactured, distributed, or dispensed such substance and which 25 thereby falsely purports or is represented to be the product of, or to 26 have been distributed by, such other manufacturer, distributor, or 27 dispenser.

"Deliver" or "delivery" means the actual, constructive, or
attempted transfer from one person to another of a controlled
dangerous substance, whether or not there is an agency relationship.

31 "Director" means the Director of the Division of Consumer32 Affairs in the Department of Law and Public Safety.

"Dispense" means to deliver a controlled dangerous substance to
an ultimate user or research subject by or pursuant to the lawful
order of a practitioner, including the prescribing, administering,
packaging, labeling, or compounding necessary to prepare the
substance for that delivery. "Dispenser" means a practitioner who
dispenses.

"Distribute" means to deliver other than by administering or
dispensing a controlled dangerous substance. "Distributor" means a
person who distributes.

42 "Division" means the Division of Consumer Affairs in the43 Department of Law and Public Safety.

44 "Drug Enforcement Administration" means the Drug
45 Enforcement Administration in the United States Department of
46 Justice.

47 "Drugs" means (a) substances recognized in the official United48 States Pharmacopoeia, official Homeopathic Pharmacopoeia of the

1 United States, or official National Formulary, or any supplement to 2 any of them; and (b) substances intended for use in the diagnosis, 3 cure, mitigation, treatment, or prevention of disease in man or other 4 animals; and (c) substances (other than food) intended to affect the 5 structure or any function of the body of man or other animals; and 6 (d) substances intended for use as a component of any article 7 specified in subsections (a), (b), and (c) of this section; but does not 8 include devices or their components, parts or accessories.

9 "Drug dependent person" means a person who is using a 10 controlled dangerous substance and who is in a state of psychic or physical dependence, or both, arising from the use of that controlled 11 12 dangerous substance on a continuous basis. Drug dependence is 13 characterized by behavioral and other responses, including but not 14 limited to a strong compulsion to take the substance on a recurring 15 basis in order to experience its psychic effects, or to avoid the 16 discomfort of its absence.

"Hashish" means the resin extracted from any part of the plant
Genus Cannabis L. and any compound, manufacture, salt,
derivative, mixture, or preparation of such resin.

20 "Marihuana" means all parts of the plant Genus Cannabis L., 21 whether growing or not; the seeds thereof; and every compound, 22 manufacture, salt, derivative, mixture, or preparation of [such] the 23 plant or its seeds, except those containing resin extracted from [such] the plant; but shall not include the mature stalks of [such] 24 25 the plant, fiber produced from [such] the stalks, oil or cake made 26 from the seeds of [such] the plant, any other compound, 27 manufacture, salt, derivative, mixture, or preparation of such mature 28 stalks, fiber, oil, or cake, or the sterilized seed of [such] the plant 29 which is incapable of germination.

30 "Manufacture" means the production, preparation, propagation, compounding, conversion, or processing of a controlled dangerous 31 32 substance, either directly or by extraction from substances of 33 natural origin, or independently by means of chemical synthesis, or 34 by a combination of extraction and chemical synthesis, and includes 35 any packaging or repackaging of the substance or labeling or 36 relabeling of its container, except that this term does not include the 37 preparation or compounding of a controlled dangerous substance by 38 an individual for his own use or the preparation, compounding, 39 packaging, or labeling of a controlled dangerous substance: (1) by a 40 practitioner as an incident to his administering or dispensing of a 41 controlled dangerous substance in the course of his professional 42 practice, or (2) by a practitioner (or under his supervision) for the 43 purpose of, or as an incident to, research, teaching, or chemical 44 analysis and not for sale.

45 "Narcotic drug" means any of the following, whether produced46 directly or indirectly by extraction from substances of vegetable

origin, or independently by means of chemical synthesis, or by a
 combination of extraction and chemical synthesis:

3 (a) Opium, coca leaves, and opiates;

4 (b) A compound, manufacture, salt, derivative, or preparation of 5 opium, coca leaves, or opiates;

6 (c) A substance (and any compound, manufacture, salt, 7 derivative, or preparation thereof) which is chemically identical 8 with any of the substances referred to in subsections (a) and (b), 9 except that the words "narcotic drug" as used in this act shall not 10 include decocainized coca leaves or extracts of coca leaves, which 11 extracts do not contain cocaine or ecgonine.

"Official written order" means an order written on a form 12 provided for that purpose by the Attorney General of the United 13 States or his delegate, under any laws of the United States making 14 15 provisions therefor, if such order forms are authorized and required 16 by the federal law, and if no such form is provided, then on an 17 official form provided for that purpose by the division. If 18 authorized by the Attorney General of the United States or the 19 division, the term shall also include an order transmitted by 20 electronic means.

21 "Opiate" means any dangerous substance having an addiction-22 forming or addiction-sustaining liability similar to morphine or 23 being capable of conversion into a drug having such addiction-24 forming or addiction-sustaining liability. It does not include, unless 25 specifically designated as controlled under section 3 of this act, the 26 dextrorotatory isomer of 3-methoxy-n-methylmorphinan and its 27 salts (dextromethorphan). It does include its racemic and 28 levorotatory forms.

29 "Opium poppy" means the plant of the species Papaver30 somniferum L., except the seeds thereof.

31 "Person" means any corporation, association, partnership, trust,
32 other institution or entity, or one or more individuals.

33 "Pharmacist" means a registered pharmacist of this State.

34 "Pharmacy owner" means the owner of a store or other place of 35 business where controlled dangerous substances are compounded or 36 dispensed by a registered pharmacist; but nothing in this chapter 37 contained shall be construed as conferring on a person who is not 38 registered or licensed as a pharmacist any authority, right, or 39 privilege that is not granted to him by the pharmacy laws of this 40 State.

41 "Poppy straw" means all parts, except the seeds, of the opium42 poppy, after mowing.

"Practitioner" means a physician, dentist, veterinarian, scientific
investigator, laboratory, pharmacy, hospital, or other person
licensed, registered, or otherwise permitted to distribute, dispense,
conduct research with respect to, or administer a controlled
dangerous substance in the course of professional practice or
research in this State.

(a) "Physician" means a physician authorized by law to practice
 medicine in this or any other state and any other person authorized
 by law to treat sick and injured human beings in this or any other
 state.

5 (b) "Veterinarian" means a veterinarian authorized by law to 6 practice veterinary medicine in this State.

7 (c) "Dentist" means a dentist authorized by law to practice8 dentistry in this State.

9 (d) "Hospital" means any federal institution, or any institution 10 for the care and treatment of the sick and injured, operated or 11 approved by the appropriate State department as proper to be 12 entrusted with the custody and professional use of controlled 13 dangerous substances.

(e) "Laboratory" means a laboratory to be entrusted with the
custody of narcotic drugs and the use of controlled dangerous
substances for scientific, experimental, and medical purposes and
for purposes of instruction approved by the Department of Health
[and Senior Services].

19 "Production" includes the manufacture, planting, cultivation,20 growing, or harvesting of a controlled dangerous substance.

21 "Immediate precursor" means a substance which the division has 22 found to be and by regulation designates as being the principal 23 compound commonly used or produced primarily for use, and 24 which is an immediate chemical intermediary used or likely to be 25 used in the manufacture of a controlled dangerous substance, the 26 control of which is necessary to prevent, curtail, or limit such 27 manufacture.

28 "State" means the State of New Jersey.

"Ultimate user" means a person who lawfully possesses a
controlled dangerous substance for his own use or for the use of a
member of his household or for administration to an animal owned
by him or by a member of his household.

33 (cf: P.L. 2007, c.244, s.1)

34

93. (New section) a. The Department of Health, established
pursuant to P.L.1947, c.177 (C.26:1A-1 et seq.), and continued and
constituted and redesignated as the Department of Health and
Senior Services pursuant to Reorganization Plan No. 001-1996, is
continued and constituted and redesignated as the Department of
Health. The Commissioner of Health and Senior Services shall be
redenominated as the Commissioner of Health.

b. Whenever the terms "Department of Health and Senior
Services" and "Commissioner of Health and Senior Services" occur
or any references are made thereto in any law, rule, regulation,
order, contract, document, judicial or administrative proceeding, or
otherwise, the same shall be deemed to mean or refer to the
"Department of Health" and the "Commissioner of Health,"
respectively.

c. The Commissioner of Health shall have the power, not inconsistent with section 13 of P.L.1947, c.177 (C.26:1A-13) or the provisions of P.L., c. (C.) (pending before the Legislature as this bill), to organize the work of the Department of Health in such organizational units as the commissioner may determine to be necessary for its efficient and effective operation.

7

8 94. Section 11 of P.L.1999, c.154 (C.26:1A-15.1) is amended to
9 read as follows:

10 11. The Commissioner of Health [and Senior Services], in consultation with the Commissioner of Banking and Insurance, 11 shall establish an advisory board to make recommendations to the 12 13 commissioners on health information electronic data interchange 14 technology policy, including a Statewide policy on electronic health 15 records, and measures to protect the confidentiality of medical The members of the board shall include, at a 16 information. 17 minimum, representation from health insurance carriers, health care 18 professionals and facilities, higher education, business and 19 organized labor, health care consumers, and the commissioner of 20 each department in the State that uses individuals' medical records 21 or processes claims for health care services. The members of the 22 board shall serve without compensation but shall be entitled to 23 reimbursement for reasonable expenses incurred in the performance 24 of their duties.

25 (cf: P.L.2005, c.352, s.18)

26

27 95. Section 12 of P.L.1999, c.154 (C.26:1A-15.2) is amended to
28 read as follows:

29 12. The Commissioner of Health [and Senior Services], in 30 conjunction with the Commissioner of Banking and Insurance, shall 31 present an annual report to the Governor and the Legislature on the 32 development and use of health information electronic data 33 interchange technology in New Jersey. The report shall be prepared 34 in consultation with the advisory board established pursuant to 35 section 11 of P.L.1999, c.154 (C.26:1A-15.1). The report shall 36 include any recommendations, including proposals for regulatory 37 and legislative changes, to promote the development and use of 38 health information electronic data interchange technology in this 39 State.

40 (cf: P.L.1999, c.154, s.12)

41

42 96. Section 2 of P.L.1993, c.309 (C.26:1A-36.7) is amended to 43 read as follows:

2. The Department of Health [and Senior Services], in
conjunction with the Departments of Education and Human
Services, shall establish a Statewide system of early intervention
services for eligible infants and toddlers from birth to age two,
inclusive, with physical, cognitive, communication, social, or

emotional, and adaptive developmental delays or disabilities in
 accordance with Part H of the "Individuals with Disabilities
 Education Act," Pub.L.91-230 (20 U.S.C. s.1471 et seq.).

4 (cf: P.L.2007, c.172, s.1)

5

6 97. Section 2 of P.L.2007, c.172 (C.26:1A-36.7a) is amended to 7 read as follows:

8 2. The Early Intervention Program in the Department of Health 9 [and Senior Services], established pursuant to section 2 of 10 P.L.1993, c.309 (C.26:1A-36.7), shall conduct activities to address 11 the specific needs of children with autism spectrum disorders and 12 their families. These activities shall include, but not be limited to, 13 the following:

14 a. developing, in consultation with autism experts and 15 advocates, including, but not limited to, the Governor's Council for Medical Research and Treatment of Autism, Autism Speaks, The 16 17 New Jersey Center for Outreach and Services for the Autism 18 Community, The Autism Center of New Jersey Medical School at 19 the University of Medicine and Dentistry of New Jersey, the 20 Statewide Parent Advocacy Network, Inc., and the New Jersey 21 chapter of the American Academy of Pediatrics, guidelines for 22 health care professionals to use in evaluating infants and toddlers 23 living in the State for autism and to ensure the timely referral by 24 health care professionals of infants and toddlers who are identified 25 as having autism or suspected of being on the autism spectrum to 26 the Early Intervention Program in order to provide appropriate 27 services to those infants and toddlers as early as possible;

b. referring affected children who are identified as having
autism or suspected of being on the autism spectrum and their
families to schools and agencies, including community, consumer,
and parent-based agencies, and organizations and other programs
mandated by Part C of the "Individuals with Disabilities Education
Act" (20 U.S.C. s.1431 et seq.), which offer programs specifically
designed to meet the unique needs of children with autism;

c. collecting data on Statewide autism screening, diagnosis,
and intervention programs and systems that can be used for applied
research, program evaluation, and policy development; and

d. disseminating information on the medical care of individuals
with autism to health care professionals and the general public.

- 40 (cf: P.L.2007, c.172, s.2)
- 41

42 98. Section 2 of P.L.1999, c.265 (C.26:1A-37.6) is amended to 43 read as follows:

2. There is established in the Department of Health [and Senior
Services] a New Jersey Council on Physical Fitness and Sports
which shall serve the citizens of the State by developing safe,
healthful, and enjoyable physical fitness and sports programs. The
council shall provide instruments of motivation and education, and

1 shall promote public awareness to ensure that all citizens of the

2 State have the opportunity to pursue a more healthful lifestyle.

3 (cf: P.L.1999, c.265, s.2)

4

5 99. Section 3 of P.L.1999, c.265 (C.26:1A-37.7) is amended to 6 read as follows:

7 3. a. The council shall consist of 16 members, including: the Commissioner of Health [and Senior Services], or [his] the 8 commissioner's designee, who shall serve as an ex officio member; 9 and 15 public members to be appointed by the Governor as follows: 10 one member each from the New Jersey Association of Health, 11 Physical Education, Recreation and Dance; the New Jersey 12 Recreation and Parks Association; the Medical Society of New 13 14 Jersey; the New Jersey State Interscholastic Athletic Association; 15 and such other persons or professionals as are interested in the physical fitness of the citizens of the State. The council shall meet 16 17 and organize immediately after appointment of the members and 18 shall elect from its membership a chairperson and vice chairperson.

19 b. Each public member of the council shall serve for a term of three years, expiring on January 1 in the appropriate year; except 20 21 that of the members first appointed, four shall be appointed for a 22 term of one year, five shall be appointed for a term of two years and 23 six shall be appointed for a term of three years, as determined by 24 the Governor. Each member shall hold office for the term of 25 appointment and until a successor is appointed and qualified. A 26 public member of the council shall be eligible for reappointment. 27 Members appointed to fill a vacancy occurring for any reason other 28 than the expiration of the term shall serve for the unexpired term 29 only.

30 c. Public members shall serve without compensation, but shall
31 be reimbursed for necessary expenses incurred in the performance
32 of their duties.

d. The council shall adopt rules for the transaction of its
business and shall keep a record of its business, including a record
of its resolutions, transactions, findings and determinations. A
majority of the members of the council shall constitute a quorum,
but a lesser number may hold a hearing.

e. The council shall meet at least once in each quarter of the
fiscal year, and as often thereafter as shall be deemed necessary by
the chairperson.

f. By a two-thirds vote of the council, a member may be
dismissed from membership for such reasons as the council may
establish, which reasons shall include lack of interest in council
duties or repeated absences from council meetings.

g. The council shall be administrated by the Department of
Health [and Senior Services]. The department shall employ
necessary staff to carry out the duties and functions of the council

1 as otherwise provided in this act or as otherwise provided by law. 2 (cf: P.L.1999, c.265, s.3) 3 4 100. Section 41 of P.L.1947, c.177 (C.26:1A-41) is amended to 5 read as follows: 41. The commissioner shall, in the name of the department, 6 7 issue the following licenses: 8 Health officer's license; a. 9 (Deleted by amendment, P.L.1997, c.416). b. 10 (Deleted by amendment, P.L.1997, c.416). c. d. (Deleted by amendment, P.L.1997, c.416). 11 12 (Deleted by amendment, P.L.1997, c.416). e. 13 f. (Deleted by amendment, P.L.1997, c.416). 14 (Deleted by amendment, P.L.1997, c.416). g. (Deleted by amendment, P.L.1997, c.416). 15 h. i. (Deleted by amendment, P.L.1997, c.416). 16 17 j. (Deleted by amendment, P.L.1997, c.416). 18 k. Registered environmental health specialist's license. 19 However, any health officer's license, sanitary inspector's 20 license, and plumbing inspector's license issued before the effective 21 date of P.L.1947, c.177 (C.26:1A-1 et seq.) by the [State] 22 Department of Health [and Senior Services] shall, unless 23 suspended or revoked in accordance with the provisions of sections 24 43 and 44 of that act, remain in effect during the employment as 25 such of the holder thereof. Upon enactment of P.L.1997, c.416 26 (C.26:1A-42.1 et al.) any existing Sanitary Inspector, First Grade 27 license shall become a Registered Environmental Health Specialist license without any further action required of the licensee. 28 29 Any license eliminated by P.L.1997, c.416 (C.26:1A-42.1 et al.) 30 shall, unless suspended or revoked in accordance with the 31 provisions of sections 43 and 44 of P.L.1947, c.177 (C.26:1A-43 32 and C.26:1A-44), remain in effect until the holder thereof does not renew the license within two years from the date of its expiration, 33 34 or the commissioner does not renew the license in accordance with 35 section 42 of that act, whichever comes first. (cf: P.L.1997, c.416, s.6) 36 37 38 101. Section 43 of P.L.1947, c.177 (C.26:1A-43) is amended to 39 read as follows: 40 43. Any license issued in accordance with the provisions of this 41 article, and any health officer's license or sanitary inspector's 42 license heretofore issued by the [State] Department of Health [and 43 Senior Services], may be suspended or revoked, after notice and 44 hearing conducted by an administrative law judge pursuant to the 45 "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et 46 seq.), for any of the following causes: 47 a. Violation of any of the provisions of this act or of any law 48 relating to public health;

1 b. Violation of any provision of the State Sanitary Code; 2 c. Violation of any applicable local health regulation or 3 ordinance; 4 d. Any act or happening occurring after the making of 5 application for such license which, if the same had occurred prior 6 to said time, would have prevented the issuance of such license; or 7 A conviction in a court of competent jurisdiction, either e. 8 within or outside this State, of a crime involving moral turpitude, 9 except that if the conviction is reversed and the holder of the license 10 is discharged or acquitted, or if the holder is pardoned or the civil 11 rights of the holder are restored, the holder may obtain a license. 12 Notwithstanding any provision of section 10 of P.L.1968, c.410 13 (C.52:14B-10) to the contrary, the commissioner, before adopting, 14 rejecting or modifying the recommended report and decision of an 15 administrative law judge, shall consult with the Public Health 16 Council. 17 The suspension or revocation of a license shall be effected by a 18 notice in writing of the suspension or revocation, designating the 19 effective date thereof, and in the case of a suspension, the term of 20 the suspension, which notice may be served upon the licensee 21 personally or by mailing the same by registered mail addressed to 22 the licensee at the licensee's home address. 23 The commissioner shall file a copy of the notice of suspension or 24 revocation of license with the local board of health. 25 (cf: P.L.1997, c.416, s.8) 26 27 102. Section 1 of P.L.1957, c.72 (C.26:1A-107) is amended to 28 read as follows: 29 1. <u>a.</u> There is hereby established in the Department of [State] Human Services, a [division] Division [on aging] of Aging 30 Services, consisting of a director and the New Jersey State 31 32 Commission on Aging in accordance with the provisions of section 33 <u>397 of P.L.</u>, c. (C.) (pending before the Legislature as this 34 bill). 35 (cf: P.L.1966, c.61, s.2) 36 37 103. Section 6 of P.L.1957, c.72 (C.26:1A-112) is amended to 38 read as follows: 39 6. The [Secretary of State] <u>Commissioner of Human Services</u> 40 may appoint such professional, technical, and clerical assistants and 41 employees as may be necessary to enable the division and the 42 commission to perform the duties imposed upon it by this act and 43 their compensation shall be fixed within the limits of available 44 appropriations and as shall be provided by law. The said assistants and employees, together with the director of the division, 45 shall be deemed to be the staff of the division and the commission. 46 47 The advisory commission shall meet at regular intervals and at least 48 4 times annually. The times and places for the said meetings shall

1 be fixed by the commission and special meetings may be called by 2 the director on not less than 10 days' written notice to each member, 3 and any such notice shall specify the object of the meeting. 4 (cf: P.L.1959, c.143, s.3) 5 6 104. Section 9 of P.L.1966, c.61 (C.26:1A-113.1) is amended to 7 read as follows: 9. The commission shall: 8 9 (1) Furnish consultation and advice to the Division [on] of Aging Services on programs designed to carry out the division's 10 11 mandate. (2) Provide leadership in the field of aging. 12 13 (3) Make recommendations to the Governor and Legislature 14 regarding new legislation needed in areas related to aging. 15 (4) Maintain liaison with other commissions and groups whose activities relate to the broad field of aging. 16 17 (cf: P.L.1966, c.61, s.9) 18 19 105. Section 10 of P.L.1966, c.61 (C.26:1A-115.1) is amended 20 to read as follows: 21 10. The [Secretary of State] Commissioner of Human Services, 22 subject to the approval of the Governor, is authorized, on behalf of 23 the State of New Jersey, to enter into agreements with the Federal 24 Government or any agency thereof, under which the Division [on] of Aging Services (1) will provide or otherwise secure the adoption 25 26 of [such] programs consonant with the objectives of this act and (2) will receive reimbursement from the United States for any such 27 costs incurred, expenses paid, or allowances and benefits paid in 28 29 connection with said programs in accordance with said agreement 30 and the laws of this State or of the United States. 31 (cf: P.L.1966, c.61, s.10) 32 33 106. Section 2 of P.L.2001, c.376 (C.26:1A-124) is amended to 34 read as follows: 35 2. There is established the Office on Women's Health in the Department of Health [and Senior Services]. 36 37 The office shall: 38 a. Provide grants to community-based organizations to conduct 39 special research, demonstration, and evaluation projects on women's 40 health concerns; 41 b. Develop and implement model public and private 42 partnerships throughout the State for health awareness campaigns 43 and to improve the access, acceptability, and use of public health 44 services: 45 Serve as an information and resource center for women's c. 46 health information and data:

1 d. Function as an advocate for the adoption and implementation 2 of effective measures to improve women's health; Convene such task forces of experienced, knowledgeable 3 e. 4 persons on specific women's health issues as the director deems 5 appropriate; and 6 Review the programs of the Departments of Health [and f. 7 Senior Services], Human Services, [Community Affairs] Children 8 and Families, and Education and any other department of State 9 government, as appropriate, that concern women's health and make 10 recommendations to the departments that will enable them to better 11 coordinate and improve the effectiveness of their efforts. 12 (cf: P.L.2001, c.376, s.2) 13 14 107. Section 3 of P.L.2001, c.376 (C.26:1A-125) is amended to 15 read as follows: 16 3. The Commissioner of Health [and Senior Services] shall 17 appoint a director for the office who shall serve at the pleasure of 18 the commissioner during the commissioner's term of office and until 19 the appointment and qualification of the director's successor. The 20 director shall devote his entire time to the duties of the position and 21 shall receive a salary as provided by law. 22 (cf: P.L.2001, c.376, s.3) 23 24 108. Section 5 of P.L.2001, c.376 (C.26:1A-127) is amended to 25 read as follows: 26 5. There is established a Women's Health Advisory 27 Commission. The commission shall consist of nine members, including the 28 29 Commissioner of Health [and Senior Services] or his designee, 30 who shall serve ex officio, and eight public members who are 31 residents of the State and who shall be appointed as follows: one member who is a health care professional shall be appointed by the 32 33 President of the Senate; one member who is a health care 34 professional shall be appointed by the Speaker of the General 35 Assembly; and six members, at least two of whom are health care professionals, at least one of whom represents health care facilities, 36 37 at least one of whom represents the health insurance industry, and at 38 least one of whom is a woman with a disability, shall be appointed 39 by the Governor with the advice and consent of the Senate. No less 40 than five of the public members shall be women. 41 The term of office of each public member shall be three years, 42 but of the members first appointed, two shall be appointed for a 43 term of one year, three shall be appointed for a term of two years 44 and three shall be appointed for a term of three years. A member 45 shall hold office for the term of his appointment and until his 46 successor has been appointed and qualified. All vacancies shall be 47 filled for the balance of the unexpired term in the same manner as

1 the original appointment. A member of the commission is eligible 2 for reappointment. 3 The public members of the commission shall not receive any compensation for their services, but shall be reimbursed for the 4 5 actual and necessary expenses incurred in the performance of their duties as members of the commission, within the limits of funds 6 7 available to the commission. 8 The members of the commission shall annually elect a chairman 9 and a vice-chairman from among the public members and may 10 select a secretary, who need not be a member of the commission. The Office on Women's Health in the Department of Health [and 11 12 Senior Services] shall provide staff and assistance which the 13 commission requires to carry out its work. 14 (cf: P.L.2001, c.376, s.5) 15 16 109. Section 9 of P.L.2001, c.376, (C.26:1A-131) is amended to 17 read as follows: 9. The Commissioner of Health [and Senior Services] shall 18 adopt rules and regulations pursuant to the "Administrative 19 Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.) to carry out 20 the purposes of this act. 21 22 (cf: P.L.2001, c.376, s.9) 23 24 110. Section 5 of P.L.2007, c.330 (C.26:1A-136) is amended to read as follows: 25 26 5. a. There is established the New Jersey Health Information 27 Technology Commission. For the purpose of complying with the provisions of Article V, Section IV, paragraph 1 of the New Jersey 28 29 Constitution, the commission is established within the Department 30 of Health [and Senior Services], but, notwithstanding the 31 establishment, the commission shall be independent of any 32 supervision or control by the department or any board or officer 33 thereof. 34 The commission shall collaborate with the Office for e-HIT b 35 established pursuant to section 8 of this act (C.17:1D-1), concerning 36 all activities related to the development, implementation, and 37 oversight of the plan. 38 The commission shall be responsible for approving the Statewide health information technology plan. 39 40 In providing advice on the development of the plan, the c. 41 commission shall, at a minimum, consider the following: 42 (1) the importance of the education of the general public and 43 health care professionals about the value of an electronic health 44 infrastructure for improving the delivery of patient care; (2) the means for the creation of an effective, efficient, 45 Statewide use of electronic health information in patient care, health 46 47 care policymaking, clinical research, health care financing, and 48 continuous quality improvements;

(3) the means for the promotion of the use of national standards
 for the development of an interoperative system, including
 provisions relating to security, privacy, data content, structures and
 format, vocabulary, and transmission protocols;

5 (4) the nature of proper strategic investments in equipment and 6 other infrastructure elements that will facilitate the ongoing 7 development of a Statewide infrastructure;

8 (5) funding needs for the ongoing development of health9 information technology projects;

10 (6) actions needed to incorporate existing health care
11 information technology initiatives into the plan in order to avoid
12 incompatible systems and duplicative efforts;

13 (7) the proper means for the review and integration of the
14 recommendations, findings, and conclusions of the New Jersey
15 Health Information Security and Privacy Collaboration;

(8) the importance of recommending steps for the proper
resolution of issues related to data ownership, governance, and
confidentiality and security of patient information;

(9) the importance of promoting the deployment of healthinformation technology in primary care provider settings; and

(10) the roles that the development and use of open-source
electronic medical record software and the use of application
service provider software can play in effectuating the purposes of
paragraph (9) of this subsection.

d. The commission shall review the plan submitted by the
Office for e-HIT and notify it of any changes needed to approve the
plan.

28 (cf: P.L.2007, c.330, s.5)

29

30 111. Section 6 of P.L.2007, c.330 (C.26:1A-137) is amended to
 31 read as follows:

32 6. a. The New Jersey Health Information Technology33 Commission shall be comprised of 19 members as follows:

34 (1) the Commissioners of Health [and Senior Services],
35 Banking and Insurance, Children and Families, and Human
36 Services, and the State Treasurer, or their designees, who shall
37 serve ex officio; and

38 (2) 14 public members, who shall be appointed by the Governor 39 no later than the 60th day after the effective date of this act, as 40 follows: three physicians engaged in private practice in this State, 41 one of whom is a pediatrician and one a psychiatrist; two persons 42 who represent acute care hospitals in this State, one of whom 43 represents a teaching hospital and the other a non-teaching hospital; 44 a registered professional nurse practicing in this State; a pharmacist 45 practicing in this State; a person who represents a clinical 46 laboratory operating in this State; an attorney practicing in this 47 State with demonstrated expertise in health privacy issues; a person who represents a health insurance carrier operating in this State; a 48

1 person who represents a Quality Improvement Organization located 2 in New Jersey that contracts with the federal Centers for Medicare 3 [and] & Medicaid Services to improve the efficiency and 4 effectiveness, economy, and quality of services provided to 5 Medicare beneficiaries; and three members of the public with a 6 demonstrated professional expertise in issues relating to the work of the commission, including one member with expertise in electronic 7 8 health information technology.

9 (3) The Governor shall designate a public member as chair of 10 the commission.

b. The public members shall serve for a term of three years;
except that, of the public members first appointed, five shall serve
for a term of three years, five for a term of two years, and four for a
term of one year. Vacancies in the membership of the commission
shall be filled in the same manner as the original appointments were
made.

c. The commission shall organize as soon as may be
practicable, but no later than the 45th day after the appointment of
its members. The public members shall serve without
compensation, but may be reimbursed for necessary expenses
incurred in the performance of their duties.

22 d. A majority of the total authorized membership of the 23 commission shall constitute a quorum at any meeting thereof. 24 Action may be taken and motions and resolutions adopted by the 25 commission at any meeting of the commission by the affirmative 26 vote of a majority of the quorum of the members who are present. 27 A vacancy in the membership of the commission shall not impair 28 the right of a quorum of the members to exercise all the powers and 29 perform all the duties of the commission.

e. The commission shall meet 2and confer with the Office for
e-HIT at least quarterly and may meet at other times at the call of
the commission chair. The meetings of the commission shall
comply with the provisions of the "Senator Byron M. Baer Open
Public Meetings Act," P.L. 1975, c.231 (C.10:4-6 et seq.).

f. In addition to any other powers authorized by law, the
commission shall have the authority, in accordance with State law,
to:

38 (1) make and enter into contracts to purchase services and39 supplies;

40 (2) develop and submit a proposed budget, not to exceed \$141 million annually;

42 (3) apply for, receive, and expend grants from governmental or43 private nonprofit sources;

(4) recommend to the Department of Banking and Insurance the
necessary charges and assessments to be levied to collect payments
from persons and entities for the provision of services or as the
Office for e-HIT otherwise determines necessary to effectuate the
purposes of this act;

1 (5) receive and expend appropriations; 2 (6) provide such other services and perform such other functions 3 as the commission deems necessary to fulfill its responsibilities 4 under this act; and 5 (7) appoint, retain, or employ consultants on a contract basis or 6 otherwise, who are deemed necessary, and as may be within the 7 limits of funds appropriated or otherwise made available to it for its 8 purposes. 9 g. In collaboration with the Office for e-HIT, the commission 10 shall, no later than 18 months after its initial meeting and annually thereafter, submit a joint report to the Governor, and to the 11 12 Legislature pursuant to section 2 of P.L.1991, c.164 (C.52:14-19.1), concerning its activities and the status of, and actions taken 13 regarding development, implementation, and oversight of the 14 15 Statewide health information technology plan. The commission 16 shall include in that report any findings and recommendations that it 17 desires to make, along with any legislative bills that it desires to 18 recommend for adoption by the Legislature. 19 The commission shall develop and submit a proposed budget h. 20 to the Commissioner of Health [and Senior Services] to effectuate 21 its duties as set forth in this act. 22 The budget shall be subject to approval by the Commissioner of 23 Health and Senior Services]. 24 The commission shall appoint a full-time executive director, i. 25 who shall serve as secretary to the commission. The executive 26 director shall serve at the pleasure of the commission and shall be 27 qualified by training and experience to perform the duties of the position. The executive director shall be in the unclassified service 28 29 of the Civil Service and may hire properly qualified employees, 30 within the limits of funds appropriated or otherwise made available 31 to the commission, who shall also be employed in the unclassified 32 service of the Civil Service; except that employees performing stenographic or clerical duties shall be in the career service and 33 34 appointed pursuant to Title 11A of the New Jersey Statutes. 35 (cf: P.L.2007, c.330, s.6) 36 37 112. Section 2 of P.L.2001, c.373 (C.26:2-103.2) is amended to 38 read as follows: 39 2. As used in this act: 40 "Commissioner" means the Commissioner of Health [and Senior 41 Services. 42 "Department" means the Department of Health [and Senior 43 Services]. 44 "Electrophysiologic screening measures" means the electrical 45 result of the application of physiologic agents and includes, but is 46 not limited to, the procedures currently known as Auditory 47 Brainstem Response testing (ABR) and Otoacoustic Emissions

1 testing (OAE) and any other procedure adopted by regulation by the 2 commissioner. 3 "Hearing loss" means a hearing loss of 30dB or greater in the frequency region important for speech recognition 4 and comprehension in one or both ears, which is approximately 500 5 through 4000 Hz., except that the commissioner may adopt a 6 7 standard which establishes a less severe hearing loss, as 8 appropriate. 9 "Newborn" means a child up to 28 days old. 10 "Parent" means a biological parent, stepparent, adoptive parent, 11 legal guardian, or other legal custodian of a child. 12 (cf: P.L.2001, c.373, s.2) 13 113. Section 2 of P.L.1977, c.266 (C.26:2-105) is amended to 14 15 read as follows: 16 2. The Department of Health and Senior Services shall 17 establish and maintain an up-to-date registry which shall include a 18 record of cases of cancer and specified cases of tumorous or 19 precancerous disease that occur in New Jersey, and such 20 information concerning these cases as it shall deem necessary and appropriate in order to conduct thorough and complete 21 22 epidemiologic surveys of cancer and cancer-related diseases in this 23 State and to apply appropriate preventive and control measures. 24 (cf: P.L.2001, c.99, s.1) 25 26 114. Section 3 of P.L.1977, c.266 (C.26:2-106) is amended to 27 read as follows: 28 3. a. The Commissioner of Health [and Senior Services], in 29 consultation with the Public Health Council, shall require the 30 reporting of cases of cancer and other specified tumorous and 31 precancerous diseases, and the submission of such specified 32 additional information on reported cases or control populations as 33 he deems necessary and appropriate for the recognition, prevention, 34 cure, or control of such diseases. 35 b. Pursuant to subsection a. of this section, the Commissioner of Health [and Senior Services] is hereby authorized to adopt and 36 37 promulgate, in the manner prescribed by the applicable provisions 38 of the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-39 1 et seq.) rules and regulations specifying the health care providers, 40 individuals, and other organizations obliged to make the report and 41 submissions required by subsection a. of this section, the related 42 information to be included in such reports, and the methods for such 43 reporting. 44 c. All abstracting work performed by a health care facility in 45 accordance with this section shall be performed by a certified tumor 46 registrar.

d. (1) The Department of Health [and Senior Services] shall
contract out its registry services to health care facilities which lack

adequate internal capabilities to report cases on a timely basis, as
 provided in the regulations adopted pursuant to this section. Such
 health care facilities shall reimburse the department for services
 rendered.

(2) If a health care facility fails to correct deficiencies in its
reporting that are discovered on audit by the Department of Health
[and Senior Services] within 30 days, the department will conduct
the appropriate registrar activities and charge the facility for all
costs related to its services.

e. Health insurers and other third party health care payers
providing health benefits plans to residents of the State shall report
to the Department of Health [and Senior Services] cases of cancer
of State residents based upon selection criteria and in a format
specified by the department.

f. (1) A health care facility, health care provider, or health
insurer that fails to comply with the provisions of this section shall
be liable to a penalty of up to \$500 per unreported cancer case.

(2) A health care facility that fails to report cases of cancer
electronically, as required by regulation, shall be liable to a penalty
not to exceed \$1,000 per business day.

(3) A penalty sued for under the provisions of this subsection
shall be recovered by and in the name of the Department of Health
[and Senior Services] and shall be dedicated to the cancer registry.

24 g. All information reported to the Department of Health [and 25 Senior Services for inclusion in the cancer registry pursuant to this 26 section shall be verified for accuracy by the department within six 27 months of receiving the information and shall be incorporated in the 28 Aggregate or summary information, to include gender registry. 29 distribution, age groupings of cases, and cancer types, shall be 30 made available to the public no later than six months after 31 verification by the department. The department shall not make 32 public any information reported to the department which discloses the identity of any person to whom the information relates. 33

34 (cf: P.L.2001, c.99, s.2)

35

36 115. Section 4 of P.L.1977, c.266 (C.26:2-107) is amended to
 37 read as follows:

38 4. The reports made pursuant to this act are to be used only by 39 the Department of Health [and Senior Services] and such other 40 agencies as may be designated by the Commissioner of Health [and 41 Senior Services and shall not otherwise be divulged or made 42 public so as to disclose the identity of any person to whom they 43 relate; and to that end, such reports shall not be included under 44 materials available to public inspection pursuant to P.L.1963, c.73 45 (C.47:1A-1 et seq.).

46 (cf: P.L.2001, c.99, s.3)

1 116. Section 5 of P.I.1977, c.266 (C.26:2-108) is amended to 2 read as follows: 3 5. No individual or organization providing information to the 4 Department of Health [and Senior Services] in accordance with 5 this act shall be deemed to be, or held liable for, divulging 6 confidential information. 7 (cf: P.L.2001, c.99, s.4) 8 9 117. Section 1 of P.L.2004, c.12 (C.26:2-111.1) is amended to 10 read as follows: 11 1. a. A health care provider shall give an infant's parent or 12 guardian the option of consenting to the performance of testing by 13 qualified laboratories for disorders in infants for which testing is 14 not required pursuant to P.L.1977, c.321 (C.26:2-110 et seq.), on a 15 form and in a manner prescribed by the Commissioner of Health [and Senior Services]. The health care provider shall not be 16 required to assume the cost of such testing. 17 18 As used in this section: 19 "Health care provider" means a health care professional licensed 20 pursuant to Title 45 of the Revised Statutes or a health care facility 21 licensed pursuant to Title 26 of the Revised Statutes that provides 22 health care services to newborn infants. 23 "Qualified laboratory" means a clinical laboratory not operated 24 by the Department of Health [and Senior Services], which is certified by the Secretary of Health and Human Services pursuant to 25 26 the federal "Clinical Laboratory Improvement Amendments of 27 1988," Pub.L.100-578 (42 U.S.C. s.263a) and reports its test results 28 by using normal pediatric reference ranges. 29 b. (1) The Commissioner of Health and Senior Services shall 30 prepare and make available electronically, on the Internet website 31 of the Department of Health [and Senior Services], information 32 that explains the availability of testing performed by qualified 33 laboratories for disorders in infants for which testing is not required 34 pursuant to P.L.1977, c.321 (C.26:2-110 et seq.). 35 (2) A health care provider shall give an infant's parent or 36 guardian a hard copy of the information prepared pursuant to 37 paragraph (1) of this subsection and provide the parent or guardian 38 with a reasonable opportunity to read the information when giving 39 the parent or guardian the option of consenting to the performance 40 of testing pursuant to subsection a. of this section. 41 (cf: P.L.2004, c.12, s.1) 42 43 118. Section 4 of P.L.2007, c.218 (C.26:2-111.2) is amended to 44 read as follows: 45 4. a. The Commissioner of Health [and Senior Services] shall 46 require each birthing facility in the State to administer to a newborn

1 in its care a test for human immunodeficiency virus (HIV) if the 2 HIV status of the mother of the newborn is unknown. 3 A newborn shall not be denied testing for HIV on the basis of the 4 newborn's economic status. 5 b. The commissioner shall establish a comprehensive program for the follow-up testing of newborns who test positive for HIV 6 7 pursuant to subsection a. of this section or whose mother is HIVpositive, which shall include, but not be limited to, procedures for 8 9 the administration of HIV testing, counseling of the newborn's 10 mother, tracking the newborn, disclosure of HIV test results to the 11 mother, facility compliance reviews, and educational activities 12 related to the HIV testing. c. The provisions of this section shall not apply to a newborn 13 14 whose parents object to the test as being in conflict with their 15 religious tenets and practices. The parents shall provide the health 16 care facility with a written statement of the objection, and the 17 statement shall be included in the newborn's medical record. As used in this section, "birthing facility" means an inpatient 18 d. 19 or ambulatory health care facility licensed by the Department of 20 Health [and Senior Services] that provides birthing and newborn 21 care services. 22 e. The Commissioner of Health [and Senior Services] shall 23 adopt rules and regulations, pursuant to the "Administrative 24 Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.), necessary to 25 carry out the purposes of this section. 26 (cf: P.L.2007, c.218, s.4) 27 119. Section 2 of P.L.2011, c.74 (C.26:2-111.4) is amended to 28 29 read as follows: 30 2. a. The Commissioner of Health and Senior Services shall 31 require each birthing facility licensed by the Department of Health 32 [and Senior Services] to perform a pulse oximetry screening, a minimum of 24 hours after birth, on every newborn in its care. 33 34 b. As used in this section, "birthing facility" means an inpatient 35 or ambulatory health care facility licensed by the Department of Health [and Senior Services] that provides birthing and newborn 36 37 care services. 38 c. The commissioner shall adopt rules and regulations, 39 pursuant to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.), necessary to carry out the purposes of this act. 40 41 (cf: P.L.2011, c.74, s.2) 42 120. Section 1 of P.L.2011, c.175 (C.26:2-111.5) is amended to 43 44 read as follows: 45 All infants born in this State shall be tested for the 1. a. 46 lysosomal storage disorders known as Krabbe, Pompe, Gaucher,

1 Fabry, and Niemann-Pick diseases within six months following the 2 occurrence of all of the following: 3 (1) the registration with the federal Food and Drug 4 Administration of the necessary reagents; 5 (2) the availability of the necessary reagents from the federal 6 Centers for Disease Control and Prevention; 7 (3) the availability of quality assurance testing methodology for 8 these processes; and 9 (4) the acquisition by the Department of Health [and Senior 10 Services of the equipment necessary to implement the expanded 11 screening tests. 12 b. The Department of Health [and Senior Services] may 13 charge a reasonable fee for the tests performed pursuant to this 14 section. The amount of the fee and the procedures for collecting the fee shall be determined by the Commissioner of Health and Senior 15 16 Services. 17 (cf: P.L.2011, c.175, s.1) 18 19 121. Section 4 of P.L.1987, c.370 (C.26:2-151) is amended to 20 read as follows: 4. There is established in the Executive Branch of the State 21 22 government, the Catastrophic Illness in Children Relief Fund 23 Commission. For the purposes of complying with the provisions of 24 Article V, section IV, paragraph 1 of the New Jersey Constitution, 25 the commission is allocated within the Department of Human 26 Services, but notwithstanding that allocation, the commission shall 27 be independent of any supervision or control by the department or 28 by any board or officer thereof. 29 The commission shall consist of the Commissioner of Health [and Senior Services], the Commissioner of Human Services, the 30 Commissioner of Children and Families, the Commissioner of 31 32 Banking and Insurance, and the State Treasurer, who shall be 33 members ex officio, and seven public members who are residents of 34 this State, appointed by the Governor with the advice and consent 35 of the Senate for terms of five years, two of whom are appointed 36 upon the recommendation of the President of the Senate, one of 37 whom is a provider of health care services to children in this State 38 and two of whom are appointed upon the recommendation of the 39 Speaker of the General Assembly, one of whom is a provider of 40 health care services to children in this State. The five public 41 members first appointed by the Governor shall serve for terms of 42 one, two, three, four and five years, respectively. 43 Each member shall hold office for the term of his appointment 44 and until his successor has been appointed and qualified. Α 45 member of the commission is eligible for reappointment. 46 Each ex officio member of the commission may designate an 47 officer or employee of [his] the ex officio member's department to

1 represent [him] the member at meetings of the commission, and 2 each designee may lawfully vote and otherwise act on behalf of the 3 member for whom he constitutes the designee. Any designation 4 shall be in writing delivered to the commission and filed with the 5 office of the Secretary of State and shall continue in effect until revoked or amended in the same manner as provided for 6 7 designation. 8 (cf: P.L.2007, c.342, s.1) 9 10 122. Section 2 of P.L.1991, c.401 (C.26:2-161) is amended to 11 read as follows: 2. a. There is established the New Jersey Office on Minority 12 and Multicultural Health in the Department of Health and Senior 13 14 Services]. 15 b. Whenever the term "New Jersey Office on Minority Health" 16 occurs or any reference is made thereto in any law, contract, or 17 document, the same shall be deemed to mean or refer to the "New 18 Jersey Office on Minority and Multicultural Health." 19 (cf: P.L.2001, c.205, s.3) 20 21 123. Section 3 of P.L.1991, c.401 (C.26:2-162) is amended to 22 read as follows: 23 3. The office shall: 24 Provide grants to community-based organizations to conduct a 25 special research, demonstration, and evaluation projects for targeted 26 at-risk racial and ethnic minority populations and to support 27 ongoing community-based programs that are designed to reduce or eliminate racial and ethnic health disparities in the State; 28 29 b. Develop and implement model public and private 30 partnerships in racial and ethnic minority communities for health 31 awareness campaigns and to improve the access, acceptability, and 32 use of public health services; 33 c. Serve as an information and resource center for racial and 34 ethnic minority specific health information and data and develop a 35 clearinghouse to collate and organize data on a county-by-county 36 basis and disseminate it upon request to interested parties; 37 d. Review, recommend, and develop culturally appropriate 38 health education materials; 39 e. Provide assistance to local school districts to develop 40 programs in elementary and secondary schools which stress good 41 nutrition and healthy lifestyles; Function as an advocate for the adoption and implementation 42 f. 43 of effective measures to improve the health of racial and ethnic 44 minority populations in this State, which measures should lead to 45 the elimination of disparities among the various racial and ethnic 46 populations of this State with respect to access to high-quality 47 health care, utilization of health care services, and health status;

1 g. Improve existing data systems to ensure that the health 2 information that is collected includes specific race and ethnicity 3 identifiers;

h. Review the programs of the Departments of Health [and
Senior Services], Human Services, Community Affairs, and
Education and any other department of State government, as
appropriate, that concern multicultural or minority health and make
recommendations to the departments that will enable them to better
coordinate and improve the effectiveness of their efforts;

i. Develop a Statewide plan for increasing the number of racial
and ethnic minority health care professionals which includes
recommendations for the financing mechanisms and recruitment
strategies necessary to carry out the plan;

j. Work collaboratively with colleges of medicine and dentistry in this State and other health care professional training programs to develop cultural and language competency courses that are designed to address the problem of racial and ethnicity disparities in health care access, utilization, treatment decisions, quality, and outcomes;

k. Develop recommendations for the most effective means of
providing outreach to racial and ethnic minority communities
throughout the State to ensure their maximum participation in
publicly funded health benefits programs;

24 Seek to establish a Statewide alliance with community-based 1. 25 agencies and organizations, health care facilities, health care 26 provider organizations, managed care organizations, and 27 pharmaceutical manufacturers to promote the objectives of the office; and 28

m. Evaluate multicultural or racial and ethnic minority health
programs in other states to assess their efficacy and potential for
replication in this State and make recommendations regarding the
adoption of such programs, as appropriate.

- 33 (cf: P.L.2001, c.205, s.4)
- 34

35 124. Section 4 of P.L.1991, c.401 (C.26:2-163) is amended to
 36 read as follows:

37 4. The office is authorized to:

a. Adopt rules and regulations pursuant to the "Administrative
Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.), concerning
the operation of the office and other matters that may be necessary
to carry out the purposes of this act;

42 b. Maintain offices at such places within the State as it may43 designate;

c. Employ a director and other personnel as may be necessary.
The director shall be appointed by the Commissioner of Health
[and Senior Services] and shall serve at the pleasure of the
commissioner during the commissioner's term of office and until the
appointment and qualification of the director's successor. The

1 director shall devote his entire time to the duties of the position and 2 shall receive a salary as provided by law; 3 d. Apply for and accept any grant of money from the federal government, private foundations or other sources, which may be 4 5 available for programs related to multicultural or minority health; 6 Serve as the designated State agency for receipt of federal e. 7 funds specifically designated for multicultural or racial and ethnic 8 minority health programs; and 9 Enter into contracts with individuals, organizations, and f. 10 institutions necessary for the performance of its duties under this 11 act. 12 (cf: P.L.2001, c.205, s.5) 13 125. Section 5 of P.L.1991, c.401 (C.26:2-164) is amended to 14 15 read as follows: 16 5. There is established a New Jersey Office on Minority and 17 Multicultural Health Advisory Commission. The commission shall consist of nine members, including the 18 19 Commissioner of Health [and Senior Services] or his designee, who shall serve ex officio, and eight public members who are 20 21 residents of the State and who shall be appointed as follows: one 22 member who is a health care professional shall be appointed by the 23 President of the Senate; one member who is a health care professional shall be appointed by the Speaker of the General 24 Assembly; and six members, at least two of whom are health care 25 26 professionals, at least one of whom represents health care facilities 27 and at least one of whom represents the health insurance industry, 28 shall be appointed by the Governor with the advice and consent of 29 the Senate. 30 The term of office of each public member shall be three years, 31 but of the members first appointed, two shall be appointed for a 32 term of one year, three shall be appointed for a term of two years 33 and three shall be appointed for a term of three years. A member 34 shall hold office for the term of his appointment and until his 35 successor has been appointed and qualified. All vacancies shall be filled for the balance of the unexpired term in the same manner as 36

the original appointment. A member of the commission is eligible
for reappointment.
The public members of the commission shall not receive any

40 compensation for their services, but shall be reimbursed for the 41 actual and necessary expenses incurred in the performance of their 42 duties as members of the commission, within the limits of funds 43 available to the commission.

44 The members of the commission shall annually elect a chairman
45 and a vice-chairman from among the public members and may
46 select a secretary, who need not be a member of the commission.

1 The New Jersey Office on Minority and Multicultural Health 2 shall provide such staff and assistance as the commission requires 3 to carry out its work. 4 (cf. P.L.2001, c.205, s.6) 5 6 126. Section 1 of P.L.2004, c.137 (C.26:2-167.1) is amended to 7 read as follows: 8 1. The Commissioner of Health [and Senior Services] shall establish the "Eliminating Health Disparities Initiative" in the 9 10 Office on Minority and Multicultural Health. The commissioner 11 shall require the office to develop and implement a comprehensive, coordinated plan to reduce health disparities between White and 12 13 racial and ethnic minority populations in the State in the following 14 priority areas: asthma; infant mortality; breast, cervical, prostate 15 and colorectal cancer screening; kidney disease; HIV/AIDS; 16 hepatitis C; sexually transmitted diseases; adult and child 17 immunizations; cardiovascular disease; diabetes; and accidental 18 injuries and violence. As used in this act, "office" means the New 19 Jersey Office on Minority and Multicultural Health. 20 (cf: P.L.2004, c.137, s.1) 21 22 127. Section 3 of P.L.2004, c.137 (C.26:2-167.33) is amended to 23 read as follows: 24 3. The Commissioner of Health [and Senior Services] shall 25 adopt rules and regulations, pursuant to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.), to effectuate 26 27 the purposes of this act. (cf: P.L.2004, c.137, s.3) 28 29 30 128. Section 2 of P.L.1993, c.229 (C.26:2-169) is amended to 31 read as follows: 32 2. The Department of [Health and Senior] Human Services 33 shall develop criteria which prevention, education, and treatment 34 programs for compulsive gamblers shall meet in order to become 35 eligible for a grant from the funds made available for such programs 36 pursuant to section 145 of P.L.1977, c.110 (C.5:12-145). The 37 department shall also develop a formula for the distribution of 38 available funds which will result in an equitable distribution among 39 the programs which meet the eligibility criteria and apply for 40 grants. 41 The department shall submit a report to the Senate Budget and 42 Appropriations Committee and the Assembly Appropriations 43 Committee, or their successors, describing the criteria developed 44 pursuant to this section and detailing the amount of grants 45 distributed and the names of the programs receiving grants. The 46 department shall submit the report annually to both committees. 47 (cf: P.L.2001, c.199, s.40)

1 129. Section 2 of P.L.1997, c.229 (C.26:2-171) is amended to 2 read as follows:

3 2. a. There is established in the Executive Branch of the State Government an Advisory Council on Adolescent Pregnancy. For 4 5 the purposes of complying with the provisions of Article V, Section IV, paragraph 1 of the New Jersey Constitution, the advisory 6 council is allocated within the Department of Health [and Senior 7 8 Services], but notwithstanding that allocation, the advisory council 9 shall be independent of any supervision or control by the 10 department or by any board or officer thereof.

11 The advisory council shall consist of 24 members as follows: b. 12 the Commissioners of the Departments of Health [and Senior Services], Human Services, Children and Families, Education, 13 14 Community Affairs, and Labor and Workforce Development, who 15 shall serve as ex officio members, and 18 public members, four of 16 whom shall be teenagers, including two teenage parents and two 17 teenagers who are not parents, and fourteen of whom shall be 18 representatives of community based religious, health, and social 19 service organizations which serve adolescents and health 20 professionals and educators with recognized expertise in the field of Of the public members, three shall be 21 adolescent pregnancy. 22 appointed by the President of the Senate, no more than two of 23 whom shall be of the same political party; three shall be appointed 24 by the Speaker of the General Assembly, no more than two of 25 whom shall be of the same political party; and 12 shall be appointed 26 by the Governor. Eight of the persons appointed by the Governor 27 shall be appointed with the advice and consent of the Senate, no more than four of whom shall be of the same political party; and 28 29 four of the persons appointed by the Governor shall be teenagers. 30 The advisory council shall organize within 30 days after the 31 appointment of its members. The members shall select one person 32 from among them to serve as the chairperson and the members shall 33 select a secretary, who need not be a member of the advisory 34 council.

c. Each ex officio member may designate an employee of the
member's department to represent the member at hearings of the
advisory council. All designees may lawfully vote and otherwise
act on behalf of the member for whom they constitute the designee.

d. Each public member shall be appointed for a term of three
years, but of the members first appointed, six shall serve for a term
of one year, six for a term of two years, and six for a term of three
years. Members shall serve until their successors are appointed and
qualified. Vacancies shall be filled in the same manner as the
original appointments were made.

e. Members of the advisory council shall serve without
compensation but, within the limits of funds appropriated or
otherwise made available to it, shall be eligible for reimbursement
of necessary expenses incurred in the performance of their duties.

1 The Department of Health [and Senior Services] shall f. 2 provide such staff as the advisory council requests to carry out the 3 purposes of this act. 4 (cf: P.L.2008, c.63, s.1) 5 6 130. Section 2 of P.L.2000, c.167 (C.26:2-176) is amended to 7 read as follows: 8 The Commissioner of Health [and Senior Services], in 2 9 conjunction with the State Board of Medical Examiners and the 10 New Jersey Board of Nursing, shall work with health care facilities 11 and licensed health care professionals in the State to develop 12 policies and procedures to achieve the following requirements 13 concerning postpartum depression: 14 a. Physicians, nurse midwives, and other licensed health care professionals providing prenatal care to women shall provide 15 16 education to women and their families about postpartum depression 17 in order to lower the likelihood that new mothers will continue to 18 suffer from this illness in silence; 19 b. All birthing facilities in the State shall provide departing 20 new mothers and fathers and other family members, as appropriate, 21 with complete information about postpartum depression, including 22 its symptoms, methods of coping with the illness, and treatment 23 resources; 24 c. Physicians, nurse midwives, and other licensed health care 25 professionals providing postnatal care to women shall screen new 26 mothers for postpartum depression symptoms prior to discharge 27 from the birthing facility and at the first few postnatal check-up 28 visits; and 29 d. Physicians, nurse midwives, and other licensed health care 30 professionals providing prenatal and postnatal care to women \shall 31 include fathers and other family members, as appropriate, in both 32 the education and treatment processes to help them better 33 understand the nature and causes of postpartum depression so that 34 they too can overcome the spillover effects of the illness and 35 improve their ability to be supportive of the new mother. 36 (cf: P.L.2006, c.12, s.1) 37 38 131. Section 3 of P.L.2000, c.167 (C.26:2-177) is amended to 39 read as follows: 40 3. The Commissioner of Health [and Senior Services] shall 41 establish a public awareness campaign to inform the general public 42 about the nature and causes of postpartum depression and its health 43 implications, including its symptoms, methods of coping with the 44 illness, and the most effective means of treatment. 45 (cf: P.L.2000, c.167, s.3) 46 47 132. Section 4 of P.L.2000, c.167 (C.26:2-178) is amended to 48 read as follows:

1 The Commissioner of Health [and Senior Services], 4 2 pursuant to the "Administrative Procedure Act," P.L.1968, c.410 3 (C.52:14B-1 et seq.), shall adopt rules and regulations to effectuate 4 the purposes of this act. 5 (cf: P.L.2000, c.167, s.4) 6 7 133. Section 1 of P.L.2003, c.174 (C.26:2-179) is amended to 8 read as follows: 9 1. The Department of Health [and Senior Services], in 10 consultation with the Department of Environmental Protection, shall 11 prepare a consumer's mercury alert notice for posting in all patient 12 areas of professional medical offices that provide gynecological, 13 obstetrical, or pediatric care and in the patient or client areas of all maternal and child health and nutrition programs. The notice shall 14 15 explain the danger to women who expect to become pregnant, 16 women who are pregnant or breast feeding their children, and 17 young children, of eating mercury contaminated fish. The notice 18 shall summarize the State's and the federal government's most 19 current mercury health advisories concerning fish consumption and 20 shall contain such other information as the department deems 21 appropriate. The notice also shall list any telephone number that 22 may be established for State residents to call for further information 23 about the health advisories. The department shall distribute the notice, at no charge, to all 24 25 professional medical offices that provide gynecological, obstetrical, 26 or pediatric care and to all publicly funded maternal and child 27 health and nutrition programs in the State. The department shall update the notice as necessary, and shall make additional copies of 28 29 the notice available to health care providers upon request. 30 (cf: P.L.2003, c.174, s.1) 31 32 134. Section 2 of P.L.2005, c.98 (C.26:2-181) is amended to 33 read as follows: 34 2. The Commissioner of Health [and Senior Services] shall 35 establish a public awareness campaign to inform the general public 36 about post-polio sequelae, for which purpose the commissioner 37 shall provide for the development of educational materials, in 38 consultation with health care facilities and providers that have a 39 demonstrated record of expertise and interest in this subject, which 40 shall be made available to local boards of health, physicians, 41 hospitals, and clinics for distribution to consumers. 42 (cf: P.L.2005, c.98, s.2) 43 44 135. Section 1 of P.L.2005, c.280 (C.26:2-182) is amended to 45 read as follows: 46 1. a. There is established the "Task Force on Cancer 47 Prevention,

1 Early Detection and Treatment in New Jersey" within the Department of Health [and Senior Services]. 2 3 b. The task force shall be comprised of the following members: 4 (1) the Commissioner of Health [and Senior Services], or his 5 designee, who shall serve ex officio; and 6 (2) no more than 20 public members to be appointed by the 7 Governor, who shall include representatives from: the Public 8 Health Council; the New Jersey State Commission on Cancer 9 Research; the New Jersey Office on Minority and Multicultural 10 Health; the Medical Society of New Jersey; academic medical 11 centers and universities engaged in cancer education, research, and 12 treatment; providers of cancer treatment and support services; 13 pharmaceutical companies engaged in cancer research; community-14 based organizations and coalitions engaged in cancer outreach, 15 education, and screening; and cancer survivors. 16 The public members shall serve for a term of one year. C. 17 Vacancies in the membership of the task force shall be filled in the same manner as the original appointments were made. 18 19 d. The task force shall organize as soon as may be practicable, 20 but no later than the 30th day after the appointment of its members, 21 and shall select a chairperson from among the public members. The 22 chairperson shall appoint a secretary who need not be a member of 23 The public members shall serve without the task force. 24 compensation, but may be reimbursed for necessary expenses 25 incurred in the performance of their duties. 26 e. The Department of Health [and Senior Services] shall 27 supply such staff and resources, including a person to serve as 28 executive director of the task force, as the task force requires to 29 carry out its duties. 30 f. The task force is entitled to the assistance and services of the 31 employees of any State department, board, bureau, commission, or 32 agency as it may require and as may be available to its for its 33 purposes, and to incur traveling and other miscellaneous expenses 34 necessary to perform its duties, within the limits of funds 35 appropriated or otherwise made available to it for its purpose. 36 (cf: P.L.2005, c.280, s.1) 37 38 136. Section 2 of P.L.2005, c.280 (C.26:2-183) is amended to 39 read as follows: 2. a. The task force shall: 40 41 (1) evaluate current trends in cancer incidence, morbidity and 42 mortality, screening, diagnosis, and behaviors that increase risk; 43 (2) evaluate historic, current, and emerging cancer control 44 strategies; 45 (3) establish cancer reduction goals, which shall seek to reduce 46 mortality rates for breast, cervical, prostate, lung, and colorectal 47 cancer:

48 (4) establish specific goals for:

1 (a) reducing behavior that increases the risk of cancer, including 2 behavior related to smoking and diet; 3 (b) reversing the present trend of annual increases in the rate of 4 invasive melanoma; 5 (c) closing the gap in cancer mortality rates between the total 6 population and minorities; 7 (d) increasing the use of screening tests for cancer, especially 8 among elderly and minority populations; and 9 (e) increasing the percentage of cancers diagnosed at early 10 stages; (5) develop an integrated set of priority strategies that are 11 12 necessary to achieve the goals established pursuant to this act; and 13 (6) delineate the respective roles and responsibilities for the 14 State and other entities in implementing the priority strategies 15 identified pursuant to this act. b. (1) The task force shall report to the Governor, the 16 17 Commissioner of Health and Senior Services], and the Legislature 18 on its findings, recommendations, and activities at least biennially. 19 (2) In addition, the cervical cancer workgroup, which the task 20 force shall establish in addition to such other workgroups as it 21 deems appropriate, shall report to the Governor, the Commissioner 22 of Health [and Senior Services], and the Legislature at least 23 biennially on its findings and recommendations regarding strategies 24 and actions to reduce the occurrence of, and burdens suffered from, 25 cervical cancer, along with any legislative bills that it desires to 26 recommend for adoption by the Legislature. 27 (cf: P.L.2005, c.280, s.2) 28 29 137. Section 3 of P.L.2005, c.280 (C.26:2-184) is amended to 30 read as follows: 31 3. The task force established pursuant to Executive Order No. 32 114 of 2000, together with its functions, powers, duties, and workgroups, is continued in the Department of Health [and Senior 33 Services] as the "Task Force on Cancer Prevention, Early Detection 34 35 and Treatment in New Jersey" established pursuant to this act. (cf: P.L.2005, c.280, s.3) 36 37 38 138. Section 2 of P.L.2011, c.155 (C.26:2-184.2) is amended to 39 read as follows: 40 2. a. The Commissioner of Health and Senior Services shall 41 establish a public awareness campaign to inform the general public 42 about the clinical significance of ovarian cancer and its public 43 health implications. The campaign shall include, at a minimum, 44 risk factors, symptoms, the need for early detection, and methods of 45 treatment. b. The commissioner shall, at a minimum: 46

1 (1) provide for the development of printed educational materials 2 and public service announcements in English and Spanish; and 3 (2) disseminate information for distribution to the public, 4 through a variety of entities, including, but not limited to, local 5 health agencies and clinics, physicians, health care facilities, county 6 offices on aging, pharmacies, libraries, senior citizen centers, other 7 community-based outreach programs and organizations, and the 8 Department of [Health and Senior Services'] Health's official 9 website.

10 (cf: P.L.2011, c.155, s.2)

11

12 139. Section 2 of P.L.2007, c.170 (C.26:2-186) is amended to 13 read as follows:

2. a. A physician, psychologist, and any other health care
professional licensed pursuant to Title 45 of the Revised Statutes
who is qualified by training to make the diagnosis and who then
makes the diagnosis that a child has an autism spectrum disorder
shall report this diagnosis to the Department of Health [and Senior
Services] in a form and manner prescribed by the Commissioner of
Health [and Senior Services].

21 The report shall be in writing and shall include the name and b. 22 address of the person submitting the report, the name, age, place of 23 birth, and address of the child diagnosed as having an autism 24 spectrum disorder, and other pertinent information as may be 25 required by the commissioner; except that, if the child's parent or 26 guardian objects to the reporting of the child's diagnosis for any 27 reason, the report shall not include any information that could be 28 used to identify the child.

c. The commissioner shall specify procedures for the health care professional to inform the child's parent or guardian of the requirements of subsections a. and b. of this section and the purpose served by including this information in the registry established pursuant to section 3 of P.L.2007, c.170 (C.26:2-187), as well as the parent's or guardian's right to refuse to permit the reporting of any information that could be used to identify the child.

- 36 cf: P.L.2009, c.204, s.3)
- 37

38 140. Section 4 of P.L.2009, c.204 (C.26:2-186.1) is amended to
 39 read as follows:

40 4. a. An adult who has been diagnosed as having an autism 41 spectrum disorder by a physician, psychologist, or any other health 42 care professional licensed pursuant to Title 45 of the Revised 43 Statutes who is qualified by training to make the diagnosis, and 44 whose diagnosis has not been reported pursuant to section 2 of 45 P.L.2007, c.170 (C.26:2-186), may, at his discretion, report this 46 diagnosis, or request that a health care professional on his behalf 47 report this diagnosis, to the Department of Health [and Senior

1 Services] in a form and manner prescribed by the Commissioner of 2 Health [and Senior Services]. 3 b. The report shall be in writing and shall include the name and 4 address of the person submitting the report, the name, age, place of 5 birth, and address of the adult diagnosed as having an autism 6 spectrum disorder, and other pertinent information as may be 7 required by the commissioner. 8 c. The commissioner shall specify procedures for the health 9 care professional to inform the adult of the provisions of 10 subsections a. and b. of this section and the purpose served by 11 including this information in the registry established pursuant to 12 section 3 of P.L.2007, c.170 (C.26:2-187). 13 (cf: P.L.2009, c.204, s.4) 14 15 141. Section 3 of P.L.2007, c.170 (C.26:2-187) is amended to 16 read as follows: 17 3. The Department of Health [and Senior Services], in 18 consultation with the Department of Human Services, shall 19 maintain an up-to-date registry which shall include a record of: all 20 reported cases of an autism spectrum disorder that occur in New 21 Jersey, including those reported pursuant to section 2 of P.L.2007, 22 c.170 (C.26:2-186) and section 4 of P.L.2009, c.204 (C.26:2-186.1); 23 each reported case of an autism spectrum disorder that occurs in 24 New Jersey in which the initial diagnosis is changed, lost, or 25 considered misdiagnosed; and any other information it deems 26 relevant and appropriate in order to conduct thorough and complete 27 epidemiologic surveys of autism spectrum disorders, to enable analysis of this problem and to plan for and provide services to 28 29 children and adults with an autism spectrum disorder and their 30 families. 31 (cf: P.L.2009, c.204, s.5) 32 33 142. Section 4 of P.L.2007, c.170 (C.26:2-188) is amended to 34 read as follows: 35 4. a. The reports made pursuant to P.L.2007, c.170 (C.26:2-36 185 et seq.) and section 4 of P.L.2009, c.204 (C.26:2-186.1) are to 37 be used only by the Department of Health [and Senior Services] 38 and other agencies as may be designated by the Commissioner of 39 Health [and Senior Services], including the Department of Human 40 Services, and shall not otherwise be divulged or made public so as 41 to disclose the identity of any person to whom they relate; and, to that end, the reports shall not be included under materials available 42 43 to public inspections pursuant to P.L.1963, c.73 (C.47:1A-1 et seq.) 44 or P.L.2001, c.404 (C.47:1A-5 et al.). 45 b. A physician, psychologist, or health care professional providing information to the department in accordance with 46

47 P.L.2007, c.170 (C.26:2-185 et seq.) or section 4 of P.L.2009, c.204

1 (C.26:2-186.1) shall not be deemed to be, or held liable for, 2 divulging confidential information. 3 c. Nothing in P.L.2007, c.170 (C.26:2-185 et seq.) or section 4 4 of P.L.2009, c.204 (C.26:2-186.1) shall be construed to compel a 5 child or adult who has been reported as having an autism spectrum 6 disorder to submit to medical or health examination or supervision 7 by the department. 8 (cf: P.L.2009, c.204, s.6) 9 10 143. Section 2 of P.L.2008, c.80 (C.26:2-190) is amended to 11 read as follows: 12 2. a. The Commissioner of Health [and Senior Services] and the Commissioner of Human Services, in consultation with the New 13 14 Jersey Fire and Emergency Medical Services Institute and the New 15 Jersey State First Aid Council, shall develop a training curriculum 16 with the purpose of informing emergency responders of the risks 17 associated with autism or an intellectual or other developmental 18 disability, as well as providing instruction in appropriate 19 recognition and response techniques concerning these disabilities. 20 The curriculum shall be incorporated into existing time 21 requirements for training and continuing education of emergency 22 responders. 23 b. Prior to certification by the Department of Health [and 24 Senior Services], each emergency medical technician trained in basic life support services as defined in section 1 of P.L.1985, c.351 25 26 (C.26:2K-21) shall be required to satisfactorily complete the 27 training developed under subsection a. of this section. Every 28 emergency medical technician certified prior to the effective date of 29 this act shall, within 36 months of the effective date of this act, 30 satisfactorily complete the training in recognition and response 31 techniques concerning these disabilities, through existing 32 continuing education requirements. 33 The Commissioner of Health [and Senior Services] shall c. 34 adopt rules and regulations, pursuant to the "Administrative 35 Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.), to effectuate the purposes of this act. 36 37 (cf: P.L.2008, c.80, s.2) 38 39 144. Section 3 of P.L.2007, c.255 (C.26:2AA-3) is amended to 40 read as follows: 41 3. As used in this act: 42 "Commissioner" means the Commissioner of Health [and Senior 43 Services]; and 44 "Reflex sympathetic dystrophy syndrome" or "RSDS" means a 45 debilitating and progressively chronic condition characterized by 46 severe burning pain, pathological changes in bone and skin,

47 excessive sweating, tissue swelling, and extreme sensitivity to

1 touch. 2 (cf: P.L.2007, c.255, s.3) 3 4 145. Section 4 of P.L.2007, c.255 (C.26:2AA-4) is amended to 5 read as follows: 4. The commissioner shall establish a reflex sympathetic 6 7 dystrophy syndrome education and research program in the 8 Department of Health [and Senior Services]. The purpose of the program is to promote public awareness of the causes of RSDS, the 9 value of early detection and the diagnosis of and possible treatments 10 11 for the syndrome, and to promote research, through public and 12 private sources, to accurately identify, diagnose, and treat RSDS. 13 (cf: P.L.2007, c.255, s.4) 14 15 146. Section 5 of P.L.2007, c.255 (C.26:2AA-5) is amended to 16 read as follows: 17 5. The Department of Health and Senior Services shall: 18 establish a public education program through a. the department's website, to promote RSDS education, which will 19 20 enable individuals to make informed decisions about their health, 21 including, but not limited to the following elements: 22 (1) the cause and nature of RSDS; 23 (2) the risk factors that contribute to the manifestation of RSDS; 24 (3) available treatment options, including risks and benefits of 25 those options; (4) environmental safety and injury prevention; 26 27 (5) rest and use of appropriate body mechanics; 28 (6) the availability of RSDS diagnostic, treatment, and outreach 29 services in the community; and 30 (7) any other factors or elements that might mitigate the effects 31 of RSDS; 32 b. notify local health departments, hospitals, clinics, and other health care providers about the availability of information 33 34 concerning RSDS on the department's website; 35 c. within the limits of funds available to the department for this purpose, coordinate, promote, and offer professional education 36 37 programs, through institutions of higher education, for health care 38 providers and health-related community-based organizations, which 39 may include, but are not limited to the following elements: 40 (1) research findings; (2) the cause and nature of RSDS; 41 (3) the risk factors, including, but not limited to, lifestyle, 42 43 heredity, and drug interactions; 44 (4) the diagnostic procedures and appropriate indications for 45 their use: 46 (5) medical and surgical treatment options, including 47 experimental and established drug therapies and the risks and 48 benefits of each option;

1 (6) environmental safety and injury prevention; and 2 (7) the availability of RSDS diagnosis and treatment and support 3 services in the community; and 4 d. promote research, through both private and public funding 5 sources, to accurately identify, diagnose, and treat RSDS. (cf: P.L.2007, c.255, s.5) 6 7 8 147. Section 1 of P.L.2006, c.48 (C.26:2D-82.1) is amended to 9 read as follows: 10 1. a. A tanning facility operator shall not permit a person who 11 is under 14 years of age to use a tanning facility. 12 b. A tanning facility operator shall not permit a person who is 13 at least 14 but less than 18 years of age to use a tanning facility without written authorization of the person's parent or legal 14 15 guardian indicating that such parent or guardian has read and 16 understood the safety standards and warnings required pursuant to 17 section 3 of P.L.1989, c.234 (C.26:2D-83). An emancipated minor 18 shall be exempt from the authorization requirement of this 19 subsection upon legal proof documenting said emancipation. The Commissioner of Health [and Senior Services] shall 20 c. 21 establish by regulation: 22 (1) the contents required in the authorization form; 23 (2) the method for maintaining a record of the forms; and 24 (3) the frequency with which the forms shall be authorized or 25 reauthorized. 26 d. The penalties for violating the provisions of this section 27 shall be as provided in section 7 of P.L.1989, c.234 (C.26:2D-87). 28 (cf: P.L.2006, c.48, s.1) 29 30 148. Section 3 of P.L.1989, c.234 (C.26:2D-83) is amended to 31 read as follows: 32 3. The Commissioner of Health [and Senior Services], in 33 consultation with the Commissioner of Environmental Protection, 34 shall, by regulation, establish minimum safety standards for tanning 35 facilities. The standards shall include, but not be limited to: 36 a. Establishment of a maximum safe time of exposure to 37 radiation and a maximum safe temperature at which tanning devices 38 may be operated; 39 b. A requirement that a patron at a tanning facility wear 40 protective eye glasses when using tanning equipment and that a 41 patron be supervised as to the length of time the patron uses tanning 42 equipment at the facility; 43 c. A requirement that the facility operator post easily legible, 44 permanent warning signs near the tanning equipment which state: "DANGER-ULTRAVIOLET RADIATION 45 FOLLOW ALL **INSTRUCTIONS**": 46 47 A requirement that the facility have protective shielding for d.

48 tanning equipment in the facility; and

1 A requirement that the facility operator post a sign in e. 2 conspicuous view at or near the reception area which states: 3 "PERSONS UNDER AGE 14 SHALL NOT BE PERMITTED TO 4 USE THIS TANNING FACILITY. PERSONS BETWEEN 14 5 AND 18 YEARS OF AGE SHALL NOT BE PERMITTED TO USE 6 THIS TANNING FACILITY WITHOUT WRITTEN 7 AUTHORIZATION OF A PARENT OR LEGAL GUARDIAN." 8 (cf: P.L.2006, c.48, s.2) 9 10 149. Section 5 of P.L.1989, c.234 (C.26:2D-85) is amended to 11 read as follows: 12 5. There is established in the Department of Health and Senior Services] a nonlapsing revolving fund known as the "Non-Ionizing" 13 14 Radiation Fund." The fund shall be credited with all fees collected 15 pursuant to this act. Interest on monies in the fund shall be credited to the fund, and all monies in the fund are appropriated for the 16 17 purposes of this act. 18 (cf: P.L.2006, c.48, s.3) 19 20 150. Section 6 of P.L.1989, c.234 (C.26:2D-86) is amended to 21 read as follows: 22 6. a. A tanning facility shall register annually with the 23 Department of Health and Senior Services on forms provided by 24 the department and shall pay to the department an annual 25 registration fee. 26 b. The Department of Health [and Senior Services] shall 27 establish a registration fee schedule, by regulation, to cover the 28 costs of implementing the provisions of this act, including the costs 29 incurred by local boards of health pursuant to section 4 of this act. 30 (cf: P.L.2006, c.48, s.4) 31 32 151. Section 7 of P.L.1989, c.234 (C.26:2D-87) is amended to 33 read as follows: 34 7. A person who violates the provisions of this act is subject to 35 a penalty of \$100 for the first offense and \$200 for each subsequent 36 offense. The penalty shall be sued for and collected in a court of 37 competent jurisdiction in a summary proceeding in accordance with 38 the "Penalty Enforcement Law of 1999," P.L.1999, c.274 (C.2A:58-39 10 et seq.). 40 A penalty recovered under the provisions of this act shall be recovered by and in the name of the Commissioner of Health [and 41 Senior Services] or by and in the name of the local board of health. 42 43 When the plaintiff is the Commissioner of Health [and Senior 44 Services the penalty recovered shall be paid by the commissioner 45 into the treasury of the State. When the plaintiff is a local board of 46 health, the penalty recovered shall be paid by the local board of

1 health into the treasury of the municipality where the violation 2 occurred. 3 (cf: P.L.2006, c.48, s.5) 4 5 152. Section 8 of P.L.1989, c.234 (C.26:2D-88) is amended to 6 read as follows: 7 8. In accordance with the "Administrative Procedure Act," 8 P.L.1968, c.410 (C.52:14B-1 et seq.), the Commissioner of Health 9 [and Senior Services], in consultation with the Commissioner of Environmental Protection, shall promulgate rules and regulations 10 11 necessary to carry out the purposes of this act. 12 (cf: P.L.2006, c.48, s.6) 13 153. Section 2 of P.L.1971, c.136 (C.26:2H-2) is amended to 14 15 read as follows: ["]2. The following words or phrases, as used in this act, shall 16 have the following meanings, unless the context otherwise requires: 17 18 "Health care facility" means the facility or institution a. 19 whether public or private, engaged principally in providing services 20 for health maintenance organizations, diagnosis, or treatment of 21 human disease, pain, injury, deformity, or physical condition, 22 including, but not limited to, a general hospital, special hospital, 23 mental hospital, public health center, diagnostic center, treatment 24 center, rehabilitation center, extended care facility, skilled nursing 25 home, nursing home, intermediate care facility, tuberculosis 26 hospital, chronic disease hospital, maternity hospital, outpatient 27 clinic, dispensary, home health care agency, residential health care facility, and bioanalytical laboratory (except as specifically 28 29 excluded hereunder) or central services facility serving one or more 30 such institutions but excluding institutions that provide healing 31 solely by prayer and excluding such bioanalytical laboratories as 32 are independently owned and operated, and are not owned, 33 operated, managed, or controlled, in whole or in part, directly or 34 indirectly by any one or more health care facilities, and the 35 predominant source of business of which is not by contract with 36 health care facilities within the State of New Jersey and which 37 solicit or accept specimens and operate predominantly in interstate 38 commerce. 39 "Health care service" means the preadmission, outpatient, b. 40 inpatient, and postdischarge care provided in or by a health care 41 facility, and such other items or services as are necessary for such 42 care, which are provided by or under the supervision of a physician 43 for the purpose of health maintenance organizations, diagnosis, or 44 treatment of human disease, pain, injury, disability, deformity, or 45 physical condition, including, but not limited to, nursing service, 46 home care nursing, and other paramedical service, ambulance 47 service, service provided by an intern, resident in training or

physician whose compensation is provided through agreement with

48

1 a health care facility, laboratory service, medical social service, 2 drugs, biologicals, supplies, appliances, equipment, bed and board, 3 but excluding services provided by a physician in his private 4 practice, except as provided in sections 7 and 12 of P.L.1971, c.136 5 (C.26:2H-7 and 26:2H-12), or by practitioners of healing solely by 6 prayer, and services provided by first aid, rescue and ambulance 7 squads as defined in the "New Jersey Highway Safety Act of 1971," 8 P.L.1971, c.351 (C.27:5F-1 et seq.). 9 c. "Construction" means the erection, building, or substantial

acquisition, alteration, reconstruction, improvement, renovation,
extension, or modification of a health care facility, including its
equipment, the inspection and supervision thereof; and the studies,
surveys, designs, plans, working drawings, specifications,
procedures, and other actions necessary thereto.

d. "Board" means the Health Care Administration Boardestablished pursuant to this act.

17 e. (Deleted by amendment, P.L.1998, c.43).

18 f. "Government agency" means a department, board, bureau, 19 division, office, agency, public benefit, or other corporation, or any 20 other unit, however described, of the State or political subdivision 21 thereof.

22 g. (Deleted by amendment, P.L.1991, c.187).

h. (Deleted by amendment, P.L.1991, c.187).

[I.] <u>i.</u> "Department" means the [State] Department of Health
[and Senior Services].

j. "Commissioner" means the [State] Commissioner of Health[and Senior Services].

"Preliminary cost base" means that proportion of a hospital's 28 k. 29 current cost which may reasonably be required to be reimbursed to 30 a properly utilized hospital for the efficient and effective delivery of 31 appropriate and necessary health care services of high quality 32 required by such hospital's mix of patients. The preliminary cost 33 base initially may include costs identified by the commissioner and 34 approved or adjusted by the commission as being in excess of that 35 proportion of a hospital's current costs identified above, which 36 excess costs shall be eliminated in a timely and reasonable manner 37 prior to certification of the revenue base. The preliminary cost base 38 shall be established in accordance with regulations proposed by the 39 commissioner and approved by the board.

40

l. (Deleted by amendment, P.L.1992, c.160).

41 m. "Provider of health care" means an individual (1) who is a 42 direct provider of health care service in that the individual's primary 43 activity is the provision of health care services to individuals or the 44 administration of health care facilities in which such care is 45 provided and, when required by State law, the individual has 46 received professional training in the provision of such services or in 47 such administration and is licensed or certified for such provision or 48 administration; or (2) who is an indirect provider of health care in

1 that the individual (a) holds a fiduciary position with, or has a 2 fiduciary interest in, any entity described in subparagraph b(ii) or 3 subparagraph b(iv); provided, however, that a member of the 4 governing body of a county or any elected official shall not be 5 deemed to be a provider of health care unless he is a member of the 6 board of trustees of a health care facility or a member of a board, 7 committee or body with authority similar to that of a board of 8 trustees, or unless he participates in the direct administration of a 9 health care facility; or (b) received, either directly or through his 10 spouse, more than one-tenth of his gross annual income for any one 11 or more of the following:

(i) Fees or other compensation for research into or instruction inthe provision of health care services;

(ii) Entities engaged in the provision of health care services orin research or instruction in the provision of health care services;

(iii) Producing or supplying drugs or other articles for
individuals or entities for use in the provision of or in research into
or instruction in the provision of health care services;

(iv) Entities engaged in producing drugs or such other articles.

n. "Private long-term health care facility" means a nursing
home, skilled nursing home, or intermediate care facility presently
in operation and licensed as such prior to the adoption of the 1967
Life Safety Code by the [State] Department of Health [and Senior
Services] in 1972 and which has a maximum 50-bed capacity and
which does not accommodate Medicare or Medicaid patients.

26 o. (Deleted by amendment, P.L.1998, c.43).

p. "State Health Planning Board" means the board established
pursuant to section 33 of P.L.1991, c.187 (C.26:2H-5.7) to conduct
certificate of need review activities.

- 30 (cf: P.L.2004, c.54, s.3)
- 31

41

19

32 154. Section 1 of P.L.2000, c.62 (C.26:2H-5b) is amended to33 read as follows:

a. The Commissioner of Health [and Senior Services] shall
 prescribe, by regulation, requirements to be adopted by health care
 facilities licensed pursuant to P.L.1971, c.136 (C.26:2H-1 et seq.)
 for the routine monitoring of pain as a fifth vital sign in patients, in
 addition to blood pressure, pulse, respiration, and temperature.

For the purpose of this subsection, the commissioner shallrequire health care facilities to:

(1) routinely inquire whether a patient is in pain;

42 (2) maintain policies and procedures as prescribed by the
43 commissioner for asking patients to rate their degree of pain for a
44 specified period of time and to record their responses; and

45 (3) routinely record levels of pain intensity on patient charts.

b. The requirements to be adopted pursuant to subsection a. of

47 this section shall take effect no later than the 180th day after the

1 effective date of this act.

2 (cf: P.L.2000, c.62, s.1)

3

4 155. Section 2 of P.L.2000, c.62 (C.26:2H-5c) is amended to 5 read as follows:

6 2. The Commissioner of Health [and Senior Services], 7 pursuant to the "Administrative Procedure Act," P.L.1968, c.410 8 (C.52:14B-1 et seq.), shall adopt rules and regulations to effectuate 9 the purposes of this act, for which purpose the commissioner shall 10 consult, at a minimum, with: the State Board of Medical Examiners, the New Jersey Board of Nursing, the Board of 11 Pharmacy, the New Jersey Hospital Association, the New Jersey 12 13 Association of Health Care Facilities, the Medical Society of New 14 Jersey, the New Jersey Association of Osteopathic Physicians and 15 Surgeons, the New Jersey State Nurses Association, the Home Health Assembly of New Jersey, and the New Jersey Hospice and 16 17 Palliative Care Organization.

- 18 (cf: P.L.2000, c.62, s.2)
- 19

20 156. Section 1 of P.L.2002, c.81 (C.26:2H-5d) is amended to 21 read as follows:

22 1. a. The Commissioner of Health [and Senior Services], in 23 consultation with the Director of the Division of Consumer Affairs 24 in the Department of Law and Public Safety, shall require that, no 25 later than the 180th day after the date of enactment of this act, each 26 home health agency licensed pursuant to P.L.1971, c.136 (C.26:2H-27 1 et seq.) shall provide the following information to each patient receiving home-based services from that agency, or to a person 28 29 designated by the patient:

30 (1) the name and certification or licensure title, as applicable, of 31 the homemaker-home health aide or other health care professional 32 whose practice is regulated pursuant to Title 45 of the Revised Statutes, to be displayed on an identification tag as required for 33 34 homemaker-home health aides by regulation of the New Jersey 35 Board of Nursing, or as otherwise to be prescribed by regulation of 36 the commissioner for other health care professionals, that the 37 homemaker-home health aide or other health care professional shall 38 wear at all times while examining, observing, or caring for the 39 patient; and

40 (2) a copy of the most current edition of the consumer guide to
41 homemaker-home health aides published by the New Jersey Board
42 of Nursing.

b. The consumer guide required pursuant to subsection a. ofthis section shall be provided:

45 (1) in advance of the provision of services to the patient,46 whenever possible; and

47 (2) otherwise upon the homemaker-home health aide's initial48 visit to the patient's home.

1 Beginning on the first day of the 13th month after the date of c. 2 enactment of this act, the identification tag required pursuant to 3 subsection a. of this section shall include a photograph of the homemaker-home health aide or other health care professional. 4 The commissioner, pursuant to the "Administrative 5 d. Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.), shall adopt 6 7 rules and regulations to effectuate the purposes of this section. 8 (cf: P.L.2002, c.81, s.1) 9 10 157. Section 1 of P.L.2004, c.90 (C.26:2H-5e) is amended to 11 read as follows: 12 1. A general or special hospital, nursing home or assisted living residence licensed pursuant to P.L.1971, c.136 (C.26:2H-1 et seq.) 13 shall, commencing no later than the 180th day after the effective 14 15 date of this act and as prescribed by regulation of the Commissioner 16 of Health [and Senior Services], adopt and maintain written 17 policies and procedures to delineate the responsibilities of its staff 18 for prompt notification of a family member, guardian, or other 19 designated person about a patient's death and confirmation and written documentation of that notification. 20 21 (cf: P.L.2004, c.90, s.1) 22 23 158. Section 3 of P.L.2005, c.21 (C.26:2H-5h) is amended to 24 read as follows: 25 3. The Commissioner of Health [and Senior Services], pursuant to the "Administrative Procedure Act," P.L.1968, c.410 26 (C.52:14B-1 et seq.), shall adopt rules and regulations to effectuate 27 the purposes of this act, in consultation with the Quality 28 29 Advisory Committee Improvement established by the 30 commissioner. The regulations shall include, but not be limited to, 31 procedures for standardizing the reporting of information by general 32 hospitals and nursing homes that is required pursuant to subsection 33 d. of section 2 of this act. 34 (cf: P.L.2005, c.21, s.3) 35 36 159. Section 2 of P.L.2008, c.58 (C.26:2H-5.1a) is amended to 37 read as follows: 38 2. a. The Commissioner of Health [and Senior Services] shall 39 prescribe, by regulation: (1) specific indicators by which a general 40 hospital may be evaluated for financial soundness, and the 41 thresholds at which it may be considered to be in financial distress 42 or at risk of being in financial distress; and (2) the progressive 43 levels of monitoring and department participation in the development and oversight of corrective measures to resolve a 44 45 general hospital's financial or potential financial difficulties, 46 including the various levels of involvement by an appointed 47 monitor. The indicators and progressive levels of monitoring and 48 intervention shall be guided by the indicators and levels of

1 monitoring and intervention identified in the final report of the New

2 Jersey Commission on Rationalizing Health Care Resources, issued

3 on January 24, 2008.

b. The thresholds of specified financial indicators and
corresponding Department of Health [and Senior Services]
involvement that may be triggered by them shall include, but are
not limited to, measures relating to:

8 (1) days cash-on-hand;

9 (2) cushion ratio;

10 (3) days in accounts receivable;

11 (4) average payment period;

12 (5) total margin;

13 (6) earnings before depreciation; and

(7) any other factor which the commissioner deems appropriate,including failure to provide required or requested financial

16 information.

17 c. If the commissioner determines that a hospital is in financial 18 distress or at risk of being in financial distress after considering the 19 specified financial indicators set forth in subsection b. of this 20 section, then the commissioner may appoint, in consultation with 21 the hospital, a monitor to prevent further financial deterioration. 22 Payment for the monitor shall be determined through a contingency 23 contract established between the hospital and the monitor. The 24 contract shall be subject to approval by the department with regard 25 to the monitor's responsibilities. In no case shall a hospital bear 26 financial liability if no savings result from measures undertaken 27 pursuant to the contract.

28 The appointed monitor shall have demonstrated expertise in 29 hospital administration, management, or operations. A monitor: (1) 30 shall be authorized to attend all hospital board meetings, executive 31 committee meetings, finance committee meetings, steering 32 committee meetings, turnaround committee meetings, or any other 33 meetings concerning the hospital's fiscal matters; (2) may be 34 authorized to have voting and veto powers over actions taken in the 35 above mentioned meetings; (3) shall report to the commissioner and the full hospital board of trustees in a manner prescribed by the 36 37 commissioner; and (4) shall serve for such period of time as may be 38 determined by the commissioner in consultation with the hospital.

The commissioner shall maintain continuing oversight of the
actions and recommendations of the monitor to ensure that the
public interest is protected.

42 (cf: P.L.2008, c.58, s.2)

43

44 160. Section 3 of P.L.2008, c.58 (C.26:2H-5.1b) is amended to45 read as follows:

46 3. As a condition of licensure under P.L.1971, c.136 (C.26:2H-

47 1 et al.), a general hospital shall:

1 a. provide monthly unaudited financial information and annual audited financial statements to the Department of Health [and 2 Senior Services], and such other financial information as the 3 4 department may request; and 5 b. permit the Commissioner of Health [and Senior Services], or a monitor appointed by the commissioner, as applicable, to 6 7 oversee its financial operations, and, if the commissioner 8 determines that the hospital is at risk of being in financial distress 9 or is in financial distress based on criteria specified by regulation, participate in the development and implementation of a corrective 10 plan to resolve the hospital's financial difficulties, pursuant to 11 section 2 of P.L.2008, c.58 (C.26:2H-5.1a). 12 13 (cf: P.L.2008, c.58, s.3) 14 161. Section 1 of P.L.2009, c.263, ¹[s.1]¹ (C.26:2H-5.1c) is 15 16 amended to read as follows: 17 1. An ambulatory care facility licensed to provide surgical 18 services pursuant to P.L.1971, c.136 (C.26:2H-1 et seq.) shall use a 19 common billing form, designated by the Commissioner of Health 20 [and Senior Services], for each patient when billing for health care 21 services. The information provided on the billing form shall, to the 22 extent applicable, be the same as that required of hospitals. 23 (cf: P.L.2009, c.263, s.1) 24 25 162. Section 3 of P.L.2009, c.263 (C.26:2H-5.1e) is amended to 26 read as follows: 27 3. a. An ambulatory care facility licensed to provide surgical 28 services pursuant to P.L.1971, c.136 (C.26:2H-1 et seq.) shall be 29 required to report quarterly to the Department of Health [and 30 Senior Services, in a form and manner prescribed by the 31 commissioner: 32 (1) process quality indicators of infection control as selected by 33 the commissioner in consultation with the Quality Improvement 34 Advisory Committee within the department; and (2) beginning 30 days after the adoption of regulations pursuant 35 36 to this act, data on infection rates for the major site categories that 37 define facility-associated infection locations, multiple infections, 38 and device-related and non-device related infections, as selected by 39 the commissioner in consultation with the Quality Improvement 40 Advisory Committee within the department. 41 b. The information reported pursuant to this section shall be 42 transmitted in such a manner as to not include identifying 43 information about patients. 44 The commissioner shall promptly advise an ambulatory care c. 45 facility in the event that the commissioner determines, based on 46 information reported by the facility, that a change in facility 47 practices or policy is necessary to improve performance in the

1 prevention of facility-associated infection and quality of care 2 provided at the facility. 3 d. The commissioner shall make available to members of the public, on the official Internet website of the department, the 4 5 information reported pursuant to this section, in such a format as the 6 commissioner deems appropriate to enable comparison among 7 ambulatory care facilities with respect to the information. 8 e. In order to effectuate the purposes of this section, the 9 commissioner, in consultation with the Quality Improvement 10 Advisory Committee in the department, shall, by regulation: 11 establish standard methods for identifying and reporting facility-12 associated infections; identify the major site categories for which 13 infections shall be reported, taking into account the categories most likely to improve the delivery and outcome of health care in the 14 15 State; and specify the methodology for presenting the data to the 16 public, including procedures to adjust for differences in case mix 17 and severity of infections among facilities. 18 (cf: P.L.2009, c.263, s.3) 19 20 163. Section 4 of P.L.2009, c.263 (C.26:2H-5.1f) is amended to 21 read as follows: 22 4. The Commissioner of Health [and Senior Services], pursuant to the "Administrative Procedure Act," P.L.1968, c.410 23 24 (C.52:14B-1 et seq.), shall adopt rules and regulations to effectuate 25 the purposes of this act. 26 (cf: P.L.2009, c.263, s.4) 27 28 164. Section 33 of P.L.1991, c.187 (C.26:2H-5.7) is amended to 29 read as follows: 30 33. There is established in the Department of Health and Senior 31 Services] a State Health Planning Board. The members of the 32 board shall include: the Commissioners of Health [and Senior Services], Children and Families, and Human Services, or their 33 34 designees, who shall serve as ex officio, nonvoting members; the 35 chairmen of the Health Care Administration Board and the Public 36 Health Council, or their designees, who shall serve as ex officio 37 members; and nine public members appointed by the Governor with 38 the advice and consent of the Senate, five of whom are consumers 39 of health care services who are neither providers of health care 40 services or persons with a fiduciary interest in a health care service. 41 Of the additional public members first appointed pursuant to 42 P.L.1998, c.43, two shall serve for a term of two years and two shall 43 serve for a term of three years. Following the expiration of the 44 original terms, the public members shall serve for a term of four 45 years and are eligible for reappointment. Public members serving 46 on the board on the effective date of P.L.1998, c.43 shall continue 47 to serve for the term of their appointment. Any vacancy shall be

filled in the same manner as the original appointment, for the unexpired term. Public members shall continue to serve until their successors are appointed. The public members shall serve without compensation but may be reimbursed for reasonable expenses incurred in the performance of their duties, within the limits of funds available to the board.

a. A member or employee of the State Health Planning Board shall not, by reason of his performance of any duty, function, or activity required of, or authorized to be undertaken by the board, be held civilly or criminally liable if that person acted within the scope of his duty, function, or activity as a member or employee of the board, without gross negligence or malice toward any person affected thereby.

14 b. A member of the State Health Planning Board shall not vote 15 on any matter before the board concerning an individual or entity 16 with which the member has, or within the last 12 months has had, 17 any substantial ownership, employment, medical staff, fiduciary, 18 contractual, creditor, or consultative relationship. A member who 19 has or has had such a relationship with an individual or entity 20 involved in any matter before the board shall make a written 21 disclosure of the relationship before any action is taken by the 22 board with respect to the matter and shall make the relationship 23 public in any meeting in which action on the matter is to be taken. 24 (cf: P.L.2006, c.47, s.108)

25

26 165. Section 34 of P.L.1991, c.187 (C.26:2H-5.8) is amended to
27 read as follows:

28 34. a. (Deleted by amendment, P.L.1998, c.43).

b. The State Health Planning Board shall review applications
for certificates of need and make recommendations to the
Commissioner of Health [and Senior Services].

32 c. In the case of an application for a certificate of need to 33 transfer ownership of an existing general acute care hospital or to 34 close or eliminate a health care facility or service that is subject to review by the State Health Planning Board, the State Health 35 Planning Board shall hold at least one public hearing in the service 36 37 area of the health care facility or service; except that, in the event the Attorney General or the Department of Health [and Senior 38 39 Services] is required by State law to hold a public hearing on the 40 transfer of ownership of the hospital, the State Health Planning 41 Board shall not be required to hold a public hearing on the 42 application for a certificate of need to transfer ownership of the 43 hospital. The public hearing shall be held no later than 30 days 44 after an application is deemed complete by the Commissioner of 45 Health [and Senior Services]. Public notice of the hearing shall be 46 provided at least two weeks in advance of the date of the hearing.

47 Notwithstanding the provisions of this subsection to the contrary,48 in the event that the commissioner determines that a proposed

1 closure or elimination of a health care facility or service should be 2 considered on an expedited basis in order to preserve the quality of 3 health care provided to the community, the commissioner may 4 reduce the period of time required for public notice of the hearing. 5 (cf: P.L.1998, c.43, s.5) 6 7 166. Section 2 of P.L.1999, c.311 (C.26:2H-5.11) is amended to 8 read as follows: 9 2. As used in this act: "Commissioner" means the Commissioner of Health [and Senior 10 11 Services 1. 12 "Department" means the Department of Health [and Senior 13 Services. 14 "Needle stick injury" means the parenteral introduction into the body of a health care worker of blood or other potentially infectious 15 16 material by a needle or other sharp device during the worker's 17 performance of health care duties in a health care facility. 18 (cf: P.L.1999, c.311, s.2) 19 20 167. Section 6 of P.L.2007, c.236 (C.26:2H-5.22) is amended to 21 read as follows: 22 6. A covered health care facility licensed pursuant to P.L.1971, 23 c.136 (C.26:2H-1 et al.) that is in violation of the provisions of this 24 act shall be subject to such penalties as the Commissioner of Health 25 [and Senior Services] may determine pursuant to sections 13 and 14 of P.L.1971, c.136 (C.26:2H-13 and 26:2H-14). 26 27 (cf: P.L.2007, c.236, s.6) 28 29 168. Section 7 of P.L.2007, c.236 (C.26:2H-5.23) is amended to 30 read as follows: 31 7. The Commissioners of Health [and Senior Services] and 32 Human Services shall adopt rules and regulations pursuant to the 33 "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et 34 seq.) to carry out the purposes of this act. 35 (P.L.2007, c.236, s.7) 36 37 169. Section 7 of P.L.1971, c.136 (C.26:2H-7) is amended to 38 read as follows: 39 7. No health care facility shall be constructed or expanded, and 40 no new health care service shall be instituted after the effective date 41 of P.L.1971, c.136 (C.26:2H-1 et seq.) except upon application for 42 and receipt of a certificate of need as provided by P.L.1971, c.136 43 (C.26:2H-1 et seq.). No agency of the State or of any county or 44 municipal government shall approve any grant of funds for, or issue 45 any license to, a health care facility which is constructed or 46 expanded, or which institutes a new health care service, in violation 47 of the provisions of P.L.1971, c.136 (C.26:2H-1 et seq.).

7a) and section 16 of P.L.1998, c.43 (C.26:2H-7c), the provisions of 3 this section shall apply to: The initiation of any health care service as provided in 4 a. 5 section 2 of P.L.1971, c.136 (C.26:2H-2); b. The initiation by any person of a health care service which is 6 the subject of a health planning regulation adopted by the Department of Health [and Senior Services]; The purchase by any person of major moveable equipment c. whose total cost is over \$2 million; The expenditure by a licensed health care facility of over \$2 d. million for construction of a new health care facility; and The construction of a facility by any person, whose total e. project cost exceeds \$2 million, if the facility-type is the subject of a health planning regulation adopted by the Department of Health [and Senior Services]. The commissioner may periodically increase the monetary thresholds established in this section, by regulation, to reflect inflationary increases in the costs of health care equipment or construction. 21 For the purposes of this section, "health care service" shall 22 include any service which is the subject of a health planning regulation adopted by the Department of Health [and Senior 23 Services], and "person" shall include a corporation, company, 24 25 association, society, firm, partnership, and joint stock company, as 26 well as an individual.

27 A physician who initiates a health care service which is the 28 subject of a health planning regulation or purchases major moveable 29 equipment pursuant to subsection b. or c. of this section, may apply 30 to the commissioner for a waiver of the certificate of need 31 requirement if: the equipment or health care service is such an 32 essential, fundamental, and integral component of the physician's 33 practice specialty, that the physician would be unable to practice his 34 specialty according to the acceptable medical standards of that 35 specialty without the health care service or equipment; the physician bills at least 75% of his total amount of charges in the 36 37 practice specialty which uses the health care service or equipment; 38 and the health care service or equipment is not otherwise available 39 and accessible to patients, pursuant to standards established by the 40 commissioner, by regulation. The commissioner shall make a 41 determination about whether to grant or deny the waiver, within 120 42 days from the date the request for the waiver is received by the 43 commissioner and shall so notify the physician who requested the 44 waiver. If the request is denied, the commissioner shall include in 45 that notification the reason for the denial. If the request is denied, 46 the initiation of a health care service or the purchase of major 47 moveable equipment shall be subject to the certificate of need 48 requirements pursuant to this section.

1 Except as provided in section 19 of P.L.1992, c.160 (C.26:2H-2

7 8

9 10

11 12

13 14 15

16

17 18 19 20

1 A health maintenance organization which furnishes at least basic 2 comprehensive care health services on a prepaid basis to enrollees 3 either through providers employed by the health maintenance 4 organization or through a medical group or groups which contract 5 directly with the health maintenance organization, which initiates a 6 health care service, or constructs a health care facility pursuant to 7 subsection a., b., d., or e. of this section, may apply to the 8 commissioner for a waiver of the certificate of need requirement if: the initiation of the health care service or the construction is in the 9 10 best interests of State health planning; and the health maintenance 11 organization is in compliance with the provisions of P.L.1973, 12 c.337 (C.26:2J-1 et seq.) and complies with the provisions of 13 subsection d. of section 3 of P.L.1973, c.337 (C.26:2J-3) regarding 14 notification to the commissioner. The commissioner shall make a 15 determination about whether to grant or deny the waiver within 45 16 days from the date the request for the waiver is received by the 17 commissioner and shall so notify the health maintenance 18 organization. If the request for a waiver is denied on the basis that 19 the request would not be in the best interests of State health 20 planning, the commissioner shall state in that notification the reason why the request would not be in the best interests of State health 21 If the request for a waiver is denied, the health 22 planning. 23 maintenance organization's initiation of a health care service or 24 construction project shall be subject to the certificate of need 25 requirements pursuant to this section.

- The requirement to obtain a certificate of need for major moveable equipment pursuant to subsection c. of this section shall not apply if a contract to purchase that equipment was entered into prior to July 1, 1991.
- 30 (cf: P.L.1998, c.43, s.6)
- 31

32 170. Section 16 of P.L.1998, c.43 (C.26:2H-7c) is amended to 33 read as follows:

- 16. a. Notwithstanding the provisions of section 7 of P.L.1971,
 c.136 (C.26:2H-7) to the contrary, 20 months after the effective
 date of P.L.1998, c.43 the following shall be exempt from the
 certificate of need requirement:
- 38 Extracorporeal shock wave lithotripter;
- 39 Hyperbaric chamber;
- 40 Positron emission tomography;
- 41 Residential drug and alcohol services;
- 42 Ambulatory surgical facilities;
- 43 Basic obstetric and pediatric services and birth centers, including
- 44 additions of basic obstetric and pediatric beds in hospitals; and
- 45 Linear accelerator, including Cobalt 60 unit.
- b. Notwithstanding the provisions of subsection a. of this
 section to the contrary, if the Commissioner of Health [and Senior
 Services] determines that Department of Health [and Senior

1 Services] licensing standards for a health care service or facility 2 listed in subsection a. of this section have been adopted by 3 regulation of the department pursuant to the "Administrative 4 Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.), the 5 commissioner may exempt the health care service or facility from 6 the provisions of section 7 of P.L.1971, c.136 (C.26:2H-7) prior to 7 the 20-month period established in subsection a. of this section.

8 The commissioner shall publish notice of any exemptions 9 established pursuant to this subsection in the New Jersey Register 10 and provide for 45 days' public notice prior to the effective date of 11 the exemption.

12 c. In the case of any health care service or facility that is not 13 exempted from the provisions of section 7 of P.L.1971, c.136 14 (C.26:2H-7) pursuant to this section or section 19 of P.L.1992, 15 c.160 (C.26:2H-7a) and is not subject to expedited review, the 16 commissioner shall publish a call schedule for the initiation of the 17 services or facilities within 90 days of the date of enactment of this 18 act. In the event that the commissioner determines that there is 19 insufficient need to support the initiation of the service or facility, 20 the commissioner is authorized to cancel the call. The 21 commissioner shall provide public notice of the cancellation at least 22 45 days prior to the scheduled call date.

- 23 (cf: P.L.1998, c.43, s.16)
- 24

171. Section 18 of P.L.1998, c.43 (C.26:2H-7d) is amended toread as follows:

18. Notwithstanding the provisions of P.L.1971, c.136 (C.26:2H-1 et seq.) to the contrary, health care equipment which involves new technology that is not identified in N.J.A.C.8:33 et seq., shall not be subject to certificate of need requirements and may be initiated in the State in accordance with the requirements of this section.

a. The new technology shall be directly related to a health care
service for which the provider is already licensed and has obtained
a certificate of need, when required.

b. The provider shall notify the Commissioner of Health [and
Senior Services] about the intent to initiate the new technology at
least 60 days prior to the date the provider will begin use of the
technology.

40 c. The new technology shall have pre-market approval from the41 federal Food and Drug Administration.

d. The provider shall use the new technology in accordance
with guidelines approved by [the] <u>The</u> Joint Commission [on
Accreditation of Health Care Organizations] until such time as the
Department of Health [and Senior Services] has adopted licensing
standards for the new technology. The provider shall be required to

1 comply with the department's licensing standards for the new 2 technology upon adoption of the standards. 3 e. The provider shall agree to submit to the department 4 appropriate patient information and other data concerning use of the 5 new technology to assist the department in establishing licensing 6 standards. The provider shall submit the information and other data 7 on a quarterly basis until such time as licensing standards are 8 adopted for the new technology. 9 f. The commissioner may suspend a provider's use of the new 10 technology if he determines that the provider is not in compliance with the requirements of this section. 11 12 (cf: P.L.1998, c.43, s.18) 13 172. Section 3 of P.L.1996, c.102 (C.26:2H-7.6) is amended to 14 15 read as follows: 16 3. a. A hospital which proposes to utilize a portion of its 17 licensed bed capacity for the purpose of establishing a subacute care unit shall be subject to the following requirements: 18 19 (1) the subacute care unit's beds shall be licensed by the 20 Department of Health [and Senior Services] as long-term care beds 21 and shall meet all applicable State licensing and federal certification 22 requirements, including the physical requirements for skilled 23 nursing beds under the federal Medicare program established 24 pursuant to Pub.L.89-97 (42 U.S.C.s.1395 et seq.), with reasonable 25 waiver provisions as determined by the commissioner or the federal 26 [Health Care Financing Administration] Centers for Medicare & 27 Medicaid Services, as appropriate; (2) the maximum length of stay in the unit shall not exceed eight 28 29 days: 30 (3) the unit shall be certified to participate in the Medicare 31 program as a skilled nursing facility; 32 (4) the unit shall be comprised of not more than 7% of the hospital's licensed medical-surgical bed capacity or 12 beds, 33 34 whichever is greater; 35 (5) the hospital's licensed medical-surgical bed capacity shall be 36 reduced, by the commissioner, by the number of beds used to 37 establish a subacute care unit under the provisions of this section. 38 Long-term care beds in a hospital's subacute care unit shall not be 39 transferred to, or combined with, a subacute care unit in another 40 Bed limitations for a hospital shall include both hospital. 41 conversions of existing acute care beds and any purchases or other 42 acquisitions or rentals of beds to be used by a hospital for the 43 provision of subacute care under this act; 44 (6) (Deleted by amendment, P.L.1998, c.43). 45 (7) the hospital shall be subject to the fee for the filing of an 46 application for a license for long-term care beds and any renewal 47 thereof as established by the Department of Health and Senior

48 Services] pursuant to section 12 of P.L.1971, c.136 (C.26:2H-12).

b. Subacute care shall not be covered by the Medicaid program
established pursuant to P.L.1968, c.413 (C.30:4D-1 et seq.). The
long-term care beds in a subacute care unit shall not be included in
long-term care bed inventories for certificate of need review
purposes.

6

7 173. Section 2 of P.L.2000, c.143 (C.26:2H-7.11) is amended to8 read as follows:

9 2. In addition to the requirements of P.L.1971, c.136 (C.26:2H-10 1 et seq.) concerning certificate of need and licensure requirements, 11 a nonprofit hospital licensed pursuant to P.L.1971, c.136 (C.26:2H-12 1 et seq.) shall satisfy the requirements of this act before applying 13 to the Superior Court of New Jersey for approval prior to entering 14 into a transaction that results in the acquisition of the hospital as 15 defined in this act. The proposed acquisition shall be subject to the 16 prior review of the Attorney General, in consultation with the 17 Commissioner of Health [and Senior Services], pursuant to the 18 provisions of this section. The Attorney General shall review the 19 application in furtherance of his common law responsibilities as 20 protector, supervisor, and enforcer of charitable trusts and 21 charitable corporations.

For the purposes of sections 2 and 3 of this act, "acquisition" means the purchase, lease, exchange, conversion, restructuring, merger, division, consolidation, transfer of control, or other disposition of a substantial amount of assets or operations, whether through a single transaction or series of transactions, with one or more persons or entities.

28 This act shall not apply to a nonprofit hospital if the proposed 29 acquisition is in the usual and regular course of its activities and the 30 Attorney General has given the nonprofit hospital a written waiver 31 as to the proposed acquisition. As used in this section, a proposed 32 acquisition is not in the usual and regular course of a nonprofit 33 hospital's activities if it effects a fundamental corporate change that 34 involves transfer of ownership or control of charitable assets or a change of the nonprofit hospital's mission or purpose. 35

36 a. (1) Within five working days of submitting an application 37 pursuant to this section, the nonprofit hospital shall publish a notice 38 of the proposed acquisition, in a form approved by the Attorney 39 General, in a newspaper of general circulation in the service area of 40 the hospital once per week for three weeks. The notice shall state 41 the names of the parties to the agreement, describe the contents of 42 the application to the Attorney General, and state the date by which 43 a person may submit written comments about the application to the 44 Attorney General.

45 (2) Within 30 days after receipt of an initial application, the
46 Attorney General shall advise the applicant in writing whether the
47 application is complete, and, if not, shall specify what additional
48 information is required.

(3) The Attorney General shall, upon receipt of the information
 requested, notify the applicant in writing of the date of completion
 of the application.

b. Within 90 days of the date of completion of the application, 4 5 the Attorney General, in consultation with the Commissioner of 6 Health [and Senior Services], shall review the application and support the proposed acquisition, with or without any specific 7 8 modifications, or, if [he] the Attorney General finds that it is not in 9 the public interest, oppose the proposed acquisition. The Attorney 10 General or commissioner may, for good cause, extend the time for 11 review of an application submitted pursuant to this section.

12 The proposed acquisition shall not be considered to be in the 13 public interest unless the Attorney General determines that 14 appropriate steps have been taken to safeguard the value of the 15 charitable assets of the hospital and to ensure that any proceeds 16 from the proposed acquisition are irrevocably dedicated for 17 appropriate charitable health care purposes; and the Commissioner of Health [and Senior Services] determines that the proposed 18 19 transaction is not likely to result in the deterioration of the quality, availability or accessibility of health care services in the affected 20 21 communities.

c. In determining whether the acquisition meets the criteria ofsubsection b. of this section, the Attorney General shall consider:

(1) Whether the acquisition is permitted under the "New Jersey
Nonprofit Corporation Act," Title 15A of the New Jersey Statutes,
and other applicable State statutes governing nonprofit entities,
trusts, or charities;

(2) Whether the nonprofit hospital exercised due diligence in
deciding to effectuate the acquisition, selecting the other party to
the acquisition and negotiating the terms and conditions of the
acquisition;

32 (3) The procedures used by the nonprofit hospital in making its33 decision, including whether appropriate expert assistance was used;

(4) Whether conflict of interest was disclosed, including, but not
limited to, conflicts of interest related to board members of,
executives of and experts retained by the nonprofit hospital,
purchaser, or other parties to the acquisition;

38 (5) Whether any management contract under the acquisition is39 for reasonable fair value;

40 (6) Whether the acquisition proceeds will be used for 41 appropriate charitable health care purposes consistent with the 42 nonprofit hospital's original purpose or for the support and 43 promotion of health care and whether the proceeds will be 44 controlled as charitable funds independently of the purchaser or 45 parties to the acquisition; and

46 (7) Any other criteria the Attorney General establishes by
47 regulation to determine whether the proposed acquisition is in the
48 public interest.

d. In determining whether an acquisition by any person or entity other than a corporation organized in this State for charitable purposes under Title 15A of the New Jersey Statutes meets the criteria of subsection b. of this section, the Attorney General shall consider, in addition to the criteria set forth in subsection c., the following criteria:

7 (1) Whether the nonprofit hospital will receive full and fair
8 market value for its assets. The Attorney General may employ, at
9 the nonprofit hospital's expense, reasonably necessary expert
10 assistance in making this determination;

(2) Whether charitable funds are placed at unreasonable risk, ifthe acquisition is financed in part by the nonprofit hospital;

(3) Whether a right of first refusal has been retained to
repurchase the assets by a successor nonprofit corporation or
foundation if, following the acquisition, the hospital is subsequently
sold to, acquired by or merged with another entity;

(4) Whether the nonprofit hospital established appropriate
criteria in deciding to pursue a conversion in relation to carrying out
its mission and purposes;

20 (5) Whether the nonprofit hospital considered the proposed
21 conversion as the only alternative or as the best alternative in
22 carrying out its mission and purposes;

23 (6) Whether the nonprofit hospital exercised due care in
24 assigning a value to the existing hospital and its charitable assets in
25 proceeding to negotiate the proposed conversion;

26 (7) Whether officers, directors, board members, or senior
27 management will receive future contracts in existing, new, or
28 affiliated hospitals or foundations; and

(8) Any other criteria the Attorney General establishes by
regulation to determine whether a proposed acquisition by any
person or entity other than a corporation organized in this State for
charitable purposes under Title 15A of the New Jersey Statutes is in
the public interest.

e. In [his] <u>the Attorney General's</u> review of the proposed acquisition, the Attorney General may assess the entity proposing to acquire the nonprofit hospital for reasonable costs related to the review, as determined by the Attorney General to be necessary. Reasonable costs may include expert review of the acquisition and a process for educating the public about the acquisition and obtaining public input.

41 The Attorney General and the Commissioner of Health and f. 42 Senior Services shall, during the course of the review pursuant to 43 this section, hold at least one public hearing in which any person 44 may file written comments and exhibits or appear and make a 45 statement. The public hearing may, if the Attorney General and 46 commissioner so agree, be conducted jointly. The commissioner 47 may satisfy the requirements of this subsection by conducting a 48 public hearing in conjunction with the certificate of need review

1 process pursuant to P.L.1971, c.136 (C.26:2H-1 et seq.). The 2 Attorney General or the commissioner may subpoena additional 3 information or witnesses, including, but not limited to, information 4 about any transaction that is collateral to the proposed acquisition 5 and any related documents, require and administer oaths, require 6 sworn statements, take depositions and use related discovery 7 procedures for purposes of the hearing and at any time prior to completing the review of the proposed acquisition. 8

9 The Attorney General shall make the information received 10 pursuant to this section, and the Department of Health [and Senior 11 Services] shall make any information in its records relating to the 12 proposed acquisition, available for inspection at no cost to the 13 public.

The public hearing shall be held no later than 60 days after the date that an application from a nonprofit hospital is deemed complete by the Attorney General. Public notice of the hearing shall be provided at least two weeks in advance of the date of the hearing.

g. In a proposed acquisition subject to review under subsection
d. of this section, the Attorney General, after consultation with the
principal parties to the transaction, shall make a determination as to
the amount of assets which the nonprofit hospital shall set aside as a
charitable obligation, based on the full and fair market value of the
hospital at the time of the proposed acquisition as determined by the
Attorney General.

26 Upon execution of a proposed acquisition subject to review h. 27 under subsection d. of this section, the amount determined by the 28 Attorney General to be set aside as a charitable obligation shall be 29 placed in a nonprofit charitable trust or one or more existing or 30 newly established tax-exempt charitable organizations operating 31 pursuant to 26 U.S.C. s. 501(c)(3). The charitable mission and 32 grant-making functions of any charitable entity that receives assets 33 pursuant to subsection g. of this section shall be dedicated to 34 serving the health care needs of the community historically served 35 by the predecessor nonprofit hospital. Any charitable entity that 36 receives assets pursuant to subsection g. of this section, the 37 directors, officers, and trustees of any such charitable entity, and the 38 assets of any such charitable entity, including any stock involved in 39 the acquisition, shall be independent of any influence or control by 40 the acquiring entity, its directors, officers, trustees, subsidiaries, or 41 affiliates.

(1) The governance of the charitable trust that results from the
acquisition or of any newly established charitable organization that
is to receive charitable assets pursuant to subsection g. of this
section shall be subject to review and approval by the Attorney
General. The governance of any existing charitable organization
that is to receive charitable assets pursuant to subsection g. of this
section shall be subject to review and approval by the Attorney
that is to receive charitable assets pursuant to subsection g. of this
section shall be subject to review by the Attorney General. The

1 governance of the charitable trust or the charitable organization 2 shall be broadly based, and neither the trust or organization nor any 3 officer, director, or senior manager of the trust or organization shall 4 be affiliated with the acquiring entity and no officer, director, or 5 senior manager of the trust or organization shall be a full-time 6 employee of State government. No officer, director, or senior 7 manager of the trust or organization shall have been a director, 8 officer, agent, trustee, or employee of the nonprofit hospital during 9 the three years immediately preceding the effective date of the 10 acquisition, unless that person can demonstrate to the satisfaction of 11 the Attorney General that the person's assumption of the position of 12 officer, director, or senior manager of the trust or organization 13 would not constitute a breach of fiduciary duty or other conflict of 14 interest.

(2) The governing body of the charitable trust or organization
shall establish or demonstrate that it has in place, as the case may
be, a mechanism to avoid conflicts of interest and to prohibit grants
that benefit the board of directors and management of the acquiring
entity or its affiliates or subsidiaries.

20 (3) The governing body of the charitable trust or organization 21 shall provide the Attorney General with an annual report which shall include an audited financial statement and a detailed 22 23 description of its grant-making and other charitable activities 24 related to its use of the charitable assets received pursuant to this 25 act. The annual report shall be made available to the public at both 26 the Attorney General's office and the office of the charitable trust or 27 organization. Nothing contained in this act shall affect the 28 obligations of an entity possessing endowment funds under 29 P.L.1975, c.26 (C.15:18-15 et seq.).

30 (1) The entity acquiring the nonprofit hospital, if determined i. 31 to be necessary by the Commissioner of Health [and Senior 32 Services], shall provide funds, in an amount determined by the 33 Commissioner of Health [and Senior Services], for the hiring by 34 the Department of Health [and Senior Services] of an independent 35 health care access monitor to monitor and report quarterly to the 36 Department of Health [and Senior Services] on community health 37 care access by the entity, including levels of uncompensated care 38 for indigent persons provided by the entity. The funding shall be 39 provided for three years after the date of the acquisition. The entity 40 acquiring the hospital shall provide the monitor with appropriate 41 access to the entity's records in order to enable the monitor to fulfill 42 this function.

To prevent the duplication of any information already reported by the entity, the monitor shall, to the extent possible, utilize data already provided by the entity to the Department of Health [and Senior Services].

1 No personal identifiers shall be attached to any of the records 2 obtained by the monitor, and all such records shall be subject to the 3 privacy and confidentiality provisions of medical records provided 4 by law.

5 (2) Following the monitoring period, or in the event that no 6 monitoring period is established, if the Commissioner of Health [and Senior Services] receives information indicating that the 7 8 acquiring entity is not fulfilling its commitment to the affected 9 service area pursuant to this act and determines that the information 10 is true, [he] the commissioner shall order the acquiring entity to 11 comply with a corrective action plan. The commissioner shall retain 12 oversight of the acquiring entity's obligations under the corrective 13 action plan for as long as necessary to ensure compliance with this 14 act.

j. The trustees and senior managers of the nonprofit hospital
are prohibited from investing in the acquiring entity for a period of
three years following the acquisition.

k. No director, officer, agent, trustee, or employee of the
nonprofit hospital shall benefit directly or indirectly from the
acquisition, including the receipt of any compensation directly
related to the proposed acquisition.

22 Upon completion by the Attorney General of the review of 1. 23 the application required by this act, the nonprofit hospital shall 24 apply to the Superior Court for approval of the proposed 25 acquisition. In that proceeding, the Attorney General shall advise 26 the court as to whether [he] the Attorney General supports or 27 opposes the proposed acquisition, with or without any specific modifications, and the basis for that position. Any person who filed 28 29 a written comment or exhibit or appeared and made a statement in 30 the public hearing held by the Attorney General pursuant to 31 subsection f. of this section shall be considered a party to the 32 proceeding, including consumers or community groups representing 33 the citizens of the State.

34 m. Notwithstanding the provisions of subsections a. and f. of 35 this section to the contrary, in the event that the Attorney General or 36 the Commissioner of Health [and Senior Services] determines that 37 a proposed acquisition should be considered on an expedited basis 38 in order to preserve the quality of health care provided to the 39 community, the Attorney General and the commissioner may 40 combine the public notice about the acquisition with the notice for a 41 public hearing as required in subsections a. and f., respectively, and 42 may reduce the period of time required for notice, as necessary. In 43 considering a proposed acquisition on an expedited basis, the 44 Attorney General and commissioner may agree to reduce the period 45 of time for review of a completed application to less than 90 days.

46 n. The Attorney General, in consultation with the47 Commissioner of Health [and Senior Services], shall adopt

1 regulations pursuant to the "Administrative Procedure Act," 2 P.L.1968, c.410, (C.52:14B-1 et seq.) to carry out the purposes of 3 this act. 4 (cf: P.L.2000, c.143, s.2) 5 6 174. Section 5 of P.L.2000, c.143 (C.26:2H-7.14) is amended to 7 read as follows: 8 5. Nothing in this act shall be construed to limit the existing 9 authority of the Attorney General, the Commissioner of Health [and Senior Services, or any other government official or entity or the 10 11 court to review, approve or disapprove conditions related to an 12 acquisition, transaction, or disposition under current law. 13 (cf: P.L.2000, c.143, s.5) 14 15 175. Section 1 of P.L.1002, c.25 (C.26:2H-7.15) is amended to 16 read as follows: 17 1. As used in this act: "Assisted living" means a coordinated array of supportive 18 personal and health services, available 24 hours per day, which 19 20 promote resident self-direction and participation in decisions that 21 emphasize independence, individuality, privacy, dignity, and 22 homelike surroundings to residents who have been assessed to need 23 these services, including residents who require formal long-term 24 care. 25 "Assisted living program" means the provision of or arrangement 26 for meals and assisted living services, when needed, to the residents 27 of publicly subsidized housing, which because of any federal, State, or local housing laws, rules, regulation, or requirements cannot 28 29 become licensed as an assisted living residence. 30 "Assisted living residence" means a facility licensed by the 31 Department of Health and Senior Services to provide apartment-32 style housing and congregate dining and to assure that assisted 33 living services are available when needed, for four or more adult 34 persons unrelated to the proprietor. Apartment units shall offer, at a 35 minimum, one unfurnished room, a private bathroom, a kitchenette, 36 and a lockable door on the unit entrance. 37 "Commissioner" means the Commissioner of Health [and Senior 38 Services. 39 (cf: P.L.2002, c.25, s.1) 40 41 176. Section 8 of P.L.2002, c.25 (C.26:2H-7.21) is amended to 42 read as follows: 43 8. The Commissioner of Health [and Senior Services], 44 pursuant to the "Administrative Procedure Act," P.L.1968, c.410 45 (C.52:14B-1 et seq.) shall adopt rules and regulations to effectuate 46 the purposes of this act. 47 (cf: P.L.2002, c.25, s.8)

1 177. Section 1 of P.L.1982, c.149 (C.26:2H-11.1) is amended to 2 read as follows: 3 1. In the case of an application for a certificate of need or 4 initial licensure, as applicable, for a narcotic and drug abuse 5 treatment center to be located within 500 feet from any building in 6 this State used for the instruction of children between the ages of 7 five and 18 years, the applicant shall notify the governing body of 8 the municipality within which [he] the applicant proposes to locate 9 the treatment center of [his] the applicant's intention to apply for 10 the certificate of need or licensure and the proposed location of the center. Documentation of [such] the notice shall be filed with the 11 certificate of need or license application. The Commissioner of 12 13 Health [and Senior Services] is hereby authorized to adopt 14 reasonable rules and regulations, in accordance with the provisions 15 of the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-16 1 et seq.), to effectuate the purposes of this act. For the purposes of 17 this act, the definition of "narcotic and drug abuse treatment center" 18 shall be identical to the definition in subsection (a) of section 2 of 19 P.L.1970, c.334 (C.26:2G-22). This act shall not apply to any 20 [such] narcotic and drug abuse treatment center for which an application was filed prior to the effective date of this act. 21 22 (cf: P.L.1998, c.43, s.11) 23 24 178. Section 3 of P.L.1989, c.300 (C.26:2H-12.2a) is amended 25 to read as follows: 26 3. a. A health care entity shall maintain all records of all 27 documented complaints of events related to patient care about, and 28 disciplinary proceedings or actions against, a health care 29 professional who is employed by or has an affiliation with the 30 The health care entity shall retain the health care entity. information for a period of seven years and make the records, 31 32 including any information the health care entity has pertaining to 33 records maintained on the health care professional prior to the 34 effective date of P.L.1989, c.300 (C.45:9-19.4 et al.), available to 35 the division, the board which licenses or otherwise authorizes the 36 health care professional to practice, the Medical Practitioner

39 as applicable, upon request.

37

38

b. A health care entity shall maintain for a period of four years
all records and source data relating to its mortality, morbidity,
complication, infection, and readmission and shall make the records
available to the division, the board which licenses, or otherwise
authorizes the health care professional, the review panel and the
Department of Health [and Senior Services], as applicable, upon
request.

Review Panel established pursuant to section 8 of P.L.1989, c.300

(C.45:9-19.8), and the Department of Health [and Senior Services],

c. A health care entity which fails to maintain the records required pursuant to this section shall be subject to such penalties as the Department of Health [and Senior Services] shall determine pursuant to sections 13 and 14 of P.L.1971, c.136 (C.26:2H-13 and 26:2H-14) and section 16 of P.L.1997, c.192 (C.26:2S-16), or the director shall determine pursuant to P.L.1989, c.331 (C.34:8-43 et seq.), as applicable.

8 (cf: P.L.2005, c.83, s.3)

9

10 179. Section 2 of P.L.2005, c.83 (C.26:2H-12.2b) is amended to 11 read as follows:

2. a. A health care entity shall notify the division in writing if
a health care professional who is employed by, under contract to
render professional services to, or has privileges granted by, that
health care entity, or who provides such services pursuant to an
agreement with a health care services firm or staffing registry:

17 (1) for reasons relating to the health care professional's 18 impairment, incompetency, or professional misconduct, which 19 incompetency or professional misconduct relates adversely to 20 patient care or safety: (a) has full or partial privileges summarily or 21 temporarily revoked or suspended, or permanently reduced, 22 suspended, or revoked; (b) has been removed from the list of 23 eligible employees of a health services firm or staffing registry; (c) 24 has been discharged from the staff; or (d) has had a contract to 25 render professional services terminated or rescinded;

26 (2) has conditions or limitations placed on the exercise of 27 clinical privileges or practice within the health care entity for 28 reasons relating to the health care professional's impairment, 29 incompetency, or professional misconduct or, which incompetency 30 or professional misconduct relates adversely to patient care or 31 safety, including, but not limited to, second opinion requirements, 32 non-routine concurrent or retrospective review of admissions or 33 care, non-routine supervision by one or more members of the staff, 34 or the completion of remedial education or training;

35 (3) voluntarily resigns from the staff if: (a) the health care entity is reviewing the health care professional's patient care or reviewing 36 37 whether, based upon its reasonable belief, the health care 38 professional's conduct demonstrates an impairment or incompetence 39 or is unprofessional, which incompetence or unprofessional conduct 40 relates adversely to patient care or safety; or (b) the health care 41 entity, through any member of the medical or administrative staff, 42 has expressed an intention to do such a review;

(4) voluntarily relinquishes any partial privilege or authorization
to perform a specific procedure if: (a) the health care entity is
reviewing the health care professional's patient care or reviewing
whether, based upon its reasonable belief, the health care
professional's conduct demonstrates an impairment or incompetence
or is unprofessional, which incompetence or unprofessional conduct

relates adversely to patient care or safety; or (b) the health care
 entity, through any member of the medical or administrative staff,
 has expressed an intention to do such a review;

4 (5) while under, or subsequent to, a review by the health care 5 entity of the health care professional's patient care or professional 6 conduct is granted a leave of absence for reasons relating to a 7 physical, mental, or emotional condition or drug or alcohol use 8 which impairs the health care professional's ability to practice with 9 reasonable skill and safety, except that no report is required for 10 pregnancy-related leaves of absence or if the health care 11 professional has sought assistance from a professional assistance or 12 intervention program approved or designated by the division or a board to provide confidential oversight of the health care 13 professional and is following the treatment regimen or monitoring 14 15 as that program requires; or

(6) is a party to a medical malpractice liability suit, to which the
health care entity is also a party, and in which there is a settlement,
judgment, or arbitration award.

As used in this subsection, incompetence, professional
misconduct, and unprofessional conduct shall not include personal
conduct, such as tardiness, insubordination, or other similar
behavior, which does not relate to patient care or safety.

23 b. A health care entity shall notify the division in writing if it is 24 in possession of information that indicates that a health care 25 professional has failed to comply with a request to seek assistance 26 from a professional assistance or intervention program approved or 27 designated by the division or a board to provide confidential 28 oversight of the health care professional, or has failed to follow the 29 treatment regimen or monitoring program required by that program 30 to assure that the health care professional's physical, mental, or 31 emotional condition or drug or alcohol use does not impair the 32 health care professional's ability to practice with reasonable skill 33 and safety.

c. A health care entity shall notify the division in writing if any
health care professional who has been the subject of a report
pursuant to this section, has had conditions or limitations on the
exercise of clinical privileges or practice within the health care
entity altered, or privileges restored, or has resumed exercising
clinical privileges that had been voluntarily relinquished.

d. In the case of a health care professional who is providing
services at a health care entity pursuant to an agreement with a
health care services firm or staffing agency and is the subject of a
notice pursuant to this section, the health care entity shall, when it
submits a notice to the division concerning that health care
professional, provide a copy of the notice to the health care services
firm or staffing agency.

e. The form of notification shall be prescribed by theCommissioner or Health [and Senior Services], in consultation

1 with the Commissioner of Human Services in the case of 2 psychiatric facilities and developmental centers, and shall contain 3 such information as may be required by the division and shall be 4 made within seven days of the date of the action, settlement, 5 judgment, or award.

f. A health care entity which fails to provide such notice to the
division or fails to cooperate with a request for information by the
division, the board or the Medical Practitioner Review Panel
established pursuant to section 8 of P.L.1989, c.300 (C.45:9-19.8)
shall be subject to such penalties as the Department of Health [and
Senior Services] may determine pursuant to sections 13 and 14 of
P.L.1971, c.136 (C.26:2H-13 and 26:2H-14).

g. A health care entity, or any employee thereof, which 13 14 provides information to the division, the board, the Medical 15 Practitioner Review Panel, a health care services firm or staffing 16 agency, or the Department of Health [and Senior Services], in good 17 faith and without malice, regarding a health care professional 18 pursuant to the provisions of this section or section 3 of P.L.1989, 19 c.300 (C.26:2H-12.2a), is not liable for civil damages in any cause 20 of action arising out of the provision or reporting of the 21 information.

h. A health care entity shall provide the health care
professional who is the subject of a notice pursuant to paragraphs
(1), (2), (4), and (5) of subsection a. of this section and subsection
c. of this section with a copy of the notice provided to the division,
when the health care entity submits the notice to the division.

i. For the purposes of this section, section 3 of P.L.1989, c.300
(C.26:2H-12.2a) and section 15 of P.L.2005, c.83 (C.26:2H-12.2c):

"Board" means a professional and occupational licensing board
within the Division of Consumer Affairs in the Department of Law
and Public Safety which licenses or otherwise authorizes a health
care professional to practice a health care profession.

"Division" means the Division of Consumer Affairs in theDepartment of Law and Public Safety.

35 "Health care entity" means a health care facility licensed 36 pursuant to P.L.1971, c.136 (C.26:2H-1 et seq.), a health 37 maintenance organization authorized to operate pursuant to 38 P.L.1973, c.337 (C.26:2J-1 et seq.), a carrier which offers a 39 managed care plan regulated pursuant to P.L.1997, c.192 (C.26:2S-40 1 et seq.), a State or county psychiatric hospital, a State 41 developmental center, a staffing registry, and a home care services 42 agency as defined in section 1 of P.L.1947, c.262 (C.45:11-23).

"Health care professional" means a person licensed or otherwise
authorized pursuant to Title 45 or Title 52 of the Revised Statutes to
practice a health care profession that is regulated by the Director of
the Division of Consumer Affairs or by one of the following boards:
the State Board of Medical Examiners, the New Jersey Board of
Nursing, the New Jersey State Board of Dentistry, the New Jersey

1 State Board of Optometrists, the New Jersey State Board of 2 Pharmacy, the State Board of Chiropractic Examiners, the 3 Acupuncture Examining Board, the State Board of Physical 4 Therapy, the State Board of Respiratory Care, the Orthotics and 5 Prosthetics Board of Examiners, the State Board of Psychological 6 Examiners, the State Board of Social Work Examiners, the State 7 Board of Veterinary Medical Examiners, the State Board of 8 Examiners of Ophthalmic Dispensers and Ophthalmic Technicians, 9 Audiology and Speech-Language Pathology the Advisory 10 Committee, the State Board of Marriage and Family Therapy 11 Examiners, the Occupational Therapy Advisory Council and the 12 Certified Psychoanalysts Advisory Committee. "Health care 13 professional" also includes a nurse aide and a personal care 14 assistant certified by the Department of Health [and Senior 15 Services.

16 (cf: P.L.2005, c.83, s.2)

17

18 180. Section 15 of P.L.2005, c.83 (C.26:2H-12.2c) is amended to19 read as follows:

20 15. a. A health care entity, upon the inquiry of another health21 care entity, shall truthfully:

22 (1) disclose whether, within the seven years preceding the 23 inquiry, it provided any notice to the division pursuant to section 2 24 of P.L.2005, c.83 (C.26:2H-12.2b), or to the review panel, as 25 required by section 3 of P.L.1989, c.300 (C.26:2H-12.2a), with 26 respect to the health care professional about whom the inquiry has 27 been made, providing a copy of the form of notification and any 28 supporting documentation that was provided to the division, a 29 professional or occupational licensing board in the Division of 30 Consumer Affairs in the Department of Law and Public Safety, or 31 the review panel; and

32 (2) provide information about a current or former employee's
33 job performance as it relates to patient care, as provided in this
34 section, and, in the case of a former employee, the reason for the
35 employee's separation.

b. For the purposes of this section, "job performance" shall 36 37 relate to the suitability of the employee for re-employment at a 38 health care entity, and the employee's skills and abilities as they 39 relate to suitability for future employment at a health care entity. 40 Information about a current or former employee's job performance 41 pursuant to this paragraph shall be based on the employee's 42 performance evaluation, and provided to another health care entity 43 only if: (1) the evaluation has been signed by the evaluator and 44 shared with the employee; (2) the employee has had the opportunity 45 to respond; and (3) the employee's response, if any, has been taken 46 into consideration when providing the information to another health 47 care entity.

Job performance as it relates to patient care shall not include the
 current or former employee's participation in labor activities
 pursuant to the "National Labor Relations Act," 29 U.S.C. s.151 et
 seq.

5 c. A health care entity, or any employee designated by the 6 entity, which, pursuant to this section, provides information in good 7 faith and without malice to another health care entity concerning a 8 health care professional, including information about a current or 9 former employee's job performance as it relates to patient care, is 10 not liable for civil damages in any cause of action arising out of the 11 provision or reporting of the information.

12 d. A health care entity which fails to truthfully disclose 13 information to another health care entity making an inquiry pursuant to this section or fails to cooperate with such request for 14 15 information by the other health care entity shall be subject to such penalties as the Department of Health and Senior Services may 16 17 determine pursuant to sections 13 and 14 of P.L.1971, c.136 18 (C.26:2H-13 and 26:2H-14) and section 16 of P.L.1997, c.192 19 (C.26:2S-16), or the director shall determine pursuant to P.L.1989, 20 c.331 (C.34:8-43 et seq.), as applicable.

21 (cf: P.L.2005, c.83, s.15)

22

181. Section 1 of P.L.1998, c.136 (C.26:2H-12.6a) is amended
to read as follows:

25 1. a. The Department of Children and Families, in consultation 26 with the Department of Health and Senior Services, shall prepare a resource guide in both English and Spanish which provides 27 information on child abuse and neglect to all parents of newborn 28 29 infants born in this State. The resource guide shall be distributed to 30 each parent present during the infant's birth, by the personnel at a 31 hospital or birthing facility, prior to the mother's discharge, as part 32 of the hospital or birthing facility's discharge procedures.

b. The resource guide shall include information on the signs of
child abuse and neglect, the services provided by the State which
help in preventing child abuse and neglect, including the
availability of home visitation resources, the legal ramifications of
abusing or neglecting a child, and tips on child safety.

c. The department shall distribute the resource guide, at no
charge, to all the hospitals and birthing facilities in the State. The
department shall update the resource guide as necessary, and shall
make additional copies of the resource guide available to health
care providers upon request.

d. In addition to the resource guide prepared pursuant to
subsection a. of this section, the department, in consultation with
the Department of Health [and Senior Services], shall prepare a
pamphlet in both English and Spanish that includes information on
the prevention of shaken baby syndrome and detailed suggestions
for how to cope with a crying baby. The pamphlet shall be

1 distributed to each parent present during the infant's birth, by the 2 personnel at a hospital or birthing facility, prior to the mother's 3 discharge, as part of the hospital or birthing facility's discharge procedures. The department shall: distribute the pamphlet, at no 4 5 charge, to all hospitals and birthing facilities in the State; update the pamphlet as necessary; and make additional copies of the pamphlet 6 7 available to health care providers upon request. 8 (cf: P.L.2010, c.67, s.1) 9 10 182. Section 1 of P.L.2005, c.50 (C.26:2H-12.6b) is amended to 11 read as follows: 12 1. As used in this act: "Commissioner" means the Commissioner of Health and Senior 13 14 Services]. 15 "Division on Women" means the Division on Women in the 16 Department of Community Affairs. 17 "Emergency care to sexual assault victims" means a medical 18 examination, procedure, or service provided by an emergency 19 health care facility to a sexual assault victim following an alleged 20 sexual offense. 21 "Emergency contraception" means one or more prescription 22 drugs to prevent pregnancy, used separately or in combination, 23 administered to or self-administered by a patient within a medically 24 recommended time after sexual intercourse, dispensed for that 25 purpose in accordance with professional standards of practice and 26 determined to be safe by the United States Food and Drug 27 Administration. "Emergency health care facility" means a general hospital or 28 29 satellite emergency department licensed pursuant to P.L.1971, c.136 30 (C.26:2H-1 et seq.).

"Medically and factually accurate and objective" means verified 31 32 or supported by the weight of research conducted in compliance 33 with accepted scientific methods and standards, published in peer-34 reviewed journals and recognized as accurate and objective by 35 leading professional organizations and agencies with relevant 36 expertise in the field of obstetrics and gynecology.

37 "Sexual Assault Nurse Examiner program" means the Statewide 38 Sexual Assault Nurse Examiner program in the Division of Criminal Justice in the Department of Law and Public Safety, 39 40 established pursuant to P.L.2001, c.81 (C.52:4B-50 et seq.).

41 "Sexual assault victim" means a female who alleges or is alleged 42 to have suffered a personal, physical, or psychological injury as a 43 result of a sexual offense.

44 "Sexual offense" means sexual assault and aggravated sexual 45 assault as set forth in N.J.S.2C:14-2, criminal sexual contact and aggravated criminal sexual contact as set forth in N.J.S.2C:14-3, 46 47 fourth degree lewdness as set forth in subsection b. of N.J.S.2C:14-4 and endangering the welfare of a child by engaging in sexual 48

1 conduct which would impair or debauch the morals of the child as 2 set forth in N.J.S.2C:24-4. 3 (cf: P.L.2005, c.50, s.1) 4 5 183. Section 2 of P.L.1989, c.170 (C.26:2H-12.8) is amended to 6 read as follows: 7 2. Every person admitted to a general hospital as licensed by 8 the [State] Department of Health [and Senior Services] pursuant to 9 P.L.1971, c.136 (C.26:2H-1 et al.) shall have the right: 10 a. To considerate and respectful care consistent with sound 11 nursing and medical practices, which shall include being informed of the name and licensure status of a student nurse or facility staff 12 member who examines, observes, or treats the patient and the right 13 14 to expect and receive appropriate assessment, management, and treatment of pain as an integral component of that person's care; 15 16 b. To be informed of the name of the physician responsible for 17 coordinating his care; 18 To obtain from the physician complete, current information с. 19 concerning his diagnosis, treatment, and prognosis in terms he can 20 reasonably be expected to understand. When it is not medically 21 advisable to give this information to the patient, it shall be made 22 available to another person designated by the patient on his behalf; 23 d. To receive from the physician information necessary to give 24 informed consent prior to the start of any procedure or treatment 25 and which, except for those emergency situations not requiring an 26 informed consent, shall include as a minimum the specific 27 procedure or treatment, the medically significant risks involved, and 28 the possible duration of incapacitation, if any, as well as an 29 explanation of the significance of the patient's informed consent. The patient shall be advised of any medically significant 30 31 alternatives for care or treatment, however, this does not include 32 experimental treatments that are not yet accepted by the medical 33 establishment; 34 To refuse treatment to the extent permitted by law and to be e. 35 informed of the medical consequences of this act; To privacy to the extent consistent with providing adequate 36 f. 37 medical care to the patient. This shall not preclude discussion of a 38 patient's case or examination of a patient by appropriate health care 39 personnel; 40 g. To privacy and confidentiality of all records pertaining to 41 [his] the patient's treatment, except as otherwise provided by law or third party payment contract, and to access to those records, 42 43 including receipt of a copy thereof at reasonable cost, upon request, 44 unless [his] the patient's physician states in writing that access by 45 the patient is not medically advisable; 46 To expect that within its capacity, the hospital will make h. 47 reasonable response to [his] the patient's request for services, 48 including the services of an interpreter in a language other than

1 English if 10% or more of the population in the hospital's service 2 area speaks that language; To be informed by [his] the patient's physician of any 3 i. 4 continuing health care requirements which may follow discharge 5 and to receive assistance from the physician and appropriate hospital staff in arranging for required follow-up care after 6 7 discharge; 8 To be informed by the hospital of the necessity of transfer to j. 9 another facility prior to the transfer and of any alternatives to it 10 which may exist, which transfer shall not be effected unless it is 11 determined by the physician to be medically necessary; 12 To be informed, upon request, of other health care and k. educational institutions that the hospital has authorized to 13 14 participate in his treatment; 15 To be advised if the hospital proposes to engage in or 1. perform human research or experimentation and to refuse to 16 17 participate in these projects. For the purposes of this subsection 18 "human research" does not include the mere collecting of statistical 19 data; 20 m. To examine and receive an explanation of [his] the patient's 21 bill, regardless of source of payment, and to receive information or 22 be advised on the availability of sources of financial assistance to 23 help pay for the patient's care, as necessary; 24 n. To expect reasonable continuity of care; 25 0. To be advised of the hospital rules and regulations that apply 26 to his conduct as a patient; 27 p. To treatment without discrimination as to race, age, religion, sex, national origin, or source of payment; and 28 29 q. To contract directly with a New Jersey licensed registered 30 professional nurse of the patient's choosing for private professional 31 nursing care during his hospitalization. A registered professional 32 nurse so contracted shall adhere to hospital policies and procedures in regard to treatment protocols and policies and procedures so long 33 34 as those policies and procedures are the same for private duty and 35 regularly employed nurses. The registered professional nurse shall 36 not be considered an agent or employee of the hospital for purposes 37 of any financial liabilities, including, but not limited to, State or 38 federal employee taxes, worker's compensation payments or 39 coverage for professional liability. 40 The hospital, upon a patient's or [his] the patient's designee's 41 request for private professional nursing care, shall provide the patient or [his] the patient's designee with a list of local nonprofit 42 43 professional nurses association registries that refer nurses for 44 private professional nursing care. 45 (cf: P.L.2000, c.65, s.1) 46 47 184. Section 14 of P.L.1999, c.154 (C.26:2H-12.12) is amended 48 to read as follows:

1 14. Effective 12 months after the adoption of regulations 2 establishing standard health care enrollment and claim forms by the 3 Commissioner of Banking and Insurance pursuant to section 1 of 4 P.L.1999, c.154 (C.17B:30-23), a health care facility licensed 5 pursuant to P.L.1971, c.136 (C.26:2H-1 et seq.) is responsible for 6 filing all claims for third party payment, including claims filed on 7 behalf of the health care facility's patient for any health care service 8 provided by the health care facility that is eligible for third party 9 payment, except that at the patient's option, the patient may file the 10 claim for third party payment.

11 a. In the case of a claim filed on behalf of the health care 12 facility's patient, the health care facility shall file the claim within 13 60 days of the last date of service for a course of treatment, on the 14 standard claim form adopted by the Commissioner of Banking and 15 Insurance pursuant to section 1 of P.L.1999, c.154 (C.17B:30-23).

16 b. In the case of a claim in which the patient has assigned [his] 17 the patient's benefits to the health care facility, the health care 18 facility shall file the claim within 180 days of the last date of 19 service for a course of treatment, on the standard claim form 20 adopted by the Commissioner of Banking and Insurance pursuant to 21 section 1 of P.L.1999, c.154 (C.17B:30-23). If the health care 22 facility does not file the claim within 180 days of the last date of 23 service for a course of treatment, the third party payer shall reserve 24 the right to deny payment of the claim, in accordance with 25 regulations established by the Commissioner of Banking and 26 Insurance, and the health care facility shall be prohibited from 27 seeking any payment directly from the patient.

28 (1) In establishing the standards for denial of payment, the 29 Commissioner of Banking and Insurance shall consider the length of delay in filing the claim, the good faith use of information 30 31 provided by the patient to the health care facility with respect to the 32 identity of the patient's third party payer, delays in filing a claim 33 related to coordination of benefits between third party payers and 34 any other factors the commissioner deems appropriate, and, 35 accordingly, shall define specific instances where the sanctions 36 permitted pursuant to this subsection shall not apply.

37 (2) A health care facility which fails to file a claim within 180 38 days and whose claim for payment has been denied by the third 39 party payer in accordance with this subsection may, in the 40 discretion of a judge of the Superior Court, be permitted to refile 41 the claim if the third party payer has not been substantially 42 prejudiced thereby. Application to the court for permission to refile 43 a claim shall be made within 14 days of notification of denial of 44 payment and shall be made upon motion based upon affidavits 45 showing sufficient reasons for the failure to file the claim with the 46 third party payer within 180 days.

c. The provisions of this section shall not apply to any claims
filed pursuant to P.L.1972, c.70 (C.39:6A-1 et seq.).

1 d. A health care facility which violates the provisions of 2 subsection a. of this section may be subject to a civil penalty of 3 \$250 for each violation plus \$50 for each day after the 60th day that 4 the health care facility fails to submit a claim. The penalty shall be 5 sued for and collected by the Department of Health [and Senior 6 Services] pursuant to ["the penalty enforcement law," N.J.S.2A:58-1 et seq.] the "Penalty Enforcement Law of 1999," P.L.1999, c.274 7 8 (C.2A:58-10 et seq.). 9 (cf: PL.1999, c.154, s.14) 10 11 185. Section 3 of P.L.1999, c.362 (C.26:2H-12.13) is amended 12 to read as follows: 13 3. a. The owner or operator of a general hospital who is

required to prepare a Consumer Confidence Report pursuant to the
"Safe Drinking Water Act Amendments of 1996,"42 U.S.C.s.300f et
al., or who receives a Consumer Confidence Report from the owner
or operator of a public community water system, shall post each
Consumer Confidence Report it prepares or receives in the area of
each major entrance and in each admitting room in the hospital.

20 The owner or operator of a general hospital who is a supplier b. 21 of water but is not required to prepare a Consumer Confidence 22 Report pursuant to the "Safe Drinking Water Act Amendments of 23 1996," and who is required to conduct tests of its drinking water by 24 the Department of Environmental Protection, shall post a chart 25 setting forth the results of the water tests, including the level of 26 detection and, as appropriate for each contaminant, the maximum 27 contaminant level, highest level allowed, action level, treatment 28 technique, or other expression of an acceptable level, for each 29 contaminant, in the area of each major entrance and in each 30 admitting room in the general hospital. The chart also shall include 31 in bold print the statement required to be included in a Consumer 32 Confidence Report pursuant to 40 CFR s.141.154(a). The chart 33 shall not include contaminants that are not detected.

c. As used in this section, "general hospital" shall mean any
general hospital licensed pursuant to P.L.1971, c.136 (C.26:2H-1 et
seq.).

d. The provisions of this section shall be enforced by the
Department of Health [and Senior Services]. The Department of
Health [and Senior Services] shall not be required to conduct onsite inspections to determine compliance with this section more
frequently than any on-site inspections of general hospitals are
conducted by the department pursuant to any other law.

- 43 (cf: P.L.1999, c.362, s.3)
- 44

45 186. Section 4 of P.L.1999, c.362 (C.26:2H-12.14) is amended
46 to read as follows:

1 4. a. The owner or operator of a rehabilitation center, extended 2 care facility, skilled nursing home, or nursing home who is required 3 to prepare a Consumer Confidence Report pursuant to the "Safe 4 Drinking Water Act Amendments of 1996,"42 U.S.C.s.300f et al., 5 or who receives a Consumer Confidence Report from the owner or 6 operator of a public community water system, shall post each 7 Consumer Confidence Report it prepares or receives in at least one 8 conspicuous location in the rehabilitation center, extended care 9 facility, skilled nursing home, or nursing home.

10 b. The owner or operator of a rehabilitation center, extended 11 care facility, skilled nursing home, or nursing home who is a 12 supplier of water but is not required to prepare a Consumer Confidence Report pursuant to the "Safe Drinking Water Act 13 Amendments of 1996," and who is required to conduct tests of its 14 15 drinking water by the Department of Environmental Protection, 16 shall post a chart setting forth the results of the water tests, 17 including the level of detection and, as appropriate for each 18 contaminant, the maximum contaminant level, highest level 19 allowed, action level, treatment technique, or other expression of an 20 acceptable level, for each contaminant, in at least one conspicuous 21 location in the rehabilitation center, extended care facility, skilled 22 nursing home, or nursing home. The chart also shall include in bold 23 print the statement required to be included in a Consumer 24 Confidence Report pursuant to 40 CFR s.141.154(a). The chart shall 25 not include contaminants that are not detected.

c. As used in this section, "rehabilitation center," "extended
care facility," <u>"skilled nursing home,"</u> and "nursing home" shall
mean a rehabilitation center, extended care facility, skilled nursing
home, or nursing home licensed pursuant to P.L.1971, c.136
(C.26:2H-1 et seq.).

d. The provisions of this section shall be enforced by the Department of Health [and Senior Services]. The Department of Health [and Senior Services] shall not be required to conduct onsite inspections to determine compliance with this section more frequently than any on-site inspections of rehabilitation centers, extended care facilities, skilled nursing homes, or nursing homes are conducted by the department pursuant to any other law.

- 38 (cf: P.L.1999, c.362, s.4)
- 39

40 187. Section 2 of P.L.1999, c.436 (C.26:2H-12.15) is amended 41 to read as follows:

a. The Commissioner of Health [and Senior Services],
pursuant to the "Administrative Procedure Act," P.L.1968, c.410
(C.52:14B-1 et seq.), shall adopt regulations governing the use of
unlicensed assistive personnel in licensed health care facilities, in
consultation with at least the following: the Director of the Division
of Consumer Affairs in the Department of Law and Public Safety,
the New Jersey Hospital Association, the New Jersey Association of

1 Health Care Facilities, the Medical Society of New Jersey, and the 2 New Jersey State Nurses Association. As used in this section, "unlicensed assistive personnel" means 3 any unlicensed or uncertified personnel employed by a licensed 4 5 health care facility that perform nursing tasks which do not require the skill or judgment of a registered professional nurse and which 6 7 are assigned to them by, and carried out under the supervision of, a 8 registered professional nurse. 9 b. The regulations adopted pursuant to subsection a. of this 10 section, shall require, at a minimum, that: 11 (1) unlicensed assistive personnel employed by a health care 12 facility meet the standards and requirements for education and 13 competency evaluation prescribed by the New Jersey Board of Nursing pursuant to paragraph (26) of subsection d. of section 2 of 14 15 P.L.1947, c.262 (C.45:11-24); and 16 (2) a health care facility, prior to implementing the use of 17 unlicensed assistive personnel, establish a multidisciplinary committee, including representation from registered professional 18 19 nurses, physicians, administrative staff, and unlicensed assistive 20 personnel, to evaluate the need for using these personnel, formulate and adopt a plan to implement their use, and monitor the 21 22 implementation of the plan. 23 c. The plan for implementing the use of unlicensed assistive 24 personnel pursuant to paragraph (2) of subsection b. of this section 25 shall, at a minimum: 26 (1) require the use and specify the composition of 27 multidisciplinary patient care teams operating under the plan; 28 (2) prescribe materials and protocols for the orientation and 29 training of health care facility staff with respect to implementing 30 the plan; 31 (3) provide for the periodic monitoring and evaluation of the use 32 of unlicensed assistive personnel by the multidisciplinary 33 committee established pursuant to subsection b. of this section; and 34 (4) require in-service training and educational programming for both registered professional nurses and unlicensed assistive 35 personnel which include subject matter relating to the delegation of 36 37 nursing tasks to unlicensed assistive personnel and the supervision 38 of these personnel by registered professional nurses. 39 (cf: P.L.1999, c.436, s.2) 40 41 188. Section 2 of P.L.2001, c.234 (C.26:2H-12.17) is amended 42 to read as follows: 43 2. The Commissioner of Health and Senior Services may 44 waive the 10% utilization requirement or reduce the required 45 percentage by regulation for specific regions of the State or Statewide if [he] the commissioner determines that sufficient 46 47 numbers of assisted living beds are available in the State to meet the 48 needs of Medicaid-eligible persons within the limits of the federal

1 waiver to provide assisted living services through the Medicaid 2 program. 3 (cf: P.L.2001, c.234, s.2) 4 5 189. Section 6 of P.L.2001, c.234 (C.26:2H-12.21) is amended to read as follows: 6 7 6. The Commissioner of Health [and Senior Services] shall 8 adopt regulations pursuant to the "Administrative Procedure Act," 9 P.L.1968, c.410 (C.52:14B-1 et seq.) necessary to carry out the 10 purposes of this act. 11 (cf: P.L.2001, c.234, s.6) 12 13 190. Section 3 of P.L.2004, c.9 (C.26:2H-12.25) is amended to 14 read as follows: 3. a. As used in this act: 15 "Adverse event" means an event that is a negative consequence 16 17 of care that results in unintended injury or illness, which may or 18 may not have been preventable. 19 "Anonymous" means that information is presented in a form and manner that prevents the identification of the person filing the 20 21 report. 22 "Commissioner" means the Commissioner of Health [and Senior 23 Services. "Department" means the Department of Health [and Senior 24 25 Services]. 26 "Event" means a discrete, auditable, and clearly defined 27 occurrence. 28 "Health care facility" or "facility" means a health care facility 29 licensed pursuant to P.L.1971, c.136 (C.26:2H-1 et seq.) and a State 30 psychiatric hospital operated by the Department of Human Services and listed in R.S.30:1-7. 31 32 "Health care professional" means an individual who, acting 33 within the scope of [his] the individual's licensure or certification, provides health care services, and includes, but is not limited to, a 34 35 physician, dentist, nurse, pharmacist, or other health care professional whose professional practice is regulated pursuant to 36 Title 45 of the Revised Statutes. 37 38 "Near-miss" means an occurrence that could have resulted in an 39 averse event but the adverse event was prevented. 40 "Preventable event" means an event that could have been anticipated and prepared against, but occurs because of an error or 41 42 other system failure. 43 "Serious preventable adverse event" means an adverse event that 44 is a preventable event and results in death or loss of a body part, or 45 disability or loss of bodily function lasting more than seven days or 46 still present at the time of discharge from a health care facility.

b. In accordance with the requirements established by the commissioner by regulation, pursuant to this act, a health care facility shall develop and implement a patient safety plan for the purpose of improving the health and safety of patients at the facility.

6 The patient safety plan shall, at a minimum, include:

7 (1) a patient safety committee, as prescribed by regulation;

8 (2) a process for teams of facility staff, which teams are 9 comprised of personnel who are representative of the facility's 10 various disciplines and have appropriate competencies, to conduct 11 ongoing analysis and application of evidence-based patient safety 12 practices in order to reduce the probability of adverse events 13 resulting from exposure to the health care system across a range of 14 diseases and procedures;

(3) a process for teams of facility staff, which teams are
comprised of personnel who are representative of the facility's
various disciplines and have appropriate competencies, to conduct
analyses of near-misses, with particular attention to serious
preventable adverse events and adverse events; and

20 (4) a process for the provision of ongoing patient safety training21 for facility personnel.

The provisions of this subsection shall not be construed to eliminate or lessen a hospital's obligation under current law or regulation to have a continuous quality improvement program.

c. A health care facility shall report to the department or, in the
case of a State psychiatric hospital, to the Department of Human
Services, in a form and manner established by the commissioner,
every serious preventable adverse event that occurs in that facility.

29 A health care facility shall assure that the patient affected by d. 30 a serious preventable adverse event or an adverse event specifically 31 related to an allergic reaction, or, in the case of a minor or a patient 32 who is incapacitated, the patient's parent or guardian or other 33 family member, as appropriate, is informed of the serious 34 preventable adverse event or adverse event specifically related to an 35 allergic reaction, no later than the end of the episode of care, or, if 36 discovery occurs after the end of the episode of care, in a timely 37 fashion as established by the commissioner by regulation. The time, 38 date, participants, and content of the notification shall be 39 documented in the patient's medical record in accordance with rules 40 and regulations adopted by the commissioner. The content of the 41 documentation shall be determined in accordance with the rules and 42 regulations of the commissioner. If the patient's physician 43 determines that the disclosure would seriously and adversely affect 44 the patient's health, then the facility shall assure that the family 45 member, if available, is notified in accordance with rules and 46 regulations adopted by the commissioner. In the event that an adult 47 patient is not informed of the serious preventable adverse event or 48 adverse event specifically related to an allergic reaction, the facility

shall assure that the physician includes a statement in the patient's
 medical record that provides the reason for not informing the
 patient pursuant to this section.

e. (1) A health care professional or other employee of a health
care facility is encouraged to make anonymous reports to the
department or, in the case of a State psychiatric hospital, to the
Department of Human Services, in a form and manner established
by the commissioner, regarding near-misses, preventable events,
and adverse events that are otherwise not subject to mandatory
reporting pursuant to subsection c. of this section.

11 (2) The commissioner shall establish procedures for and a 12 system to collect, store, and analyze information voluntarily 13 reported to the department pursuant to this subsection. The 14 repository shall function as a clearinghouse for trend analysis of the 15 information collected pursuant to this subsection.

16 f. Any documents, materials, or information received by the 17 department, or the Department of Human Services, as applicable, 18 pursuant to the provisions of subsections c. and e. of this section 19 concerning serious preventable adverse events, near-misses, 20 preventable events, and adverse events that are otherwise not 21 subject to mandatory reporting pursuant to subsection c. of this 22 section, shall not be:

(1) subject to discovery or admissible as evidence or otherwise
disclosed in any civil, criminal, or administrative action or
proceeding;

26 (2) considered a public record under P.L.1963, c.73 (C.47:1A-1
27 et seq.) or P.L.2001, c.404 (C.47:1A-5 et al.); or

28 (3) used in an adverse employment action or in the evaluation of 29 made in relation to accreditation, certification, decisions 30 credentialing, or licensing of an individual, which is based on the 31 individual's participation in the development, collection, reporting 32 or storage of information in accordance with this section. The 33 provisions of this paragraph shall not be construed to limit a health 34 care facility from taking disciplinary action against a health care 35 professional in a case in which the professional has displayed recklessness, gross negligence, or willful misconduct, or in which 36 37 there is evidence, based on other similar cases known to the facility, 38 of a pattern of significant substandard performance that resulted in 39 serious preventable adverse events.

40 The information received by the department, or the Department 41 of Human Services, as applicable, shall be shared with the Attorney 42 General in accordance with rules and regulations adopted pursuant 43 to subsection j. of this section, and may be used by the department, 44 the Department of Human Services, and the Attorney General for 45 the purposes of this act and for oversight of facilities and health 46 care professionals; however, the departments and the Attorney 47 General shall not use the information for any other purpose.

1 In using the information to exercise oversight, the department, 2 Department of Human Services, and Attorney General, as 3 applicable, shall place primary emphasis on assuring effective corrective action by the facility or health care professional, 4 5 reserving punitive enforcement or disciplinary action for those 6 cases in which the facility or the professional has displayed 7 recklessness, gross negligence, or willful misconduct, or in which 8 there is evidence, based on other similar cases known to the 9 department, Department of Human Services or the Attorney 10 General, of a pattern of significant substandard performance that 11 has the potential for or actually results in harm to patients.

12 g. Any documents, materials, or information developed by a 13 health care facility as part of a process of self-critical analysis 14 conducted pursuant to subsection b. of this section concerning preventable events, near-misses, and adverse events, including 15 16 serious preventable adverse events, and any document or oral 17 statement that constitutes the disclosure provided to a patient or the 18 patient's family member or guardian pursuant to subsection d. of 19 this section, shall not be:

20 (1) subject to discovery or admissible as evidence or otherwise
21 disclosed in any civil, criminal, or administrative action or
22 proceeding; or

23 (2) used in an adverse employment action or in the evaluation of 24 decisions made in relation to accreditation, certification, 25 credentialing, or licensing of an individual, which is based on the 26 individual's participation in the development, collection, reporting. 27 or storage of information in accordance with subsection b. of this 28 section. The provisions of this paragraph shall not be construed to 29 limit a health care facility from taking disciplinary action against a 30 health care professional in a case in which the professional has 31 displayed recklessness, gross negligence or [wilful] willful 32 misconduct, or in which there is evidence, based on other similar 33 cases known to the facility, of a pattern of significant substandard 34 performance that resulted in serious preventable adverse events.

35 Notwithstanding the fact that documents, materials, or h. information may have been considered in the process of self-critical 36 37 analysis conducted pursuant to subsection b. of this section, or 38 received by the department or the Department of Human Services 39 pursuant to the provisions of subsection c. or e. of this section, the 40 provisions of this act shall not be construed to increase or decrease, 41 in any way, the availability, discoverability, admissibility, or use of 42 any such documents, materials, or information if obtained from any 43 source or context other than those specified in this act.

i. The investigative and disciplinary powers conferred on the
boards and commissions established pursuant to Title 45 of the
Revised Statutes, the Director of the Division of Consumer Affairs
in the Department of Law and Public Safety and the Attorney
General under the provisions of P.L.1978, c.73 (C.45:1-14 et seq.)

1 or any other law, rule, or regulation, as well as the investigative and 2 enforcement powers conferred on the department and the 3 commissioner under the provisions of Title 26 of the Revised 4 Statutes or any other law, rule or regulation, shall not be exercised 5 in such a manner so as to unduly interfere with a health care 6 facility's implementation of its patient safety plan established 7 pursuant to this section. However, this act shall not be construed to 8 otherwise affect, in any way, the exercise of such investigative, 9 disciplinary, and enforcement powers.

10 The commissioner shall, pursuant to the "Administrative j. 11 Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.), adopt such 12 rules and regulations necessary to carry out the provisions of this 13 The regulations shall establish: criteria for a health care act. facility's patient safety plan and patient safety committee; the time 14 15 frame and format for mandatory reporting of serious preventable 16 adverse events at a health care facility; the types of events that 17 qualify as serious preventable adverse events and adverse events 18 specifically related to an allergic reaction; the circumstances under 19 which a health care facility is not required to inform a patient or the 20 patient's family about a serious preventable adverse event or 21 adverse event specifically related to an allergic reaction; and a 22 system for the sharing of information received by the department 23 and the Department of Human Services pursuant to subsections c. 24 and e. of this section with the Attorney General. In establishing the 25 criteria for reporting serious preventable adverse events, the 26 commissioner shall, to the extent feasible, use criteria for these 27 events that have been or are developed by organizations engaged in the development of nationally recognized standards. 28

The commissioner shall consult with the Commissioner of Human Services with respect to rules and regulations affecting the State psychiatric hospitals and with the Attorney General with respect to rules and regulations regarding the establishment of a system for the sharing of information received by the department and the Department of Human Services pursuant to subsections c. and e. of this section with the Attorney General.

k. Nothing in this act shall be construed to increase or decrease
the discoverability, in accordance with Christy v. Salem, No. A6448-02T3 (Superior Court of New Jersey, Appellate Division,
February 17, 2004)(2004 WL291160), of any documents, materials
or information if obtained from any source or context other than
those specified in this act.

42 (cf: P.L.2004, c.9, s.3)

43

44 191. Section 8 of P.L.2007, c.196 (C.26:2H-12.25a) is amended 45 to read as follows:

8. The Commissioner of Health [and Senior Services] and the
Commissioner of Human Services shall compile their findings and
recommendations for operational changes related to patient safety

1 in health care facilities, based on information reported to the 2 commissioners pursuant to the "Patient Safety Act," P.L.2004, c.9 3 (C.26:2H-12.23 et seq.). 4 The commissioners shall jointly issue an annual report of their 5 findings and recommendations to the Governor, and to the Legislature pursuant to section 2 of P.L.1991, c.164 (C.52:14-19.1), 6 7 to be made available on the official Internet website of the Department of Health [and Senior Services]. 8 9 (cf: P.L.2007, c.196, s.8) 10 11 192. Section 1 of P.L.2009, c.122 (C.26:2H-12.25b) is amended 12 to read as follows: 13 1. a. The Department of Health and Senior Services shall 14 include in the New Jersey Hospital Performance Report issued 15 annually by the department hospital-specific data from hospital procedure and diagnosis codes concerning the following patient 16 17 safety indicators: (1) Foreign body left during procedure (PSI 05); 18 19 (2) Iatrogenic pneumothorax (PSI 06); 20 (3) Postoperative hip fracture (PSI 08); 21 (4) Postoperative hemorrhage or hematoma (PSI 09); 22 (5) Postoperative deep vein thrombosis (DVT) or pulmonary 23 embolism (PE) (PSI 12); 24 (6) Postoperative sepsis (PSI 13); 25 (7) Postoperative wound dehiscence (PSI 14); 26 (8) Accidental puncture or laceration (PSI 15); 27 (9) Transfusion reaction (PSI 16); 28 (10) Birth trauma (PSI 17); (11) Obstetric trauma-vaginal delivery with instrument (PSI 18); 29 30 (12) Obstetric trauma-vaginal delivery without instrument (PSI 31 19); 32 (13) Air embolism; and 33 (14) Surgery on the wrong side, wrong body part, or wrong 34 person, or wrong surgery performed on a patient. 35 b. The Commissioner of Health [and Senior Services], in 36 consultation with the Quality Improvement Advisory Committee in 37 the Department of Health [and Senior Services], may include 38 additional patient safety indicators in the annual report, by 39 regulation. The commissioner shall consider indicators that: (1) are 40 recommended by the federal Agency for Healthcare Research and 41 Quality or the Centers for Medicare [and] $\underline{\&}$ Medicaid Services; (2) 42 are suitable for comparative reporting and public accountability, 43 and are risk adjusted; (3) have a strong evidence base with no 44 substantial evidence against their use for comparative reporting; and 45 (4) can be measured through data that are available through hospital procedure and diagnosis codes. 46

1 c. The commissioner shall request the Quality Improvement 2 Advisory Committee to study and make recommendations to the 3 commissioner on how to expand public reporting by the department 4 of patient pressure ulcers, patient infections due to hospital care, 5 and falls by patients in general hospitals.

d. The commissioner shall, in accordance with the
"Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et
seq.), adopt such rules and regulations as the commissioner deems
necessary to carry out the provisions of this act.

- 10 (cf: P.L.2009, c.122, s.1)
- 11

12 193. Section 2 of P.L.2004, c.136 (C.26:2H-12.28) is amended 13 to read as follows:

14 2. The Commissioner of Health [and Senior Services] shall
15 designate hospitals that meet the criteria set forth in this act as
16 primary or comprehensive stroke centers.

a. A hospital shall apply to the commissioner for designation
and shall demonstrate to the satisfaction of the commissioner that
the hospital meets the criteria set forth in section 3 or 4 of this act
for a primary or comprehensive stroke center, respectively.

21 b. The commissioner shall designate as many hospitals as 22 primary stroke centers as apply for the designation, provided that 23 the hospital meets the criteria set forth in section 3 of this act. In 24 addition to the criteria set forth in section 3 of this act, the 25 commissioner is encouraged to take into consideration whether the 26 hospital contracts with carriers that provide coverage through the 27 State Medicaid program, established pursuant to P.L.1968, c.413 28 (C.30:4D-1 et seq.) [, the Children's Health Care Coverage Program, 29 established pursuant to P.L.1997, c.272 (C.30:4I-1 et seq.),] and the 30 NJ FamilyCare [Health Coverage] Program, established pursuant to [P.L.2000, c.71 (C.30:4J-1 et seq.)] P.L.2005, c.156 (C.30:4J-8 31 32 et al.).

c. The commissioner shall designate as many hospitals as
comprehensive stroke centers as apply for the designation, provided
that the hospital meets the criteria set forth in section 4 of this act.

d. The commissioner may suspend or revoke a hospital's
designation as a stroke center, after notice and hearing, if the
commissioner determines that the hospital is not in compliance with
the requirements of this act.

- 40 (cf: P.L.2004, c.136, s.2)
- 41

42 194. Section 4 of P.L.2004, c.136 (C.26:2H-12.30) is amended 43 to read as follows:

44 4. A hospital designated as a comprehensive stroke center shall
45 use proven state-of-the-art technology and medical techniques and,
46 at a minimum, meet the criteria set forth in this section.

1 The hospital shall meet all of the criteria required for a a. 2 primary stroke center pursuant to section 3 of this act. 3 b. With respect to patient care, the hospital shall: 4 (1) maintain a neurosurgical team that is capable of assessing 5 and treating complex stroke and stroke-like syndromes; 6 (2) maintain on staff a neuro-radiologist with Certificate of 7 Added Qualifications and a physician with neuro-interventional 8 angiographic training and skills; 9 (3) provide comprehensive rehabilitation services either on site 10 or by transfer agreement with another health care facility; and 11 (4) enter into and maintain written transfer agreements with 12 primary stroke centers to accept transfer of patients with complex 13 strokes when clinically warranted. c. With respect to support services, the hospital shall: 14 15 (1) have magnetic resonance imaging and computed tomography 16 angiography capabilities; 17 (2) have digital subtraction angiography and a suite equipped 18 for neuro-interventional procedures; 19 (3) develop and maintain sophisticated outcomes assessment 20 and performance improvement capability that incorporates data 21 from affiliated primary stroke centers and integrates regional, State. 22 and national data; 23 (4) provide guidance and continuing medical education to 24 primary stroke centers; 25 (5) provide graduate medical education in stroke; and 26 (6) conduct research on stroke-related topics. 27 d. If the Commissioner of Health [and Senior Services] determines that a new drug, device, technique, or technology has 28 become available for the treatment of stroke that provides a 29 30 diagnostic or therapeutic advantage over existing elements included 31 in the criteria established in this section or in section 3 of this act, 32 the commissioner may, by regulation, revise or update the criteria 33 accordingly. 34 (cf: P.L.2004, c.136, s.4.) 35 36 195. Section 5 of P.L.2004, c.136 (C.26:2H-12.31) is amended 37 to read as follows: 38 5. a. In order to encourage and ensure the establishment of 39 stroke centers throughout the State, the Commissioner of Health 40 [and Senior Services] shall award matching grants to hospitals that seek designation as stroke centers and demonstrate a need for 41 42 financial assistance to develop the necessary infrastructure, 43 including personnel and equipment, in order to satisfy the criteria 44 for designation provided pursuant to this act. The matching grants 45 shall not exceed \$250,000 or 50% of the hospital's cost for 46 developing the necessary infrastructure, whichever is less. 47 b. A hospital seeking designation as a stroke center shall apply 48 to the commissioner for a matching grant, in a manner and on a

1 form required by the commissioner, and provide such information 2 as the commissioner deems necessary to determine if the hospital is 3 eligible for the grant. c. The commissioner may provide matching grants to as many 4 5 hospitals as the commissioner deems appropriate, except that: 6 (1) Matching grant awards shall be made to at least two 7 applicant hospitals in the northern region of this State (comprising 8 Bergen, Hudson, Essex, Passaic, Morris, Sussex, and Warren 9 counties), at least two applicant hospitals in the central region of 10 this State (comprising Union, Somerset, Hunterdon, Mercer, 11 Middlesex, and Monmouth counties) and at least two applicant 12 hospitals in the southern region of this State (comprising Burlington, Camden, Gloucester, Salem, Cumberland, Cape May, 13 14 Atlantic, and Ocean counties), provided in the case of each region 15 that the applicant hospitals receiving the awards must be eligible 16 therefor under the provisions of this act; and 17 (2) No more than 20% of the funds appropriated pursuant to this 18 act shall be allocated to hospitals that seek designation as 19 comprehensive stroke centers. 20 (cf: P.L.2004, c.136, s.5) 21 22 196. Section 6 of P.L.2004, c.136 (C.26:2H-12.32) is amended 23 to read as follows: 6. The Commissioner of Health [and Senior Services] shall, 24 not later than September 1, 2005, prepare and submit to the 25 Governor, the President of the Senate, and the Speaker of the 26 27 General Assembly a report indicating, as of June 30, 2005, the total 28 number of hospitals that shall have applied for grants under section 29 5 of this act and the number of those applicants that shall have been 30 found to be eligible for such grants, the total number of grants 31 awarded, the name and address of each grantee hospital and the 32 amount of the award to each, and the amount of each award that 33 shall have been paid to the grantee. 34 (cf: P.L.2004, c.136, s.6) 35 36 197. Section 1 of P.L.2007, c.65 (C.26:2H-12.33) is amended to 37 read as follows: 1. a. The Department of Health [and Senior Services] shall 38 make available to the public, through its official department 39 40 website, information regarding: (1) the ownership of each long-term care facility and adult day 41 42 health services facility licensed by the department; and 43 (2) any violation of statutory standards or rules and regulations 44 of the department pertaining to the care of patients or physical plant 45 standards found at any such facility by the department. 46 b. The information made available to the public pursuant to 47 subsection a. of this section shall be provided in a manner that 48 would enable a member of the public to search the website by name

of a facility or its owner in order to access the information. The
 department shall also make the information available in writing,
 upon request.

4 c. The information regarding the ownership of a long-term care 5 or adult day health services facility that is made available to the 6 public pursuant to subsection a. of this section shall provide, at a 7 minimum: the name of the owner of a facility as listed on the 8 facility's license and, if there is more than one owner or the facility 9 is owned by a corporation, the name of each person who holds at 10 least a 10% interest in the facility; the name of any other licensed 11 long-term care or adult day health services facility in the State 12 owned by this owner, corporation, and each person who holds at 13 least a 10% interest in the facility, as applicable; and the address 14 and contact information for the facility.

d. The information that is displayed on the official department
website pursuant to subsection a. of this section shall include
Internet web links to the New Jersey Report Card for Nursing
Homes maintained by the department and the Medicare Nursing
Home Compare database maintained by the federal Centers for
Medicare & Medicaid Services.

21 (cf: P.L.2007, c.65, s.1)

22

23 198. Section 1 of P.L.2007, c.74 (C.26:2H-12.34) is amended to
24 read as follows:

1. a. (1) As a condition of serving as a member of the board of
trustees of a general hospital licensed pursuant to P.L.1971, c.136
(C.26:2H-1 et al.), a person shall be required to complete a training
program approved by the Commissioner of Health [and Senior
Services] that is designed to clarify the roles and duties of a
hospital trustee and is at least one day in length.

(2) The training shall be completed no later than six months
after the date that the person is appointed as a member of the board,
except that a person who is appointed as a member of a hospital
board of trustees on or after the date of enactment of this act but
prior to the effective date thereof shall complete the training no
later than six months after the effective date.

37 (3) A person who was appointed as a member of a hospital
38 board of trustees prior to the date of enactment of P.L.2007, c.74
39 shall complete the training no later than six months after the
40 effective date of P.L.2008, c.57.

b. The commissioner shall, in consultation with the New Jersey
Hospital Association, the Hospital Alliance of New Jersey, and the
New Jersey Council of Teaching Hospitals:

(1) prescribe the subject matter of the training, which shall
include, but need not be limited to, a review of the types of
financial, organizational, legal, regulatory, and ethical issues that a
hospital trustee may be required to consider in the course of
discharging the trustee's governance responsibilities;

1 (2) arrange for, or specify, the entity or entities to provide the 2 training; 3 (3) specify the timeframe within which the training is to be 4 completed; 5 (4) certify completion of the training for each trustee upon 6 receipt of documentation thereof, as provided on a form and in a 7 manner prescribed by the commissioner, or otherwise arrange for 8 certification by the training entity; and 9 (5) take such other actions as the commissioner determines 10 appropriate to effectuate the purposes of this act. (cf: P.L.2008, c.57, s.1) 11 12 199. Section 2 of P.L.2007, c.120 (C.26:2H-12.36) is amended 13 14 to read as follows: 15 2. a. Within one month after the effective date of this act, all 16 general hospitals licensed by the Department of Health and Senior 17 Services] pursuant to P.L.1971, c.136 (C.26:2H-1 et al.) shall 18 implement an infection prevention program in their intensive care 19 unit or units, as applicable, and if the hospital has no intensive care 20 unit, then in another high-risk unit such as a surgical unit, or other 21 unit where there is significant risk of facility-acquired infections. 22 Ultimately, the hospital shall expand the infection prevention 23 program to all areas of the hospital, with the exception of an 24 inpatient psychiatric unit, if applicable. The expansion of the 25 infection provention program shall be completed as quickly as 26 feasible, taking into account the hospital's patient population, 27 physical plant, and other facility-specific circumstances. 28 b. In addition to any other best practices and effective 29 strategies, the hospital shall incorporate the following strategies: 30 (1) identification and isolation of both colonized and infected 31 patients by screening patients upon admission in order to break the 32 chain of transmission; 33 (2) contact precautions for patients found to be MRSA positive, 34 as "contact precautions" is defined by the Centers for Disease 35 Control and Prevention; 36 (3) patient cultures for MRSA upon discharge or transfer from 37 the unit where the infection prevention program has been 38 implemented, and flagging of patients who are readmitted to the 39 hospital; 40 (4) strict adherence to hygiene guidelines; 41 (5) a written infections prevention and control policy with input 42 from frontline caregivers; and 43 (6) a worker education requirement regarding modes of 44 transmission of MRSA, use of protective equipment, disinfection 45 policies and procedures, and other preventive measures. 46 c. A general hospital shall report to the Department of Health 47 and Senior Services, in a manner and according to a schedule prescribed by the Commissioner of Health [and Senior Services], 48

1 the number of cases of hospital-acquired MRSA that occur in its 2 facility. 3 (cf: P.L.2007, c.120, s.2) 4 5 200. Section 3 of P.L.2007, c.120 (C.26:2H-12.37) is amended to read as follows: 6 7 3. A general hospital that is in violation of the provisions of this act shall be subject to such penalties as the Commissioner of 8 9 Health [and Senior Services] may determine pursuant to sections 13 and 14 of P.L.1971, c.136 (C.26:2H-13 and 26:2H-14). 10 (cf: P.L.2007, c.20, s.3) 11 12 13 201. Section 2 of P.L.2007, c.196 (C.26:2H-12.40) is amended 14 to read as follows: 15 2. The Legislature finds and declares: 16 a. Health care facility-associated infections constitute a major 17 public health problem in this country, affecting from 5% to 10% of 18 hospitalized patients annually, resulting in an estimated two million 19 infections, and 90,000 deaths, and adding an estimated \$4.5 to \$5.7 20 billion in health care costs: 21 b. Many health care facility-associated infections can be 22 prevented, and a goal of zero health care facility-associated 23 infections is desirable. There are many simple and effective 24 practices in hospitals that can dramatically reduce the incidence of 25 health care facility-associated infections, such as hand washing, 26 using gloves and properly sterilized equipment, and following the 27 same established best practices, every time, for procedures such as 28 the insertion of an intravenous tube to deliver fluids and 29 medication; 30 c. The uniform reporting of health care facility-associated 31 infections to the State, and the review and analysis of this data by 32 the Department of Health [and Senior Services], will provide a measurable means to assist hospitals in improving patient 33 34 outcomes; 35 d. The federal Centers for Disease Control and Prevention 36 recommends that states establishing public reporting systems for 37 health care facility-associated infections focus on major site 38 categories to report rates of health care facility-associated infections 39 related to procedures and conditions including, but not limited to, 40 urinary tract infections, surgical site infections, ventilator-41 associated pneumonia, and central line-related bloodstream 42 infections. A focus on major site categories helps ensure that data 43 collection is concentrated in populations where health care facility-44 associated infections are more prevalent, and that the infection rates 45 reported are most useful for targeting prevention practices and 46 making comparisons among hospitals and within hospitals, over 47 time;

1 The Department of Health [and Senior Services] currently e. 2 provides comparative hospital performance data in its annual New 3 Jersey Hospital Performance Report, and including information 4 about hospital infection rates will further enhance the value of the 5 report to the public and health care providers; and 6 Therefore, it is a matter of public health and fiscal policy f. 7 that patients in New Jersey's hospitals receive health care that 8 incorporates best practices in infection control, not only to protect 9 their health and lives, but also to ensure the economic viability of 10 New Jersey's hospitals. 11 (cf: P.L.2007, c.196, s.2) 12 13 202. Section 3 of P.L.2007, c.196 (C.26:2H-12.41) is amended 14 to read as follows: 15 3. A general hospital licensed pursuant to P.L.1971, c.136 (C.26:2H-1 et al.) shall be required to report quarterly to the 16 17 Department of Health [and Senior Services], in a form and manner prescribed by the Commissioner of Health [and Senior Services]: 18 19 process quality indicators of hospital infection control that a. 20 have been identified by the federal Centers for Medicare [and] $\underline{\&}$ Medicaid Services, as selected by the commissioner in consultation 21 22 with the Quality Improvement Advisory Committee within the 23 department; and 24 b. beginning 30 days after the adoption of regulations pursuant 25 to this act, data on infection rates for the major site categories that 26 define health care facility-associated infection locations, multiple 27 infections, and device-related and non-device related infections, identified by the federal Centers for Disease Control and 28 29 Prevention, as selected by the commissioner in consultation with 30 the Quality Improvement Advisory Committee within the 31 department. 32 (cf: P.L.2011, c.42, s.1) 33 34 203. Section 5 of P.L.2007, c.196 (C.26:2H-12.43) is amended 35 to read as follows: 5. The commissioner shall make available to members of the 36 37 public, on the official Internet website of the Department of Health 38 and Senior Services, the information reported pursuant to this act, 39 in such a format as the commissioner deems appropriate to enable comparison among hospitals, with respect to the information, and 40 41 shall include information in the New Jersey Hospital Performance 42 Report annually issued by the commissioner that measures the 43 performance of general hospitals in the State with respect to process 44 quality indicators and health care facility-associated infection

45 among patients.

46 (cf: P.L.2007, c.196, s.5)

1 204. Section 3 of P.L.2007, c.247 (C.26:2H-12.48) is amended 2 to read as follows: 3 3. A health care professional shall provide to each patient to 4 whom that individual is providing prenatal care, as early as 5 practicable in the health care professional's therapeutic relationship with the patient, preferably in the first trimester, a copy of the 6 7 brochure prepared by the Division of Family Health Services in the 8 Department of Health [and Senior Services] that may be 9 downloaded from the website of the department, which is designed to answer common questions about umbilical cord and placental 10 blood donation and storage, including the NMDP-affiliated public 11 umbilical cord blood bank and private umbilical cord blood bank 12 13 options and the differences between and benefits of these options. 14 The health care professional shall offer to discuss the information 15 contained in the brochure with the patient. 16 (cf: P.L.2007, c.247, s.3) 17 18 205. Section 2 of P.L.2008, c.59 (C.26:2H-12.51) is amended to 19 read as follows: 20 2. The Department of Health [and Senior Services] shall post 21 the notice of a hospital's annual public meeting on the department's 22 website. 23 (cf: P.L.2008, c.59, s.2) 24 25 206. Section 1 of P.L.2008, c.60 (C.26:2H-12.52) is amended to 26 read as follows: 27 1. A hospital licensed by the Department of Health and Senior 28 Services pursuant to P.L.1971, c.136 (C.26:2H-1 et al.) shall 29 charge a patient who is an uninsured resident of this State, and 30 whose family gross income is less than 500% of the federal poverty 31 level, an amount no greater than 115% of the applicable payment 32 rate under the federal Medicare program, established pursuant to 33 Pub.L.89-97 (42 U.S.C.s.1395 et seq.), for the health care services 34 rendered to the patient. The amount shall be in accordance with the 35 sliding scale based on income developed by the department 36 pursuant to this act. 37 (cf: P.L.2008, c.60, s.1) 38 39 207. Section 2 of P.L.2008, c.60 (C.26:2H-12.53) is amended to 40 read as follows: 41 The Department of Health [and Senior Services] shall 2. 42 establish a sliding scale based on income which stipulates the 43 percentage of a hospital charge that an uninsured resident of this 44 State whose family gross income is less than 500% of the federal 45 poverty level is required to pay for health care services rendered at 46 a hospital. 47 (cf: P.L.2008, c.60, s.2)

1 208. Section 2 of P.L.2009, c.61 (C.26:2H-12.57) is amended to 2 read as follows: 2. The Department of Health [and Senior Services], in 3 consultation with the Division of Medical Assistance and Health 4 5 Services in the Department of Human Services, shall prepare a 6 written informational sheet for assisted living facilities that explains eligibility for participation in a federally approved 1915(c) 7 8 Medicaid waiver program that provides assisted living services. 9 The informational sheets shall be available on the website of the 10 Department of Health [and Senior Services] and shall be updated by the Department of Health [and Senior Services] as necessary to 11 reflect a change in eligibility for the programs. 12 13 (cf: P.L.2009, c.61, s.2) 14 15 209. Section 3 of P.L.2009, c.61 (C.26:2H-12.58) is amended to 16 read as follows: 17 3. The Department of Health [and Senior Services] shall 18 distribute the applicable informational sheets, prepared and updated 19 pursuant to section 2 of this act, to all licensed assisted living 20 facilities in the State. 21 (cf: P.L.2009, c.61, s.3) 22 23 210. Section 1 of P.L.2010, c.61 (C.26:2H-12.59) is amended to 24 read as follows: 25 1. a. The Commissioner of Health and Senior Services shall 26 prepare an online brochure for display on the Internet website of the 27 Department of Health [and Senior Services], based upon 28 information derived from the National Marrow Donor Program, or 29 NMDP, which may be downloaded by physicians and utilized by 30 the commissioner for the purposes of subsection c. of this section, 31 and shall be designed to inform patients of the option to become a 32 bone marrow or peripheral blood stem cell, or PBSC, donor by 33 registering with the NMDP and to answer common questions about 34 bone marrow and peripheral blood stem cell, or PBSC, donation. 35 b. The brochure shall describe: (1) the health benefits to the community from making a bone 36 37 marrow or PBSC donation through the NMDP; (2) how to register with the NMDP; 38 39 (3) the procedures for making a bone marrow or PBSC donation 40 through the NMDP, including notice that there is no charge to the 41 donor or the donor's family for making the donation; 42 (4) the circumstances and procedures by which a patient may 43 receive a transfusion of the patient's previously donated blood; and 44 (5) any other aspects of bone marrow or PBSC donation that the 45 commissioner deems appropriate for the purposes of this act. 46 The commissioner, within the limits of resources available to c. 47 the Department of Health [and Senior Services] for this purpose,

1 shall seek to promote awareness among physicians and the general 2 public in this State about the option to become a bone marrow or 3 PBSC donor. In doing so, the commissioner shall consult with at 4 least the following: the Medical Society of New Jersey, the Institute 5 of Medicine and Public Health of New Jersey, the NMDP, and other 6 organizations that are seeking to increase bone marrow and PBSC 7 donation among various ethnic groups within the State in need of 8 these donations.

9 (cf: P.L.2010, c.61, s.1)

10

11 211. Section 1 of P.L.2011, c.16 (C.26:2H-12.61) is amended to 12 read as follows:

1. a. If a facility licensed to operate as an assisted living 13 residence or comprehensive personal care home pursuant to 14 15 P.L.1971, c.136 (C.26:2H-1 et seq.) opts to surrender its license and has promised a resident of the facility or the resident's responsible 16 17 party, in writing through a resident agreement or other instrument, or through a condition of licensure or certificate of need with the 18 19 Department of Health [and Senior Services], that it will not discharge a resident who becomes Medicaid-eligible, as that term is 20 21 defined in section 1 of P.L.2001, c.234 (C.26:2H-12.16), the facility 22 shall escrow sufficient funds, as determined by the Commissioner 23 of Health [and Senior Services], to cover the cost of providing [such] a resident with care in an alternate State-licensed assisted 24 living residence or comprehensive personal care home for as long as 25 26 the resident shall require [such] care.

b. The facility shall cover any costs necessary to utilize [such]
actuarial services as the Department of Health [and Senior
Services] may require to determine the amount to be escrowed
pursuant to subsection a. of this section.

31 c. In the event of a facility bankruptcy, any monies left over 32 after all creditors have been paid shall be used, to the maximum 33 extent practicable, to cover the cost of care provided to a resident in 34 alternate State-licensed assisted living residence an or comprehensive personal care home pursuant to subsection a. of this 35 36 section.

37 (cf: P.L.2011, c.16, s.1)

38

39 212. Section 7 of P.L.2007, c.225 (C.26:2H-14.14) is amended
40 to read as follows:

7. A covered health care facility licensed pursuant to P.L.1971,
c.136 (C.26:2H-1 et al.) that is in violation of the provisions of this
act shall be subject to such penalties as the Department of Health
[and Senior Services] may determine pursuant to sections 13 and
14 of P.L.1971, c.136 (C.26:2H-13 and 26:2H-14).

46 (cf: P.L.2007, c.225, s.7)

1 213. Section 8 of P.L.2007, c.225, s.8 (C.26:2H-14.15) is 2 amended to read as follows: 8. The Commissioner of Health [and Senior Services] shall 3 4 adopt rules and regulations pursuant to the "Administrative 5 Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.), within 12 months of the date of enactment of this act, to carry out the 6 7 purposes of this act. 8 (cf: P.L.2007, c.225, s.8) 9 10 214. Section 3 of P.L.1987, c.299 (C.26:2H-18c) is amended to 11 read as follows: 12 3. a. The Commissioner of Health [and Senior Services], 13 subject to the provisions of subsection b. of this section, shall 14 designate Cooper University Hospital in the City of Camden as the 15 State's specialty acute care children's hospital in southern New 16 Jersey for the counties of Atlantic, Burlington, Camden, Cape May, 17 Cumberland, Gloucester, and Salem. 18 b. The designation by the Commissioner of Health [and Senior 19 Services pursuant to subsection a. of this section shall be made 20 subsequent to, and shall be contingent upon, the execution of a written agreement between Cooper University Hospital and a 21 22 majority of the acute care hospitals providing inpatient pediatric 23 services which are located in the counties listed in subsection a. of 24 this section. 25 The written agreement shall state that the other facility 26 recognizes Cooper University Hospital as the State's specialty acute 27 care children's hospital for the counties listed in subsection a. of 28 this section and shall set forth the basis on which the other facility 29 shall make referrals to Cooper University Hospital. 30 (cf: P.L.2005, c.116, s.2) 31 32 215. Section 1 of P.L.1992, c.181 (C.26:2H-18d) is amended to 33 read as follows: 34 1. a. The Commissioner of Health [and Senior Services], 35 subject to the provisions of subsection b. of this section, shall 36 designate Robert Wood Johnson University Hospital/St. Peter's 37 University Hospital in the City of New Brunswick as the State's 38 specialty acute care children's hospital in central New Jersey for the 39 counties of Hunterdon, Mercer, Middlesex, and Somerset. 40 The designation by the Commissioner of Health and Senior b. 41 Services pursuant to subsection a. of this section shall be made 42 subsequent to, and shall be contingent upon, the execution of a 43 written agreement between Robert Wood Johnson University 44 Hospital/St. Peter's University Hospital and a majority of the acute 45 care hospitals providing inpatient pediatric services which are 46 located in the counties listed in subsection a. of this section.

1 The written agreement shall state that the other facility 2 recognizes Robert Wood Johnson University Hospital/St. Peter's 3 University Hospital as the State's specialty acute care children's 4 hospital for the counties listed in subsection a. of this section and 5 shall set forth the basis on which the other facility shall make 6 referrals to Robert Wood Johnson University Hospital/St. Peter's 7 University Hospital. 8 (cf: P.L.2005, c.116, s.3) 9 10 216. Section 1 of P.L.1993, c.374 (C.26:2H-18e) is amended to 11 read as follows: 12 1. a. The Commissioner of Health [and Senior Services], 13 subject to the provisions of subsection b. of this section, shall 14 designate St. Joseph's Hospital and Medical Center in the City of 15 Paterson as the State's specialty acute care children's hospital for the 16 counties of Bergen, Passaic, Sussex, and Warren. 17 The designation by the Commissioner of Health and Senior b. Services] pursuant to subsection a. of this section shall be made 18 19 subsequent to, and shall be contingent upon, the execution of a 20 written agreement between St. Joseph's Hospital and Medical Center and a majority of the acute care hospitals providing inpatient 21 22 pediatric services which are located in the counties listed in 23 subsection a. of this section. 24 The written agreement shall state that the other facility 25 recognizes St. Joseph's Hospital and Medical Center as the State's 26 specialty acute care children's hospital for the counties listed in 27 subsection a. of this section and shall set forth the basis on which 28 the other facility shall make referrals to St. Joseph's Hospital and 29 Medical Center. 30 (cf: P.L.2003, c.98, s.3) 31 32 217. Section 2 of P.L.2003, c.98 (C.26:2H-18f) is amended to 33 read as follows: 34 2. a. The Commissioner of Health [and Senior Services], 35 subject to the provisions of subsection b. of this section, shall designate Morristown Memorial Hospital as the State's specialty 36 37 acute care children's hospital for Morris and Union counties. 38 The designation by the Commissioner of Health and Senior b. 39 Services pursuant to subsection a. of this section shall be made 40 subsequent to, and shall be contingent upon, the execution of 41 written transfer agreements between Morristown Memorial Hospital 42 and a majority of the acute care hospitals providing inpatient 43 pediatric services which are located in Morris and Union counties. 44 The written agreement shall state that the other facility 45 recognizes Morristown Memorial Hospital as the State's specialty 46 acute care children's hospital for Morris and Union counties and

1 shall set forth the basis on which the other facility shall make 2 referrals to Morristown Memorial Hospital. 3 (cf: P.L.2003, c.98, s.2) 4 5 218. Section 1 of P.L.2005, c.116 (C.26:2H-18g) is amended to 6 read as follows: 7 1. a. The Commissioner of Health [and Senior Services], 8 subject to the provisions of subsection b. of this section, shall 9 designate Jersey Shore University Medical Center and Monmouth 10 Medical Center, each, as the State's specialty acute care children's hospitals for Monmouth and Ocean counties, subject to the 11 commissioner's determination that each hospital meets all of the 12 13 licensure criteria that apply to a children's hospital and has met and 14 complied with all of the requirements to obtain State authorization 15 to offer the component services that constitute a children's hospital. The commissioner's determination and the designation pursuant 16 17 thereto shall be made separately for each hospital; and the 18 commissioner's decision on the designation of each hospital shall be 19 made independently of, and shall not be contingent upon, the 20 decision on the designation of the other hospital. 21 The designation of each hospital by the Commissioner of b. 22 Health [and Senior Services] pursuant to subsection a. of this 23 section shall be made subsequent to, and shall be contingent upon, 24 the execution of written transfer agreements, respectively, between: 25 Jersey Shore University Medical Center and a majority of the acute 26 care hospitals providing inpatient pediatric services located in 27 Monmouth and Ocean counties; and Monmouth Medical Center and a majority of the acute care hospitals providing inpatient pediatric 28 29 services located in Monmouth and Ocean counties. 30 The written agreement shall state that the other facility 31 recognizes Jersey Shore University Medical Center and Monmouth 32 Medical Center, as applicable, as the State's specialty acute care children's hospitals for Monmouth and Ocean counties and shall set 33 34 forth the basis on which the other facility shall make referrals to 35 Jersey Shore University Medical Center or Monmouth Medical 36 Center, as applicable. 37 (cf: P.L.2005, c.116, s.1) 38 39 219. Section 1 of P.L.2011, c.208 (C.26:2H-18h) is amended to 40 read as follows: 41 1. a. The Commissioner of Health [and Senior Services] may 42 issue a nursing facility license for a facility that provides care for 43 Huntington's Disease. 44 b. The commissioner, pursuant to the "Administrative 45 Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.), may adopt 46 rules and regulations to effectuate the purposes of this act.

47 (cf: P.L.2011, c.208, s.1)

1 220. Section 2 of P.L.1992, c.160 (C.26:2H-18.52) is amended 2 to read as follows: 2. As used in sections 1 through 17 of P.L.1992, c.160 3 (C.26:2H-18.51 through 26:2H-18.67), sections 12 through 15 of 4 P.L.1995, c.133 (C.26:2H-18.59a through C.26:2H-18.59d), 5 sections 7 through 12 of P.L.1996, c.28 (C.26:2H-18.59e et al.) and 6 7 sections 6, 8, 10 and 11 of P.L.1997, c.263 (C.26:2H-18.58e, 8 C.26:2H-18.58f, C.26:2H-18.58d and C.26:2H-18.59h): 9 "Administrator" means the administrator of the Health Care 10 Subsidy Fund appointed by the commissioner. 11 "Charity care" means care provided at disproportionate share 12 hospitals that may be eligible for a charity care subsidy pursuant to 13 this act. 14 subsidy" means the component "Charity care of the 15 disproportionate share payment that is attributable to care provided 16 at a disproportionate share hospital to persons unable to pay for that 17 care, as provided in this act. 18 "Commission" means the New Jersey Essential Health Services 19 Commission established pursuant to section 4 of this act. "Commissioner" means the Commissioner of Health [and Senior 20 21 Services. 22 "Department" means the Department of Health [and Senior 23 Services]. 24 "Disproportionate share hospital" means a hospital designated by 25 the Commissioner of Human Services pursuant to Pub.L.89-97 (42 26 U.S.C. s.1396a et seq.) and Pub.L.102-234. 27 "Disproportionate share payment" means those payments made by the Division of Medical Assistance and Health Services in the 28 Department of Human Services to hospitals defined as 29 30 disproportionate share hospitals by the Commissioner of Human 31 Services in accordance with federal laws and regulations applicable 32 to hospitals serving a disproportionate number of low income 33 patients. 34 "Fund" means the Health Care Subsidy Fund established 35 pursuant to section 8 of this act. 36 "Hospital" means an acute care hospital licensed by the 37 Department of Health [and Senior Services] pursuant to P.L.1971, c.136 (C.26:2H-1 et al.). 38 39 "Medicaid" means the New Jersey Medical Assistance and 40 Health Services Program in the Department of Human Services 41 established pursuant to P.L.1968, c.413 (C.30:4D-1 et seq.). 42 "Medicare" means the program established pursuant to Pub.L.89-43 97 (42 U.S.C. s.1395 et seq.). 44 (cf: P.L.1997, c.263, s.1) 45 46 221. Section 2 of P.L.2006, c.87 (C.26:2H-18.55a) is amended 47 to read as follows:

1 2. a. The Commissioner of Health [and Senior Services] shall 2 compile, to the extent data are available, the following information 3 about recipients of charity care who are employed: 4 (1) the employer's name and address; 5 (2) the number of recipients of charity care who are employed 6 by the employer; and (3) the cost to the State of providing charity care for the 7 8 employer's employees and their dependents. 9 b. In order to compile the information required pursuant to this 10 section, the commissioner may require hospitals and other health 11 care facilities to submit such information as may be necessary for 12 this purpose. 13 The commissioner may include comparable information c. 14 about recipients of other public health care coverage programs, and [such] other information as the commissioner deems appropriate 15 16 regarding employer-based coverage for persons covered under 17 public insurance programs. d. The information compiled by the commissioner shall not 18 19 include the name of any charity care recipient or any family 20 member of a recipient. 21 The commissioner shall provide the information required e. pursuant to this section to the Commissioner of Human Services for 22 23 inclusion in the annual report on Access to Employer-Based Health 24 Insurance, as provided in section 1 of P.L.2006, c.87 (C.30:4J-17). 25 (cf: P.L.2006, c.87, s.2) 26 27 222. Section 7 of P.L.1992, c.160 (C.26:2H-18.57) is amended to read as follows: 28 29 7. a. Effective January 1, 1994, the Department of Health [and 30 Senior Services shall assess each hospital a per adjusted admission 31 charge of [\$10.00] <u>\$10</u>. 32 Of the revenues raised by the hospital per adjusted admission 33 charge, [\$5.00] <u>\$5</u> per adjusted admission shall be used by the 34 department to carry out its duties pursuant to P.L.1992, c.160 (C.26:2H-18.51 et al.) and [\$5.00] <u>\$5</u> per adjusted admission shall 35 36 be used by the department for administrative costs related to health 37 planning. b. Effective July 1, 2004, the department shall assess each 38 39 licensed ambulatory care facility that is licensed to provide one or more of the following ambulatory care services: 40 ambulatory 41 surgery, computerized axial tomography, comprehensive outpatient 42 rehabilitation, extracorporeal shock wave lithotripsy, magnetic 43 resonance imaging, megavoltage radiation oncology, positron 44 emission tomography, orthotripsy, and sleep disorder services. The 45 Commissioner of Health [and Senior Services] may, by regulation, add additional categories of ambulatory care services that shall be 46 47 subject to the assessment if such services are added to the list of

1 services provided in N.J.A.C.8:43A-2.2(b) after the effective date 2 of P.L.2004, c.54. 3 The assessment established in this subsection shall not apply to 4 an ambulatory care facility that is licensed to a hospital in this State 5 as an off-site ambulatory care service facility. 6 (1) For Fiscal Year 2005, the assessment on an ambulatory care 7 facility providing one or more of the services listed in this 8 subsection shall be based on gross receipts for the 2003 tax year as 9 follows: 10 (a) a facility with less than \$300,000 in gross receipts shall not 11 pay an assessment; and 12 (b) a facility with at least \$300,000 in gross receipts shall pay an assessment equal to 3.5% of its gross receipts or \$200,000, 13 14 whichever amount is less. 15 The commissioner shall provide notice no later than August 15, 16 2004 to all facilities that are subject to the assessment that the first 17 payment of the assessment is due October 1, 2004 and that proof of 18 gross receipts for the facility's tax year ending in calendar year 2003 19 shall be provided by the facility to the commissioner no later than 20 September 15, 2004. If a facility fails to provide proof of gross 21 receipts by September 15, 2004, the facility shall be assessed the 22 maximum rate of \$200,000 for Fiscal Year 2005. 23 The Fiscal Year 2005 assessment shall be payable to the

24 department in four installments, with payments due October 1, 25 2004, January 1, 2005, March 15, 2005 and June 15, 2005.

26 (2) For Fiscal Year 2006, the commissioner shall use the 27 calendar year 2004 data submitted in accordance with subsection c. 28 of this section to calculate a uniform gross receipts assessment rate 29 for each facility with gross receipts over \$300,000 that is subject to 30 the assessment, except that no facility shall pay an assessment 31 greater than \$200,000. The rate shall be calculated so as to raise the 32 same amount in the aggregate as was assessed in Fiscal Year 2005. 33 A facility shall pay its assessment to the department in four 34 payments in accordance with a timetable prescribed by the 35 commissioner.

36 (3) Beginning in Fiscal Year 2007 and for each fiscal year 37 thereafter through Fiscal Year 2010, the uniform gross receipts assessment rate calculated in accordance with paragraph (2) of this 38 39 subsection shall be applied to each facility subject to the assessment 40 with gross receipts over \$300,000, as those gross receipts are 41 documented in the facility's most recent annual report to the 42 department, except that no facility shall pay an assessment greater 43 than \$200,000. A facility shall pay its annual assessment to the 44 department in four payments in accordance with a timetable 45 prescribed by the commissioner.

46 (4) Beginning in Fiscal Year 2011 and for each fiscal year 47 thereafter, the uniform gross receipts assessment shall be applied at 48 the rate of 2.95% to each facility subject to the assessment with

1 gross receipts over \$300,000, as those gross receipts are 2 documented in the facility's most recent annual report submitted to 3 the department pursuant to subsection c. of this section, except that 4 no facility shall pay an assessment greater than \$350,000. A 5 facility shall pay its annual assessment to the department in four 6 payments in accordance with a timetable prescribed by the 7 commissioner.

8 c. Each ambulatory care facility that is subject to the 9 assessment provided in subsection b. of this section shall submit an 10 annual report including, at a minimum, data on volume of patient 11 visits, charges, and gross revenues, by payer type, for patient 12 services, beginning with calendar year 2004 data. The annual 13 report shall be submitted to the department according to a timetable 14 and in a form and manner prescribed by the commissioner.

The department may audit selected annual reports in order todetermine their accuracy.

d. (1) If, upon audit as provided for in subsection c. of this section, it is determined that an ambulatory care facility understated its gross receipts in its annual report to the department, the facility's assessment for the fiscal year that was based on the defective report shall be retroactively increased to the appropriate amount and the facility shall be liable for a penalty in the amount of the difference between the original and corrected assessment.

(2) A facility that fails to provide the information required
pursuant to subsection c. of this section shall be liable for a civil
penalty not to exceed \$500 for each day in which the facility is not
in compliance.

(3) A facility that is operating one or more of the ambulatory
care services listed in subsection b. of this section without a license
from the department, on or after July 1, 2004, shall be liable for
double the amount of the assessment provided for in subsection b.
of this section, in addition to such other penalties as the department
may impose for operating an ambulatory care facility without a
license.

(4) The commissioner shall recover any penalties provided for
in this subsection in an administrative proceeding in accordance
with the "Administrative Procedure Act," P.L.1968, c.410
(C.52:14B-1 et seq.).

e. The revenues raised by the ambulatory care facility
assessment pursuant to this section shall be deposited in the Health
Care Subsidy Fund established pursuant to section 8 of P.L.1992,
c.160 (C.26:2H-18.58).

43 (cf: P.L.2010, c.23, s.1)

44

45 223. Section 8 of P.L.1992, c.160 (C.26:2H-18.58) is amended 46 to read as follows:

47 8. There is established the Health Care Subsidy Fund in the48 Department of Health [and Senior Services].

1 The fund shall be comprised of revenues from employee and a. 2 employer contributions made pursuant to section 29 of P.L.1992, 3 c.160 (C.43:21-7b), revenues from the hospital assessment made 4 pursuant to section 12 of P.L.1992, c.160 (C.26:2H-18.62), 5 revenues pursuant to section 11 of P.L.1996, c.28 (C.26:2H-6 18.58c), revenues from interest and penalties collected pursuant to 7 this act and revenues from [such] other sources as the Legislature 8 shall determine. Interest earned on the monies in the fund shall be 9 credited to the fund. The fund shall be a nonlapsing fund dedicated 10 for use by the State to: (1) distribute charity care and other 11 uncompensated care disproportionate share payments to hospitals, 12 and other eligible providers pursuant to section 8 of P.L.1996, c.28 13 (C.26:2H-18.59f), provide subsidies for the Health Access New 14 Jersey program established pursuant to section 15 of P.L.1992, 15 c.160 (C.26:2H-18.65), and provide funding for children's health 16 care coverage in the NJ FamilyCare Program pursuant to 17 [P.L.1997, c.272 (C.30:4I-1 et seq.)] P.L.2005, c.156 (C.30:4J-8 et 18 al.); (2) provide funding for federally qualified health centers 19 pursuant to section 12 of P.L.1992, c.160 (C.26:2H-18.62); and (3) 20 provide for the payment in State fiscal year 2002 of appropriate 21 Medicaid expenses, subject to the approval of the Director of the 22 Division of Budget and Accounting.

b. The fund shall be administered by a person appointed by thecommissioner.

The administrator of the fund is responsible for overseeing and coordinating the collection and reimbursement of fund monies. The administrator is responsible for promptly informing the commissioner if monies are not or are not reasonably expected to be collected or disbursed.

c. The commissioner shall adopt rules and regulations to ensure
the integrity of the fund, pursuant to the "Administrative Procedure
Act," P.L.1968, c.410 (C.52:14B-1 et seq.).

33 The administrator shall establish separate accounts for the d. 34 charity care component of the disproportionate share hospital 35 subsidy, other uncompensated care component of the 36 disproportionate share hospital subsidy, federally qualified health 37 centers funding, and the payments for subsidies for insurance 38 premiums to provide care in disproportionate share hospitals, 39 known as the Health Access New Jersey subsidy account, 40 respectively.

41 e. In the event that the charity care component of the 42 disproportionate share hospital subsidy account has a surplus in a 43 given year after payments are distributed pursuant to the 44 methodology established in section 13 of P.L.1995, c.133 (C.26:2H-45 18.59b) and section 7 of P.L.1996, c.28 (C.26:2H-18.59e) and 46 within the limitations provided in subsection e. of section 9 of 47 P.L.1992, c.160 (C.26:2H-18.59), the surplus monies in calendar 48 years 2002, 2003 and 2004 shall lapse to the unemployment

1 compensation fund established pursuant to R.S.43:21-9, and each 2 year thereafter shall lapse to the charity care component of the 3 disproportionate share hospital subsidy account for distribution in 4 subsequent years.

- 5 (cf: P.L.2005, c.237, s.1)
- 6

7 224. Section 6 of P.L.1997, c.263 (C.26:2H-18.58e) is amended
8 to read as follows:

9 6. a. The Commissioner of Health [and Senior Services] shall transfer to the Hospital Health Care Subsidy account, known as the 10 Hospital Relief Fund, in the Division of Medical Assistance and 11 12 Health Services in the Department of Human Services from the 13 Health Care Subsidy Fund, \$50.75 million in fiscal year 998 and 14 \$101.5 million each fiscal year thereafter, according to a schedule to be determined by the Commissioner of Health [and Senior 15 Services] in consultation with the Commissioner of Human 16 17 Services. These funds shall be distributed to eligible 18 disproportionate share hospitals according to a methodology 19 adopted by the Commissioner of Human Services pursuant to 20 N.J.A.C.10:52-8.2, using hospital expenditure data for the most 21 recent calendar year available for reimbursements from these funds. 22 b. In fiscal year 1998 and each fiscal year thereafter, the 23 Governor shall recommend and the Legislature shall appropriate to 24 the Hospital Health Care Subsidy account for distribution to 25 disproportionate share hospitals which are eligible for 26 reimbursement pursuant to subsection a. of this section, those 27 federal funds received in connection with the provision of hospital 28 reimbursements from that account.

29 (cf: P.L.1997, c.263, s.6)

30

31 225. Section 8 of P.L.1997, c.263 (C.26:2H-18.58f) is amended
32 to read as follows:

33 8. a. The Commissioner of Health [and Senior Services] shall 34 transfer to the Division of Medical Assistance and Health Services 35 in the Department of Human Services from the Health Care Subsidy Fund, \$23.8 million in fiscal year 1998, \$47.6 million in fiscal year 36 1999, and an amount in each succeeding fiscal year that is 37 38 necessary to obtain the maximum amount of federal funds to which 39 the State is entitled in order to provide children's health care 40 coverage in the NJ FamilyCare Program pursuant to [P.L.1997, c.272 (C.30:4I-1 et seq.)] P.L.2005, c.156 (C.30:4J-8 et al.), 41 42 according to a schedule to be determined by the Commissioner of 43 and Senior Services in consultation with the Health Commissioner of Human Services. These funds shall be expended 44 45 to provide children's health care coverage in the NJ FamilyCare Program pursuant to [P.L.1997, c.272 (C.30:4I-1 et seq.)] 46 47 P.L.2005, c.156.

1 b. In fiscal year 1999 and each fiscal year thereafter, the 2 Governor shall recommend and the Legislature shall appropriate to 3 the Division of Medical Assistance and Health Services for the 4 purposes of subsection a. of this section, those federal funds 5 received in connection with the provision of children's health care 6 coverage in the NJ FamilyCare Program pursuant to [P.L.1997, 7 c.272 (C.30:4I-1 et seq.)] P.L.2005, c.156. 8 (cf: P.L.1997, c.263, s.8) 9 10 226. Section 4 of P.L.1997, c.264 (C.26:2H-18.58g) is amended 11 to read as follows: 12 4. Notwithstanding the provisions of any other law to the 13 contrary, 14 a. commencing July 1, 1998 and ending June 30, 2006: after 15 the deposit required pursuant to section 5 of P.L.1982, c.40 (C.54:40A-37.1), the first \$150,000,000 of revenue collected annually from the cigarette tax imposed pursuant to P.L.1948, c.65

16 17 18 (C.54:40A-1 et seq.) and the first \$5,000,000 of revenue collected 19 annually from the "Tobacco Products Wholesale Sales and Use Tax 20 Act," P.L.1990, c.39 (C.54:40B-1 et seq.), shall be deposited into 21 the Health Care Subsidy Fund established pursuant to section 8 of 22 P.L.1992, c.160 (C.26:2H-18.58); and the next \$390,000,000 of 23 revenue collected annually from the cigarette tax imposed pursuant 24 to P.L.1948, c.65 (C.54:40A-1 et seq.) shall be appropriated 25 annually for health programs, and the next \$50,000,000 of revenue 26 collected annually from the cigarette tax imposed pursuant to 27 P.L.1948, c.65 (C.54:40A-1 et seq.) shall be appropriated annually 28 to the New Jersey Economic Development Authority for payment of 29 debt service incurred by the authority for school facilities projects 30 and in fiscal years commencing July 1, 2002 and July 1, 2003, the 31 next \$30,000,000 of revenue collected annually from the cigarette 32 tax imposed pursuant to P.L.1948, c.65 (C.54:40A-1 et seq.) shall 33 be directed to the Department of Health [and Senior Services] to 34 fund anti-smoking initiatives, except that the amount shall be 35 \$40,000,000 in the fiscal year commencing July 1, 2004 and 36 \$45,000,000 in the fiscal year commencing July 1, 2005; and

37 commencing with fiscal years beginning on and after July 1, b. 38 2006, after the deposit required pursuant to section 5 of P.L.1982, 39 c.40 (C.54:40A-37.1), the first \$150,000,000 of revenue collected 40 annually from the cigarette tax imposed pursuant to P.L.1948, c.65 41 (C.54:40A-1 et seq.) and the first \$5,000,000 of revenue collected 42 annually from the "Tobacco Products Wholesale Sales and Use Tax 43 Act," P.L.1990, c.39 (C.54:40B-1 et seq.), shall be deposited into 44 the Health Care Subsidy Fund established pursuant to section 8 of 45 P.L.1992, c.160 (C.26:2H-18.58). In addition, commencing with 46 fiscal years beginning on and after July 1, 2006 but before July 1, 47 2009, there shall be deposited \$215,000,000 of revenue collected 48 annually from the cigarette tax imposed pursuant to P.L.1948, c.65

1 (C.54:40A-1 et seq.) in accordance with the provisions of section 5 2 of P.L.2004, c.68 (C.34:1B-21.20), and, commencing with fiscal 3 years beginning on and after July 1, 2009, there shall be deposited \$241,500,000 of revenue collected annually from the cigarette tax 4 5 imposed pursuant to P.L.1948, c.65 (C.54:40A-1 et seq.) in accordance with the provisions of section 5 of P.L.2004, c.68 6 7 (C.34:1B-21.20). 8 (cf: P.L.2009, c.70, s.3) 9 10 227. Section 9 of P.L.1997, c.263 (C.26:2H-18.59) is amended 11 to read as follows: 9. a. The commissioner shall allocate such funds as specified 12 in subsection e. of this section to the charity care component of the 13 disproportionate share hospital subsidy account. In a given year, 14 15 the department shall transfer from the fund to the Division of 16 Medical Assistance and Health Services in the Department of 17 Human Services such funds as may be necessary for the total 18 approved charity care disproportionate share payments to hospitals 19 for that year. 20 b. For the period January 1, 1993 to December 31, 1993, the commission shall allocate \$500 million to the charity care 21 22 component of the disproportionate share hospital subsidy account. 23 The Department of Health [and Senior Services] shall recommend 24 the amount that the Division of Medical Assistance and Health Services shall pay to an eligible hospital on a provisional, monthly 25 26 basis pursuant to paragraphs (1) and (2) of this subsection. The 27 department shall also advise the commission and each eligible 28 hospital of the amount a hospital is entitled to receive. 29 (1) The department shall determine if a hospital is eligible to 30 receive a charity care subsidy in 1993 based on the following: 31 Hospital Specific Approved Uncompensated Care-1991 32 33 Hospital Specific Preliminary Cost Base-1992 34 35 = Hospital Specific % Uncompensated Care (%UC) 36 37 38 A hospital is eligible for a charity care subsidy in 1993 if, upon 39 establishing a rank order of the %UC for all hospitals, the hospital 40 is among the 80% of hospitals with the highest %UC. 41 42 (2) The maximum amount of the charity care subsidy an eligible 43 hospital may receive in 1993 shall be based on the following: 44 45 Hospital Specific Approved Uncompensated Care-1991 46 47 Total approved Uncompensated Care All Eligible Hospitals-1991 48

1 X \$500 million 2 3 = Maximum Amount of Hospital Specific Charity Care Subsidy for 1993 4 5 6 (3) A hospital shall be required to submit all claims for charity 7 care cost reimbursement, as well as demographic information about the persons who qualify for charity care, to the department in a 8 9 manner and time frame specified by the Commissioner of Health 10 [and Senior Services], in order to continue to be eligible for a charity care subsidy in 1993 and in subsequent years. 11 12 The demographic information shall include the recipient's age, 13 sex, marital status, employment status, type of health insurance 14 coverage, if any, and if the recipient is a child under 18 years of age 15 who does not have health insurance coverage or a married person 16 who does not have health insurance coverage, whether the child's 17 parent or the married person's spouse, as the case may be, has health 18 insurance. 19 (4) A hospital shall be reimbursed for the cost of eligible charity 20 care at the same rate paid to that hospital by the Medicaid program; 21 except that charity care services provided to emergency room 22 patients who do not require those services on an emergency basis 23 shall be reimbursed at a rate appropriate for primary care, according 24 to a schedule of payments developed by the commission. 25 (5) The department shall provide for an audit of a hospital's 26 charity care for 1993 within a time frame established by the 27 department. c. For the period January 1, 1994 to December 31, 1994, a 28 29 hospital shall receive disproportionate share payments from the 30 Division of Medical Assistance and Health Services based on the 31 amount of charity care submitted to the commission or its 32 designated agent, in a form and manner specified by the 33 commission. The commission or its designated agent shall review 34 and price all charity care claims and notify the Division of Medical 35 Assistance and Health Services of the amount it shall pay to each 36 hospital on a monthly basis based on actual services rendered. 37 (1) (Deleted by amendment, P.L.1995, c.133.) 38 (2) If the commission is not able to fully implement the charity 39 care claims pricing system by January 1, 1994, the commission 40 shall continue to make provisional disproportionate share payments 41 to eligible hospitals, through the Division of Medical Assistance 42 and Health Services, based on the charity care costs incurred by all 43 hospitals in 1993, until such time as the commission is able to 44 implement the claims pricing system. 45 If there are additional charity care balances available after the 46 1994 distribution based on 1993 charity care costs, the department 47 shall transfer these available balances from the fund to the Division 48 of Medical Assistance and Health Services for an approved one-

time additional disproportionate share payment to hospitals
 according to the methodology provided in section 12 of P.L.1995,
 c.133 (C.26:2H-18.59a). The total payment for all hospitals shall
 not exceed \$75.5 million.

5 (3) A hospital shall be reimbursed for the cost of eligible charity 6 care at the same rate paid to that hospital by the Medicaid program; 7 except that charity care services provided to emergency room 8 patients who do not require those services on an emergency basis 9 shall be reimbursed at a rate appropriate for primary care, according 10 to a schedule of payments developed by the commission.

11 (4) (Deleted by amendment, P.L.1995, c.133.)

12 d. (Deleted by amendment, P.L.1995, c.133.)

e. The total amount allocated for charity care subsidy payments shall be: in 1994, \$450 million; in 1995, \$400 million; in 1996, \$310 million; in 1997, \$300 million; for the period January 1, 1998 through June 30, 1998, \$160 million; and in fiscal year 1999 and each fiscal year thereafter through fiscal year 2004, \$320 million. Total payments to hospitals shall not exceed the amount allocated for each given year.

f. Beginning January 1, 1995:

(1) The charity care subsidy shall be determined pursuant to
section 13 of P.L.1995, c.133 (C.26:2H-18.59b).

(2) A charity care claim shall be valued at the same rate paid to
that hospital by the Medicaid program, except that charity care
services provided to emergency room patients who do not require
those services on an emergency basis shall be valued at a rate
appropriate for primary care according to a schedule of payments
adopted by the commissioner.

(3) The department shall provide for an audit of a hospital'scharity care within a time frame established by the commissioner.

31 (cf: P.L.2004, c.113, s.1) 32

20

33 228. Section 9 of P.L.1996, c.28 (C.26:2H-18.59g) is amended
34 to read as follows:

9. The Commissioner of Health [and Senior Services], in
consultation with the State Treasurer, shall establish a technology
infrastructure to support the provision of charity care pursuant to
P.L.1992, c.160 (C.26:2H-18.51 et al.).

The State Treasurer, in consultation with the Commissioners of 39 40 Health [and Senior Services] and Human Services may, if deemed to be in the State's best interests, include system features and 41 provisions in the technology infrastructure to satisfy the 42 43 requirements of multiple programs and purposes, including, but not 44 limited to, programs such as, Medicaid, food stamps, public 45 assistance, and purposes such as the exchange and consolidation of 46 health care information permitted by law, eligibility and identity 47 verification, claims processing, the use of electronic patient

1 identification technology, and electronic data interchange.

2 (cf: P.L.1998, c.37, s.3)

3

6

4 229. Section 3 of P.L.2004, c.113 (C.26:2H-18.59i) is amended 5 to read as follows:

3. a. Beginning July 1, 2004 and each year thereafter:

7 (1) Reimbursed documented charity care shall be equal to the 8 Medicaid-priced amounts of charity care claims submitted to the 9 Department of Health [and Senior Services] for the most recent calendar year, adjusted, as necessary, to reflect the annual audit 10 11 results. These amounts shall be augmented to reflect payments to 12 hospitals by the Medicaid program for Graduate Medical Education 13 and Indirect Medical Education based on the most recent Graduate 14 Medical Education and Indirect Medical Education formulas 15 utilized by the federal Medicare program.

16 (2) Hospital-specific reimbursed documented charity care shall 17 be equal to the Medicaid-priced dollar amount of charity care 18 provided by a hospital as submitted to the Department of Health 19 [and Senior Services] for the most recent calendar year. A sample 20 of the claims submitted by the hospital to the department shall be 21 subject to an annual audit conducted pursuant to applicable charity 22 care eligibility criteria.

b. Beginning July 1, 2004 and each year thereafter, the charity
care subsidy shall be determined according to the following
methodology:

(1) Each hospital shall be ranked in order of its hospitalspecific, relative charity care percentage, or RCCP, by dividing the
amount of hospital-specific gross revenue for charity care patients
by the hospital's total gross revenue for all patients.

30 (2) The nine hospitals with the highest RCCPs shall receive a
31 charity care payment equal to 96% of each hospital's hospital32 specific reimbursed documented charity care. The hospital ranked
33 number 10 shall receive a charity care payment equal to 94% of its
34 hospital-specific reimbursed documented charity care, and each
35 hospital ranked number 11 and below shall receive two percentage
36 points less than the hospital ranked immediately above that hospital.

37 (3) Notwithstanding the provisions of paragraph (2) of this 38 subsection to the contrary, each of the hospitals located in the 10 39 municipalities in the State with the lowest median annual household 40 income according to the most recent census data, shall be ranked 41 from the hospital with the highest hospital-specific reimbursed 42 documented charity care to the hospital with the lowest hospitalspecific reimbursed documented charity care. The hospital in each 43 44 of the 10 municipalities, if any, with the highest documented 45 hospital-specific charity care shall receive a charity care payment 46 equal to 96% of its hospital-specific reimbursed documented charity 47 care.

(4) Notwithstanding the provisions of this subsection to the
 contrary, no hospital shall receive reimbursement for less than 43%
 of its hospital-specific reimbursed documented charity care.

4 To ensure that charity care subsidy payments remain viable c. 5 and appropriate, the State shall maintain the charity care subsidy at 6 an amount not less than 75% of the Medicaid-priced amounts of 7 charity care provided by hospitals in the State. In addition, these 8 amounts shall be augmented to reflect payments to hospitals by the 9 Medicaid program for Graduate Medical Education and Indirect 10 Medical Education based on the most recent Graduate Medical 11 Education and Indirect Medical Education formulas utilized by the 12 federal Medicare program.

13 d. Notwithstanding any other provisions of this section to the 14 contrary, in the event that the change from the charity care subsidy 15 formula in effect for fiscal year 2004 to the formula established 16 pursuant to this section in effect for fiscal year 2005, reduces, for 17 any reason, the amount of the charity care subsidy payment to a hospital below the amount that the hospital received under the 18 19 formula in effect in fiscal year 2004, the hospital shall receive a 20 payment equal to the amount it would have received under the 21 formula in effect for fiscal year 2004.

22 (cf: P.L.2004, c.113, s.3)

24 230. Section 6 of P.L.2008, c.38 (C.26:2H-18.59j) is amended to 25 read as follows:

26 6. Notwithstanding the provisions of section 3 of P.L.2004, 27 c.113 (C.26:2H-18.59i) to the contrary, a hospital shall not submit 28 charity care claims to the Department of Health [and Senior 29 Services] for health care services provided to a child under 19 years 30 of age who presents at a hospital for emergency care and who may 31 be deemed presumptively eligible for NJ FamilyCare coverage 32 pursuant to P.L.2005, c.156 (C.30:4J-8 et al.) or Medicaid coverage 33 pursuant to P.L.1968, c.413 (C.30:4D-1 et seq.).

34 (cf: P.L.2008, c.38, s.6)

35

23

36 231. Section 3 of P.L.2007, c.217 (C.26:2H-18.60c) is amended
37 to read as follows:

38 The Commissioner of Health [and Senior Services] shall 3 39 require the use of procedures by hospitals to ensure their uniform 40 collection from applicants for charity care pursuant to section 10 of 41 P.L.1992, c.160 (C.26:2H-18.60) and the transmission to the 42 Department of Health [and Senior Services] of [such] 43 demographic and financial information as the commissioner 44 requires pursuant to section 14 of P.L.1995, c.133 (C.26:2H-18.59c) 45 and any other information that the commissioner determines necessary to ensure the efficient, cost-effective operation of the 46 hospital charity care subsidy program and to prevent and detect 47

1 fraudulent charity care claims. 2 (cf: P.L.2007, c.217, s.3) 3 4 232. Section 4 of P.L.2007, c.217 (C.26:2H-18.60d) is amended 5 to read as follows: 6 4. a. The Commissioner of Health [and Senior Services] and the Medicaid Inspector General shall establish an inter-agency 7 8 agreement under which the staff and resources of the Office of the 9 Medicaid Inspector General are utilized to: 10 (1) investigate charity care claims, which that office or the 11 Department of Health [and Senior Services] reasonably suspects may be fraudulent, with the same authority as that granted to the 12 13 Medicaid Inspector General to investigate complaints related to 14 Medicaid integrity, fraud, and abuse pursuant to P.L.2007, c.58 15 (C.30:4D-53 et al.); and 16 (2) recover monies from third party payers that were paid as 17 charity care subsidies based upon fraudulent charity care claims. 18 b. The commissioner and the Medicaid Inspector General shall 19 take such actions as are necessary to ensure that any monies 20 recovered pursuant to subsection a. of this section are deposited in 21 the Health Care Subsidy Fund and used for the purposes of 22 providing charity care subsidies pursuant to P.L.1992, c.160 23 (C.26:2H-18.51 et al.). 24 (cf: P.L.2007, c.217, s.4) 25 26 233. Section 5 of P.L.2007, c.217 (C.26:2H-18.60e) is amended 27 to read as follows: 5. The Commissioner of Health [and Senior Services] and the 28 29 State Treasurer shall establish an inter-agency agreement under which the staff and resources of the Division of Taxation in the 30 31 Department of the Treasury are utilized to conduct random checks 32 of personal State income tax returns filed by persons determined 33 eligible for charity care pursuant to section 10 of P.L.1992, c.160 34 (C.26:2H-18.60), in consultation with the commissioner, and with 35 the Medicaid Inspector General pursuant to section 4 of P.L.2007, 36 c.217 (C.26:2H-18.60d), for the purposes of determining the 37 validity of charity care claims for health care services provided to 38 those persons. 39 (cf: P.L.2007, c.217, s.5) 40 41 234. Section 7 of P.L.2007, c.217 (C.26:2H-18.60f) is amended 42 to read as follows: 43 7. The Commissioner of Health [and Senior Services] shall 44

establish a mechanism, by means of a toll-free telephone hotline or electronic mail, through which persons may confidentially report suspected incidents of fraudulent charity care claims to the

45

46

1 Department of Health [and Senior Services]. 2 (cf: P.L.2007, c.217, s.7) 3 4 235. Section 12 of P.L.1992, c.160 (C.26:2H-18.62) is amended 5 to read as follows: 6 12. a. (Deleted by amendment, P.L.2005, c.237). 7 (Deleted by amendment, P.L.2005, c.237). b. 8 (1) Notwithstanding any law to the contrary, each general c. 9 hospital and each specialty heart hospital shall pay .53% of its total 10 operating revenue to the department for deposit in the Health Care 11 Subsidy Fund. The hospital shall make monthly payments to the 12 department beginning July 1, 1993. The commissioner shall 13 determine the manner in which the payments shall be made. 14 For the purposes of this subsection, "total operating revenue" 15 shall be defined by the department in accordance with financial 16 reporting requirements established pursuant to N.J.A.C.8:31B-3.3 17 and shall include revenue from any ambulatory care facility that is 18 licensed to a general hospital as an off-site ambulatory care service 19 facility. 20 (2) The commissioner shall allocate the monies paid by 21 hospitals pursuant to paragraph (1) of this subsection as follows: 22 (a) In State fiscal years 2006 and 2007, \$35 million of those 23 monies shall be allocated to the support of federally qualified health 24 centers in this State, and the remainder shall be allocated to the 25 support of (i) the infant mortality reduction program in the 26 Department of Health [and Senior Services], (ii) the primary care 27 physician and dentist loan redemption program established in the Higher Education Student Assistance Authority by article 3 of 28 29 P.L.1999, c.46 (C.18A:71C-32 et seq.), and (iii) the development 30 and use of health information electronic data interchange 31 technology pursuant to P.L.1999, c.154 (C.17B:30-23 et al.); and 32 (b) In State fiscal year 2008 and thereafter, \$40 million of those 33 monies shall be allocated to the support of federally qualified health 34 centers in this State. 35 Monies allocated to the support of federally qualified health 36 centers in the State under this paragraph shall be used for the 37 purpose of compensating them for health care services provided to 38 uninsured patients. 39 The monies paid by the hospitals and allocated under d. 40 subsection c. of this section for the support of federally qualified 41 health centers shall be credited to the federally qualified health 42 centers account. 43 e. (1) Monies paid by hospitals under subsection c. of this 44 section in excess of \$40 million, federal matching funds received on 45 account of such monies, and interest received on such payments and 46 funds shall be allocated exclusively to support funding to hospitals. 47 (2) In the event that any approval, application, or other 48 condition necessary for the implementation of this subsection and

1 the distribution of funds pursuant thereto consistent with the Fiscal 2 Year 2011 annual appropriations act is not obtained, granted, or satisfied, the Departments of Health [and Senior Services] and 3 4 Human Services shall jointly prepare a plan concerning charity care 5 and related hospital funding, which shall be subject to the approval 6 of the Joint Budget Oversight Committee. 7 (cf: P.L.2010, c.23, s.2) 8 9 236. Section 3 of P.L.2008, c.33 (C.26:2H-18.76) is amended to 10 read as follows: 11 3. a. The Health Care Stabilization Fund is established as a nonlapsing, revolving fund in the Department of Health [and Senior 12 Services]. The fund shall be administered by the Department of 13 14 Health and Senior Services in consultation with the Department 15 of the Treasury. The fund shall be comprised of [such] revenues as are appropriated by the Legislature from time to time, along with 16 17 any interest earned on monies in the fund. b. Monies from the fund shall be disbursed solely as grants to 18 19 qualifying licensed health care facilities pursuant to eligibility 20 criteria, and subject to conditions, prescribed by the Commissioner 21 of Health [and Senior Services] in accordance with the 22 requirements of this act. 23 (cf: P.L.2008, c.33, s.3) 24 25 237. Section 4 of P.L.2008, c.33 (C.26:2H-18.77) is amended to 26 read as follows: 27 4. The Commissioner of Health [and Senior Services], in 28 consultation with the State Treasurer and the New Jersey Health 29 Care Facilities Financing Authority, may award a grant to a hospital or other licensed health care facility from the fund if the 30 31 commissioner determines that, due to extraordinary circumstances, 32 the grant is necessary to maintain access to essential health care 33 services or referral sources, as appropriate. In determining whether 34 to award a grant to a licensed health care facility, the commissioner shall consider whether, at a minimum, the following factors are 35 36 present: 37 a. Extraordinary circumstances threaten access to essential 38 health services for residents in a community; 39 b. Persons in a community will be without ready access to 40 essential health care services in the absence of the award of a grant 41 from the fund; 42 c. Funding is unavailable from other sources to preserve or 43 provide essential health care services; 44 d. A grant from the fund is likely to stabilize access to the 45 essential health care services; 46 e. There is a reasonable likelihood that the essential health care 47 services will be sustainable upon the termination of the grant;

1 The proposed recipient of the grant agrees to conditions f. 2 established by the commissioner for receipt of a grant; and 3 The hospital or other licensed health care facility serves a g. 4 significant number of uninsured and underinsured persons. 5 (cf: P.L.2008, c.33, s.4) 6 7 238. Section 5 of P.L.2008, c.33 (C.26:2H-18.78) is amended to 8 read as follows: 9 5. a. The Commissioner of Health [and Senior Services] shall set reasonable conditions for the receipt of a grant by a general 10 11 hospital or other licensed health care facility, which conditions may include, but need not be limited to, requirements to assure the 12 13 efficient and effective delivery of health care services. 14 The facility shall agree to: the provision of essential health care 15 services to the community as determined by the commissioner; 16 facilitating the enrollment of individuals in appropriate government 17 insurance programs; and providing the Department of Health [and 18 Senior Services] with [such] quality of care, utilization, and 19 financial information as determined by the commissioner to be 20 reasonable and necessary. In the case of a facility whose financial 21 condition created or contributed to the extraordinary circumstances 22 necessitating the award of the grant, the facility shall agree to such 23 corrective steps to its governance, management, and business 24 operations as the commissioner deems reasonable and appropriate 25 in light of the facility's circumstances and the health care needs of 26 the community. 27 b. Within one year of the award of a grant from the fund, the 28 commissioner, in consultation with the State Comptroller, shall 29 cause to be conducted an audit to evaluate: 30 (1) whether a grantee's use of the funds was consistent with the 31 provisions of this act, the commissioner's regulations, and any 32 conditions imposed upon the award of the grant; and 33 (2) whether a grantee's use of the funds furthered the purposes 34 of this act. 35 c. The commissioner, pursuant to the "Administrative 36 Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.), shall adopt 37 such rules and regulations as are necessary to effectuate the 38 purposes of this act. The regulations shall specify eligibility criteria 39 for, and conditions that must be met by, a health care facility to 40 receive a grant from the fund. 41 Notwithstanding any provision of P.L.1968, c.410 (C.52:14B-1 42 et seq.) to the contrary, the commissioner may adopt immediately 43 upon filing with the Office of Administrative Law such regulations 44 as the commissioner deems necessary to implement the provisions 45 of this act, which shall be effective for a period not to exceed 270 46 days following enactment of this act and may thereafter be 47 amended, adopted, or readopted by the department in accordance 48 with the requirements of P.L.1968, c.410.

1 d. The commissioner shall annually, by March 1 of each year, 2 submit a report on the Health Care Stabilization Fund to the 3 Governor, and to the Legislature pursuant to section 2 of P.L.1991, 4 c.164 (C.52:14-19.1). The commissioner shall include a copy of the 5 report on the department's website. 6 The report shall identify the health care facilities that received 7 grants during the reporting period, the purpose for which the grant 8 was allocated to the facility, and the extent to which the awarding 9 of the grant furthered the purposes of this act. The report shall 10 include a copy of any audits conducted pursuant to subsection b. of 11 this section. 12 (cf: P.L.2008, c.33, s.5) 13 14 239. Section 3 of P.L.1997, c.78 (C.26:2H-81) is amended to 15 read as follows: 16 3. The Commissioner of Health [and Senior Services] shall 17 adopt rules and regulations pursuant to the "Administrative 18 Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.) necessary to 19 carry out the provisions of this act. 20 (cf: P.L.1997, c.78, s.3) 21 22 240. Section 2 of P.L.1997, c.100 (C.26:2H-83) is amended to 23 read as follows: 24 2. a. The Department of Health [and Senior Services] shall 25 not issue a nurse aide or personal care assistant certification to any 26 applicant, except on a conditional basis as provided for in 27 subsection d. of section 3 of P.L.1997, c.100 (C.26:2H-84), unless the Commissioner of Health [and Senior Services] first determines, 28 29 consistent with the requirements of sections 2 through 6 of P.L.1997, c.100 (C.26:2H-83 through 87), that no criminal history 30 31 record information exists on file in the Federal Bureau of 32 Investigation, Identification Division, or in the State Bureau of 33 Identification in the Division of State Police, which would 34 disqualify that person from being certified. A nurse aide or personal 35 care assistant certified by the department prior to the effective date 36 of P.L.2000, c.20 upon whom a criminal history record background 37 check has not been conducted pursuant to sections 2 through 6 of 38 P.L.1997, c.100 (C.26:2H-83 through 87), shall be required to 39 undergo that criminal history record background check as a 40 condition of that individual's initial recertification following the 41 effective date of P.L.2000, c.20. 42 In addition, a follow-up criminal history record background 43 check of federal records shall be conducted at least once every two years as a condition of recertification for every certified nurse aide

check of federal records shall be conducted at least once every two
years as a condition of recertification for every certified nurse aide
and personal care assistant; except that the commissioner, in lieu of
conducting follow-up criminal history record background checks
for purposes of recertification, may provide for an alternative means
of determining whether a certified nurse aide or personal care

2

1 assistant has been convicted of a crime or disorderly persons 2 offense which would disqualify that person from certification, 3 including, but not limited to, a match of a person's Social Security 4 number or other identifying information with records of criminal 5 proceedings in this and other states. If the commissioner elects to 6 implement this alternative means of determining whether a certified 7 nurse aide or personal care assistant has been convicted of a crime 8 or disorderly persons offense which would disqualify that person 9 from certification, the commissioner shall report to the Governor 10 and the Legislature prior to its implementation on the projected 11 costs and procedures to be followed with respect to its 12 implementation and setting forth the rationale therefor.

A person shall be disqualified from certification if that person's
criminal history record background check reveals a record of
conviction of any of the following crimes and offenses:

16 (1) In New Jersey, any crime or disorderly persons offense:

(a) involving danger to the person, meaning those crimes and
disorderly persons offenses set forth in N.J.S.2C:11-1 et seq.,
N.J.S.2C:12-1 et seq., N.J.S.2C:13-1 et seq., N.J.S.2C:14-1 et seq.
or N.J.S.2C:15-1 et seq.; or

(b) against the family, children, or incompetents, meaning those
crimes and disorderly persons offenses set forth in N.J.S.2C:24-1 et
seq.; or

(c) involving theft as set forth in chapter 20 of Title 2C of theNew Jersey Statutes; or

(d) involving any controlled dangerous substance or controlled
substance analog as set forth in chapter 35 of Title 2C of the New
Jersey Statutes except paragraph (4) of subsection a. of
N.J.S.2C:35-10.

30 (2) In any other state or jurisdiction, of conduct which, if
31 committed in New Jersey, would constitute any of the crimes or
32 disorderly persons offenses described in paragraph (1) of this
33 subsection.

34 b. Notwithstanding the provisions of subsection a. of this 35 section, no person shall be disqualified from certification on the basis of any conviction disclosed by a criminal history record 36 37 background check performed pursuant to sections 2 through 6 and 38 section 14 of P.L.1997, c.100 (C.26:2H-83 through 87 and C.53:1-39 20.9a) if the person has affirmatively demonstrated to the 40 Commissioner of Health [and Senior Services] clear and 41 convincing evidence of the person's rehabilitation. In determining 42 whether a person has affirmatively demonstrated rehabilitation, the 43 following factors shall be considered:

44 (1) the nature and responsibility of the position which the
45 convicted person would hold, has held or currently holds, as the
46 case may be;

47 (2) the nature and seriousness of the offense;

48 (3) the circumstances under which the offense occurred;

1 (4) the date of the offense; 2 (5) the age of the person when the offense was committed; 3 (6) whether the offense was an isolated or repeated incident; 4 (7) any social conditions which may have contributed to the 5 offense; and 6 (8) any evidence of rehabilitation, including good conduct in 7 prison or in the community, counseling or psychiatric treatment 8 received, acquisition of additional academic or vocational 9 schooling, successful participation in correctional work-release 10 programs, or the recommendation of those who have had the person 11 under their supervision. 12 c. If a person subject to the provisions of sections 2 through 6 of P.L.1997, c.100 (C.26:2H-83 through 87) refuses to consent to, 13 14 or cooperate in, the securing of a criminal history record 15 background check, the commissioner shall, as applicable: 16 (1) not issue a nurse aide or personal care assistant certification 17 and shall notify the applicant, and the applicant's employer if the 18 applicant is conditionally employed as provided in subsection d. of 19 section 3 of P.L.1997, c.100 (C.26:2H-84) or the applicant's 20 prospective employer if known, of that denial; or (2) revoke the person's current nurse aide or personal care assistant certification and notify the person, and the person's employer, if known, of that revocation. (cf: P.L.2000, c.20, s.1) 26 241. Section 3 of P.L.1997, c.100 (C.26:2H-84) is amended to 27 read as follows: 3. a. An applicant for certification, or a certified nurse aide or personal care assistant who is required to undergo a criminal history record background check pursuant to section 2 of P.L.1997, c.100 (C.26:2H-83), shall submit to the Commissioner of Health [and Senior Services] that individual's name, address, and fingerprints taken on standard fingerprint cards by a State or municipal law enforcement agency. The commissioner is authorized to exchange fingerprint data with and receive criminal history record information from the Federal Bureau of Investigation and the Division of State Police for use in making the determinations required by sections 2 through 6 of P.L.1997, c.100 (C.26:2H-83 39 through 87). 40 b. Upon receipt of the criminal history record information for a 41 person from the Federal Bureau of Investigation or the Division of 42 State Police, the commissioner shall immediately notify, in writing, 43 the applicant, and the applicant's employer if the applicant is 44 conditionally employed as provided in subsection d. of this section 45 or the applicant's prospective employer if known, or a certified 46 nurse aide or personal care assistant who is required to undergo a 47 criminal history record background check pursuant to section 2 of 48 P.L.1997, c.100 (C.26:2H-83) and that person's employer, as

28 29 30 31 32 33 34 35 36 37

- 38

- 21 22
- 24
- 25

- 23

applicable, of the person's qualification or disqualification for certification under sections 2 through 6 of P.L.1997, c.100 (C.26:2H-83 through 87). If the person is disqualified, the conviction or convictions which constitute the basis for the disqualification shall be identified in the notice to the person, but shall not be identified in the notice to the person's employer or prospective employer.

8 The person who is the subject of the background check shall c. 9 have 30 days from the date of the written notice of disqualification 10 to petition the commissioner for a hearing on the accuracy of the 11 person's criminal history record information or to establish the 12 person's rehabilitation under subsection b. of section 2 of P.L.1997, 13 c.100 (C.26:2H-83). The commissioner shall notify the person's 14 employer or prospective employer of the person's petition for a 15 hearing within five days following the receipt of the petition from 16 the person. Upon the issuance of a final decision upon a petition to 17 the commissioner pursuant to this subsection, the commissioner 18 shall notify the person and the person's employer or prospective 19 employer as to whether the person remains disqualified from 20 certification under sections 2 through 6 of P.L.1997, c.100 21 (C.26:2H-83 through 87).

22 d. An applicant for certification may be issued conditional 23 certification and may be employed as a nurse aide or a personal care 24 assistant conditionally for a period not to exceed 60 days, pending 25 completion of a criminal history record background check required 26 under sections 2 through 6 of P.L.1997, c.100 (C.26:2H-83 through 27 87) by the Division of State Police in the Department of Law and 28 Public Safety based upon an examination of its own files in 29 accordance with section 14 of P.L.1997, c.100 (C.53:1-20.9a), and 30 for an additional period not to exceed 60 days pending completion 31 of a criminal history record background check by federal authorities 32 as arranged for by the Division of State Police pursuant to section 33 14 of P.L.1997, c.100 (C.53:1-20.9a), if the person submits to the 34 commissioner a sworn statement attesting that the person has not 35 been convicted of any crime or disorderly persons offense as 36 described in section 2 of P.L.1997, c.100 (C.26:2H-83). A person 37 who submits a false sworn statement shall be disqualified from 38 certification as a nurse aide or a personal care assistant, as the case 39 may be, and shall not have an opportunity to establish rehabilitation 40 pursuant to subsection b. of section 2 of P.L.1997, c.100 (C.26:2H-41 83).

A conditionally employed person, or an employed person certified as a nurse aide or a personal care assistant, who disputes the accuracy of the criminal history record information and who files a petition requesting a hearing pursuant to subsection c. of this section may remain employed by that person's employer until the commissioner rules on the person's petition but, pending the commissioner's ruling, the employer shall not permit the person to

1 have unsupervised contact with patients, residents, or clients, as the 2 case may be, who are 60 years of age or older. 3 e. (1) A licensed health care facility or other entity that has 4 received an application from or conditionally employs an applicant 5 for nurse aide or personal care assistant certification, or employs a 6 certified nurse aide or personal care assistant, and: 7 (a) receives notice from the Commissioner of Health [and 8 Senior Services] that the applicant or certified nurse aide or 9 personal care assistant, as applicable, has been determined by the 10 commissioner to be disqualified from certification as a nurse aide or

11 personal care assistant pursuant to sections 2 through 6 of P.L.1997, 12 c.100 (C.26:2H-83 through 87); or

13 (b) terminates its employment of a conditionally employed applicant for nurse aide or personal care assistant certification or a 14 15 certified nurse aide or personal care assistant because the person 16 was disqualified from employment at the health care facility or 17 other entity on the basis of a conviction of a crime or disorderly 18 persons offense as described in section 2 of P.L.1997, c.100 19 (C.26:2H-83) after commencing employment at the health care 20 facility or other entity;

21 shall be immune from liability for disclosing that disqualification or 22 termination in good faith to another licensed health care facility or 23 other entity that is qualified by statute or regulation to employ the 24 person as a nurse aide or personal care assistant.

25 (2) A licensed health care facility or other entity which discloses 26 information pursuant to paragraph (1) of this subsection shall be 27 presumed to be acting in good faith unless it is shown by clear and 28 convincing evidence that the health care facility or other entity 29 acted with actual malice toward the person who is the subject of the 30 information.

31 (1) A licensed health care facility or other entity, upon f. 32 receiving notice from the Commissioner of Health [and Senior 33 Services that a person employed by it as a nurse aide or personal 34 care assistant, including a conditionally employed person, has been 35 convicted of a crime or disorderly persons offense as described in 36 section 2 of P.L.1997, c.100 (C.26:2H-83) after commencing 37 employment at the health care facility or other entity, shall:

38 (a) immediately terminate the person's employment as a nurse 39 aide or personal care assistant; and

40 information about the termination (b) report to the Commissioner of Health [and Senior Services] in a manner 41 42 prescribed by the commissioner, who shall thereupon deem the 43 person to be disqualified from certification as a nurse aide or 44 personal care assistant, subject to the provisions of paragraph (3) of 45 this subsection.

46 (2) A licensed health care facility or other entity shall be 47 immune from liability for any actions taken in good faith pursuant to paragraph (1) of this subsection and shall be presumed to be
acting in good faith unless it is shown by clear and convincing
evidence that the health care facility or other entity acted with
actual malice toward the employee.

5 (3) The person terminated from employment pursuant to 6 paragraph (1) of this subsection shall have 30 days from the date of 7 the termination to petition the commissioner for a hearing on the 8 accuracy of the information about the conviction reported to the 9 commissioner or to establish why the person should not be 10 terminated from employment, and disqualified from certification, as 11 a nurse aide or personal care assistant. The commissioner shall 12 notify the person's employer of the person's petition for a hearing within five days following the receipt of the petition from the 13 14 person. Upon the issuance of a final decision upon a petition to the 15 commissioner pursuant to this paragraph, the commissioner shall 16 notify the person and the person's employer as to whether:

(a) the person is to be reinstated in [his] the person's
employment as a nurse aide or personal care assistant and retain
[his] the person's certification; or

(b) the person's termination from employment as a nurse aide or
personal care assistant stands and the person remains disqualified
from certification.

23 g. The commissioner shall provide for a registry of all persons 24 who have successfully completed all training and competency 25 evaluation requirements for certification as a nurse aide or personal 26 care assistant and shall provide for the inclusion in the registry of 27 information about the disqualification of any person from certification pursuant to sections 2 through 6 of P.L.1997, c.100 28 29 (C.26:2H-83 through 87); for which purposes, the commissioner 30 may use an existing registry established pursuant to statute or 31 regulation, subject to the requirements of federal law. The registry 32 shall include the specific documented findings constituting the basis 33 for that disqualification, except that the information shall indicate 34 that the person was convicted of a crime or disorderly persons 35 offense as described in section 2 of P.L.1997, c.100 (C.26:2H-83), but shall not identify the conviction or convictions which constitute 36 37 the basis for the disqualification.

- 38 (cf: P.L.2000, c.20, s.2)
- 39

40 242. Section 4 of P.L.1997, c.100 (C.26:2H-85) is amended to 41 read as follows:

42 4. The Department of Health [and Senior Services] shall 43 assume the cost of the criminal history record background check 44 conducted on an applicant for nurse aide or personal care assistant 45 certification, or a certified nurse aide or personal care assistant, as 46 the case may be, pursuant to sections 2 through 6 and section 14 of 47 P.L.1997, c.100 (C.26:2H-83 through 87 and C.53:1-20.9a).

48 (cf: P.L.2000, c.20, s.3)

1 243. Section 5 of P.L.1997, c.100 (C.26:2H-86) is amended to 2 read as follows: 5. In accordance with the "Administrative Procedure Act," 3 P.L.1968, c.410 (C.52:14B-1 et seq.), the Commissioner of Health 4 5 [and Senior Services] shall adopt rules and regulations necessary to implement the provisions of sections 1 through 4 and section 6 of 6 P.L.1997, c.100 (C.26:2H-82 through C.26:2H-85 and C.26:2H-87). 7 8 (cf: P.L.1997, c.100, s.5) 9 10 244. Section 6 of P.L.1997, c.100 (C.26:2H-87) is amended to 11 read as follows: 12 6. Any person submitting a false sworn statement pursuant to 13 section 3 of P.L.1997, c.100 (C.26:2H-84) shall be subject to a fine 14 of not more than \$1,000, which may be assessed by the Commissioner of Health [and Senior Services]. 15 16 (cf: P.L.1997, c.284, s.5) 17 245. Section 2 of P.L.1997, c.296 (C.26:2H-89) is amended to 18 19 read as follows: 20 2. A PACE or Pre-PACE program shall operate in the State 21 only in accordance with a contract with the Department of [Health 22 and Senior] Human Services '[, which shall be prepared in consultation with the Department of Human Services, and]¹ 23 24 pursuant to the provisions of this act. 25 The programs shall not be subject to the requirements of 26 P.L.1973, c.337 (C.26:2J-1 et seq.). 27 (cf: P.L.1997 c.296, s.2) 28 29 246. Section 3 of P.L.2003, c.105 (C.26:2H-94) is amended to 30 read as follows: 31 3. As used in this act: 32 "Commissioner" means the Commissioner of [Health and Senior 33 Services Human Services. 34 "Department" means the Department of [Health and Senior 35 Services Human Services. 36 "Director" means the Director of the Division of Taxation in the 37 Department of the Treasury. 38 "Fund" means the "Nursing Home Quality of Care Improvement 39 Fund" established pursuant to this act. 40 "Medicaid" means the Medicaid program established pursuant to 41 P.L.1968, c.413 (C.30:4D-1 et seq.). 42 "Nursing home" means a long-term care facility licensed 43 pursuant to P.L.1971, c.136 (C.26:2H-1 et seq.), as well as the 44 distinct part of another health care facility or continuing care 45 retirement community that is licensed to provide skilled nursing 46 care services pursuant to P.L.1971, c.136 (C.26:2H-1 et seq.). For 47 the purposes of this act, nursing home shall not include: an acute

1 care hospital; assisted living facility; comprehensive personal care 2 home; residential health care facility; adult day health care facility; 3 alternate family care program; adult family care program; home 4 health care agency; State psychiatric hospital; county health care 5 facility, including, but not limited to, county geriatric center, county 6 nursing home or other county long-term care facility; the New 7 Jersey Firemen's Home; or a health care facility operated by the 8 Department of Military and Veterans' Affairs. 9 (cf: P.L.2004, c.41, s.1) 10 11 247. Section 4 of P.L.2003, c.105 (C.26:2H-95) is amended to 12 read as follows: The "Nursing Home Quality of Care Improvement Fund" is 13 4. established as a nonlapsing fund in the Department of the Treasury. 14 15 The fund shall be administered by the State Treasurer, in consultation with the Commissioner of [Health and Senior 16 17 Services] Human Services or [his] the commissioner's designee, 18 who shall be responsible for the oversight, coordination, and 19 disbursement of fund monies, and shall be credited with monies 20 received pursuant to section 6 of this act, except for those monies 21 which are deposited into the General Fund in accordance with the 22 provisions of that section.

23

a. The fund shall be comprised of:

(1) revenues from assessments paid by nursing homes pursuantto section 5 of this act;

(2) matching federal funds received pursuant to Title XIX of the
federal Social Security Act (42 U.S.C. s.1396 et seq.) that result
from the expenditure of revenues from assessments collected
pursuant to section 5 of this act;

30 (3) General Fund revenues, as necessary, to allow for the per
31 diem add-on payments pursuant to subsection d. of section 6 of this
32 act until the revenue from the assessment has been collected. Upon
33 collection of the revenue from the assessment, the General Fund
34 shall be repaid within 90 days; and

35 (4) any interest or other income earned on monies deposited into36 the fund.

b. Any disbursement of monies from the fund shall be used
solely for Medicaid nursing home add-ons as provided for under
section 6 of this act, which shall not in any manner render the
assessment mechanism set forth in section 5 of this act to be in
violation of the hold harmless provisions of 42 C.F.R. s.433.68(f).

42 c. The State Treasurer shall provide by regulation for such43 measures as are required to ensure the integrity of the fund.

d. The State Treasurer shall establish separate accounts within
the fund as are needed to efficiently manage and disburse fund
monies.

e. Monies in the fund shall not be used to supplantappropriations from the General Fund to the department [or the

210

Department of Human Services] for use in securing matching 1 2 federal funds not otherwise provided for in this act. 3 f. The Director of the Division of Taxation shall be responsible 4 for collecting the assessments. 5 (cf: P.L.2003, c.105, s.4) 6 7 248. Section 3 of P.L.2005, c.233 (C.26:2H-104) is amended to 8 read as follows: 9 3. As used in this act: "Adult" means an individual 18 years of age or older. 10 "Advance directive for mental health care" or "advance 11 directive" means a writing executed in accordance with the 12 requirements of this act. An "advance directive" may include a 13 proxy directive or an instruction directive, or both. 14 15 "Decision-making capacity" means a patient's ability to understand and appreciate the nature and consequences of mental 16 17 health care decisions, including the benefits and risks of each, and 18 alternatives to any proposed mental health care, and to reach an 19 informed decision. A patient's decision-making capacity is 20 evaluated relative to the demands of a particular mental health care 21 decision. 22 "Declarant" means a competent adult who executes an advance 23 directive for mental health care. "Domestic partner" means a domestic partner as defined in 24 section 3 of P.L.2003, c.246 (C.26:8A-3). 25 "Instruction directive" means a writing which provides 26 27 instructions and direction regarding the declarant's wishes for 28 mental health care in the event that the declarant subsequently lacks 29 decision-making capacity. "Mental health care decision" means a decision to accept or 30 31 refuse any treatment, service, or procedure used to diagnose, treat, 32 or care for a patient's mental condition. "Mental health care 33 decision" also means a decision to accept or refuse the services of a particular mental health care professional or psychiatric facility, 34 35 including a decision to accept or to refuse a transfer of care. 36 "Mental health care professional" means an individual licensed 37 or certified by this State to provide or administer mental health care 38 in the ordinary course of business or practice of a profession. 39 "Mental health care representative" means the individual 40 designated by a declarant pursuant to the proxy directive part of an 41 advance directive for mental health care for the purpose of making mental health care decisions on the declarant's behalf, and includes 42 43 an individual designated as an alternate mental health care 44 representative who is acting as the declarant's mental health care 45 representative in accordance with the terms and order of priority stated in an advance directive for mental health care. 46 "Patient" means an individual who is under the care of a mental 47

48 health care professional.

1 "Proxy directive" means a writing which designates a mental 2 health care representative in the event that the declarant 3 subsequently lacks decision-making capacity. "Psychiatric facility" means a State psychiatric facility listed in 4 5 R.S.30:1-7, a county psychiatric hospital or the psychiatric unit of a 6 county hospital, a short-term care facility, special psychiatric 7 hospital or psychiatric unit of a general hospital or other health care 8 facility licensed by the Department of Health and Senior Services 9 pursuant to P.L.1971, c.136 (C.26:2H-1 et seq.), or a hospital or 10 community-based mental health center or other entity licensed or funded by the Department of Human Services to provide 11 12 community-based mental health services. 13 "Responsible mental health care professional" means a person 14 licensed or certified by the State to provide or administer mental 15 health care who is selected by, or assigned to, the patient and has 16 primary responsibility for the care and treatment of the patient. 17 "State" means a state, territory, or possession of the United 18 States, the District of Columbia, or the Commonwealth of Puerto 19 Rico 20 (cf: P.L.2005 c.233, s.3) 21 22 249. Section 16 of P.L.2005, c.233 (C.26:2H-117) is amended to 23 read as follows: 24 16. In accordance with the "Administrative Procedure Act," 25 P.L.1968, c.410 (C.52:14B-1 et seq.), the Commissioner of Health 26 [and Senior Services], in consultation with the Commissioner of 27 Human Services, shall adopt rules and regulations, with respect to 28 psychiatric facilities licensed by the Department of Health [and 29 Senior Services, to: 30 a. provide for the annual reporting by those psychiatric facilities to the Department of Health [and Senior Services], and 31 32 the gathering of such additional data, as is reasonably necessary to 33 oversee and evaluate the implementation of this act; except that the 34 commissioner shall seek to minimize the burdens of record-keeping 35 imposed by the rules and regulations and ensure the appropriate 36 confidentiality of patient records; and 37 require those psychiatric facilities to adopt policies and b. 38 practices designed to: 39 (1) make routine inquiry, at the time of admission and at such other times as are appropriate under the circumstances, concerning 40 41 the existence and location of an advance directive for mental health 42 care; 43 (2) provide appropriate informational materials concerning 44 advance directives for mental health care, including information 45 about the registry of advance directives for mental health care 46 established or designated pursuant to section 17 of this act, to all 47 interested patients and their families and mental health care

1 representatives, and to assist patients interested in discussing and 2 executing an advance directive for mental health care, as well as to 3 encourage declarants to periodically review their advance directives 4 for mental health care as needed; 5 (3) inform mental health care professionals of their rights and responsibilities under this act, to assure that the rights and 6 7 responsibilities are understood, and to provide a forum for 8 discussion and consultation regarding the requirements of this act; 9 and 10 (4) otherwise comply with the provisions of this act. 11 (cf: P.L.2005, c.233, s.16) 12 250. Section 18 of P.L.2005, c.233 (C.26:2H-118) is amended to 13 14 read as follows: 15 18. The Department of Health [and Senior Services] and the Department of Human Services shall jointly evaluate the 16 17 implementation of this act and report to the Governor and the 18 Legislature, including recommendations for any changes deemed 19 necessary, within five years after the effective date of this act. 20 (cf: P.L.2005, c.233, s.18) 21 22 251. Section 19 of P.L.2005, c.233 (C.26:2H-119) is amended to 23 read as follows: 24 19. a. A mental health care representative shall not be subject to 25 criminal or civil liability for any actions performed in good faith 26 and in accordance with the provisions of this act to carry out the terms of an advance directive for mental health care. 27 28 b. A mental health care professional shall not be subject to 29 criminal or civil liability, or to discipline by the psychiatric facility 30 or the respective State licensing board for professional misconduct, 31 for any actions performed to carry out the terms of an advance 32 directive for mental health care in good faith and in accordance 33 with: the provisions of this act; any rules and regulations adopted by the Commissioner of Health [and Senior Services] or the 34 35 Commissioner of Human Services pursuant to this act; and accepted 36 professional standards. 37 A psychiatric facility shall not be subject to criminal or civil c. 38 liability for any actions performed in good faith and in accordance 39 with the provisions of this act to carry out the terms of an advance 40 directive for mental health care. 41 (cf: P.L.2005, c.233, s.19) 42 43 252. Section 1 of P.L.2006, c.75 (C.26:2H-126) is amended as 44 follows: 45 1. a. Except as provided in subsection b. of this section, at 46 least 60 days prior to the proposed date of the closing or relocation 47 of a nursing home or assisted living residence licensed pursuant to 48 P.L.1971, c.136 (C.26:2H-1 et seq.), the nursing home or assisted

living administrator shall notify, in writing, a resident of the
 facility, the resident's legal representative, if applicable, and the
 Department of Health [and Senior Services] of the closing or
 relocation of the facility.

5 The Commissioner of Health [and Senior Services] may b. 6 waive the 60-day notice requirement in subsection a. of this section 7 if the commissioner determines that an emergency situation 8 warrants a more immediate closure or relocation of the nursing 9 home or assisted living residence. In the case of such an emergency 10 situation, the administrator of the facility shall notify, in writing, a 11 resident, the resident's legal representative, if applicable, and the 12 Department of Health [and Senior Services] of the closure or 13 relocation as soon as practicable.

14 As used in this section, an "emergency situation" may include: 15 the suspension or revocation of the facility license by the commissioner; decertification of the facility by the federal Medicare 16 17 program established pursuant to Title XVIII of the "Social Security 18 Act," Pub.L.89-97 (42 U.S.C. s.1395 et seq.), or the Medicaid 19 program established pursuant to P.L.1968, c.413 (C.30:4D-1 et 20 seq.); or any other event as prescribed by regulation of the 21 commissioner.

```
22 (cf: P.L.2006, c.75, s.1)
```

23

24 253. Section 1 of P.L.2009, c.55 (C.26:2H-127) is amended to 25 read as follows:

26 1. a. An assisted living facility licensed by the Department of 27 Health [and Senior Services] pursuant to P.L.1971, c.136 (C.26:2H-1 et seq.) that requires a new resident, as a condition of 28 29 admission to the facility, to pay a one-time security deposit, which 30 is in addition to the regular monthly rental and services charges, 31 shall provide that the deposit plus interest earned on the deposit is 32 refundable to the resident or other designated person upon the 33 resident's vacating the facility if the resident provides the facility 34 with 30 days' notice that the resident intends to vacate the facility.

b. The facility may deduct an amount not to exceed one percent
per annum of the amount of the invested or deposited security
deposit for the cost of servicing and processing an account
containing a security deposit.

39 (cf: P.L.2009, c.55, s.1)

40

40 41 254. Section 1 of P.L.2011, c.58 (C.26:2H-128) is amended to

42 read as follows:

a. Each assisted living facility and comprehensive personal
 care home provider licensed pursuant to P.L.1971, c.136 (C.26:2H 1 et seq.) shall distribute to each resident and post in a conspicuous,
 public place in the facility or home, as applicable, a statement of
 resident rights. The statement of rights shall include, at a minimum,
 the rights set forth in subsection b. of this section. Each resident,

1 resident family member, and legally appointed guardian, as 2 applicable, shall be informed of the resident rights, and provided 3 with explanations if needed. The provider shall ensure that each 4 resident, or the resident's legally appointed guardian, as applicable, 5 signs a copy of the statement of rights. 6 b. Every resident of an assisted living facility or 7 comprehensive personal care home that is licensed in the State shall 8 have the right to: 9 (1) receive personalized services and care in accordance with 10 the resident's individualized general service or health service plan; 11 (2) receive a level of care and services that address the resident's 12 changing physical and psychosocial status; (3) have [his or her] the resident's independence and 13 14 individuality; 15 (4) be treated with respect, courtesy, consideration, and dignity; 16 (5) make choices with respect to services and lifestyle; 17 (6) privacy; 18 (7) have or not to have families' and friends' participation in 19 resident service planning and implementation; 20 (8) receive pain management as needed, in accordance with 21 Department of Health and Senior Services regulations; 22 (9) choose a physician, advanced practice nurse, or physician 23 assistant; 24 (10) appeal an involuntary discharge as specified in department 25 regulations; 26 (11) receive written documentation that fee increases based on a 27 higher level of care are based on reassessment of the resident and in 28 accordance with department regulations; 29 (12) receive a written explanation of fee increases that are not 30 related to increased services, upon request by the resident; 31 (13) participate, to the fullest extent that the resident is able, in 32 planning [his or her] the resident's own medical treatment and 33 care: 34 (14) refuse medication and treatment after the resident has been 35 informed, in language that the resident understands, of the possible 36 consequences of this decision; 37 (15) refuse to participate in experimental research, including the 38 investigations of new drugs and medical devices, and to be included 39 in experimental research only when the resident gives informed, 40 written consent to such participation; 41 (16) be free from physical and mental abuse and neglect; 42 (17) be free from chemical and physical restraints, unless a 43 physician, advanced practice nurse, or physician assistant 44 authorizes the use for a limited period of time to protect the resident or others from injury. Under no circumstances shall a resident be 45 46 confined in a locked room, or restrained, including with the use of 47 excessive drugs, for punishment or for the convenience of staff;

1 (18) manage the resident's own finances, and to delegate that 2 responsibility to a family member, assigned guardian, facility 3 administrator, or some other individual with power of attorney. The 4 resident's authorization delegating such authority shall be witnessed 5 and in writing;

6 (19) receive prior to or at the time of admission, and afterwards 7 through addenda, an admission agreement that complies with all 8 applicable State and federal laws, describes the services provided 9 and the related charges, and includes the policies for payment of 10 fees, deposits, and refunds;

11 (20) receive a quarterly written account of the resident's funds, 12 the itemized property deposited with the facility for the resident's use and safekeeping, and all financial transactions with the resident, 13 next-of-kin, or guardian, which account shall show the amount of 14 15 property in the account at the beginning and end of the accounting 16 period, as well as a list of all deposits and withdrawals, 17 substantiated by receipts given to the resident or the resident's 18 guardian;

(21) have daily access during specified hours to the money and
property that the resident has deposited with the facility, and to
delegate, in writing, this right of access to a representative;

(22) live in safe and clean conditions that do not admit moreresidents than can safely be accommodated;

24 (23) not be arbitrarily and capriciously moved to a different bed25 or room;

26 (24) wear the resident's own clothes;

(25) keep and use the resident's personal property, unless doing
so would be unsafe, impractical, or an infringement on the rights of
other residents;

30 (26) reasonable opportunities for private and intimate physical
31 and social interaction with other people, including the opportunity
32 to share a room with another individual unless it is medically
33 inadvisable;

34 (27) confidential treatment with regard to information about the35 resident, subject to the requirements of law;

36 (28) receive and send mail in unopened envelopes, unless the
37 resident requests otherwise, and the right to request and receive
38 assistance in reading and writing correspondence unless medically
39 contraindicated;

40 (29) have a private telephone in the resident's living quarters at41 the resident's own expense;

42 (30) meet with any visitors of the resident's choice, at any time,43 in accordance with facility policies and procedures;

44 (31) take part in activities, and to meet with and participate in the45 activities of any social, religious, and community groups, as long as

46 these activities do not disrupt the lives of other residents;

47 (32) refuse to perform services for the facility;

1 (33) request visits at any time by representatives of the religion 2 of the resident's choice and, upon the resident's request, to attend 3 outside religious services at the resident's own expense; 4 (34) participate in meals, recreation, and social activities without 5 being subjected to discrimination based on age, race, religion, sex, 6 marital status, nationality, or disability; 7 (35) organize and participate in a resident council that presents 8 residents' concerns to the administrator of the facility; 9 (36) be transferred or discharged only in accordance with the 10 terms of the admission agreement and with N.J.A.C. 8:36-5.1(d); 11 (37) receive written notice at least 30 days in advance when the 12 facility requests the resident's transfer or discharge, except in an emergency, which notice shall include the name and contact 13 14 information for the New Jersey Office of the Ombudsman for the 15 Institutionalized Elderly; 16 (38) receive a written statement of resident rights and any 17 regulations established by the facility involving resident rights and 18 responsibilities; 19 (39) retain and exercise all constitutional, civil, and legal rights 20 to which the resident is entitled by law; (40) voice complaints without fear of interference, discharge, 21 22 reprisal, and obtain contact information respecting government 23 agencies to which residents can complain and ask questions, which 24 information also shall be posted in a conspicuous place in the 25 facility; 26 (41) hire a private caregiver or companion at the resident's 27 expense and responsibility, as long as the caregiver or companion complies with the facility's policies and procedures; and 28 29 (42) obtain medications from a pharmacy of the resident's 30 choosing, as long as the pharmacy complies with the facility's 31 medication administration system, if applicable. 32 (cf: P.L.2011, c.58, s.1) 33 34 255. Section 3 of P.L.2011, c.145 (C.26:2H-131) is amended to 35 read as follows: 3. As used in sections 1 through 12 of this act: 36 37 "Advance directive" means an advance directive for health care as defined in section 3 of P.L.1991, c.201 (C.26:2H-55). 38 39 "Advanced practice nurse" or "APN" means a person who is 40 certified as an advanced practice nurse pursuant to P.L.1991, c.377 41 (C.45:11-45 et seq.). 42 "Commissioner" means the Commissioner of Health [and Senior 43 Services]. 44 "Decision-making capacity" means a patient's ability to 45 understand and appreciate the nature and consequences of a particular health care decision, including the benefits and risks of 46 47 that decision, and alternatives to any proposed health care, and to reach an informed decision. 48

"Department" means the Department of Health [and Senior Services. "Emergency care" means the use of resuscitative measures and other immediate treatment provided in response to a sudden, acute, and unanticipated medical crisis in order to avoid injury, impairment, or death. "Emergency care provider" means an emergency medical technician, paramedic, or member of a first aid, ambulance, or rescue squad. "Health care decision" means a decision to accept, withdraw, or refuse a treatment, service, or procedure used to diagnose, treat, or care for a person's physical or mental condition, including lifesustaining treatment. "Health care institution" means a health care facility licensed pursuant to P.L.1971, c.136 (C.26:2H-1 et seq.), a psychiatric facility as defined in section 2 of P.L.1987, c.116 (C.30:4-27.2), or a State developmental center listed in R.S.30:1-7. "Health care professional" means a health care professional who is licensed or otherwise authorized to practice a health care profession pursuant to Title 45 or 52 of the Revised Statutes and is currently engaged in that practice. "Life-sustaining treatment" means the use of any medical device or procedure, artificially provided fluids and nutrition, drugs, surgery, or therapy that uses mechanical or other artificial means to sustain, restore, or supplant a vital bodily function, and thereby increase the expected life span of a patient. "Patient" means a person who is under the care of a physician or APN. "Patient's representative" means an individual who is designated by a patient or otherwise authorized under law to make health care decisions on the patient's behalf if the patient lacks decision-making capacity. "Physician" means a person who is licensed to practice medicine and surgery pursuant to chapter 9 of Title 45 of the Revised Statutes. "Physician Orders for Life-Sustaining Treatment form" or "POLST form" means a standardized printed document that is uniquely identifiable and has a uniform color, which: a. is recommended for use on a voluntary basis by patients who have advanced chronic progressive illness or a life expectancy of less than five years, or who otherwise wish to further define their preferences for health care; b. does not qualify as an advance directive; c. is not valid unless it meets the requirements for a completed POLST form as set forth in this act; d. provides a means by which to indicate whether the patient has made an anatomical gift pursuant to P.L.2008, c.50 (C.26:6-77

48 et al.);

1

2

3 4

5

6

7

8

9

10

11

12

13

14

15

16

17

18 19

20

21

22

23

24

25

26

27

28 29

30

31

32

33

34

35

36 37

38

39

40

41

42

43

44

45

46

47

e. is intended to provide direction to emergency care personnel regarding the use of emergency care, and to a health care professional regarding the use of life-sustaining treatment, with respect to the patient, by indicating the patient's preference concerning the use of specified interventions and the intensity of treatment for each intervention;

f. is intended to accompany the patient, and to be honored by
all personnel attending the patient, across the full range of possible
health care settings, including the patient's home, a health care
institution, or otherwise at the scene of a medical emergency; and

11 g. may be modified or revoked at any time by a patient with 12 decision-making capacity or the patient's representative in 13 accordance with the provisions of section 7 of this act.

14 "Resuscitative measures" means cardiopulmonary resuscitation
15 provided in the event that a patient suffers a cardiac or respiratory
16 arrest.

17 (cf: P.L.2011, c.145, s.3)

18

19 256. Section 5 of P.L.2011, c.145 (C.26:2H-133) is amended to20 read as follows:

5. The Commissioner of Health [and Senior Services] shall designate a patient safety organization (PSO) operating in this State pursuant to the federal "Patient Safety and Quality Improvement Act of 2005," Pub.L.109-41, to carry out the following responsibilities, by mutual written agreement of the commissioner and that PSO:

a. prescribe a POLST form and the procedures for completion,modification, and revocation of the form;

b. seek to promote awareness among health care professionals,
emergency care providers, and the general public in this State about
the option to complete a POLST form;

c. provide ongoing training of health care professionals and
emergency care providers about the use of the POLST form, in
consultation with organizations representing, and educational
programs serving, health care professionals and emergency care
providers, respectively, in this State;

d. prescribe additional requirements for the completion of a
POLST form that may be applicable in the case of a patient with
mental illness or a developmental disability in consultation with
organizations that represent persons with mental illness and
developmental disabilities, respectively;

e. provide for ongoing evaluation of the design and use of
POLST forms through the use of such data as the PSO determines
reasonably necessary for that purpose, subject to the commissioner's
written approval; and

46 f. seek to minimize any record-keeping burden imposed on a47 health care institution pursuant to this act and take such actions as

1 are necessary to ensure the confidentiality of any [such] data 2 furnished to the PSO that may contain patient-specific information. 3 (cf: P.L.2011, c.145, s.5) 4 5 257. Section 11 of P.L.2011, c.145 (C.26:2H-139) is amended to 6 read as follows: 11. a. A health care professional who intentionally fails to act in 7 8 accordance with the requirements of this act is subject to discipline 9 for professional misconduct pursuant to section 8 of P.L.1978, c.73 10 (C.45:1-21). 11 b. A health care institution that intentionally fails to act in accordance with the requirements of this act shall be liable to a civil 12 13 penalty of not more than \$1,000 for each offense. For the purposes 14 of this subsection, each violation shall constitute a separate offense. 15 The civil penalty shall be collected in a summary proceeding, 16 brought in the name of the State in a court of competent jurisdiction 17 pursuant to the "Penalty Enforcement Law of 1999," P.L.1999, 18 c.274 (C.2A:58-10 et seq.). 19 c. An emergency care provider subject to regulation by the 20 Department of Health [and Senior Services] who intentionally fails to act in accordance with the requirements of this act is subject to 21 22 such disciplinary measures as the commissioner deems necessary 23 and within his statutory authority to impose. 24 d. A person who commits any of the following acts is guilty of 25 a crime of the fourth degree: 26 (1) willfully concealing, canceling, defacing, obliterating, or 27 withholding personal knowledge of a completed POLST form or a modification or revocation thereof, without the patient's consent; 28 29 (2) falsifying or forging a completed POLST form or a 30 modification or revocation thereof of another person; 31 (3) coercing or fraudulently inducing the completion of a 32 POLST form or a modification or revocation thereof; or 33 (4) requiring or prohibiting the completion of a POLST form or 34 a modification or revocation thereof as a condition of coverage 35 under any policy of health or life insurance or an annuity, or a 36 public benefits program, or as a condition of the provision of health 37 care. 38 e. The commission of an act identified in paragraph (1), (2), or 39 (3) of subsection d. of this section, which results in the involuntary 40 earlier death of a patient, shall constitute a crime of the first degree. 41 f. The provisions of this section shall not be construed to 42 repeal any sanctions applicable under any other law. 43 (cf: P.L.2011, c.145, s.11) 44 45 258. Section 3 of P.L.1972, c.29 (C.26:2I-3) is amended to read 46 as follows:

1 3. As used in this act, the following words and terms shall have 2 the following meanings, unless the context indicates or requires 3 another or different meaning or intent:

"Authority" means the New Jersey Health Care Facilities 4 5 Financing Authority created by this act or any board, body, commission, department, or officer succeeding to the principal 6 7 functions thereof or to whom the powers conferred upon the 8 authority by this act shall be given by law.

9 "Bond" means bonds, notes, or other evidences of indebtedness 10 of the authority issued pursuant to this act.

"Commissioner" means the Commissioner of Health [and Senior 11 12 Services].

"Credit agreement" means a loan agreement, revolving credit 13 14 agreement, agreement establishing a line of credit, letter of credit, 15 reimbursement agreement, interest exchange agreement, insurance 16 contract, surety bond, commitment to purchase bonds, purchase or 17 sale agreement, or commitment or other contract or agreement 18 authorized and approved by the authority in connection with the 19 authorization, issuance, security or payment of bonds.

20 "Health care organization" means an organization located in this 21 State which is authorized or permitted by law, whether directly or 22 indirectly through a holding corporation, partnership, or other 23 entity, to provide health care-related services, including, but not 24 limited to, hospital, outpatient, public health, home health care, 25 residential care, assisted living, hospice, health maintenance 26 organization, blood bank, alcohol or drug abuse, half-way house, 27 diagnostic, treatment, rehabilitation, extended care, skilled nursing care, nursing care, intermediate care, tuberculosis care, chronic 28 29 disease care, maternity, mental health, boarding or sheltered care or 30 day care, services provided by a physician in his office, or any other 31 service offered in connection with health care services or by an 32 entity affiliated with a health care organization or an integrated 33 delivery system.

34 "Hospital asset transformation program" means the hospital asset 35 transformation program established pursuant to subsection g. of 36 section 7 of P.L.1972, c.29 (C.26:2I-7).

37 "Integrated delivery system" means a group of legally affiliated 38 health care organizations.

39 "Public health care organization" means a State, county, or 40 municipal health care organization.

41 "Project" or "health care organization project" means the 42 acquisition, construction, improvement, renovation, or rehabilitation of lands, buildings, fixtures, equipment, and articles 43 44 of personal property, or other tangible or intangible assets that are 45 necessary or useful in the development, establishment, or operation 46 of a health care organization pursuant to this act, and "project" or 47 "health care organization project" may include: the financing, 48 refinancing, or consolidation of secured or unsecured debt,

1 borrowings, or obligations, or the provision of financing for any 2 other expense incurred in the ordinary course of business, all of 3 which lands, buildings, fixtures, equipment, and articles of personal 4 property are to be used or occupied by any person in the health care 5 organization; the acquisition of an entity interest, including capital 6 stock, in a corporation; or any combination thereof; and may 7 include any combination of the foregoing undertaken jointly by any 8 health care organization with one or more other health care 9 organizations.

10 "Project cost" or "health care organization project cost" means 11 the sum total of all or any part of costs incurred or estimated to be 12 incurred by the authority or by a health care organization which are 13 reasonable and necessary for carrying out all works and 14 undertakings and providing all necessary equipment for the 15 development of a project, exclusive of the amount of any private or 16 federal, State, or local financial assistance for and received by a 17 health care organization for the payment of such project cost. Such 18 costs shall include, but are not necessarily limited to: interest prior 19 to, during and for a reasonable period after such development; start-20 up costs and costs of operation and maintenance during the 21 construction period and for a reasonable additional period 22 thereafter; organization, administration, operation, and other 23 expenses of the health care organization prior to and during 24 construction; the cost of necessary studies, surveys, plans, and 25 specifications, architectural, engineering, legal, or other special 26 services; the cost of acquisition of land, buildings, and 27 improvements thereon (including payments for the relocation of persons displaced by such acquisition), site preparation and 28 29 development, construction, reconstruction, equipment, including 30 fixtures, equipment, and cost of demolition and removal, and 31 articles of personal property required; the reasonable cost of 32 financing incurred by a health care organization or the authority in 33 the course of the development of the project; reserves for debt 34 service; the fees imposed upon a health care organization by the 35 commissioner and by the authority; other fees charged, and necessary expenses incurred in connection with the initial 36 37 occupancy of the project; and the cost of such other items as may be 38 reasonable and necessary for the development of a project; as well 39 as provision or reserves for working capital, operating or 40 maintenance or replacement expenses, or for payment or security of 41 principal of, or interest on, bonds.

42 (cf: P.L.2000, c.98, s.2)

43

44 259. Section 4 of P.L.1972, c.29 (C.26:2I-4) is amended to read 45 as follows:

4. a. There is hereby established in the Department of Health
47 [and Senior Services], a public body corporate and politic, with
48 corporate succession, to be known as the "New Jersey Health Care

Facilities Financing Authority." The authority shall constitute a political subdivision of the State established as an instrumentality exercising public and essential governmental functions, and the exercise by the authority of the powers conferred by this act shall be deemed and held to be an essential governmental function.

6 The authority shall consist of seven members, three of whom b. 7 shall be the commissioner, who shall be the chairman, the 8 Commissioner of Banking and Insurance, and the Commissioner of 9 Human Services, who shall serve during their terms of office, or 10 when so designated by them, their deputies or other representatives, 11 who shall serve at their pleasure, and four public members who are 12 citizens of the State to be appointed by the Governor, with the 13 advice and consent of the Senate for terms of four years; provided 14 that the four members first appointed by the Governor shall serve 15 terms expiring on the first, second, third, and fourth, respectively, 16 April 30 ensuing after the enactment of this act. Each member shall hold office for the term of [his] the member's appointment 17 18 and until [his] the member's successor shall have been appointed 19 and qualified. Any vacancy among the public members shall be 20 filled by appointment for the unexpired term only.

c. Any member of the authority appointed by the Governor
may be removed from office by the Governor for cause after a
public hearing.

d. The members of the authority shall serve without
compensation, but the authority may reimburse its members for
necessary expenses incurred in the discharge of their official duties.

27 e. The authority, upon the first appointment of its members and 28 thereafter on or after April 30 in each year, shall annually elect 29 from among its members a vice chairman who shall hold office 30 until April 30 next ensuing and shall continue to serve during the 31 term of his successor and until his successor shall have been 32 appointed and qualified. The authority may also appoint, retain, 33 and employ, without regard to the provisions of Title 11A, Civil 34 Service, of the New Jersey Statutes, such officers, agents, and 35 employees as it may require, and it shall determine their 36 qualifications, terms of office, duties, services, and compensation.

37 f. The powers of the authority shall be vested in the members 38 thereof in office from time to time and a majority of the total 39 authorized membership of the authority shall constitute a quorum at 40 any meeting thereof. Action may be taken and motions and 41 resolutions adopted by the authority at any meeting thereof by the affirmative vote of a majority of the members present, unless in 42 43 any case the bylaws of the authority shall require a larger number. 44 No vacancy in the membership of the authority shall impair the 45 right of a quorum to exercise all the rights and perform all the 46 duties of the authority.

g. Each member and the treasurer of the authority shall executea bond to be conditioned upon the faithful performance of the duties

of such member or treasurer, as the case may be, in such form and amount as may be prescribed by the Attorney General. Such bonds shall be filed in the office of the Secretary of State. At all times thereafter the members and treasurer of the authority shall maintain such bonds in full force and effect. All costs of such bonds shall be borne by the authority.

h. No trustee, director, officer, or employee of a health care
organization may serve as a member of the authority.

9 i. At least two true copies of the minutes of every meeting of 10 the authority shall be forthwith delivered by and under the 11 certification of the secretary thereof, to the Governor. No action 12 taken at such meeting by the authority shall have force or effect 13 until 10 days, exclusive of Saturdays, Sundays, and public holidays, 14 after such copies of the minutes shall have been so delivered or at 15 such earlier time as the Governor shall sign a statement of approval 16 thereof. If, in said 10-day period, the Governor returns a copy of 17 the minutes with veto of any action taken by the authority or any 18 member thereof at such meeting, such action shall be null and of no 19 effect. If the Governor shall not return the minutes within said 10-20 day period, any action therein recited shall have force and effect according to the wording thereof. 21 At any time prior to the expiration of the said 10-day period, the Governor may sign a 22 23 statement of approval of all or any such action of the authority.

The powers conferred in this subsection upon the Governor shall be exercised with due regard for the rights of the holders of bonds of the authority at any time outstanding.

- 27 (cf: P.L.1997, c.435, s.4)
- 28

31

29 260. Section 5 of P.L.1972, c.29 (C.26:2I-5) is amended to read
30 as follows:

5. Powers of authority. The authority shall have power:

a. To adopt bylaws for the regulation of its affairs and the
conduct of its business and to alter and revise such bylaws from
time to time at its discretion.

b. To adopt and have an official seal and alter the same atpleasure.

c. To maintain an office at such place or places within the Stateas it may designate.

d. To sue and be sued in its own name.

40 e. To borrow money and to issue bonds of the authority and to41 provide for the rights of the holders thereof as provided in this act.

f. To acquire, lease as lessee or lessor, hold and dispose of real
and personal property or any interest therein, in the exercise of its
powers and the performance of its duties under this act.

g. To acquire in the name of the authority by purchase or
otherwise, on such terms and conditions and in such manner as it
may deem proper, any land or interest therein and other property
which it may determine is reasonably necessary for any project; and

to hold and use the same and to sell, convey, lease¹,¹ or otherwise
dispose of property so acquired, no longer necessary for the
authority's purposes, for fair consideration after public notice.

4 h. To receive and accept, from any federal or other public 5 agency or governmental entity directly or through the Department 6 of Health ¹[and Senior Services]¹ or any other agency of the State 7 or any health care organization, grants or loans for or in aid of the 8 acquisition or construction of any project, and to receive and accept 9 aid or contributions from any other source, of either money, property, labor or other things of value, to be held, used¹,¹ and 10 applied only for the purposes for which such grants, loans and $\frac{1}{2}$ 11 12 contributions may be made.

i. To prepare or cause to be prepared plans, specifications,
designs¹,¹ and estimates of costs for the construction and equipment
of health care organization projects for health care organizations
under the provisions of this act, and from time to time to modify
such plans, specifications, designs¹,¹ or estimates.

By contract or contracts with and for health care 18 i. 19 organizations only, to construct, acquire, reconstruct, rehabilitate 20 and improve, and furnish and equip health care organization 21 projects. The authority, in the exercise of its authority to make and 22 enter into contracts and agreements necessary or incidental to the 23 performance of its duties and the execution of its powers, shall 24 adopt standing rules and procedures providing that, except as 25 hereinafter provided, no contract on behalf of the authority shall be 26 entered into for the doing of any work, or for the hiring of equipment or vehicles, where the sum to be expended exceeds the 27 28 sum of [\$7,500.00] $$7,500^{1}$ or the amount determined as provided 29 in this subsection, unless the authority shall first publicly advertise 30 for bids therefor, and shall award the contract to the lowest 31 responsible bidder; provided, however, that such advertising shall 32 not be required where the contract to be entered into is one for the 33 furnishing or performing of services of a professional nature or for 34 the supplying of any product or the rendering of any service by a 35 public utility subject to the jurisdiction of the Board of Public 36 Utilities, and tariffs and schedules of the charges, made, charged, or 37 exacted by the public utility for any such products to be supplied or 38 services to be rendered are filed with said board. The Governor, in 39 consultation with the Department of the Treasury, shall, no later 40 than March 1 of each odd-numbered year, adjust the threshold 41 amount set forth in this subsection, or subsequent to 1985 the 42 threshold amount resulting from any adjustment under this 43 subsection or section 17 of P.L.1985, c.469, in direct proportion to 44 the rise or fall of the Consumer Price Index for all urban consumers 45 in the New York City and the Philadelphia areas as reported by the 46 United States Department of Labor. The Governor shall, no later 47 than June 1 of each odd-numbered year, notify the authority of the

adjustment. The adjustment shall become effective July 1 of each
 odd-numbered year.

3 k. To determine the location and character of any project to be 4 undertaken, subject to the provisions of this act, and subject to State 5 health and environmental laws, to construct, reconstruct, maintain, 6 repair, lease as lessee or lessor, and regulate the same and operate 7 the same in the event of default by a health care organization of its 8 obligations and agreements with the authority; to enter into 9 contracts for any or all such purposes; and to enter into contracts for 10 the management and operation of a project in the event of default as 11 herein provided. The authority shall use its best efforts to conclude 12 its position as an operator as herein provided as soon as is 13 practicable.

I. To establish rules and regulations for the use of a project or
 any portion thereof and to designate a health care organization as its
 agent to establish rules and regulations for the use of a project
 undertaken by such a health care organization.

18 m. Generally to fix and revise from time to time and to charge 19 and collect rates, rents, fees^{1,1} and other charges for the use of and 20 for the services furnished or to be furnished by a project or any 21 portion thereof and to contract with holders of its bonds and with 22 any other person, party, association, corporation or other body, 23 public or private, in respect thereof.

n. To enter into agreements, credit agreements or contracts,
execute any and all instruments, and do and perform any and all
acts or things necessary, convenient or desirable for the purposes of
the authority or to carry out any power expressly given in this act.

o. To invest any moneys held in reserve or sinking funds, or
any moneys not required for immediate use or disbursement, at the
discretion of the authority, in such obligations as are authorized by
resolution of the authority.

32 p. To obtain, or aid in obtaining, from any department or 33 agency of the United States any insurance or guarantee as to, or of, 34 or for the payment or repayment of interest or principal, or both, or 35 any part thereof, on any loan or any instrument evidencing or securing the same, made or entered into pursuant to the provisions 36 37 of this act; and notwithstanding any other provisions of this act, to enter into agreement, $contract_{1}^{1}$ or any other instrument 38 whatsoever with respect to any such insurance or guarantee, and 39 40 accept payment in such manner and form as provided therein in the 41 event of default by the borrower.

q. To obtain from any department or agency of the United States or a private insurance company any insurance or guarantee as to, or of, or for the payment or repayment of interest or principal, or both, or any part thereof, on any bonds issued by the authority pursuant to the provisions of this act; and notwithstanding any other provisions of this act, to enter into any agreement, contract¹.¹ or any other instrument whatsoever with respect to any such insurance

1 or guarantee, except to the extent that such action would in any way 2 impair or interfere with the authority's ability to perform and fulfill 3 the terms of any agreement made with the holders of the bonds of 4 the authority. 5 r. To receive and accept, from any department or agency of the 6 United States or of the State or from any other entity, any grant, appropriation¹,¹ or other moneys to be used for or applied to any 7 corporate purpose of the authority, including without limitation the 8 9 meeting of debt service obligations of the authority in respect of its 10 bonds. 11 s. Subject to the approval of the State Treasurer, to grant or 12 loan all or any portion of the funds received pursuant to subsection 13 g. of section 7 of P.L.1972, c.29 (C.26:2I-7) in connection with the 14 hospital asset transformation program. 15 (cf: P.L.2000, c.98, s.3) 16 17 261. Section 21 of P.L.1972, c.29 (C.26:2I-21) is amended to 18 read as follows: 19 21. The Department of Health [and Senior Services], or the commissioner or their representatives, may visit, examine into, and 20 21 inspect, the authority and may require, as often as desired, duly 22 verified reports therefrom giving such information and in such form 23 as [such] the department or commissioner shall prescribe. 24 (cf: P.L.1997, c.435, s.8) 25 26 262. Section 23 of P.L.1972, c.29 (C.26:2I-23) is amended to 27 read as follows: 28 23. In order to provide new health care organizations and to 29 enable the construction and financing thereof, to refinance 30 indebtedness hereafter created by the authority for the purpose of 31 providing one or more health care organizations or additions or 32 improvements thereto or modernization thereof or for any one or 33 more of said purposes but for no other purpose unless authorized by 34 law, each of the following bodies shall have the powers hereafter 35 enumerated to be exercised upon such terms and conditions, 36 including the fixing of fair consideration or rental to be paid or 37 received, as it shall determine by resolution as to such property and 38 each shall be subject to the performance of the duties hereafter 39 enumerated, that is to say, the Department of Health and Senior 40 Services as to such as are located on land owned by, or owned by 41 the State and held for, any State institution or on lands of the 42 institutions under the jurisdiction of the Department of Health [and 43 Senior Services] or of the Department of Human Services, or by the 44 authority, the Commissioner of Human Services as to State 45 institutions operated by that department, the board of trustees or 46 governing body of any public health care organization, the board of 47 trustees of the University of Medicine and Dentistry of New Jersey,

as to such as are located on land owned by the university, or by the
State for the university, the State or by the particular public health
care organization, respectively, namely:

4 The power to sell and to convey to the authority title in fee a. 5 simple in any such land and any existing health care facility thereon 6 owned by the State and held for any department thereof or of any of 7 the institutions under the jurisdiction of the Department of Health 8 [and Senior Services] or the power to sell and to convey to the 9 authority such title as the State or the public health care organization, respectively, may have in any such land and any 10 11 existing health care facility thereon.

b. The power to lease to the authority any land and any existing
health care facility thereon so owned for a term or terms not
exceeding 50 years each.

c. The power to lease or sublease from the authority, and to
make available, any such land and existing health care facility
conveyed or leased to the authority under subsections a. and b. of
this section, and any new health care facility erected upon such land
or upon any other land owned by the authority.

d. The power and duty, upon receipt of notice of any
assignment by the authority of any lease or sublease made under
subsection c. of this section, or of any of its rights under any such
lease or sublease, to recognize and give effect to such assignment,
and to pay to the assignee thereof rentals or other payments then
due or which may become due under any such lease or sublease
which has been so assigned by the authority.

- 27 (cf: P.L.1997, c.435, s.9)
- 28

29 263. Section 6 of P.L.1991, c.279 (C.26:2J-4.4) is amended to
30 read as follows:

31 6. Notwithstanding any provision of law to the contrary, a 32 certificate of authority to establish and operate a health maintenance 33 organization in this State shall not be issued or continued by the Commissioner of '[Health]' [and Senior Services] 'Banking and 34 <u>Insurance</u>¹ on or after the effective date of this act unless the health 35 36 maintenance organization provides health care services to any 37 enrollee for the conduct of: one baseline mammogram examination 38 for women who are at least 35 but less than 40 years of age; a 39 mammogram examination every year for women age 40 and over; 40 and, in the case of a woman who is under 40 years of age and has a 41 family history of breast cancer or other breast cancer risk factors, a 42 mammogram examination at such age and intervals as deemed 43 medically necessary by the woman's health care provider.

44 These health care services shall be provided to the same extent as45 for any other sickness under the enrollee agreement.

46 The provisions of this section shall apply to all enrollee 47 agreements in which the health maintenance organization has

1 reserved the right to change the schedule of charges. 2 (cf: P.L.2004, c.86, s.6) 3 4 264. Section 8 of P.L.1993, c.327 (C.26:2J-4.6) is amended to 5 read as follows: 6 8. a. Notwithstanding any provision of this act or any other law 7 to the contrary, a certificate of authority to establish and operate a 8 health maintenance organization in this State shall not be issued or 9 continued by the Commissioner of Health [and Senior Services] on or after the effective date of this act unless the health maintenance 10 organization provides health care services to any enrollee which 11 12 include a health promotion program providing health wellness 13 examinations and [counselling] counseling, which program shall 14 include, but not be limited to, the following tests and services: 15 (1) For all persons 20 years of age and older, annual tests to 16 determine blood hemoglobin, blood pressure, blood glucose level, 17 and blood cholesterol level or, alternatively, low-density lipoprotein 18 (LDL) level, and blood high-density lipoprotein (HDL) level; 19 (2) For all persons 35 years of age or older, a glaucoma eye test 20 every five years; 21 (3) For all persons 40 years of age or older, an annual stool 22 examination for presence of blood; 23 (4) For all persons 45 years of age or older, a left-sided colon 24 examination of 35 to 60 centimeters every five years; 25 (5) For all women 20 years of age or older, a pap smear 26 pursuant to the provisions of section 5 of P.L.1995, c.415 (C.26:2J-27 4.12); 28 (6) For all women 40 years of age or older, a mammogram 29 examination pursuant to the provisions of section 6 of P.L.1991, 30 c.279 (C.26:2J-4.4); 31 (7) For all adults, recommended immunizations; and 32 (8) For all persons 20 years of age or older, an annual 33 consultation with a health care provider to discuss lifestyle 34 behaviors that promote health and well-being including, but not 35 limited to, smoking control, nutrition and diet recommendations, 36 exercise plans, lower back protection, weight control, immunization 37 practices, breast self-examination, testicular self-examination, and 38 seat belt usage in motor vehicles. 39 Notwithstanding the provisions of this subsection to the contrary, 40 if a physician or other health care provider recommends that it 41 would be medically appropriate for an enrollee to receive a different 42 schedule of tests and services than that provided for under this 43 subsection, the health maintenance organization shall provide 44 coverage for the tests or services actually provided, within the 45 limits of the amounts listed in subsection b. of this section. 46 b. A health maintenance organization shall not be required to 47 offer services to enrollees set forth in subsection a. of this section 48 for which the value exceeds: \$125 a year for each person between

1 the ages of 20 to 39, inclusive; \$145 a year for each man age 40 and 2 over; and \$235 a year for each woman age 40 and over; except that 3 for persons 45 years of age or older, the value of a left-sided colon 4 examination shall not be included in the above amount; however, no 5 health maintenance organization shall be required to provide services to enrollees for a left-sided colon examination with a value 6 7 in excess of \$150. c. 8 The Commissioner of Health [and Senior Services], in consultation with the Department of the Treasury, shall annually 9

adjust the threshold amounts provided by subsection b. of this section in direct proportion to the increase or decrease in the consumer price index for all urban consumers in the New York City and Philadelphia areas as reported by the United States Department of Labor. The adjustment shall become effective on July 1 of the year in which it is reported.

d. Nothing in this act shall be construed to require that a health
maintenance organization take any actions which conflict with the
health benefits, underwriting and rating standards established by the
federal government pursuant to subchapter XI of Pub.L.93-222 (42
U.S.C. s.300e et seq.).

e. This section shall apply to all health maintenance
organization contracts in which the right to change the enrollee
charge has been reserved.

f. The provisions of this section shall not apply to a health
benefits plan subject to the provisions of P.L.1992, c.161
(C.17B:27A-2 et seq.) or P.L.1992, c.162 (C.17B:27A-17 et seq.).

- 27 (cf: P.L.1999, c.339, s.6)
- 28

29 265. Section 4 of P.L.1995, c.316 (C.26:2J-4.10) is amended to
30 read as follows:

4. A certificate of authority to establish and operate a health
maintenance organization in this State shall not be issued or
continued by the Commissioner of [Health] Banking and [Senior
Services] Insurance on or after the effective date of P.L.2005, c.248
(C.17:48E-35.27 et al.) unless the health maintenance organization
offers health care services to any enrollee which include:

a. Screening by blood lead measurement for lead poisoning for
children, including confirmatory blood lead testing as specified by
the Department of Health [and Senior Services] pursuant to section
7 of P.L.1995, c.316 (C.26:2-137.1); and medical evaluation and
any necessary medical follow-up and treatment for lead poisoned
children.

b. All childhood immunizations as recommended by the
Advisory Committee on Immunization Practices of the United
States Public Health Service and the Department of Health [and
Senior Services] pursuant to section 7 of P.L.1995, c.316 (C.26:2137.1). A health maintenance organization shall notify its

enrollees, in writing, of any change in the health care services
provided with respect to childhood immunizations and any related
changes in premium. [Such] <u>The</u> notification shall be in a form
and manner to be determined by the Commissioner of Banking and
Insurance.

6 c. Screening for newborn hearing loss by appropriate 7 electrophysiologic screening measures and periodic monitoring of 8 infants for delayed onset hearing loss, pursuant to P.L.2001, c.373 9 (C.26:2-103.1 et al.). Payment for this screening service shall be 10 separate and distinct from payment for routine new baby care in the 11 form of a newborn hearing screening fee as negotiated with the 12 provider and facility.

13 The health care services provided pursuant to this section shall 14 be provided to the same extent as for any other medical condition 15 under the contract, except that a deductible shall not be applied for 16 services provided pursuant to this section; however, with respect to 17 a contract that qualifies as a high deductible health plan for which 18 qualified medical expenses are paid using a health savings account 19 established pursuant to section 223 of the federal Internal Revenue 20 Code of 1986 (26 U.S.C. s.223), a deductible shall not be applied 21 for any services provided pursuant to this section that represent 22 preventive care as permitted by that federal law, and shall not be 23 applied as provided pursuant to section 12 of P.L.2005, c.248 24 This section shall apply to all contracts under (C.26:2J-4.29). 25 which the health maintenance organization has reserved the right to 26 change the schedule of charges for enrollee coverage.

- 27 (cf: P.L.2005, c.248, s.10)
- 28

29 266. Section 5 of P.L.1995, c.415 (C.26:2J-4.12) is amended to
 30 read as follows:

31 5. A certificate of authority to establish and operate a health 32 maintenance organization in this State shall not be issued or 33 continued by the Commissioner of [Health] Banking and [Senior 34 Services Insurance on or after the effective date of this act unless 35 the health maintenance organization offers health care services to 36 any enrollee or other person covered thereunder which include a 37 Pap smear. The health care services shall be provided to the same 38 extent as for any other medical condition under the contract.

As used in this section, and notwithstanding the provisions of this section to the contrary, "Pap smear" means an initial Pap smear and any confirmatory test when medically necessary and as ordered by the covered person's physician and includes all laboratory costs associated with the initial Pap smear and any [such] confirmatory test.

The provisions of this section shall apply to all contracts for health care services by health maintenance organizations under which the right to change the schedule of charges for enrollee 1 coverage is reserved.

- 2 (cf: P.L.2001, c.227, s.5)
- 3

4 267. Section 6 of P.L.1997, c.75 (C.26:2J-4.14) is amended to 5 read as follows:

6 6. A certificate of authority to establish and operate a health 7 maintenance organization in this State pursuant to P.L.1973, c.337 8 (C.26:2J-1 et seq.) shall not be issued or continued by the 9 Commissioner of [Health] Banking and [Senior Services] Insurance on or after the effective date of P.L.1997, c.75 unless the 10 health maintenance organization provides health care services to 11 any enrollee, following a mastectomy on one breast or both breasts, 12 13 for reconstructive breast surgery, surgery to restore and achieve 14 symmetry between the two breasts, and prostheses and, under any 15 contract for health care services providing outpatient x-ray or radiation therapy, outpatient chemotherapy following surgical 16 17 procedures in connection with the treatment of breast cancer shall 18 be included as a part of the outpatient x-ray or radiation therapy.

19 The health care services shall be provided to the same extent as20 for any other medical condition under the contract for health care21 services.

The provisions of this section shall apply to all contracts for health care services by health maintenance organizations under which the right to change the schedule of charges for enrollee coverage is reserved.

- 26 (cf: P.L.1997, c.75, s.6)
- 27

28 268. Section 8 of P.L.1997, c.149 (C.26:2J-4.15) is amended to 29 read as follows:

8. a. Every enrollee agreement that provides hospital or 30 31 medical expense benefits and is delivered, issued, executed, or 32 renewed in this State pursuant to P.L.1973, c.337 (C.26:2J-1 et seq.) 33 or approved for issuance or renewal in this State by the Commissioner of [Health] Banking and [Senior Services] 34 35 Insurance on or after the effective date of this act shall provide 36 health care services for a minimum of 72 hours of inpatient care 37 following a modified radical mastectomy and a minimum of 48 38 hours of inpatient care following a simple mastectomy. The enrollee 39 agreement shall not require a health care provider to obtain 40 authorization from the health maintenance organization for 41 prescribing 72 or 48 hours, as appropriate, of inpatient care as 42 provided for in this section.

The provisions of this section shall not be construed to: require a patient to receive inpatient care for 72 or 48 hours, as appropriate, if the patient in consultation with the patient's physician determines that a shorter length of stay is medically appropriate; or relieve a patient or a patient's physician, if appropriate, of any notification

1 requirements to the health maintenance organization under the 2 enrollee agreement.

3 The health care services shall be provided to the same extent as for any other sickness under the enrollee agreement. 4

5 The provisions of this section shall apply to enrollee agreements 6 in which the health maintenance organization has reserved the right 7 to change the schedule of charges.

b. The Commissioner of [Health] Banking and [Senior 8 Services] Insurance shall adopt regulations pursuant to the 9 10 "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et 11 seq.) to implement the provisions of this section.

12 (cf: P.L.1997, c.149, s.8)

13

14 269. Section 8 of P.L.1997, c.338 (C.26:2J-4.17) is amended to 15 read as follows:

16 8. Notwithstanding any provision of law to the contrary, a 17 certificate of authority to establish and operate a health maintenance organization in this State shall not be issued or continued by the 18 19 Commissioner of [Health] Banking and [Senior Services] Insurance on or after the effective date of this act unless the health 20 21 maintenance organization provides health care services to each 22 enrollee for the therapeutic treatment of inherited metabolic 23 diseases, including the purchase of medical foods and low protein 24 modified food products, when diagnosed and determined to be 25 medically necessary by the enrollee's physician.

26 For the purposes of this section, "inherited metabolic disease" 27 means a disease caused by an inherited abnormality of body 28 chemistry for which testing is mandated pursuant to P.L.1977, c.321 29 (C.26:2-110 et seq.); "low protein modified food product" means a 30 food product that is specially formulated to have less than one gram 31 of protein per serving and is intended to be used under the direction 32 of a physician for the dietary treatment of an inherited metabolic 33 disease, but does not include a natural food that is naturally low in protein; and "medical food" means a food that is intended for the 34 35 dietary treatment of a disease or condition for which nutritional 36 requirements are established by medical evaluation and is 37 formulated to be consumed or administered enterally under 38 direction of a physician.

39 The health care services shall be provided to the same extent as 40 for any other medical condition under the contract.

41 The provisions of this section shall apply to all contracts for 42 health care services by health maintenance organizations under 43 which the right to change the schedule of charges for enrollee 44 coverage is reserved.

45 (cf: P.L.1997, c.338, s.8)

46

47 270. Section 6 of P.L.1999, c.49 (C.26:2J-4.19) is amended to 48 read as follows:

1 a. A certificate of authority to establish and operate a health 6. 2 maintenance organization in this State pursuant to P.L.1973, c.337 3 (C.26:2J-1 et seq.), shall not be issued or continued by the 4 Commissioner of [Health] Banking and [Senior Services] Insurance on or after the effective date of this amendatory and 5 supplementary act unless the health maintenance organization 6 7 provides health care services to an enrollee who is severely disabled 8 or a child age five or under for: (1) general anesthesia and 9 hospitalization for dental services; or (2) a medical condition 10 covered by the enrollee agreement which requires hospitalization or general anesthesia for dental services rendered by a participating 11 12 dentist regardless of where the dental services are provided.

b. A health maintenance organization may require prior
authorization of hospitalization for dental services in the same
manner that prior authorization is required for hospitalization for
other covered diseases or conditions.

c. This section shall apply to all contracts for health care
services in which the health maintenance organization has reserved
the right to change the schedule of charges.

20 (cf: P.L.1999, c.49, s.6)

21

22 271. Section 8 of P.L.1999, c.108 (C.26:2J-4.20) is amended to 23 read as follows:

24 8. a. Every enrollee agreement delivered, issued, executed, or 25 renewed in this State pursuant to P.L.1973, c.337 (C.26:2J-1 et seq.) 26 or approved for issuance or renewal in this State by the 27 Commissioner of [Health] Banking and [Senior Services] Insurance, on or after the effective date of this act shall provide 28 29 health care services for biologically-based mental illness under the 30 same terms and conditions as provided for any other sickness under 31 the agreement. "Biologically-based mental illness" means a mental 32 or nervous condition that is caused by a biological disorder of the 33 brain and results in a clinically significant or psychological 34 syndrome or pattern that substantially limits the functioning of the 35 person with the illness, including but not limited to, schizophrenia, schizoaffective disorder, major depressive disorder, bipolar 36 37 disorder, paranoia and other psychotic disorders, obsessive-38 compulsive disorder, panic disorder and pervasive developmental 39 disorder, or autism. "Same terms and conditions" means that the 40 health maintenance organization cannot apply different copayments, 41 deductibles, or health care services limits to biologically-based 42 mental health care services than those applied to other medical or 43 surgical health care services.

b. Nothing in this section shall be construed to change themanner in which a health maintenance organization determines:

46 (1) whether a mental health care service meets the medical
47 necessity standard as established by the health maintenance
48 organization; or

234

1 (2) which providers shall be entitled to reimbursement or to be 2 participating providers, as appropriate, for mental health services 3 under the enrollee agreement.

4 c. The provisions of this section shall apply to enrollee 5 agreements in which the health maintenance organization has 6 reserved the right to change the premium.

- 7 (cf: P.L.1999, c.106, s.8)
- 8

9 272. Section 1 of P.L.1999, c.332 (C.26:2J-4.21) is amended to 10 read as follows:

11 1. a. A certificate of authority to establish and operate a health maintenance organization in this State shall not be issued or 12 13 continued by the Commissioner of [Health] Banking and [Senior 14 Services] Insurance on or after the effective date of this act unless 15 the health maintenance organization offers health care services in 16 conformance with the provisions of subsection b. of this section.

17 b. If an enrollee is a resident of a skilled nursing facility, continuing care retirement community, or a retirement community 18 which operates a skilled nursing facility on the premises of the 19 20 community, regardless of whether the health maintenance 21 organization is under contract with the skilled nursing facility or the 22 skilled nursing facility at the continuing care retirement community 23 or retirement community, the enrollee's primary care physician shall 24 refer the enrollee to the skilled nursing facility or the community's 25 Medicare-certified skilled nursing unit, as applicable, rather than to 26 a skilled nursing facility separate from the facility or the 27 community of origin, if:

28 (1) the skilled nursing facility or the continuing care retirement 29 community or retirement community with a skilled nursing facility 30 has the capacity to provide the services the enrollee needs;

31 (2) the primary care physician, in consultation with the enrollee 32 or a representative of the enrollee's family, determines that the 33 referral is in the best interest of the enrollee;

34 (3) the skilled nursing facility or the continuing care retirement 35 community or retirement community with a skilled nursing facility 36 agrees to be reimbursed at the same contract rate negotiated by the 37 health maintenance organization with similar providers for the same 38 services and supplies in the same geographic area; and

39 (4) the skilled nursing facility or the continuing care retirement 40 community or retirement community with a skilled nursing facility 41 meets all applicable State licensing and certification requirements

42 c. For the purposes of this act, "continuing care retirement 43 community" means a continuing care facility operating under a 44 certificate of authority issued by the Department of Community 45 Affairs pursuant to P.L.1986, c.103 (C.52:27D-330 et seq.), and 46 "retirement community" means a retirement community which is 47 registered with the Department of Community Affairs pursuant to

1 P.L.1977, c.419 (C.45:22A-21 et seq.).

- 2 (cf: P.L.1999, c.332, s.1)
- 3

4 273. Section 8 of P.L.2001, c.295 (C.26:2J-4.24) is amended to 5 read as follows:

6 8. Every enrollee agreement that provides hospital or medical 7 expense benefits and is delivered, issued, executed, or renewed in this State pursuant to P.L.1973, c.337 (C.26:2J-1 et seq.), or 8 9 approved for issuance or renewal in this State by the Commissioner of [Health] Banking and [Senior Services] Insurance on or after 10 the effective date of this act, shall provide health care services to 11 any enrollee or other person covered thereunder for expenses 12 incurred in conducting colorectal cancer screening at regular 13 14 intervals for persons age 50 and over and for persons of any age 15 who are considered to be at high risk for colorectal cancer. The methods of screening for which benefits shall be provided shall 16 17 include: a screening fecal occult blood test, flexible sigmoidoscopy, 18 colonoscopy, barium enema, or any combination thereof; or the 19 most reliable, medically recognized screening test available. The 20 method and frequency of screening to be utilized shall be in 21 accordance with the most recent published guidelines of the 22 American Cancer Society and as determined medically necessary by 23 the covered person's physician, in consultation with the covered 24 person.

As used in this section, "high risk for colorectal cancer" means a person has:

a. a family history of: familial adenomatous polyposis;
hereditary non-polyposis colon cancer; or breast, ovarian,
endometrial, or colon cancer or polyps;

30 b. chronic inflammatory bowel disease; or

c. a background, ethnicity, or lifestyle that the physician
believes puts the person at elevated risk for colorectal cancer.

The health care services shall be provided to the same extent asfor any other medical condition under the enrollee agreement.

The provisions of this section shall apply to all enrollee agreements in which the health maintenance organization has reserved the right to change the schedule of charges.

- 38 (cf: P.L.2001, c.295, s.8)
- 39

40 274. Section 11 of P.L.2005, c.248 (C.26:2J-4.28) is amended to 41 read as follows:

11. A certificate of authority to establish and operate a health
maintenance organization, which organization offers a contract that
qualifies as a high deductible health plan for which qualified
medical expenses are paid using a health savings account
established pursuant to section 223 of the federal Internal Revenue
Code of 1986 (26 U.S.C. s.223), shall not be issued or continued by
the Commissioner of [Health] Banking and [Senior Services]

1 Insurance on or after the effective date of P.L.2005, c.248 2 (C.17:48E-35.27 et al.), unless the health maintenance organization 3 offers health care services to any enrollee which include services 4 provided in-network which represent medically necessary 5 preventive care as permitted by that federal law. 6 The services provided pursuant to this section shall be provided 7 to the same extent as for any other medical condition under the 8 contract, except that a deductible shall not be applied for services 9 provided pursuant to this section. This section shall apply to all 10 contracts under which the health maintenance organization has 11 reserved the right to change the schedule of charges for enrollee 12 coverage. 13 (cf: P.L.2005, c.248, s.11) 14 15 275. Section 12 of P.L.2005, c.248 (C.26:2J-4.29) is amended to 16 read as follows: 17 12. Notwithstanding the provisions of section 4 of P.L.1995, 18 c.316 (C.26:2J-4.10) regarding deductibles for a high deductible 19 health plan, a contract offered by a health maintenance 20 organization, which certificate of authority to establish and operate 21 is issued or continued by the Commissioner of [Health] Banking 22 and [Senior Services] Insurance on or after the effective date of 23 P.L.2005, c.248 (C.17:48E-35.27 et al.), that qualifies as a high 24 deductible health plan for which qualified medical expenses are 25 paid using a health savings account established pursuant to section 223 of the federal Internal Revenue Code of 1986 (26 U.S.C. s.223), 26 27 shall not apply a deductible for any benefits in which a deductible is not applicable pursuant to any law enacted after the effective date 28 29 of P.L.2005, c.248 (C.17:48E-35.27 et al.). 30 This section shall apply to all contracts under which the health 31 maintenance organization has reserved the right to change the 32 schedule of charges for enrollee coverage. 33 (cf: P.L.2005, c.248, s.12) 34 35 276. Section 8 of P.L.2007, c.345 (C.26:2J-4.31) is amended to 36 read as follows: 37 8. a. A certificate of authority to establish and operate a health 38 maintenance organization in this State pursuant to P.L.1973, c.337 39 (C.26:2J-1 et seq.) shall not be issued or continued by the Commissioner of [Health] Banking and [Senior Services] 40 41 Insurance on or after the effective date of this act unless the health 42 maintenance organization provides health care services for any 43 person covered thereunder for expenses incurred in obtaining an 44 orthotic or prosthetic appliance from any licensed orthotist or 45 prosthetist, or any certified pedorthist, as determined medically 46 necessary by the covered person's physician. 47 As used in this section, "orthotic appliance," "prosthetic 48 appliance," ["licensed orthotist"] "licensed orthotist," and "licensed

1 prosthetist" have the meaning assigned to them in section 3 of 2 P.L.1991, c.512 (C.45:12B-3) and "certified pedorthist" has the 3 meaning assigned to it in subsection j. of section 18 of P.L.1991, 4 c.512 (C.45:12B-18). 5 b. On and after the effective date of this act, a health 6 maintenance organization shall reimburse for orthotic and prosthetic 7 appliances at the same rate as reimbursement for such appliances 8 under the federal Medicare reimbursement schedule. 9 c. The benefits shall be provided to the same extent as for any 10 other medical condition under the enrollee agreement. 11 d. The provisions of this section shall apply to all enrollee 12 agreements in which the health maintenance organization has 13 reserved the right to change the schedule of charges. 14 (cf: P.L.2007, c.345, s.8) 15 16 277. Section 23 of P.L.1973, c.337 (C.26:2J-23) is amended to 17 read as follows: 18 23. Every health maintenance organization subject to this act 19 shall pay to the commissioner the following fees: 20 for filing an application for a certificate of authority or a. 21 amendment thereto, \$100.00; 22 b. for filing each annual report, \$10.00; and 23 for the purpose of supporting the activities of the c. 24 Department of [Health] Banking and [Senior Services] Insurance associated with the regulation of health maintenance organizations, 25 26 \$1.50 per life per year, with payment being made annually no later 27 than July 15 for the preceding calendar year. Payments made by a 28 health maintenance organization pursuant to this act shall not in any 29 way reduce payments that may be owed by a health maintenance 30 organization pursuant to P.L.1995, c.156 (C.17:1C-19 et seq.) and 31 subsequent amendments thereto. No such payment shall be 32 required for any per life per year that is funded through the 33 Medicaid program established pursuant to P.L.1968, c.413 (C.30:4D-1 et seq.), the "Children's Health Care Coverage 34 35 Program" established pursuant to P.L.1997, c.272 (C.30:4I-1 et seq.),] or the ["FamilyCare Health Coverage Program"] NJ 36 37 FamilyCare Program established pursuant to [P.L.2000, c.71 (C.30:4J-1 et seq.) P.L.2005, c.156 (C.30:4J-8 et al.). 38 39 In accordance with the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.), the commissioner may 40 41 promulgate rules and regulations directing that additional fees be 42 paid. 43 From fees collected under the provisions of subsection c. of this 44 section, the Legislature shall in each fiscal year appropriate to the 45 community health law project the sum of \$100,000 to fund a grant 46 in support of a program to provide any senior citizen resident of this 47 State who is covered as an enrollee in or beneficiary of a health

238

1 plan administered by a health maintenance organization with 2 information concerning the person's rights under the program and 3 assistance with the procedures for receiving the benefits to which 4 the person is entitled under the program. 5 (cf: P.L.2002, c.34, s.18)

7 278. Section 1 of P.L.1986, c.106 (C.26:2K-35) is amended to 8 read as follows:

1. As used in this act:

6

9

10 "Commissioner" means the Commissioner of the a. 11 Department of Health [and Senior Services].

"Dispatch" means the coordinated request for and dispatch 12 b. 13 of the emergency medical service helicopter response unit by a 14 central communications center located in the service area, following 15 protocols developed by the mobile intensive care hospital, the 16 regional trauma or critical care center, the commissioner, and the 17 superintendent.

"Emergency medical service helicopter response unit" means 18 с. 19 a specially equipped hospital-based emergency medical service 20 helicopter staffed by advanced life support personnel and operated 21 for the provision of advanced life support services under the 22 medical direction of a mobile intensive care program and the 23 regional trauma or critical care center authorized by the 24 commissioner.

25 d. "Emergency medical transportation" means the prehospital 26 or interhospital transportation of an acutely ill or injured patient by 27 a dedicated emergency medical service helicopter response unit operated, maintained and piloted by the Division of State Police of 28 29 the Department of Law and Public Safety, pursuant to regulations 30 adopted by the commissioner under chapter 40 of Title 8 of the New 31 Jersey Administrative Code.

32 e. "Medical direction" means the medical control and medical 33 orders transmitted from the physician of the mobile intensive care 34 hospital or from the physician at the regional trauma or critical care 35 center to the staff of the helicopter. The mobile intensive care unit 36 coordinating center and regional trauma or critical care center shall 37 have the ability to cross patch and consult with each other as 38 approved by the commissioner.

39 "Mobile intensive care hospital" means a hospital authorized f. 40 by the commissioner to develop and maintain a mobile intensive 41 care unit to provide advanced life support services in accordance 42 with P.L.1984, c.146 (C.26:2K-7 et al.).

43 "Regional trauma center" means a State designated level one g. 44 hospital-based trauma center equipped and staffed to provide 45 emergency medical services to an accident or trauma victim, 46 including, but not limited to, the level one trauma centers at the 47 University of Medicine and Dentistry of New Jersey-University

239

1 Hospital in Newark, known as the "Eric Munoz Trauma Center," 2 and at the Cooper Hospital/University Medical Center in Camden. "Critical care center" means a hospital authorized by the 3 h. commissioner to provide regional critical care services, such as 4 5 trauma, burn, spinal cord, cardiac, poison, or neonatal care. "Superintendent" means the Superintendent of the Division 6 i. 7 of State Police of the Department of Law and Public Safety. 8 (cf: P.L.2010, c.80, s.1) 9 10 279. Section 1 of P.L.2003, c.1 (C.26:2K-47.1) is amended to 11 read as follows: 12 1. As used in this act: "Commissioner" means the Commissioner of Health [and Senior 13 14 Services]; 15 "Emergency medical service" means a program in a hospital 16 staffed 24 hours-a-day by a licensed physician trained in emergency 17 medicine; "Emergency medical technician" means a person trained in basic 18 19 life support services as defined in section 1 of P.L.1985, c.351 20 (C.26:2K-21) and who is certified by the Department of Health 21 and Senior Services to provide that level of care. 22 (cf: P.L.2003, c.1. s.1) 23 24 280. Section 2 of P.L.2003, c.1 (C.26:2K-47.2) is amended to 25 read as follows: 26 2. a. An emergency medical technician who has been certified 27 by the commissioner pursuant to subsection b. of this section to administer an epinephrine auto-injector device shall administer, 28 29 maintain and dispose of the device in accordance with rules and 30 regulations adopted by the commissioner. 31 Each administration of an auto-injector device pursuant to this 32 act shall be reported to the Department of Health [and Senior 33 Services in a manner determined by the commissioner. 34 b. The commissioner shall establish written standards and 35 application procedures which an emergency medical technician 36 shall meet in order to obtain certification. The commissioner shall 37 certify a candidate who: provides evidence of satisfactory 38 completion of an educational program which is approved by the 39 commissioner and includes training in the administration of epinephrine auto-injector devices; and passes an examination in the 40 41 administration of the devices which is approved by the 42 commissioner. 43 c. The commissioner shall maintain a registry of all persons 44 certified pursuant to this section, which shall include, but not be 45 limited to: 46 (1) the person's name and residence; and 47 (2) the date that certification was granted.

1 d. The commissioner shall annually compile a list of 2 emergency medical technicians who have obtained certification to 3 administer an epinephrine auto-injector device pursuant to this 4 section, which shall be available to the public.

5 e. A fee may be charged to a person enrolled in an educational 6 program approved by the department which includes training in the 7 administration of an epinephrine auto-injector device in order to cover the cost of training and testing for certification pursuant to 8 9 this section, if the entity that provides the educational program is 10 not reimbursed for the cost of that training and testing from the "Emergency Medical Technician Training Fund" established 11 12 pursuant to section 3 of P.L.1992, c.143 (C.26:2K-56).

- 13 (cf: P.L.2003, c.1, s.2)
- 14

15 281. Section 10 of P.L.2003, c.1 (C.26:2K-47.9) is amended to 16 read as follows:

17 10. Pursuant to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.), the Commissioner of Health [and 18 19 Senior Services shall adopt rules and regulations to effectuate the 20 purposes of this act, including medical protocols for the 21 administration of epinephrine auto-injector devices, in consultation 22 with the State [mobil] mobile intensive care advisory council and 23 the New Jersey State First Aid Council, Inc. The rules and 24 regulations shall address age appropriateness in the administration 25 of epinephrine.

- 26 (cf: P.L.2003, c.1. s.10)
- 27

28 282. Section 1 of P.L.2009, c.174 (C.26:2K-63) is amended to

29 read as follows:

30 1. Certification of a person as an emergency medical technician 31 by the Commissioner of Health and Senior Services, when that person meets the requirements therefor as prescribed by regulation 32 33 of the commissioner, shall be valid for a period of five years.

34 (cf: P.L.2009, c.174, s.1)

35

36 283. Section 2 of P.L.2009, c.174 (C.26:2K-64) is amended to 37 read as follows:

```
38
        2. The Commissioner of Health [and Senior Services],
39
     pursuant to the "Administrative Procedure Act," P.L.1968, c.410
     (C.52:14B-1 et seq.), shall adopt rules and regulations to effectuate
40
41
     the purposes of this act.
```

- 42 (cf: P.L.2009, c.174, s.2)
- 43

44 284. Section 1 of P.L.2003, c.269 (C.26:2M-7.2) is amended to 45 read as follows:

46 1. a. The Commissioner of Health and Senior Services shall 47 establish a mandatory training program for long-term care facility

1 staff, as described in subsection b. of this section, in the specialized 2 care of patients who are diagnosed by a physician as having 3 Alzheimer's disease or a related disorder. The training program 4 shall include the causes and progression of Alzheimer's disease and 5 related disorders and methods to deal with the specific problems 6 encountered in the care of patients with Alzheimer's disease and 7 related disorders, including, but not limited to: communicating with 8 Alzheimer's disease and related patients with disorders; 9 psychological, social and physical needs of patients with 10 Alzheimer's disease and related disorders; and safety measures 11 which need to be taken for a patient with Alzheimer's disease and 12 related disorders. 13 b. A long-term care facility shall annually provide training,

14 under the training program established pursuant to subsection a. of 15 this section, to a certified nurse aide, licensed practical nurse, 16 registered professional nurse, and other health care professionals, as 17 appropriate, who provide direct care to a patient in the facility who 18 is diagnosed as having Alzheimer's disease or a related disorder.

19 (cf: P.L.2003, c.269, s.1)

20

21 285. Section 2 of P.L.1988, c.114 (C.26:2M-10) is amended to 22 read as follows:

23 2. As used in this act:

a. "Adult day care" means a community-based group program
designed to meet the needs of functionally or cognitively impaired
adults through an individual plan of care structured to provide a
variety of health, social, and related support services in a protective
setting during any part of a day but less than 24 hours.

b. "Alzheimer's Disease and related disorders" means forms of
dementia characterized by a general loss of intellectual abilities of
sufficient severity to interfere with social or occupational
functioning.

c. 33 "Care needs or behavioral problems" means the 34 manifestations of dementia which may include, but need not be limited to, progressive memory loss, confusion, inability to 35 36 communicate, extreme personality change, and eventual inability to 37 perform the most basic tasks.

d. "Commissioner" means the Commissioner of [the State
Department of Health and Senior] <u>Human</u> Services.

40 e. "Department" means the [State] Department of [Health and
41 Senior] <u>Human</u> Services.

f. "Grantee" means a public agency, private for profit agency.
or private nonprofit agency selected by the department to establish
an adult day care program for participants pursuant to this act.

g. "Participant" means an individual with Alzheimer's disease
or a related disorder, particularly those in the moderate to severe
stages. To be eligible for services, a participant shall have

1 documentation from a physician that the participant has Alzheimer's 2 disease or a related disorder. 3 (cf: P.L.1999, c.285, s.1) 4 5 286. Section 2 of P.L.2011, c.76 (C.26:2M-17) is amended to 6 read as follows: 7 2. a. There is established the New Jersey Alzheimer's Disease 8 Study Commission in the Department of [Health and Senior] 9 Human Services. b. The commission shall consist of 15 members as follows: 10 11 (1) the Commissioners of Health [and Senior Services] and Human Services, or their designees, who shall serve ex officio; 12 13 (2) two members of the Senate, to be appointed by the President of the Senate, who shall not be of the same political party; 14 15 (3) two members of the General Assembly, to be appointed by 16 the Speaker of the General Assembly, who shall not be of the same 17 political party; and (4) nine members appointed by the Governor, as follows: two 18 19 persons recommended by the Alzheimer's Association, one of 20 whom shall be a representative of the Greater New Jersey Chapter 21 and one of whom shall be a representative of the Alzheimer's 22 Association Delaware Valley Chapter; three health care 23 professionals who are currently involved in the provision of direct 24 services, one of whom shall be a representative of an agency that 25 provides home care services to persons with dementia, one of whom 26 shall be a representative of an assisted living facility that provides 27 specialized services to persons with dementia, and one of whom shall be a representative of a licensed nursing home that provides 28 29 specialized services to persons with dementia; one representative 30 from the clergy who has experience providing emotional and 31 spiritual care and support for persons with Alzheimer's disease and 32 their families; two persons who by reason of family relationship or 33 legal guardianship bear or have borne responsibility in caring for a 34 person with Alzheimer's disease; and one attorney who is currently 35 licensed and practicing in New Jersey, has expertise in legal and 36 financial planning and elder care issues, and has extensive 37 community-based experience working with persons with 38 Alzheimer's disease and their families. 39 Vacancies in the membership of the commission shall be c. 40 filled in the same manner provided for the original appointments. 41 d. The commission shall organize as soon as practicable following the appointment of its members and shall select a 42 43 chairperson from among the members. The chairperson shall 44 appoint a secretary who need not be a member of the commission. 45 Members of the commission shall serve without e. compensation, but shall be reimbursed for necessary expenses 46 47 incurred in the performance of their duties as members of the

24	-3

1 commission, within the limits of funds appropriated or otherwise 2 made available to the commission for its purposes. 3 The commission shall be entitled to call to its assistance and f. 4 avail itself of the services of the employees of any State, county, or 5 municipal department, board, bureau, commission, or agency as it may require and as may be available to it for its purposes. 6 g. The Department of [Health and Senior Service] Human 7 8 Services shall provide staff support to the commission, as 9 necessary. 10 (cf: P.L.2011, c.76, s.2) 11 12 287. Section 2 of P.L.2003, c.257 (C.26:2N-9) is amended to 13 read as follows: 14 2. a. Prior to administering a second dose of the measles-15 mumps-rubella (MMR) vaccine to a child, a health care provider 16 may give the child's parent or guardian the option of consenting to 17 the administration of an antibody titer to determine whether or not 18 the child has already developed immunity to MMR in response to a 19 previously administered dose of the vaccine and would not require 20 the second dose. 21 b. Documented laboratory evidence of immunity from MMR 22 shall exempt a child from further vaccination for MMR, as may be 23 required pursuant to Department of Health [and Senior Services] 24 regulations. 25 (cf: P.L.2003, c.257, s.2) 26 27 288. Section 3 of P.L.2003, c.257 (C.26:2N-10) is amended to 28 read as follows: 29 3. The Commissioner of Health [and Senior Services] shall prepare and make available to all health care providers in the State a 30 31 pamphlet that explains the nature and purpose of the MMR vaccine 32 and the antibody titer used to determine immunity pursuant to 33 section 2 of this act. 34 The commissioner shall send a copy of the pamphlet to every 35 licensed health care provider in the State who administers the MMR vaccine, with a cover letter advising the health care provider that 36 the pamphlet was prepared in accordance with the requirements of 37 38 P.L.2003, c. 257 (C.26:2N-8 et seq.), known as "Holly's Law," and 39 how the health care provider can obtain additional copies of the 40 pamphlet from the Department of Health [and Senior Services]. 41 (cf: P.L.2003, c.257, s.3) 42 43 289. Section 4 of P.L.2003, c.257 (C.26:2N-11) is amended to 44 read as follows: 45 4. The Commissioner of Health [and Senior Services] shall

46 adopt rules and regulations, pursuant to the "Administrative

1 Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.), necessary to 2 carry out the provisions of this act. 3 (cf: P.L.2003, c.257, s.4) 4 5 290. Section 2 of P.L.1993, c.288 (C.26:2Q-2) is amended to 6 read as follows: 7 2. As used in sections 1 through 12 of P.L.1993, c.288 8 (C.26:2Q-1 through C.26:2Q-12): 9 "Commissioner" means the Commissioner of Health [and Senior 10 Services . "Department" means the Department of Health [and Senior 11 12 Services]. "Interim controls" means a set of measures designed to reduce 13 14 temporarily human exposure or likely exposure to lead-based paint 15 hazards, including specialized cleaning, repairs, maintenance, 16 painting, temporary containment, ongoing monitoring of lead-based 17 paint hazards or potential hazards, and the establishment and 18 operation of management and resident education programs, or as the term is defined under 42 U.S.C.s.4851b. 19 "Lead abatement" means a set of measures designed to 20 permanently eliminate lead-based paint hazards in accordance with 21 22 standards established by the Commissioner of Community Affairs 23 in compliance with standards promulgated by the appropriate 24 federal agencies. Such term includes: 25 a. the removal of lead-based paint and lead-contaminated dust, 26 the permanent containment or encapsulation of lead-based paint, the 27 replacement of lead-painted surfaces or fixtures, and the removal or covering of lead contaminated soil; and 28 29 b. all preparation, cleanup, disposal, and post-abatement 30 clearance testing activities associated with such measures. "Lead evaluation" means a surface-by-surface investigation to 31 32 determine the presence of lead-based paint and the provision of a 33 report explaining the results of the investigation. "Lead hazard control work" means work to make housing lead-34 35 safe, or to mitigate, through the use of interim controls as permitted under federal law and as defined in 42 U.S.C.s.4851b, or to 36 eliminate permanently lead-based paint hazards by abatement on a 37 38 premises by a person certified to perform lead abatement work 39 pursuant to sections 1 through 12 of P.L.1993, c.288 (C.26:2Q-1 et 40 seq.) and sections 14 through 24 of P.L.1993, c.288 (C.52:27D-427 41 et seq.). 42 "Lead-based paint" means paint or other surface coating material 43 that contains lead in excess of 1.0 milligrams per centimeter 44 squared or in excess of 0.5% by weight, or such other level as may 45 be established by federal law. 46

46 "Lead-based paint hazard" means any condition that causes47 exposure to lead from lead-contaminated dust or soil or lead-

```
245
```

1 contaminated paint that is deteriorated or present in surfaces, that 2 would result in adverse human health effects. "Lead-based paint hazard inspection" means an inspection of 3 residential housing and the structure's interior common areas and 4 5 exterior surface for the presence of lead-based paint hazards. "Lead safe maintenance work" means those maintenance 6 7 activities which are necessary to maintain surfaces in a lead safe 8 condition and to prevent lead-based paint hazards from occurring or 9 reoccurring. 10 "Surface" means an area such as an interior or exterior wall, 11 ceiling, floor, door, door frame, window sill, window frame, porch, stair, handrail and spindle, or other abradable surface, soil, 12 furniture, a carpet, a radiator or a water pipe. 13 (cf: P.L.2003, c.311, s.17) 14 15 16 291. Section 2 of P.L.1997, c.191 (C.26:2R-2) is amended to 17 read as follows: 2. As used in this act: 18 19 "Commissioner" means the Commissioner of [Health and 20 Senior <u>Human</u> Services. 21 "Council" means the Interagency Council on Osteoporosis 22 established pursuant to this act. 23 "Department" means the Department [of Health and Senior] 24 Human Services. 25 "Program" means the osteoporosis prevention and education 26 program established pursuant to this act. 27 (cf: P.L.1997, c.191, s.2) 28 29 292. Section 3 of P.L.1997, c.191 (C.26:2R-3) is amended to 30 read as follows: 31 3. a. The Commissioner of [Health and Senior] Human 32 Services shall establish an osteoporosis prevention and education 33 program in the Department of [Health and Senior] Human 34 Services. The purpose of the program is to promote: public 35 awareness of the causes of osteoporosis; options for prevention; the 36 value of early detection; and possible treatments, including the 37 benefits and risks of those treatments. The department may accept, 38 for that purpose, any special grant of money, services, or property 39 from the federal government or any of its agencies, or from any 40 foundation, organization, or medical school. 41 The program shall include the following: b. 42 (1) Development of a public education and outreach campaign 43 to promote osteoporosis prevention and education, including, but 44 not limited to, the following subjects: 45 (a) The cause and nature of the disease; 46 (b) Risk factors; 47 (c) The role of hysterectomy;

1 (d) Prevention of osteoporosis, including nutrition, diet, and 2 physical exercise; 3 (e) Diagnostic procedures and appropriate indications for their 4 use; 5 (f) Hormone replacement, including the benefits and risks; 6 (g) Environmental safety and injury prevention; and 7 (h) Availability of osteoporosis diagnostic treatment services in 8 the community. 9 (2) Development of educational materials to be made available 10 for consumers, particularly targeted to high-risk groups, through 11 local boards of health, physicians, other health care providers, 12 including, but not limited to, health maintenance organizations, 13 hospitals, and clinics, and women's organizations. 14 (3) Development of professional education programs for health 15 care providers to assist them in understanding research findings and 16 the subjects set forth in paragraph (1) of this subsection. 17 (4) Development and maintenance of a list of current providers 18 of specialized services for the prevention and treatment of 19 osteoporosis. Dissemination of the list shall be accompanied by a 20 description of diagnostic procedures, appropriate indications for 21 their use, and a cautionary statement about the current status of 22 osteoporosis research, prevention, and treatment. The statement 23 shall also indicate that the department does not license, certify, or in 24 any other way approve osteoporosis programs or centers in this 25 State. 26 (cf: P.L.1997, c.191, s.3) 27 28 293. Section 1 of P.L.1999, c.330 (C.26:2R-3.1) is amended to 29 read as follows: 30 1. The Department of [Health and Senior] Human Services 31 shall prepare an informational pamphlet which describes the causes 32 and nature of osteoporosis as well as methods which may be used to 33 prevent and treat osteoporosis, including nutrition, diet, physical 34 exercise, and medications. The department shall make a supply of 35 these pamphlets available to all pharmacies registered with the New 36 Jersey Board of Pharmacy for distribution to the public. 37 (cf: P.L.1999, c.330, s.1) 38 39 294. Section 2 of P.L.1997, c.192 (C.26:2S-2) is amended to 40 read as follows: 41 2. As used in sections 2 through 19 of this act: 42 "Behavioral health care services" means procedures or services 43 rendered by a health care provider for the treatment of mental 44 illness, emotional disorders, or drug or alcohol abuse. "Behavioral 45 health care services" does not include: any quality assurance or 46 utilization management activities or treatment plan reviews 47 conducted by a carrier, or a private entity on behalf of the carrier,

pertaining to these services, whether administrative or clinical in 48

1 nature; or any other administrative functions, including, but not 2 limited to, accounting and financial reporting, billing and 3 collection, data processing, debt or debt service, legal services, 4 promotion and marketing, or provider credentialing.

5 "Carrier" means an insurance company, health service 6 corporation, hospital service corporation, medical service corporation¹,¹ or health maintenance organization authorized to 7 issue health benefits plans in this State. 8

9 "Commissioner" means the Commissioner of [Health] Banking 10 and [Senior Services] Insurance.

"Contract holder" means an employer or organization that 11 12 purchases a contract for services.

"Covered person" means a person on whose behalf a carrier 13 14 offering the plan is obligated to pay benefits or provide services 15 pursuant to the health benefits plan.

"Covered service" means a health care service provided to a 16 17 covered person under a health benefits plan for which the carrier is 18 obligated to pay benefits or provide services.

19 "Department" means the Department of [Health] Banking and 20 ¹[¹ Senior Services] <u>Insurance</u>.

21 "Health benefits plan" means a benefits plan which pays or 22 provides hospital and medical expense benefits for covered 23 services, and is delivered or issued for delivery in this State by or 24 through a carrier. Health benefits plan includes, but is not limited 25 to, Medicare supplement coverage and risk contracts to the extent 26 not otherwise prohibited by federal law. For the purposes of this 27 act, health benefits plan shall not include the following plans, policies¹,¹ or contracts: accident only, credit, disability, long-term 28 29 care, CHAMPUS supplement coverage, coverage arising out of a 30 workers' compensation or similar law, automobile medical payment 31 insurance, personal injury protection insurance issued pursuant to P.L.1972, c.70 (C.39:6A-1 et seq.)^{1,1} or hospital confinement 32 33 indemnity coverage.

34 "Health care provider" means an individual or entity which, 35 acting within the scope of its licensure or certification, provides a 36 covered service defined by the health benefits plan. Health care 37 provider includes, but is not limited to, a physician and other health 38 care professionals licensed pursuant to Title 45 of the Revised 39 Statutes, and a hospital and other health care facilities licensed 40 pursuant to Title 26 of the Revised Statutes.

41 "Independent utilization review organization" means an 42 independent entity comprised of physicians and other health care 43 professionals who are representative of the active practitioners in 44 the area in which the organization will operate and which is under 45 contract with the department to provide medical necessity or 46 appropriateness of services appeal reviews pursuant to this act.

1 "Managed behavioral health care organization" means an entity, 2 other than a carrier, which contracts with a carrier to provide, 3 undertake to arrange, or administer behavioral health care services 4 to covered persons through health care providers employed by the 5 managed behavioral health care organization or otherwise make 6 behavioral health care services available to covered persons through 7 contracts with health care providers. "Managed behavioral health 8 care organization" does not include a person or entity that, for an 9 administrative fee only, solely arranges a panel of health care 10 providers for a carrier for the provision of behavioral health care 11 services on a discounted fee-for-service basis.

"Managed care plan" means a health benefits plan that integrates the financing and delivery of appropriate health care services to covered persons by arrangements with participating providers, who are selected to participate on the basis of explicit standards, to furnish a comprehensive set of health care services and financial incentives for covered persons to use the participating providers and procedures provided for in the plan.

19 "Subscriber" means, in the case of a group contract, a person 20 whose employment or other status, except family status, is the basis 21 for eligibility for enrollment by the carrier or, in the case of an 22 individual contract, the person in whose name the contract is issued. 23 "Utilization management" means a system for reviewing the 24 appropriate and efficient allocation of health care services under a 25 health benefits plan according to specified guidelines, in order to 26 recommend or determine whether, or to what extent, a health care 27 service given or proposed to be given to a covered person should or will be reimbursed, covered, paid for, or otherwise provided under 28 the health benefits plan. The system may include: preadmission 29 30 certification, the application of practice guidelines, continued stay 31 review, discharge planning, preauthorization of ambulatory care procedures¹,¹ and retrospective review. 32

33 (cf: P.L.2005, c.172, s.1)

34

35 295. Section 1 of P.L.2001, c.88 (C.26:2S-7.1) is amended to 36 read as follows:

37 1. The Commissioner of [Health] Banking and [Senior Services] Insurance, in consultation with the New Jersey 38 39 Association of Health Plans, the Health Insurance Association of 40 America, the Medical Society of New Jersey, the New Jersey 41 Hospital Association, and such other representatives of managed 42 care plans as the commissioner deems appropriate, shall adopt by 43 regulation, a universal physician application for participation form 44 for use by carriers which offer managed care plans for the purpose 45 of credentialing physicians who seek to participate in a carrier's 46 provider network and for the purpose of credentialing physicians 47 who are employed by hospitals or other health care facilities which 48 seek to participate in a carrier's provider network.

1 The commissioner, in consultation with the New Jersey 2 Association of Health Plans, the Health Insurance Association of 3 America, the Medical Society of New Jersey, the New Jersey 4 Hospital Association and such other representatives of managed 5 care plans as the commissioner deems appropriate, shall also adopt 6 by regulation a form for renewal of credentialing, which shall be an 7 abbreviated version of the universal application form. The renewal 8 form shall be designed to enable a physician to indicate changes in 9 the information provided in the application form.

The commissioner shall revise the universal application and
renewal forms, as necessary, to conform with industry-wide,
national standards for credentialing.

In developing the forms, the commissioner shall consult with the 13 14 Commissioner of Human Services to ensure that the credentialing 15 requirements for participation in the Medicaid program, established 16 pursuant to P.L.1968, c.413 (C.30:4D-1 et seq.), [the health care 17 coverage program for children, established pursuant to P.L.1997, 18 c.272 (C.30:4I-1 et seq.)] and the NJ FamilyCare [Health 19 Coverage] Program established pursuant to [P.L.2000, c.71] 20 (C.30:4J-1 et seq.)] P.L.2005, c.156 (C.30:4J-8 et al.) are 21 adequately reflected on the application and renewal forms.

```
22 (cf: P.L.2001, c.88, s.1)
```

23

¹296. Section 3 of P.L.2001, c.88 (C.26:2S-7.3) is amended to
 read as follows:

3. The Commissioner of [Health] <u>Banking</u> and [Senior Services] <u>Insurance</u> shall adopt regulations within 180 days of the date of enactment of this act, pursuant to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.), necessary to carry out the purposes of this act.¹

31 (cf: P.L.2001, c.88, s.3)

32

¹[296.] <u>297.</u>¹ Section 1 of P.L.2000, c.121 (C.26:2S-10.1) is
 amended to read as follows:

A carrier which offers a managed care plan that provides
 benefits or health care services, as applicable, for the home
 treatment of bleeding episodes associated with hemophilia,
 including the purchase of blood products and blood infusion
 equipment, shall comply with the provisions of this section.

a. For the purpose of providing home treatment services for
bleeding episodes associated with hemophilia, the carrier shall be
required to contract with, and exclusively use, providers that
comply with standards adopted by regulation of the Department of
[Health] Banking and [Senior Services] Insurance in consultation
with the Hemophilia Association of New Jersey. At a minimum,
the standards shall require that each provider:

(1) provide services pursuant to a prescription from the covered
 person's attending physician and not make any substitutions of
 blood products without prior approval of the attending physician;
 (2) provide all brands of clotting factor products in low, medium
 and high-assay range levels to execute treatment regimens as
 prescribed by a covered person's attending physician, and all needed

ancillary supplies for the treatment or prevention of bleeding
episodes, including, but not limited to, needles, syringes, and cold
compression packs;

(3) have the ability to deliver prescribed blood products,
medications, and nursing services within three hours after receipt of
a prescription for an emergent situation, and maintain 24-hour oncall service to accommodate this requirement;

(4) demonstrate experience with and knowledge of bleedingdisorders and the management thereof;

(5) demonstrate the ability for appropriate and necessary record
keeping and documentation, including the ability to expedite
product recall or notification systems and the ability to assist
covered persons in obtaining third party reimbursement;

20 (6) provide for proper removal and disposal of hazardous waste
21 pursuant to State and federal law;

(7) provide covered persons with a written copy of the agency's
policy regarding discontinuation of services related to loss of health
benefits plan coverage or inability to pay; and

(8) provide covered persons, upon request, with information
about the expected costs for medications and services provided by
the agency that are not otherwise covered by the covered person's
health benefits plan.

b. The Department of [Health] <u>Banking</u> and [Senior Service]
<u>Insurance</u> shall compile a list of providers who meet the minimum
standards established pursuant to this section and shall make the list
available to carriers and covered persons, upon request.

c. As used in this section: "blood product" includes, but is not
limited to, Factor VIII, Factor IX and cryoprecipitate; and "blood
infusion equipment" includes, but is not limited to, syringes and
needles.

37 (cf: P.L.2000, c.121, s.1)

38

39 ¹[297.] <u>298.</u>¹ Section 11 of P.L.2000, c.121 (C.26:2S-10.3) is
40 amended to read as follows:

11. The Department of [Health] <u>Banking</u> and [Senior Services]
<u>Insurance</u>, pursuant to the "Administrative Procedure Act,"
P.L.1968, c.410 (C.52:14B-1 et seq.), shall adopt regulations to
carry out the provisions of sections 1 and 2 of this act.

45 (cf: P.L.2000, c.121, s.11)

46

47 ¹[298.] <u>299.</u>¹ Section 1 of P.L.2011, c.190 (C.26:2S-14.1) is 48 amended to read as follows:

1 1. A general hospital licensed pursuant to P.L.1971, c.136 2 (C.26:2H-1 et seq.) shall be required, as prescribed by regulation of the Commissioner of Health [and Senior Services], to: 3 4 (1) post, in a conspicuous place in each of its waiting rooms for 5 members of the general public, a notice, as prescribed pursuant to 6 section 3 of P.L.2011, c.190 (C.26:2S-14.2), which provides information about the operation of, and how to apply for, the 7 8 Independent Health Care Appeals Program established pursuant to 9 section 11 of P.L.1997, c.192 (C.26:2S-11); and 10 (2) ensure that appropriate hospital staff, including direct patient 11 care providers, staff that are concerned with billing for hospital 12 services or provide financial counseling to patients, and staff 13 otherwise engaged in providing patient advocacy or patient 14 relations services, are made aware of the program and are able to 15 provide information to patients and their family members, or other 16 persons on the patient's behalf, about how to contact the program. 17 (cf: P.L.2011, c.190, s.1) 18 19 ¹[299.] <u>300.</u>¹ Section 3 of P.L.2011, c.190 (C.26:2S-14.2) is 20 amended to read as follows: 21 The Commissioner of Banking and Insurance, 3. in 22 consultation with the Commissioner of Health [and Senior 23 Services] and the State Board of Medical Examiners, shall 24 prescribe the size, content, and format of the notice about the 25 Independent Health Care Appeals Program to be posted in general 26 hospitals pursuant to section 1 of P.L.2011, c.190 (C.26:2S-14.1) 27 and in physicians' medical offices pursuant to section 2 of P.L.2011, 28 c.190 (C.45:9-22.26), and shall make the notice available to general 29 hospitals and physicians, and to members of the general public, by 30 posting it on the Internet website of the Department of Banking and 31 Insurance. 32 (cf: P.L.2011, c.190, s.3) 33 ¹[300.] <u>301.</u>¹ Section 4 of P.L.2011, c.190 (C.26:2S-14.3) is 34 35 amended to read as follows: 36 4. The Commissioner of Health [and Senior Services] and the 37 State Board of Medical Examiners, pursuant to the "Administrative 38 Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.) and in 39 consultation with each other and the Commissioner of Banking and 40 Insurance, shall adopt rules and regulations to effectuate the 41 purposes of this act. 42 (cf: P.L.2011, c.190, s.4) 43 Section 2 of P.L.2001, c.14 (C.26:2S-20) is 44 ¹[301.] <u>302.</u>¹ 45 amended to read as follows: 46 2. As used in this act:

252

1 "Carrier" means a carrier as defined in section 2 of P.L.1997, 2 c.192 (C.26:2S-2). "Commissioner" means the Commissioner of [Health] Banking 3 4 and [Senior Services] Insurance. 5 "Department" means the Department of [Health] Banking and 6 [Senior Services] Insurance. 7 "Managed care plan" means a managed care plan as defined in 8 section 2 of P.L.1997, c.192 (C.26:2S-2). 9 "Medicaid" means the Medicaid program established pursuant to 10 P.L.1968, c.413 (C.30:4D-1 et seq.). 11 "Medicare" means the federal Medicare program established 12 pursuant to the federal Social Security Act, Pub.L.89-97 (42 U.S.C. 13 s.1395 et seq.). 14 "NJ FamilyCare" means the FamilyCare Health Coverage Program established pursuant to [P.L.2000, c.71 (C.30:4J-1 et 15 16 seq.) P.L.2005, c.156 (C.30:4J-8 et al.). "Program" means the Managed Health Care Consumer 17 18 Assistance Program established pursuant to this act. 19 (cf: P.L.2001, c.14, s.2) 20 21 ¹[302.] 303.¹ Section 3 of P.L.2001, c.14 (C.26:2S-21) is 22 amended to read as follows: 23 3. a. There is established the Managed Health Care Consumer 24 Assistance Program in the Department of [Health] Banking and 25 [Senior Services] Insurance. The commissioner shall make agreements to operate the program as necessary, in consultation 26 with the Commissioner of Human Services [and the Commissioner 27 28 of Banking and Insurance], to assure that citizens have reasonable 29 access to services in all regions of the State. 30 b. The program shall: 31 (1) create and provide educational materials and training to 32 consumers regarding their rights and responsibilities as enrollees in 33 managed care plans, including materials and training specific to 34 Medicaid, NJ FamilyCare, Medicare, and commercial managed care 35 plans; 36 (2) assist and educate individual enrollees about the functions of 37 the State and federal agencies that regulate managed care products, 38 assist and educate enrollees about the various complaint, grievance. 39 and appeal processes, including State fair hearings, provide 40 assistance to individuals in determining which process is most 41 appropriate for the individual to pursue when necessary, maintain 42 and provide to individual enrollees the forms that may be necessary 43 to submit a complaint, grievance or appeal with the State or federal 44 agencies, and provide assistance to individual enrollees in 45 completion of the forms, if necessary; 46 (3) maintain and provide information to individuals upon 47 request about advocacy groups, including legal services programs

Statewide and in each county that may be available to assist
 individuals, and maintain lists of State and Congressional
 representatives and the means by which to contact representatives,
 for distribution upon request;

5 (4) maintain a toll-free telephone number for consumers to call 6 for information and assistance. The number shall be accessible to 7 the deaf and hard of hearing, and staff or translation services shall 8 be available to assist non-English proficient individuals who are 9 members of language groups that meet population thresholds 10 established by the department;

(5) ensure that individuals have timely access to the services of,and receive timely responses from, the program;

13 (6) provide feedback to managed care plans, beneficiary
14 advisory groups and employers regarding enrollees' concerns and
15 problems;

16 (7) provide nonpartisan information about federal and State 17 activities relative to managed care, and provide assistance to 18 individuals in obtaining copies of pending legislation, statutes, and 19 regulations; and

(8) develop and maintain a data base monitoring the degree of
each type of service provided by the program to individual
enrollees, the types of concerns and complaints brought to the
program and the entities about which complaints and concerns are
brought.

c. In order to meet its objectives, the program shall have accessto:

(1) the medical and other records of an individual enrollee
maintained by a managed care plan, upon the specific written
authorization of the enrollee or his legal representative;

30 (2) the administrative records, policies, and documents of
31 managed care plans to which individuals or the general public have
32 access; and

(3) all licensing, certification, and data reporting records
maintained by the State or reported to the federal government by the
State that are not proprietary information or otherwise protected by
law, with copies thereof to be supplied to the program by the State
upon the request of the program.

38 d. The program shall take such actions as are necessary to 39 protect the identity and confidentiality of any complainant or other 40 individual with respect to whom the program maintains files or 41 records. Any medical or personally identifying information received 42 or in the possession of the program shall be considered confidential 43 and shall be used only by the department, the program and such 44 other agencies as the commissioner designates and shall not be 45 subject to public access, inspection or copying under P.L.1963, c.73 46 (C.47:1A-1 et seq.) or the common law concerning access to public 47 records. This subsection shall not be construed to limit the ability

254

1 of the program to compile and report non-identifying data pursuant 2 to paragraph (8) of subsection b. of this section. 3 e. The program shall seek to coordinate its activities with 4 consumer advocacy organizations, legal assistance providers 5 serving low-income and other vulnerable health care consumers, managed care and health insurance counseling assistance programs, 6 7 and relevant federal and State agencies to assure that the 8 information and assistance provided by the program are current and 9 accurate. 10 f. Until such time as the program is developed, the 11 commissioner shall make agreements with two independent, private 12 nonprofit consumer advocacy organizations, which shall be the 13 Community Health Law Project and New Jersey Protection and 14 Advocacy, Inc. to operate the program on an interim basis. The 15 interim program shall be in effect for one year from the effective 16 date of this act. Any appropriation in this act for the program may 17 be allocated for the interim program. 18 (cf: P.L.2001, c.14, s.3) 19 ¹[303.] <u>304.</u>¹ Section 8 of P.L.2001, c.14 (C.26:2S-25) is 20 21 amended to read as follows: 22 8. The Commissioner of [Health] Banking and [Senior 23 Services Insurance, pursuant to the "Administrative Procedure 24 Act," P.L.1968, c.410 (C.52:14B-1 et seq.), shall adopt rules and 25 regulations to effectuate the purposes of this act. 26 (cf: P.2001, c.14, s.8) 27 ¹[304.] 305.¹ Section 1 of P.L.1998, c.116 (C.26:2T-1) is 28 29 amended to read as follows: 30 1. The Commissioner of Health [and Senior Services] shall 31 provide for the inclusion of all newly diagnosed cases of hepatitis C 32 among those communicable diseases which are required to be 33 reported by health care providers or other designated persons to the Department of Health [and Senior Services] 34 pursuant to 35 N.J.A.C.8:57-1.4 and 8:57-1.5. The commissioner shall require that 36 such information be reported directly to the department, rather than 37 to local health departments, as [he] the commissioner determines 38 necessary to assist the department to develop hepatitis C disease 39 control measures, and shall revise these requirements as necessary 40 to reflect technological advances which improve the ability to 41 diagnose and treat the disease. 42 (cf: P.L.2001, c.357, s.6) 43 ¹[305.] 306.¹ 44 Section 2 of P.L.1998, c.116 (C.26:2T-2) is 45 amended to read as follows: 46 2. The Commissioner of Health [and Senior Services] shall 47 provide written guidance regarding screening for the hepatitis C

```
255
```

1 virus to licensed physicians and public health officers which 2 reflects current and accepted standards of medical and public health 3 practice, consistent with the recommendations of the federal 4 Centers for Disease Control and Prevention, and encourages 5 appropriate screening and diagnosis of all persons at high risk for hepatitis C infection as defined by the federal centers, including, 6 7 but not limited to: 8 (1) veterans of the United States armed forces; 9 (2) women who underwent a caesarian section or a premature 10 delivery prior to 1990; (3) persons who received blood or blood products prior to 1992; 11 12 (4) persons who received an organ or tissue transplant prior to 1990; 13 (5) persons who have received invasive cosmetic procedures, 14 15 including body piercing and tattooing; (6) persons who have a history of multiple sexually transmitted 16 17 diseases or multiple partners; (7) persons with a history of intravenous drug use; and 18 19 (8) such other categories of persons at high risk for hepatitis C 20 infection as may be determined by the commissioner. 21 (cf: P.L.1998, c.116, s.2) 22 ¹[306.] <u>307.</u>¹ Section 3 of P.L.1998, c.116 (C.26:2T-3) is 23 24 amended to read as follows: 25 The Commissioner of Health [and Senior Services] shall 3 make available to licensed physicians and public health officers, in 26 27 printed and electronic format, hepatitis C education and prevention information materials which reflect the recommendations of the 28 29 federal Centers for Disease Control and Prevention and other 30 relevant entities, including, but not limited to, the American Liver 31 Foundation, for distribution to persons at high risk for hepatitis C 32 infection as described in section 2 of this act. (cf: P.L.1998, c.116, s.3) 33 34 35 ¹[307.] <u>308.</u>¹ Section 4 of P.L.1998, c.116 (C.26:2T-4) is 36 amended to read as follows: 4. The Commissioner of Health [and Senior Services], 37 38 pursuant to the "Administrative Procedure Act," P.L.1968, c.410 39 (C.52:14B-1 et seq.), shall adopt rules and regulations to effectuate 40 the purposes of this act. 41 (cf: P.1998, c.116, s.4) 42 43 ¹[308.] <u>309.</u>¹ Section 2 of P.L.2001, c.357 (C.26:2T-6) is 44 amended to read as follows: 45 2. As used in this act: "Commissioner" means the Commissioner of Health [and Senior 46 47 Services].

250

1 "HCV" means the hepatitis C virus. 2 "Program" means the hepatitis C education, prevention, and 3 screening program established pursuant to this act. 4 (cf: P.L.2001, c.357, s.2) 5 ¹[309.] <u>310.</u>¹ Section 3 of P.L.2001, c.357 (C.26:2T-7) is 6 7 amended to read as follows: 8 In consultation with the hepatitis C advisory board 3. 9 established pursuant to section 4 of this act, the Commissioner of 10 Health [and Senior Services] shall establish a hepatitis C 11 education, prevention, and screening program that includes, but is 12 not limited to, measures directed to physicians and other health care 13 workers. police officers, correctional officers, firefighters, 14 emergency services personnel, employees of the State's 15 developmental centers, and the general public. The program shall 16 be established in accordance with accepted public health practice 17 and recommendations of the federal Centers for Disease Control 18 and Prevention, the Surgeon General of the United States, the 19 American Association for the Study of Liver Diseases, the National 20 Institutes of Health and the American Liver Foundation and within 21 the limits of resources available for the purposes thereof. 22 For the purposes of this program, the commissioner shall a. 23 develop and implement the following: 24 (1) public education and outreach to raise awareness of hepatitis 25 C among persons at high risk for hepatitis C as described in section 26 2 of P.L.1998, c.116 (C.26:2T-2), which includes police officers, 27 firefighters, persons employed by correctional facilities, emergency response personnel, and other high-risk groups, including, but not 28 29 limited to, health care professionals and persons employed in 30 primary care settings or health care facilities, which shall include, at 31 a minimum, information on risk factors, the value of early detection 32 and the options available for treating hepatitis C; 33 (2) measures to promote public awareness about the availability 34 of hepatitis C screening, prevention and treatment services among 35 persons at high risk for hepatitis C as determined by the 36 commissioner based upon data provided by the federal Centers for 37 Disease Control and Prevention, the Surgeon General of the United 38 States, the American Association for the Study of Liver Diseases, 39 the National Institutes of Health and the American Liver 40 Foundation, and any other nationally recognized liver societies; 41 (3) educational activities for health care professionals in regard 42 to the epidemiology, natural history, detection, and treatment of 43 hepatitis C, which shall include information about coinfection with 44 HCV and HIV and the implications of coinfection for HIV or AIDS 45 treatment; 46 (4) educational and informational measures targeted at specific 47 groups, including, but not limited to, activities designed to educate

48 youth about the long-term consequences of infection with HCV;

(5) measures to prevent further transmission of HCV and to
 prevent onset of chronic liver disease caused by hepatitis C through
 outreach to detect and treat chronic HCV infection; and

(6) a collaborative effort with the Department of Corrections to
develop screening services to identify inmates at risk for hepatitis C
upon admission, and to provide education and counseling about
treatment options to reduce the potential health risk to the
community from these persons.

b. The commissioner shall evaluate existing hepatitis C support
services in the community and assess the need for improving the
quality and accessibility of these services.

12 c. The commissioner shall seek to establish public-private 13 partnerships to promote outreach and increase awareness for the 14 purposes of this act among employers, organized labor, health care 15 providers, health insurers, and community-based organizations, and 16 coalitions.

d. The commissioner shall take such actions as are reasonably
necessary to ensure that the program established pursuant to this act
provides clear, complete, and accurate hepatitis C education,
information, and referral services in a multiculturally competent
manner that is designed to provide appropriate linkages to health
care services for persons in need thereof.

e. The commissioner shall seek to secure the use of such funds or other resources from private nonprofit or for-profit sources or the federal government to effectuate the purposes of this act as may be available therefor, which shall be used to supplement and shall not supplant State funds used to carry out the purposes of this act.

f. The commissioner shall seek, to the maximum extent practicable, to coordinate the activities of the program, as applicable, with services provided separately to specific populations, including, but not limited to, veterans of the United States armed forces, persons participating in private or public drug abuse or alcohol treatment programs, and persons with HIV.

34 (cf: P.L.2001, c.357, s.3)

35

36 1 [310.] <u>311.</u> Section 1 of P.L.1999, c.366 (C.26:2U-1) is 37 amended to read as follows:

The Commissioner of Health [and Senior Services] shall
 establish a Statewide network of resources to provide the following
 services to persons with chronic fatigue syndrome, also known as
 chronic fatigue immune dysfunction syndrome: physician training
 and patient education programs, and a public awareness campaign.
 (cf: P.L.1999, c.66, s.1)

44

45 1 [311.] <u>312.</u> Section 2 of P.L.1999, c.66 (C.26:2U-2) is 46 amended to read as follows:

47 2. The Department of Health [and Senior Services], in48 consultation with the New Jersey Chronic Fatigue Syndrome

1 Association, Inc., the Academy of Medicine of New Jersey, and the 2 University of Medicine and Dentistry of New Jersey, shall prepare 3 and make available to all health care providers in the State, upon 4 request, a manual which provides information about the clinical 5 significance, diagnosis and treatment of chronic fatigue syndrome. 6 The manual may contain any other information which the Commissioner of Health [and Senior Services] deems necessary 7 8 and may be revised by the department whenever new information 9 about chronic fatigue syndrome becomes available. The department shall publicize and make available the manual to the maximum 10 11 extent possible. (cf: P.L.1999, c.66, s.2) 12 13 ¹[312.] <u>313.</u>¹ Section 3 of P.L.1999, c.66 (C.26:2U-3) is 14 15 amended to read as follows: 3. The Commissioner of Health [and Senior Services], 16 pursuant to the "Administrative Procedure Act," P.L.1968, c.410 17 18 (C.52:14B-1 et seq.), shall adopt rules and regulations to effectuate 19 the purposes of this act. 20 (cf: P.L.1999, c.66, s.3) 21 ¹[313.] 314.¹ Section 3 of P.L.1999, c.72 (C.26:2V-3) is 22 23 amended to read as follows: 24 3. As used in this act: 25 "Commissioner" means the Commissioner of [Health and 26 Senior Human Services. 27 "Department" means the Department of [Health and Senior] 28 Human Services. 29 "Initiative" means the arthritis quality of life initiative 30 established pursuant to this act. 31 "Arthritis" means any of the more than 130 types of arthritis and 32 rheumatic diseases. 33 (cf: P.L.1999, c.72, s.3) 34 35 ¹[314.] <u>315.</u>¹ Section 5 of P.L.1999, c.72 (C.26:2V-5) is amended to read as follows: 36 37 5. There is established an Advisory Council on Arthritis in the department to advise the commissioner on the development and 38 39 implementation of the initiative. The council shall include: two 40 members of the Senate, to be appointed by the President of the 41 Senate, who shall not be of the same political party; two members of the General Assembly, to be appointed by the Speaker of the 42 43 General Assembly, who shall not be of the same political party; the 44 Senior Assistant Commissioner, Public Health Prevention and Protection and the [Assistant Commissioner,] Director of the 45 Division of [Senior] Aging Services in the [department] 46

47 <u>Department of Human Services</u>; the Director of the Division on

1 Women in the Department of Community Affairs, and a member of 2 the Interagency Council on Osteoporosis, as ex officio members; 3 and 15 public members to be appointed by the commissioner who 4 may include representatives of persons with arthritis, arthritis health 5 organizations, public health educators, experts in arthritis research, 6 prevention, and treatment and health care strategic planning, and 7 health care providers including physicians and nurses. The public 8 members of the council shall serve without compensation and may 9 be reimbursed for any expenses incurred by them in the 10 performance of their duties. 11 Legislative members shall serve during their terms of office. 12 Public members shall serve for a term of three years from the date 13 of their appointment and until their successors are appointed and qualified; except that of the first appointments made: five shall be 14 15 for a term of one year, five for two years, and five for three years. 16 Vacancies shall be filled in the same manner as the original 17 appointments were made. The advisory council shall organize as soon as may be 18 19 practicable after the appointment of its members and shall select a 20 chairman from among its members and a secretary who need not be 21 a member of the council. 22 (cf: P.L.1999, c.72, s.5) 23 24 ¹[315.] <u>316.</u>¹ Section 1 of P.L.1999, c.361 (C.26:2W-1) is amended to read as follows: 25 26 The Commissioner of Health [and Senior Services] shall 1. establish a Cancer Awareness, Education and Research Program to 27 provide the following: support for cancer medical research; 28 29 physician education and awareness; and patient education and 30 screening services, particularly for members of minority groups. 31 (cf: P.L.1999, c.361, s.1) 32 ¹[316.] <u>317.</u>¹ Section 2 of P.L.1999, c.361 (C.26:2W-2) is 33 34 amended to read as follows: 35 2. The Commissioner of Health [and Senior Services], pursuant to the "Administrative Procedure Act," P.L.1968, c.410 36 37 (C.52:14B-1 et seq.), shall adopt rules and regulations to effectuate 38 the purposes of this act. 39 (cf: P.L.1999, c.361, s.2) 40 ¹[317.] <u>318.</u>¹ Section 1 of P.L.2001, c.196 (C.26:2W-3) is 41 42 amended to read as follows: 43 1. a. The Commissioner of Health [and Senior Services] shall 44 establish a breast cancer public awareness campaign, as a component of the Cancer Awareness, Education and Research 45 Program established pursuant to P.L.1999, c.361 (C.26:2W-1 et 46 47 seq.), to promote awareness and outreach throughout the State in

regard to breast cancer screening services. The public awareness
campaign shall be established in accordance with accepted public
health practice and recommendations of the federal Centers for
Disease Control and Prevention, and within the limits of funds
appropriated pursuant to this act and any other resources available
for the purposes thereof.

7 b. For the purposes of this act, the commissioner shall, at a8 minimum:

9 (1) develop and implement a Statewide plan to promote public 10 awareness among members of the public, community-based 11 organizations, and health care providers, and encourage more 12 referrals to breast cancer screening services;

(2) distribute promotional incentives for free or discounted
items to be provided to women by local retail businesses that will
encourage them to undergo mammography and become educated
about breast cancer;

(3) provide for the use of public service announcements andprinted materials in both English and Spanish;

19 (4) seek to disseminate information through a variety of entities, 20 including, but not limited to, primary care sites, health care 21 facilities, local health departments and clinics, county offices on the 22 aging, pharmacies, libraries, YWCAs and YMCAs, senior centers, 23 houses of worship, programs that serve victims of domestic 24 other community-based violence, outreach programs and 25 organizations, and the Internet;

26 (5) consult and seek to collaborate with at least the following 27 entities to effectuate the public awareness campaign: the New Jersey Primary Care Association, the American Cancer Society, the 28 29 Medical Society of New Jersey, the New Jersey Hospital 30 Association, Planned Parenthood, AARP, the New Jersey Advisory 31 Commission on the Status of Women, the New Jersey State 32 Commission on Cancer Research, The Cancer Institute of New 33 Jersey, the New Jersey Pharmacists Association, the Health 34 Research and Educational Trust of New Jersey, and The Peer 35 Review Organization of New Jersey, Inc.;

(6) establish and publicize the availability of a toll-free
telephone number operated by the Department of Health [and
Senior Services] to provide information and referral to members of
the general public about breast screening services, with particular
emphasis on facilitating free and reduced charge screening for lowincome and uninsured women; and

(7) seek to secure the use of such funds or other resources from
private nonprofit or for-profit sources or the federal government to
effectuate the purposes of this act as may be available therefor,
which shall be used to supplement and shall not supplant State
funds used to carry out the purposes of this act.

47 (cf: P.L.2001, c.196, s.1)

1 ¹[318.] <u>319.</u>¹ Section 1 of P.L.2000, c.25 (C.26:2X-1) is 2 amended to read as follows: 3 1. The Commissioner of Health [and Senior Services] shall establish a public awareness campaign to inform the general public 4 5 about the clinical significance of meningitis and its public health 6 implications, including its causes and the most effective means of 7 prevention and treatment. 8 (cf: P.L.2000, c.25, s.1) 9 10 ¹[319.] 320.¹ Section 3 of P.L.2000, c.25 (C.26:2X-2) is amended to read as follows: 11 12 The Commissioner of Health [and Senior Services], 3 pursuant to the "Administrative Procedure Act," P.L.1968, c.410 13 14 (C.52:14B-1 et seq.), shall adopt rules and regulations to effectuate the purposes of this act. 15 16 (cf: P.L.2000, c.25, s.3) 17 ¹[320.] <u>321.</u>¹ Section 1 of P.L.2006, c.64 (C.26:2X-3) is 18 19 amended to read as follows: 20 1. The Commissioner of Health [and Senior Services], in 21 consultation with the Commissioner of Education, shall develop an 22 educational fact sheet concerning meningococcal meningitis for 23 distribution to parents or guardians of students in grades 6 through 24 12, pursuant to section 2 of P.L.2006, c.64 (C.18A:40-21.2). The 25 educational fact sheet shall include, but need not be limited to, the 26 following information: 27 a. the causes, symptoms, and means of transmission of 28 meningococcal meningitis; 29 b. the availability, effectiveness, and risks of the meningitis 30 vaccine; and 31 c. where additional information concerning the disease can be 32 obtained. (cf: P.L.2006, c.64, s.1) 33 34 ¹[321.] <u>322.</u>¹ Section 2 of P.L.2001, c.304 (C.26:2Y-2) is 35 36 amended to read as follows: 37 2. The Legislature finds and declares that: 38 In the absence of appropriate housing with supportive a. 39 services, many elders or people with physical disabilities are often 40 subject to inappropriate, premature, or overextended 41 institutionalization. This results in the overutilization of costly 42 services and the negative impact of the institutional environment on the individual's emotional and physical well-being. A need exists to 43 44 fill this gap in the housing continuum between independent living 45 and institutionalization for those elders and physically disabled 46 citizens who are in need of shelter and services to remain in the 47 community.

262

1 b. Adult family care has proven to be a successful and cost-2 effective means of fulfilling basic shelter and everyday service 3 needs of elders and physically disabled adults, thereby enabling them to preserve their independence, choice and dignity in a secure 4 5 environment.

6 c. Therefore, it is the policy of this State to promote the health, 7 safety and welfare of its elderly and physically disabled citizens by 8 encouraging the development of adult family care homes for elders 9 and physically disabled adults and to provide for the licensing of 10 caregivers and regulation of such adult family care homes by the Department of Health [and Senior Services]. 11

12 (cf: P.L.2001, c.304, s.2)

13

14 ¹[322.] <u>323.</u>¹ Section 3 of P.L.2001, c.304 (C.26:2Y-3) is 15 amended to read as follows:

16 3. As used in this act:

"Activities of daily living" or "ADL" means functions and tasks 17 for self-care which are performed either independently or with 18 19 supervision or assistance, which include, but are not limited to, mobility, transferring, walking, grooming, bathing, dressing and 20 21 undressing, eating, and toileting.

22 "Adult family care" means a 24-hour per day living arrangement 23 for persons who, because of age or physical disability, need 24 assistance with activities of daily living, and for whom services 25 designed to meet their individual needs are provided by licensed 26 caregivers in approved adult family care homes.

27 "Adult family care caregiver" means a person licensed to provide care and services in the daily operation of an adult family care 28 29 home, but does not include the owner or lessor of the building in 30 which the adult family care home is situated unless the owner or 31 lessor is also the provider of care and services in the adult family 32 care home.

33 "Adult family care home" means a residence regulated by the 34 department and housing no more than three clients, in which 35 personal care and other supportive services are provided by an 36 individual who has been licensed by the department as an adult 37 family care caregiver. "Adult family care home" shall not include 38 a rooming or boarding house used and operated under license of the 39 Department of Community Affairs pursuant to P.L.1979, c.496 40 (C.55:13B-1 et seq.).

"Adult family care sponsor agency" means an entity licensed by 41 the department to administer an adult family care program within a 42 43 given area, which provides essential administrative and clerical 44 support services to two or more caregivers, and which shall not be 45 considered to be a health care facility as defined in section 2 of 46 P.L.1971, c.136 (C.26:2H-2).

47 "Client" means an elder or person with physical disabilities 48 enrolled in adult family care.

```
263
```

1 "Commissioner" means the Commissioner of Health [and Senior 2 Services]. 3 "Department" means the Department of Health [and Senior 4 Services . 5 "Elder" means a person sixty years of age or older. 6 (cf: P.L.2001, c.304, s.3) 7 8 ¹[323.] 324.¹ Section 13 of P.L.2001, c.304 (C.26:2Y-11) is 9 amended to read as follows: 13. The Commissioner of Health [and Senior Services], 10 pursuant to the "Administrative Procedure Act," P.L.1968, c.410 11 (C.52:14B-1 et seq.), shall adopt rules and regulations to effectuate 12 the purposes of this act. 13 14 (cf: P.L.2001, c.304, s.13) 15 ¹[324.] <u>325.</u>¹ Section 2 of P.L.2005, c.274 (C.26:2MM-2) is 16 17 amended to read s follows: 18 2. As used in this act: "Alcohol and drug counselor" means a person who is a certified 19 alcohol and drug counselor or a licensed clinical alcohol and drug 20 21 counselor pursuant to P.L.1997, c.331 (C.45:2D-1 et seq.). 22 "Attempted suicide" means destructive behavior intended by the actor to result in the actor's harm or death. 23 24 "Completed suicide" means a death that is known or reasonably 25 suspected to have resulted from an intentional act of the deceased, regardless of whether it has been ruled a suicide by a medical 26 27 examiner. 28 "Council" means the New Jersey Elderly Person Suicide 29 Prevention Advisory Council established pursuant to section 3 of 30 this act. 31 "Department" means the Department of [Health and Senior] 32 Human Services. 33 "Elderly person" means a person 65 years of age and older. "Licensed clinical social worker" means a person who holds a 34 current, valid license issued pursuant to subsection a. of section 6 or 35 subsection a. or d. of section 8 of P.L.1991, c.134 (C.45:15BB-1 et 36 37 seq.). 38 (cf: P.L.2005, c.274, s.2) 39 40 ¹[325.] <u>326.</u>¹ Section 3 of P.L.2005, c.274 (C.26:2MM-3) is 41 amended to read as follows: 3. There is established in the Department of [Health and 42 43 Senior] Human Services the New Jersey Elderly Person Suicide 44 Prevention Advisory Council. 45 The purpose of the council shall be to examine existing a. 46 needs of and services for elderly persons at risk of suicide and make 47 recommendations to the department for suicide prevention and

264

1 intervention strategies to help reduce the incidence of attempted and 2 completed suicides among elderly persons. 3 The council shall consist of nine members as follows: b. 4 (1) the Commissioners of Health [and Senior Services] and 5 Human Services and the chairman of the Community Mental Health 6 Citizens Advisory Board established pursuant to P.L.1957, c.146 7 (C.30:9A-1 et seq.), or their designees, who shall serve ex officio; 8 (2) two public members appointed by the Governor, one of 9 whom shall be a person with personal or family experience with 10 suicide of an elderly person and one of whom shall be an alcohol 11 and drug counselor; 12 (3) two public members appointed by the Speaker of the General 13 Assembly, who are not members of the same political party, one of 14 whom shall be a registered professional nurse and one of whom 15 shall be a licensed clinical social worker; and (4) two public members appointed by the President of the 16 17 Senate, who are not members of the same political party, one of 18 whom shall be a physician who has been specially trained in caring 19 for elderly persons and has a certificate of added qualifications in 20 geriatrics and one of whom shall be a geropsychiatrist. 21 c. The public members shall be appointed no later than 60 days 22 after the enactment of this act. 23 d. The public members shall serve for a term of five years; but, 24 of the members first appointed, two shall serve for a term of three 25 years, two shall serve for a term of four years and two shall serve 26 for a term of five years. Members are eligible for reappointment 27 upon the expiration of their terms. Vacancies in the membership of 28 the council shall be filled in the same manner provided for the 29 original appointments. 30 The council shall organize as soon as practicable following e. 31 the appointment of its members and shall select a chairperson and 32 vice-chairperson from among the members. The chairperson shall 33 appoint a secretary who need not be a member of the council. 34 f. The public members shall serve without compensation, but shall be reimbursed for necessary expenses incurred in the 35 performance of their duties and within the limits of funds available 36 37 to the council. 38 g. The council shall be entitled to call to its assistance and avail itself of the services of the employees of any State, county, or 39 40 municipal department, board, bureau, commission, or agency as it 41 may require and as may be available to it for its purposes. 42 The Department of [Health and Senior Service] Human 43 Services shall provide staff support to the council. 44 (cf: P.L.2005, c.274, s.3) 45 ¹[326.] <u>327.</u>¹ Section 115 of P.L.2008, c.29 (C.26:2NN-1) is 46 amended to read as follows: 47

115. a. The Department of [Health and Senior] <u>Human</u> Services
 shall maintain a toll-free information "Law Enforcement Officer
 Crisis Intervention Services" telephone hotline on a 24-hour basis.

4 The hotline shall receive and respond to calls from law 5 enforcement officers and sheriff's officers who have been involved 6 in any event or incident which has produced personal or job-related 7 depression, anxiety, stress, or other psychological or emotional 8 tension, trauma, or disorder for the officer and officers who have 9 been wounded in the line of duty. The operators of the hotline shall 10 seek to identify those officers who should be referred to further debriefing, and counseling services, and to provide such referrals. 11 12 In the case of wounded officers, those services may include peer 13 counseling, diffusing, debriefing, group therapy and individual 14 therapy as part of a coordinated assistance program, to be known as 15 the "Blue Heart Law Enforcement Assistance Program," designed 16 and implemented by the University of Medicine and Dentistry of 17 New Jersey's University Behavioral Healthcare Unit.

18 b. The operators of the hotline shall be trained by the 19 Department of [Health and Senior] Human Services and, to the greatest extent possible, shall be persons, who by experience or 20 21 education, are: (1) familiar with post trauma disorders and the 22 emotional and psychological tensions, depressions, and anxieties 23 unique to law enforcement officers and sheriff's officers; or (2) 24 trained to provide counseling services involving marriage and 25 family life, substance abuse, personal stress management, and other 26 emotional or psychological disorders or conditions which may be 27 likely to adversely affect the personal and professional well-being of a law enforcement officer and a sheriff's officer. 28

29 To ensure the integrity of the telephone hotline and to c. 30 encourage officers to utilize it, the commissioner shall provide for 31 the confidentiality of the names of the officers calling, the 32 information discussed by that officer and the operator, and any 33 referrals for further debriefing or counseling; provided, however, 34 the commissioner may, by rule and regulation, (1) establish 35 guidelines providing for the tracking of any officer who exhibits a 36 severe emotional or psychological disorder or condition which the 37 operator handling the call reasonably believes might result in harm 38 to the officer or others and (2) establish a confidential registry of 39 wounded New Jersey law enforcement officers.

40 (cf: P.L.2008, c.29, s.115)

41

42 **[**327.] <u>328.</u>¹ Section 16 of P.L.2008, c.39 (C.26:2NN-2) is 43 amended to read as follows:

116. The Commissioner of [Health and Senior] <u>Human</u> Services
shall prepare a list of appropriately licensed or certified
psychiatrists, psychologists, and social workers; other appropriately
trained and qualified counselors; and experienced former law
enforcement officers who are willing to accept referrals and to

participate in the debriefing and counseling offered law
 enforcement officers and sheriff's officers under the provisions of
 sections 115 to 116 of P.L.2008, c.29 (C.26:2NN-1 to C.26:2NN-2).
 (cf: P.L.2008, c.29, s.116)

5

6 **1**[328.] <u>329.</u>¹ Section 2 of P.L.2005, c.3 (C.26:3A2-36) is 7 amended to read as follows:

8 2. a. The Department of Environmental Protection, with the 9 concurrence of the Department of Health and Senior Services and 10 the State Office of Emergency Management in the Division of State 11 Police in the Department of Law and Public Safety, shall develop a 12 comprehensive plan for the standardization and coordination of 13 county hazardous material response programs to effectively address 14 all incidents involving hazardous materials, including, but not 15 limited to, chemical, biological, radiological, nuclear, or explosive 16 incidents.

17 The plan shall include procedures for State, county, and local 18 response to incidents involving hazardous materials, including, but 19 not limited to, chemical, biological, radiological, nuclear, or 20 explosive incidents, and planning, training, exercising, and 21 equipment requirements designed to assure that local responders 22 have the capacity, competency and capability to protect the public 23 from exposure to those materials, and shall include the adoption of 24 environmental health performance standards and standards of 25 administrative procedures for county hazardous materials response.

26 The certified local health agency in each county shall b. 27 develop, in consultation with their county office of emergency management, a comprehensive, coordinated county-wide emergency 28 29 response program for incidents involving hazardous materials, 30 including, but not limited to, chemical, biological, radiological, 31 nuclear, or explosive incidents for the county that is consistent with 32 the plan developed by the department pursuant to subsection a. of 33 this section.

34 c. In any county in which there is no certified local health 35 agency, the board of chosen freeholders shall designate a local 36 health agency from the county to develop, in consultation with the 37 county office of emergency management and the Department of Health [and Senior Services], a comprehensive, coordinated 38 39 county-wide emergency response program for incidents involving 40 hazardous materials, including, but not limited to, chemical, 41 biological, radiological, nuclear, or explosive incidents for the 42 county that is consistent with the plan developed by the department 43 pursuant to subsection a. of this section.

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

45

46 1 [329.] <u>330.</u> Section 4 of P.L.2005, c.3 (C.26:3A2-38) is 47 amended to read as follows: 4. a. The Department of Environmental Protection, with the concurrence of the Department of Health [and Senior Services] and the State Office of Emergency Management in the Division of State Police in the Department of Law and Public Safety, and in consultation with representatives of certified local health agencies, shall adopt, pursuant to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.), rules and regulations that:

8 (1) establish criteria and procedures for the award of grants to 9 certified local health agencies, or local health agencies, as 10 appropriate, pursuant to section 3 of P.L.2005, c.3 (C.26:3A2-37);

(2) establish environmental health performance standards and
standards of administrative procedures for county hazardous
materials response for incidents involving hazardous materials,
including, but not limited to, chemical, biological, radiological,
nuclear, or explosive incidents; and

(3) establish criteria and procedures for the development of
inter-local agreements to facilitate the creation of a Statewide
mutual aid network for responding to incidents involving hazardous
materials, including, but not limited to, chemical, biological,
radiological, nuclear, or explosive incidents

21 b. Prior to the adoption of rules and regulations pursuant to 22 subsection a. of this section, and notwithstanding the provisions of 23 the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et 24 seq.) to the contrary, the Commissioner of Environmental 25 Protection may, immediately upon filing the proper notice with the 26 Office of Administrative Law, adopt such temporary rules and 27 regulations as the commissioner determines are necessary to 28 implement the provisions of P.L.2005, c.3 (C.26:3A2-36 et al.). 29 The temporary rules and regulations shall be in effect for a period 30 not to exceed 270 days after the date of the filing, except that in no 31 case shall the temporary rules and regulations be in effect one year 32 after the effective date of P.L.2005, c.3 (C.26:3A2-36 et al.). The 33 temporary rules and regulations shall thereafter be amended, 34 adopted or readopted by the commissioner as the commissioner 35 determines is necessary in accordance with the requirements of the 36 "Administrative Procedure Act."

- 37 (cf: P.L.2005, c.3, s.4)
- 38

39 1 [330.] <u>331.</u> Section 8 of P.L.2005, c.383 (C.26:3D-62) is 40 amended to read as follows:

a. The person having control of an indoor public place or 41 8. 42 workplace shall order any person smoking in violation of this act to comply with the provisions of this act. A person, after being so 43 44 ordered, who smokes in violation of this act is subject to a fine of 45 not less than \$250 for the first offense, \$500 for the second offense 46 and \$1,000 for each subsequent offense. A penalty shall be 47 recovered in accordance with the provisions of subsections c. and d. 48 of this section.

1 The Department of Health and Senior Services or the local b. 2 board of health or the board, body, or officers exercising the 3 functions of the local board of health according to law, upon written 4 complaint or having reason to suspect that an indoor public place or 5 workplace covered by the provisions of this act is or may be in 6 violation of the provisions of this act, shall, by written notification, advise the person having control of the place accordingly, and order 7 8 appropriate action to be taken. A person receiving that notice who 9 fails or refuses to comply with the order is subject to a fine of not 10 less than \$250 for the first offense, \$500 for the second offense, and 11 \$1,000 for each subsequent offense. In addition to the penalty 12 provided herein, the court may order immediate compliance with 13 the provisions of this act.

14 c. A penalty recovered under the provisions of this act shall be 15 recovered by and in the name of the Commissioner of Health [and 16 Senior Services] or by and in the name of the local board of health. 17 When the plaintiff is the Commissioner of Health [and Senior Services], the penalty recovered shall be paid by the commissioner 18 19 into the treasury of the State. When the plaintiff is a local board of 20 health, the penalty recovered shall be paid by the local board into 21 the treasury of the municipality where the violation occurred.

22 A municipal court shall have jurisdiction over proceedings d. 23 to enforce and collect any penalty imposed because of a violation of 24 this act if the violation has occurred within the territorial 25 jurisdiction of the court. The proceedings shall be summary and in 26 accordance with the "Penalty Enforcement Law of 1999," P.L.1999, 27 c.274 (C.2A:58-10 et seq.). Process shall be in the nature of a 28 summons or warrant and shall issue only at the suit of the 29 Commissioner of Health [and Senior Services], or the local board 30 of health, as the case may be, as plaintiff.

e. The penalties provided in subsections a. and b. of this
section shall be the only civil remedy for a violation of this act, and
there shall be no private right of action against a party for failure to
comply with the provisions of this act.

- 35 (cf: P.L.2005, c.383, s.8)
- 36

37 ¹[331.] <u>332.</u>¹ Section 10 of P.L.2005, c.383 (C.26:3D-64) is
 38 amended to read as follows:

10. The Commissioner of Health [and Senior Services],
pursuant to the "Administrative Procedure Act," P.L.1968, c.410
(C.52:14B-1 et seq.), shall adopt rules and regulations to effectuate
the purposes of this act.

43 (cf: P.L.2005, c.383, s.10)

44

45 **[**332.**]** <u>333.</u>¹ Section 1 of P.L.2005, c.26 (C.26:3E-14) is 46 amended to read as follows:

1 The Commissioner of Health [and Senior Services], in 1. 2 consultation with the New Jersey Restaurant Association, shall 3 prepare a fact sheet, to be directed to restaurant managers and staff, 4 which is designed to explain nut allergies and the health-related 5 consequences to persons with [such] nut allergies who are exposed 6 to food items that contain or are prepared with nut products, and 7 includes a recommendation that restaurants identify such food items 8 on their menus. The commissioner shall make this fact sheet 9 available to local boards of health by electronic or other means of 10 distribution, and local health officers shall furnish this information 11 to restaurants at the time of inspection. 12 As used in this section: 13 "Nut" means [:] peanuts and tree nuts, including, but not limited 14 to, almonds, brazil nuts, cashews, hazelnuts, filberts, macadamia 15 nuts, pecans, pistachios, and walnuts; and "Restaurant" means an establishment in which the principal 16 17 business is the sale of food for consumption on the premises. 18 (cf: P.L.2005, c.26, s.1) 20 ¹[333.] 334.¹ Section 2 of P.L.2005, c.26 (C.26:3E-15) is 21 amended to read as follows: 22 2. The Commissioner of Health [and Senior Services] shall 23 conduct, within the limits of monies appropriated pursuant to this 24 act, a public information campaign regarding food allergies, to be known as "Ask Before You Eat." The public information campaign 25 26 shall be designed to inform the public about food allergies and the 27 health-related consequences, including anaphylaxis, to persons with 28 such allergies who are exposed to food items that contain or are 29 prepared with ingredients that trigger severe allergic reactions, such 30 as peanuts, tree nuts, and seafood. 31 (cf: P.L.2005, c.26, s.2) 32 ¹[334.] <u>335.</u>¹ Section 2 of P.L.2009, c.306 (C.26:3E-17) is 33 34 amended to read as follows: 35 Notwithstanding any provision of law to the contrary: 2. 36 (1) A retail food establishment using a standard printed a. 37 menu shall list next to each food or beverage item on the menu, the 38 total number of calories for that item as usually prepared and 39 offered for sale;

40 (2) A retail food establishment using a menu board system or 41 similar signage shall list next to each food or beverage item on the 42 board or sign, the total number of calories for that item as usually 43 prepared and offered for sale;

44 (3) A retail food establishment that has a drive-through window 45 shall display calorie content values either on the drive-through 46 menu board or on an adjacent stanchion visible at the point of 47 ordering, and the calorie content values shall be posted adjacent to

19

1 their respective menu item names as clearly and conspicuously as 2 the price or menu item is on the drive-through menu board; and 3 (4) A retail food establishment which offers alcoholic beverages 4 for sale may, as an alternative to listing calorie information for each 5 individual alcoholic beverage, list the average caloric value for 6 beers, wines, and spirits as established by the United States 7 Department of Agriculture, Agriculture Research Service in the 8 National Nutrient Database for Standard Reference.

9 A retail food establishment that lists the average caloric values 10 for alcoholic beverages pursuant to this paragraph shall add to the 11 labeling the following statement: "Signature drinks or liqueurs with 12 added ingredients may increase calorie content."

b. The calorie information listed pursuant to paragraphs (1) and (2) of subsection a. of this section shall be posted clearly and conspicuously adjacent or in close proximity to the applicable menu item using a font and format that is at least as prominent, in size and appearance, as that used to post either the name or price of the menu item.

19 The calorie content values required by this act shall be based 20 upon a verifiable analysis of the menu item, which may include the 21 use of nutrient databases, laboratory testing, or other reliable 22 methods of analysis, and shall be rounded to the nearest 10 calories 23 for calorie content values above 50 calories and to the nearest five 24 calories for calorie content values 50 calories and below.

c. The provisions of this section shall apply to each menu item
that is served in portions the size and content of which are
standardized.

d. For menu items that come in different flavors and varieties
but that are listed as a single menu item, the minimum to maximum
numbers of calories for all flavors and varieties of that item shall be
listed on the menu, menu board, or stanchion, as applicable, for
each size offered for sale.

e. (1) The disclosure of calorie information on a menu, menu board, or stanchion next to a standard menu item that is a combination of at least two standard menu items on the menu, menu board, or stanchion, shall, based upon all possible combinations for that standard menu item, include both the minimum and the maximum amount of calories. If there is only one possible total amount of calories, that total shall be disclosed.

40 (2) The disclosure of calorie information on a menu, menu
41 board, or stanchion next to a standard menu item that is not an
42 appetizer or dessert, but is intended to serve more than one
43 individual, shall include both:

44 (a) the number of individuals intended to be served by the45 standard menu item; and

46 (b) the calorie information per individual serving.

47 If the standard menu item is a combination of at least two48 standard menu items, the disclosure shall, based upon all possible

combinations for that standard menu item, include both the
 minimum and the maximum amount of calories. If there is only one
 possible total amount of calories, that total shall be disclosed.

f. Nothing in this section shall prohibit a retail food
establishment from providing additional nutrition information to its
customers for each food or beverage item listed on its menu.

g. The provisions of this section shall not apply to any:

7

8 (1) item not listed on a standard printed menu or menu board 9 system or similar signage, including, but not limited to, condiments 10 or other products placed on a table or counter for general use; or

(2) daily specials, temporary menu items appearing on the menu
for less than 60 days per calendar year, customized orders, or food
or beverage items from a consumer self-serve salad bar or buffet.

h. (1) The Department of Health [and Senior Services] or the local board of health or the board, body, or officers exercising the functions of the local board of health according to law, upon written complaint or having reason to suspect that a violation of this act has occurred, shall, by written notification, advise the proprietor of the retail food establishment accordingly and order appropriate action to be taken.

21 (2) A proprietor of a retail food establishment who violates the 22 provisions of this section by failing to provide the information 23 about food and beverage items as required in this section, or 24 knowingly misstating the number of calories in a food or beverage 25 item, shall be subject to a penalty of not less than \$50 or more than 26 \$100 for the first offense, and not less than \$250 or more than \$500 27 for the second or any subsequent offense. A municipal court shall 28 have jurisdiction over proceedings to enforce and collect any 29 penalty imposed because of a violation of this act, if the violation 30 has occurred within the territorial jurisdiction of the court. The 31 proceedings shall be summary and in accordance with the "Penalty 32 Enforcement Law of 1999," P.L.1999, c.274 (C.2A:58-10 et seq.). 33 Process shall be in the nature of a summons or warrant and shall 34 issue only at the suit of the Commissioner of Health and Senior 35 Services, or the local board of health, as the case may be, as 36 plaintiff.

When the plaintiff is the Commissioner of Health [and Senior Services], the penalty recovered shall be paid by the commissioner into the treasury of the State. When the plaintiff is a local board of health, the penalty recovered shall be paid by the local board into the treasury of the municipality where the violation occurred.

i. The provisions of this section shall not be construed to
create or enhance any claim, right of action, or civil liability that
did not previously exist under State law or limit any claim, right of
action, or civil liability that otherwise exists under State law.

1 j. There shall be no private right of action against the 2 proprietor of a retail food establishment for failure to comply with 3 the provisions of this section.

k. To the extent consistent with federal law, the provisions of 4 5 this section, as well as any other State law that regulates the 6 disclosure of caloric information, shall be a matter of Statewide 7 concern and shall occupy the entire field of regulation regarding the 8 disclosure of caloric information by a retail food establishment, as 9 well as content required to be posted on menus, menu board 10 systems or similar signage, or stanchions, as applicable. No ordinance or regulation of a local government or local board of 11 12 health shall regulate the dissemination of caloric information or the 13 content required to be placed on menus, menu board systems or similar signage, or stanchions by a retail food establishment. Any 14 15 local government or local board of health ordinance or regulation 16 that violates this prohibition is void and shall have no force or 17 effect.

As used in this section, "retail food establishment" means a
 fixed restaurant or any similar place that is part of a chain with 20
 or more locations nationally and doing business

(1) under the same trade name or under common ownership orcontrol or

23 (2) as franchised outlets of a parent business,

the principal activity of which consists of preparing for
consumption within the establishment a meal or food to be eaten on
the premises or picked up at a drive-through window.

27 (cf: P.L.2009, c.306, s.2)

28

¹[335.] <u>336.</u>¹ Section 3 of P.L.2009, c.306 (C.26:3E-18) is
amended to read as follows:

31 3. The Commissioner of Health [and Senior Services] shall
32 adopt rules and regulations, pursuant to the "Administrative
33 Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.), to effectuate
34 the purposes of this act.

- 35 (cf: P.L.2009, c.306, s.3)
- 36

 $1[336.] 337.^{1} R.S.26:4-2$ is amended to read as follows:

26:4-2. In order to prevent the spread of disease affecting
humans, the Department of Health [and Senior Services], and the
local boards of health within their respective jurisdictions and
subject to the State sanitary code, shall have power to:

42 a. Declare what diseases are communicable.

43 b. Declare when any communicable disease has become44 epidemic.

45 c. Require the reporting of communicable diseases.

46 d. Maintain and enforce proper and sufficient quarantine,47 wherever deemed necessary.

1 Remove any person infected with a communicable disease to e. 2 a suitable place, if in its judgment removal is necessary and can be 3 accomplished without any undue risk to the person infected. 4 f. Disinfect any premises when deemed necessary. 5 Remove to a proper place to be designated by it all articles g. 6 within its jurisdiction, which, in its opinion, shall be infected with 7 any matter likely to communicate disease and to destroy such 8 articles, when in its opinion the safety of the public health requires 9 it. 10 In the event the Governor declares a public health emergency, 11 the department shall oversee the uniform exercise of these powers 12 in the State and the local board of health shall be subject to the department's exercise of authority under this section. 13 14 (cf: P.L.2005, c.222, s.31) 15 ¹[337.] <u>338.</u>¹ Section 3 of P.L.2007, c.134 (C.26:4-95.4) is 16 17 amended to read s follows: 18 3. a. The Commissioner of Health [and Senior Services], in 19 consultation with the Commissioner of Education and the Director of the Division on Women in the Department of Community 20 21 Affairs, shall establish a public awareness campaign to inform the 22 general public about the clinical significance and public health 23 implications of the human papillomavirus, including its causes and 24 the most effective means of prevention and treatment. The public 25 awareness campaign shall be established in accordance with 26 accepted public health practice and recommendations of the federal 27 Centers for Disease Control and Prevention, and within the limits of available funds and any other resources available for the purposes 28 29 thereof. 30 b. The commissioner shall prepare a patient information 31 brochure regarding the human papillomavirus, including its causes 32 and the most effective means of prevention and treatment. The department shall distribute the pamphlet, at no charge, to all 33 34 pediatricians in the State. The department shall update the 35 pamphlet as necessary, and shall make additional copies of the 36 pamphlet available to other health care providers upon request. 37 (cf: P.L.2007, c.134, s.3) 38 39 ¹[338.] <u>339.</u>¹ Section 3 of P.L.2004, c.138 (C.26:4-133) is 40 amended to read as follows: 41 3. As used in this act: "Commissioner" means the Commissioner of Health [and Senior 42 43 Services. 44 "Department" means the Department of Health [and Senior 45 Services. 46 "Health care provider" means a health care facility licensed 47 pursuant to P.L.1971, c.136 (C.26:2H-1 et seq.) or a health care

274

1 professional whose practice is regulated pursuant to Title 45 of the 2 **Revised Statutes.** "Registry" means the New Jersey Immunization Information 3 System established pursuant to this act. 4 5 (cf: P.L.2004, c.138, s.3) 6 Section 4 of P.L.2004, c.138 (C.26:4-134) is 7 ¹[339.] 340.¹ 8 amended to read as follows: 9 4. a. There is established a Statewide automated and electronic 10 immunization registry, to be designated as the New Jersey 11 Immunization Information System, in the Department of Health 12 [and Senior Services]. The registry shall be designed to serve as a 13 single repository of immunization records to aid, coordinate, and 14 help promote effective and cost-efficient disease screening, 15 prevention, and control efforts in the State. 16 b. A newborn infant in New Jersey, who is born on or after January 1, 1998, shall be enrolled in the registry immediately 17 following birth unless the parent or legal guardian of the infant 18 19 provides a written request to not participate in the registry. 20 A child born prior to January 1, 1998 may be enrolled in the 21 registry at the parent's or legal guardian's written request. 22 c. Access to the information in the registry shall be limited to: 23 health care providers, schools, colleges, licensed child care centers, 24 and public agencies, and private organizations as determined by 25 regulation of the commissioner. A registrant, or the registrant's 26 parent or legal guardian if the registrant is a minor, shall have 27 access to the registrant's immunization and other preventive health 28 screening information in the registry. 29 The information contained in the registry shall be used for d. 30 the following purposes: 31 (1) to help ensure that registrants receive all recommended 32 immunizations in a timely manner by providing access to the 33 registrants' immunization records; 34 (2) to help improve immunization rates by providing notice to 35 registrants of overdue or upcoming immunizations; and 36 (3) to help control communicable diseases by assisting in the 37 identification of persons who require immediate immunization in 38 the event of a vaccine-preventable disease outbreak. 39 The authentic immunization and other preventive health e. 40 screening record of a child, which shall consist of a paper or 41 electronic copy of the registry entry that is a true and accurate representation of the information contained therein, obtained from 42 43 the registry shall be accepted as a valid immunization and 44 preventive health screening record of the registrant for the purpose 45 of meeting immunization and preventive health screening 46 documentation requirements for admission to a school, college, or 47 licensed child care center.

1 f. A health care provider shall not discriminate in any way 2 against a person solely because the person elects not to participate 3 in the registry.

g. An authorized user granted access as provided in subsection
c. of this section shall only access information in the registry on a
specific patient or client who is presently receiving services, is
under the user's care or is within the applicable governmental health
authority's jurisdiction.

h. An agency, organization, or other entity authorized to access
information in the registry shall not use any report made by a health
care provider pursuant to this act in any punitive manner against the
provider.

i. The commissioner, in consultation with the Public Health
Council, shall adopt rules and regulations, pursuant to the
"Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et
seq.), to effectuate the purposes of this act, including, but not
limited to:

(1) the establishment and maintenance of the registry;

(2) the methods for submitting, and the content of, reports of
immunizations to the registry, for which purpose the commissioner
shall provide, to the maximum extent practicable, for reporting
options to facilitate compliance with the requirements of subsection
b. of this section;

(3) procedures for the birth hospital of a newborn infant or
health care provider, as applicable, to inform the parent or legal
guardian of a newborn infant or minor of the purpose of the registry
and its potential uses by parties having authorized access to registry
information, and the content of that information;

(4) procedures for a registrant, or the registrant's parent or legal
guardian if the registrant is a minor, to review and correct
information contained in the registry;

(5) procedures for the parent or legal guardian of a newborn
infant or minor, or a person over 18 years of age, to request to not
participate in the registry at any time and to remove or inactivate
information from the registry;

36 (6) limits on, and methods of, access to the registry by those37 authorized pursuant to subsection c. of this section;

(7) procedures for health insurers to obtain immunization
information from the registry concerning only their covered
persons, as well as summary statistics, which information or
statistics shall not be used or disclosed for any other purpose than
to:

43 (a) improve patient care;

18

44 (b) provide quality assurance to employers purchasing group45 coverage and to health care providers;

46 (c) improve outreach and education efforts with respect to their47 covered persons and health care providers; and

1 (d) monitor and improve quality of care standards as developed 2 professional organizations, accreditation agenciesand by 3 government agencies in collaboration with the department; and 4 (8) procedures for the department to disseminate statistical 5 information and supporting commentary. (cf: P.L.2004, c.138, s.4) 6 7 ¹[340.] 341.¹ Section 10 of P.L.2011, c.210 (C.26:5B-6) is 8 9 amended to read as follows: 10 10. a. The Department of Health [and Senior Services], in 11 consultation with the Medical Society of New Jersey and the University of Medicine and Dentistry of New Jersey, shall prepare, 12 13 and make available on its Internet website, information in English 14 and Spanish, which is designed to be easily understandable by the 15 general public, about the genetic risk factors associated with, and 16 the symptoms and treatment of, sickle cell anemia, in addition to any other information that the Commissioner of Health and Senior 17 Services] deems necessary for the purposes of this act. 18 The 19 department shall revise this information whenever new information 20 about sickle cell anemia becomes available. b. The department shall prepare an informational booklet in 21 22 English and Spanish that contains the information posted on its 23 website pursuant to subsection a. of this section, as funds become 24 available for that purpose. The department shall make a supply of 25 booklets available to all licensed health care facilities engaged in 26 the diagnosis or treatment of sickle cell anemia, as well as to health 27 care professionals, community health centers, members of the public, and social services agencies upon their request. 28 29 (cf: P.L.2011, c.210, s.10) 30 31 ¹[341.] <u>342.</u>¹ Section 1 of P.L.1995, c.174 (C.26:5C-15) is 32 amended to read as follows: 33 1. As used in this act: 34 "AIDS" means acquired immune deficiency syndrome as defined 35 by the Centers for Disease Control and Prevention of the United 36 States Public Health Service. "Commissioner" means the Commissioner of Health and Senior 37 38 Services. 39 "Department" means the Department of Health [and Senior 40 Services]. "HIV" means the human immunodeficiency virus or any other 41 42 related virus identified as a probable causative agent of AIDS. 43 (cf: P.L.2007, c.218, s.1) 44 45 ¹[342.] <u>343.</u>¹ Section 2 of P.L.1997, c.246 (C.26:5C-22) is 46 amended to read as follows:

1 2. a. A semen bank shall perform an HIV test on a potential 2 donor prior to that person donating semen and shall freeze all 3 donated semen for a waiting period of at least six months, in 4 accordance with standards adopted by the United States Centers for 5 Disease Control and Prevention. 6 b. A semen bank shall perform the HIV test only after the 7 donor has provided written informed consent according to standards 8 adopted by the Commissioner of Health and Senior Services. A 9 donor who refuses to provide written informed consent to an HIV 10 test or tests positive for HIV shall not be permitted to donate semen. 11 The cost of the HIV test shall be borne by the recipient of c. 12 the donation. 13 The Commissioner of Health [and Senior Services] shall d. 14 establish procedures for notification by a semen bank to donors of 15 screening results and referrals to appropriate counseling and health 16 care services as necessary. 17 (cf: P.L.1997, c.246, s.2) 18 19 ¹[343.] <u>344.</u>¹ Section 4 of P.L.1997, c.246 (C.26:5C-24) is amended to read as follows: 20 The Commissioner of Health [and Senior Services], 4. pursuant to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.), shall adopt rules and regulations to effectuate the purposes of this act. (cf: P.L.1997, c.246, s.4) ¹[344.] <u>345.</u>¹ Section 3 of P.L.2006, c.99 (C.26:5C-27) is 27 amended to read as follows: 28 The Commissioner of Health [and Senior Services] shall 3. establish a demonstration program to permit up to six municipalities to operate a sterile syringe access program in accordance with the provisions of this act. For the purposes of the demonstration the commissioner shall prescribe by regulation program, requirements for a municipality to establish, or otherwise authorize the operation within that municipality of, a sterile syringe access program to provide for the exchange of hypodermic syringes and 37 needles in accordance with the provisions of this act. 38 a. The commissioner shall: (1) request an application, to be submitted on a form and in a manner to be prescribed by the commissioner, from any municipality that seeks to establish a sterile syringe access program, or from other entities authorized to operate a sterile syringe access program within that municipality as provided in paragraph (2) of subsection a. of section 4 of this act; 45 (2) approve those applications that meet the requirements 46 established by regulation of the commissioner and contract with the 47 municipalities or entities whose applications are approved to

21 22 23 24

25

26

29 30 31 32 33 34 35 36

39 40 41 42 43 44

1 establish a sterile syringe access program as provided in paragraph 2 (2) of subsection a. of section 4 of this act to operate a sterile 3 syringe access program in any municipality in which the governing body has authorized the operation of sterile syringe access programs 4 5 within that municipality by ordinance; 6 (3) support and facilitate, to the maximum extent practicable, the linkage of sterile syringe access programs to [such] health care 7 8 facilities and programs as may provide appropriate health care 9 services, including mental health and substance abuse treatment, 10 and to housing assistance, career employment-related counseling, 11 and education counseling to consumers participating in [any such] 12 <u>a sterile syringe access</u> program; 13 (4) provide for the adoption of a uniform identification card or 14 other uniform Statewide means of identification for consumers, 15 staff, and volunteers of a sterile syringe access program pursuant to 16 paragraph (8) of subsection b. of section 4 of this act; and 17 (5) maintain a record of the data reported to the commissioner 18 by sterile syringe access programs pursuant to paragraph (10) of 19 subsection b. of section 4 of this act. 20 b. The commissioner shall be authorized to accept [such] 21 funding as may be made available from the private sector to 22 effectuate the purposes of this act. 23 (cf: P.L.2006, c.99, s.3) 24 25 ¹[345.] 346.¹ Section 3 of P.L.2008, c.49 (C.26:6-70) is amended to read as follows: 26 27 3. As used in this act: "Anatomical research recovery organization" means a nonprofit 28 29 corporation engaged in the recovery of a human body or part 30 donated for education, research, or the advancement of medical, 31 dental, or mortuary science pursuant to P.L.1969, c.161 (C.26:6-57 32 et seq.) or any subsequent statute adopted pursuant thereto, where 33 part or all of the recovery takes place in this State. Anatomical 34 research recovery organization shall not include an accredited 35 institution of higher education in this State that uses an anatomical 36 gift for its own educational or research purposes and is not engaged 37 in the distribution of a human body or part to another person or 38 entity. 39 "Commissioner" means the Commissioner of Health [and Senior 40 Services. 41 "Department" means the Department of Health [and Senior 42 Services. 43 "Distribution" means the removal of a human body or part from a 44 storage location to any other location for educational or research 45 use, or the advancement of medical, dental, or mortuary science. "Education" means the use of the whole body or parts for 46 47 purposes of teaching or training individuals, including medical or

279

1 dental professionals and students, with regard to the anatomy and 2 characteristics of the human body. "Human body part" or "part" means organs, tissues, eyes, bones, 3 blood vessels, and any other portions of a deceased human body 4 5 which are subject to an anatomical gift pursuant to P.L.1969, c.161 6 (C.26:6-57) or any subsequent statute adopted pursuant thereto, but 7 does not include blood collected pursuant to P.L.1945, c.301 8 (C.26:2A-1). 9 "Recovery" means the obtaining of a human body or part, 10 including, but not limited to, determining or obtaining consent or 11 authorization for donation of the human body or part, performing 12 surgical or other technical procedures for recovering the body or 13 part, and processing the body or part. Recovery does not include 14 actions taken by a medical examiner or coroner as part of his 15 professional duties. "Research" means the conduct of scientific testing and 16 observation designed to result in the acquisition of generalizable 17 18 Research does not include an autopsy or other knowledge. 19 investigation conducted for the purpose of obtaining information 20 related to the decedent. (cf: P.L.2008, c.49, s.3) 21 22 23 ¹[346.] 347.¹ Section 4 of P.L.2008, c.49 (C.26:6-71) is 24 amended to read as follows: 4. a. No person shall engage in the recovery of a human body 25 26 or part donated in this State for education, research, or the 27 advancement of medical, dental, or mortuary science pursuant to 28 P.L.1969, c.161 (C.26:6-57 et seq.) or any subsequent statute 29 adopted pursuant thereto, unless the person is registered as an 30 anatomical research recovery organization with the Department of Health [and Senior Services] pursuant to this act. 31 32 The registration required pursuant to this act shall be in addition 33 to any license or permit required by a local board of health, other 34 local health agency, or any State or federal agency. 35 The registration shall be valid for a one-year period and may b. 36 be renewed subject to compliance with the requirements of this act. 37 The commissioner shall establish such registration and renewal fees 38 as may be reasonable and necessary to carry out the purposes of this 39 act. 40 The commissioner may enter and inspect the premises of any c. 41 anatomical research recovery organization and the books and 42 records as is reasonably necessary to carry out the provisions of this 43 act. 44 (cf: P.L.2008, c.49, s.4) 45 ¹[347.] <u>348.</u>¹ Section 28 of P.L.2003, c.221 (C.26:8-21.1) is 46 amended to read as follows: 47

1 28. The Commissioner of Health [and Senior Services], 2 pursuant to the "Administrative Procedure Act," P.L.1968, c.410 3 (C.52:14B-1 et seq.), shall adopt rules and regulations to effectuate 4 the purposes of this act. 5 (cf: P.L.2003, c.221, s.28) 6 ¹[348.] <u>349.</u>¹ R.S.26:8-23 is amended to read as follows: 7 8 26:8-23. The Department of Health and Senior Services shall 9 have charge of the registration of births, deaths, fetal deaths, 10 marriages, civil unions, and domestic partnerships and shall procure the prompt and accurate registration of the same in each registration 11 district and in the department. The department may promulgate any 12 13 rule or regulation which it deems necessary for the uniform and 14 thorough enforcement of this section. 15 The department may decline permission to examine any record 16 except in the presence of an officer or employee of the department. 17 (cf: P.L.2006, c.103, s.40) 18 19 ¹[349.] <u>350.</u>¹ Section 17 of P.L.2003, c.221 (C.26:8-24.2) is 20 amended to read as follows: 17. a. There is established the "New Jersey Electronic Death 21 22 Registration Support Fund" as a nonlapsing, revolving fund to be 23 administered by the Commissioner of Health and Senior Services 24 and credited with monies received pursuant to subsection c. of 25 R.S.26:8-62. 26 b. The State Treasurer is the custodian of the fund and all 27 disbursements from the fund shall be made by the treasurer upon 28 vouchers signed by the commissioner. The monies in the fund shall 29 be invested and reinvested by the Director of the Division of 30 Investment in the Department of the Treasury as are other trust 31 funds in the custody of the State Treasurer in the manner provided 32 by law. Interest received on the monies in the fund shall be credited 33 to the fund. 34 c. The monies in the fund and the interest earned thereon shall be used to meet the development and operational costs of the NJ-35 36 EDRS, including, but not limited to, costs associated with: 37 personnel; hardware purchases and maintenance; software and 38 communications infrastructure; website hosting; and licensing fees, 39 royalties and transaction expenses incurred in the development, installation, maintenance and operation of electronic payment 40 41 security, authentication and encryption systems, and user training 42 and education. 43 d. [`]The Commissioner of Health [and Senior Services] 44 shall, no later than 30 months after the date of enactment of P.L.2003, c.221, report to the chairs of the Senate Health, Human 45 46 Services and Senior Citizens Committee, the Senate Budget and

47 Appropriations Committee, the Assembly Health and Human

1 Services Committee and the Assembly Appropriations Committee, 2 or their successors, concerning the sources and uses of monies in 3 the fund. The report shall include a description of the methodology 4 used by the State registrar to set the fee imposed pursuant to 5 subsection c. of R.S.26:8-62, a summary of the monies credited to 6 fund, and a summary of expenditures by category from the fund 7 pursuant to the authority of this section and the requirements of 8 section 16 of P.L.2003, c.221 (C.26:8-24.1), together with any 9 recommendations by the State registrar or the commissioner for 10 changes that either considers should be made in the law concerning 11 the implementation of the NJ-EDRS or the fees imposed pursuant to 12 subsection c. of R.S.26:8-62.

13 (cf: P.L.2003, c.221, s.17)

14

15 '[350.] <u>351.</u>' Section 2 of P.L.1983, c.291 (C.26:8-40.21) is
amended to read as follows:

17 a. The Department of Health [and Senior Services] shall 2. 18 establish and maintain a birth defects and severe neonatal jaundice 19 registry, which shall contain a confidential record of all birth 20 defects and all cases of severe hyperbilirubinemia that occur in New 21 Jersey and any other information that the department deems 22 necessary and appropriate in order to conduct thorough and 23 complete epidemiologic surveys of birth defects and cases of severe 24 hyperbilirubinemia that occur in this State and plan for and provide 25 services to children with birth defects and severe 26 hyperbilirubinemia and their families.

b. The department shall make available electronically on its
Internet website, in English and Spanish, information on the
characteristics and effects of severe neonatal jaundice.

30 (cf: P.L.2005, c.176, s.2)

31

32 **[**351.] <u>352.</u>¹ Section 3 of P.L.1983, c.291 (C.26:8-40.22) is 33 amended to read as follows:

34 3. a. The Commissioner of Health [and Senior Services], in 35 consultation with the Public Health Council, shall require the confidential reporting to the Department of Health [and Senior 36 Services] of all cases where an infant is diagnosed with severe 37 38 hyperbilirubinemia, and where a pregnancy results in a naturally 39 aborted fetus or infant affected by a birth defect, and an electively 40 aborted fetus that exhibits or is known to have a birth defect after 41 15 weeks of gestation. The reporting requirement shall apply to all 42 infants from birth through five years of age.

b. The Commissioner of Health [and Senior Services] shall
determine the health care providers and facilities which shall be
required to report all birth defects and all cases of severe
hyperbilirubinemia, the types of conditions or defects that shall be
reported, the type of information that shall be contained in the

1 confidential report and the method for making the report. In reports 2 concerning all fetuses with anomalies, the name of the mother shall 3 not be submitted. 4 (cf: P.L.2005, c.176, s.3) 5 ¹[352.] <u>353.</u>¹ R.S.26:8-69 is amended to read as follows: 6 7 26:8-69. Except as otherwise specifically provided in this chapter 8 and R.S.37:1-1 et seq., any person who shall: 9 a. Fail or refuse to furnish correctly any information in [his] 10 the person's possession; or 11 b. Willfully and knowingly furnish false information affecting 12 any certificate or record required by this chapter; or c. Willfully alter, otherwise than is provided by R.S.26:8-48 et 13 14 seq., or willfully or knowingly falsify, any certificate or record 15 established by this chapter; or 16 d. Fail to fill out and transmit any certificate or record in the 17 manner required by this chapter; or 18 Being a local registrar, deputy registrar, alternate deputy e. 19 registrar or subregistrar, shall fail to perform [his] the person's duty as required by this chapter and by the directions of the State 20 21 registrar thereunder; or 22 Violate any of the provisions of this chapter or fail to f. 23 discharge any duty required by this chapter-24 Shall be subject to a penalty of not less than \$100 nor more than \$250 for each first offense and not less than \$250 nor more than 25 26 \$500 for each subsequent offense. 27 The penalties shall be recovered in a civil action in the name of 28 the Department of Health [and Senior Services] or local board in 29 any court of competent jurisdiction. 30 The Superior Court or municipal court shall have jurisdiction 31 over proceedings to enforce and collect any such penalty, if the violation has occurred within the territorial jurisdiction of the court. 32 33 The proceedings shall be summary and in accordance with the 34 "Penalty Enforcement Law of 1999," P.L.1999, c.274 (C.2A:58-10 35 et seq.). 36 Notwithstanding the provisions of this section to the contrary, the State registrar may refer a violation of this chapter by a 37 physician, nurse, or funeral director who is licensed pursuant to 38 39 Title 45 of the Revised Statutes to the appropriate professional 40 board in the Division of Consumer Affairs in the Department of 41 Law and Public Safety, which shall, in accordance with the 42 "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et 43 seq.), assess the penalty provided for in this subsection and assume 44 enforcement responsibility on the same basis as it would for a 45 violation of the statute or regulations governing the practice of 46 those persons regulated by that board.

47 (cf: P.L.2003, c.221, s.26)

¹[353.] <u>354.</u>¹ Section 3 of P.L.2003, c.246 (C.26:8A-3) is 1 2 amended to read as follows: 3 3. As used in sections 1 through 9 of P.L.2003, c.246 4 (C.26:8A-1 through C.26:8A-9) and in R.S.26:8-1 et seq.: 5 "Affidavit of Domestic Partnership" means an affidavit that sets 6 forth each party's name and age, the parties' common mailing 7 address, and a statement that, at the time the affidavit is signed, 8 both parties meet the requirements of this act for entering into a 9 domestic partnership and wish to enter into a domestic partnership 10 with each other. "Basic living expenses" means the cost of basic food and shelter, 11 and any other cost, including, but not limited to, the cost of health 12 13 care, if some or all of the cost is paid as a benefit because a person 14 is another person's domestic partner.

15 "Certificate of Domestic Partnership" means a certificate that includes: the full names of the domestic partners, a statement that 16 17 the two individuals are members of a registered domestic 18 partnership recognized by the State of New Jersey, the date that the 19 domestic partnership was entered into, and a statement that the 20 partners are entitled to all the rights, privileges and responsibilities 21 accorded to domestic partners under the law. The certificate shall 22 bear the seal of the State of New Jersey.

23 "Commissioner" means the Commissioner of Health [and Senior24 Services].

"Domestic partner" or "partner" means a person who is in a
relationship that satisfies the definition of a domestic partnership as
set forth in this act.

28 "Have a common residence" means that two persons share the 29 same place to live in this State, or share the same place to live in 30 another jurisdiction when at least one of the persons is a member of 31 a State-administered retirement system, regardless of whether or 32 not: the legal right to possess the place is in both of their names; 33 one or both persons have additional places to live; or one person 34 temporarily leaves the shared place of residence to reside 35 elsewhere, on either a short-term or long-term basis, for reasons that 36 include, but are not limited to, medical care, incarceration, 37 education, a sabbatical, or employment, but intends to return to the 38 shared place of residence.

"Jointly responsible" means that each domestic partner agrees to
provide for the other partner's basic living expenses if the other
partner is unable to provide for himself.

42 "Notice of Rights and Obligations of Domestic Partners" means a
43 form that advises domestic partners, or persons seeking to become
44 domestic partners, of the procedural requirements for establishing,
45 maintaining, and terminating a domestic partnership, and includes
46 information about the rights and responsibilities of the partners.

47 (cf: P.L.2003, c.246, s.3)

¹[354.] <u>355.</u>¹ Section 59 of P.L.2003, c.246 (C.26:8A-12) is 1 2 amended to read as follows: 3 59. a. The Commissioner of Health [and Senior Services], pursuant to the "Administrative Procedure Act," P.L.1968, c.410 4 5 (C.52:14B-1 et seq.), shall adopt rules and regulations to effectuate 6 the purposes of sections 1 through 10 and 13 through 35 of this act. 7 b. The Commissioner of Banking and Insurance, pursuant to 8 the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et 9 seq.), shall adopt rules and regulations to effectuate the purposes of 10 sections 47 through 52, 55 and 56 of this act. 11 The New Jersey Individual Health Coverage Program Board, c. 12 pursuant to the "Administrative Procedure Act," P.L.1968, c.410 13 (C.52:14B-1 et seq.), shall adopt rules and regulations to effectuate 14 the purposes of section 53 of this act. 15 d. The New Jersey Small Employer Health Benefits Program 16 Board, pursuant to the "Administrative Procedure Act," P.L.1968, 17 c.410 (C.52:14B-1 et seq.), shall adopt rules and regulations to 18 effectuate the purposes of section 54 of this act. 19 (cf: P.L.2003, c.246, s.59) 20 21 ¹[355.] <u>356.</u>¹ Section 2 of P.L.2005, c.222 (C.26:13-2) is 22 amended to read as follows: 23 2. As used in this act: 24 "Biological agent" means any microorganism, virus, bacterium, rickettsiae, fungus, toxin, infectious substance, or biological 25 26 product that may be naturally occurring or engineered as a result of 27 biotechnology, or any naturally occurring or bioengineered 28 component of any such microorganism, virus, bacterium, 29 rickettsiae, fungus, infectious substance, or biological product, 30 capable of causing death, disease, or other biological malfunction in 31 a human, an animal, a plant, or another living organism. 32 "Bioterrorism" means the intentional use or threat of use of any 33 biological agent, to cause death, disease, or other biological 34 malfunction in a human, animal, plant, or other living organism, or 35 degrade the quality and safety of the food, air, or water supply. 36 "Chemical weapon" means a toxic chemical and its precursors, 37 except where intended for a lawful purpose as long as the type and 38 quantity is consistent with such a purpose. Chemical weapon 39 includes, but is not limited to: nerve agents, choking agents, blood 40 agents, and incapacitating agents. 41 "Commissioner" means the Commissioner of Health and Senior 42 Services], or the commissioner's designee. 43 "Contagious disease" means an infectious disease that can be 44 transmitted from person to person. 45 "Department" means the Department of Health [and Senior 46 Services].

1 "Health care facility" means any non-federal institution, building 2 or agency, or portion thereof whether public or private for profit or 3 nonprofit that is used, operated or designed to provide health 4 services, medical or dental treatment or nursing, rehabilitative, or 5 preventive care to any person. Health care facility includes, but is 6 not limited to: an ambulatory surgical facility, home health agency, 7 hospice, hospital, infirmary, intermediate care facility, dialysis 8 center, long-term care facility, medical assistance facility, mental 9 health center, paid and volunteer emergency medical services, 10 outpatient facility, public health center, rehabilitation facility, 11 residential treatment facility, skilled nursing facility, and adult day 12 care center. Health care facility also includes, but is not limited to, the following related property when used for or in connection with 13 14 the foregoing: a laboratory, research facility, pharmacy, laundry facility, health personnel training and lodging facility, patient, guest 15 16 and health personnel food service facility, and the portion of an 17 office or office building used by persons engaged in health care 18 professions or services.

"Health care provider" means any person or entity who provides
health care services including, but not limited to: a health care
facility, bioanalytical laboratory director, perfusionist, physician,
physician assistant, pharmacist, dentist, nurse, paramedic,
respiratory care practitioner, medical or laboratory technician, and
ambulance and emergency medical workers.

"Infectious disease" means a disease caused by a living organism
or other pathogen, including a fungus, bacteria, parasite, protozoan,
virus, or prion. An infectious disease may, or may not, be
transmissible from person to person, animal to person, or insect to
person.

"Isolation" means the physical separation and confinement of an
individual or groups of individuals who are infected or reasonably
believed to be infected, on the basis of signs, symptoms or
laboratory analysis, with a contagious or possibly contagious
disease from non-isolated individuals, to prevent or limit the
transmission of the disease to non-isolated individuals.

"Local health agency" means a county, regional, municipal, or
other governmental agency organized for the purpose of providing
health services, administered by a full-time health officer and
conducting a public health program pursuant to law.

40 "Local Information Network and Communications System 41 Agency" or " LINCS agency" means the lead local public health 42 agency in each county or identified city, as designated and 43 determined by the commissioner pursuant to section 21 of this act, 44 responsible for providing central planning, coordination, and 45 delivery of specialized services within the designated county or 46 city, in partnership with the other local health agencies within that 47 jurisdiction, in order to prepare for and respond to acts of 48 bioterrorism and other forms of terrorism or other public health

1	emergencies or threats, and to discharge the activities as specified
2	under this act.
3	"Microorganism" includes, but is not limited to, bacteria, viruses,
4	fungi, rickettsiae, or protozoa.
5	"Nuclear or radiological device" means: any nuclear device
6 7	which is an explosive device designed to cause a nuclear yield; an
7	explosive radiological dispersal device used directly or indirectly to
8	spread radioactive material; or a simple radiological dispersal device which is any act, container or any other device used to
9 10	release radiological material for use as a weapon.
10	"Overlap agent or toxin" means: any microorganism or toxin that
12	poses a risk to both human and animal health and includes:
12	Anthrax - Bacillus anthracis
13	Botulism - Clostridium botulinum toxin, Botulinum neurotoxins,
14	Botulinum neurotoxin producing species of Clostridium
16	Plague - Yersinia pestis
17	Tularemia - Francisella tularensis
18	Viral Hemorrhagic Fevers - Ebola, Marburg, Lassa, Machupo
19	Brucellosis- Brucellosis species
20	Glanders - Burkholderia mallei
21	Melioidosis - Burkholderia pseudomallei
22	Psittacosis - Chlamydophila psittaci
23	Coccidiodomycosis - Coccidiodes immitis
24	Q Fever - Coxiella burnetii
25	Typhus Fever - Rickettsia prowazekii
26	Viral Encephalitis - VEE (Venezuelan equine encephalitis virus),
27	EEE (Eastern equine encephalitis), WEE (Western equine
28	encephalitis)
29	Toxins - Ricinus communis, Clostridium perfringens, Staph.
30	Aureus, Staphylococcal enterotoxins, T-2 toxin, Shigatoxin
31	Nipah - Nipah virus
32	Hantavirus - Hantavirus
33	West Nile Fever - West Nile virus
34	Hendra - Hendra virus
35	Rift Valley Fever - Rift Valley Fever virus
36	Highly Pathogenic Avian Influenza
37	"Public health emergency" means an occurrence or imminent
38	threat of an occurrence that:
39	a. is caused or is reasonably believed to be caused by any of
40	the following: (1) bioterrorism or an accidental release of one or
41	more biological agents; (2) the appearance of a novel or previously
42	controlled or eradicated biological agent; (3) a natural disaster; (4) a
43	chemical attack or accidental release of toxic chemicals; or (5) a
44 45	nuclear attack or nuclear accident; and
45	b. poses a high probability of any of the following harms: (1) a
46	large number of deaths, illness, or injury in the affected population;
47 19	(2) a large number of serious or long-term impairments in the $affacted$ nonvelocitient or (2) expression to a biological exert or
48	affected population; or (3) exposure to a biological agent or

287

1 chemical that poses a significant risk of substantial future harm to a 2 large number of people in the affected population. 3 "Quarantine" means the physical separation and confinement of 4 an individual or groups of individuals, who are or may have been 5 exposed to a contagious or possibly contagious disease and who do 6 not show signs or symptoms of a contagious disease, from non-7 quarantined individuals, to prevent or limit the transmission of the 8 disease to non-quarantined individuals. 9 "Toxin" means the toxic material of plants, animals, 10 microorganisms, viruses, fungi, or infectious substances, or a recombinant molecule, whatever its origin or method of production, 11 12 including: 13 a. any poisonous substance or biological product that may be 14 engineered as a result of biotechnology or produced by a living 15 organism; or 16 b. any poisonous isomer or biological product, homolog, or 17 derivative of such a substance. 18 (cf: P.L.2005, c.222, s.2) 19 ¹[356.] <u>357.</u>¹ Section 24 of P.L.2005, c.222 (C.26:13-24) is 20 21 amended to read as follows: 22 24. a. There is hereby established in the Department of Health 23 [and Senior Services] a State Public Health Emergency Claim 24 Reimbursement Board. The board shall include the following 25 members: the Commissioner of Health [and Senior Services], who shall be the presiding officer, the Attorney General, the Adjutant 26 27 General of the Department of Military and Veterans' Affairs, the State Director of Emergency Management, the Secretary of 28 29 Agriculture, the Commissioner of Banking and Insurance, the 30 Commissioner of Environmental Protection, the Commissioner of 31 Community Affairs, the State Medical Examiner, and the State 32 Treasurer, or their designees. The members of the board shall serve 33 without pay in connection with all such duties as are prescribed in 34 this act. 35 b. The board shall meet at such times as may be necessary to 36 fulfill the requirements set forth herein. The Commissioner of 37 Health [and Senior Services] shall convene the board within 45 38 days of the filing of a complete petition. The concurrence of six 39 members of the board shall be necessary for the validity of all acts 40 of the board. 41 c. Subject to available appropriations, the board shall have the 42 authority to award reasonable reimbursement, as determined by the 43 board, for any services required of any person under the provisions 44 of this act, which shall be paid at the prevailing established rate for 45 services of a like or similar nature as determined by the board. Subject to available appropriations, the board shall have the 46 authority to award reasonable reimbursement, as determined by the 47

1 board, for any property employed, taken, or used under the 2 provisions of this act. d. All awards shall be paid from any funds appropriated by the 3 State, any political subdivision of the State, or the federal 4 5 government, for such purpose. In awarding reimbursement under 6 this section, the board shall take into account any funds, or any 7 other thing of value, received by a claimant from any other source, 8 including but not limited to private donations, contributions, and 9 The board shall not award reimbursement insurance proceeds. 10 unless the claimant has demonstrated, to the satisfaction of the 11 board, that the claimant has first sought reimbursement for any loss 12 incurred due to the declaration of a public health emergency from 13 any and all appropriate third party payers. 14 (cf: P.L.2005, c.222, s.24) 15 ¹[357.] <u>358.</u>¹ Section 25 of P.L.2005, c.222 (C.26:13-25) is 16 17 amended to read as follows: 18 25. a. Any person making a claim for reimbursement for private 19 property or services employed, taken or used for a public purpose 20 under this act shall, subsequent to the termination of the public 21 health emergency, file a petition for an award with the State Public 22 Health Emergency Claim Reimbursement Board, established 23 pursuant to section 24 of this act, through the Commissioner of 24 Health [and Senior Services]. The petition shall be signed by the 25 claimant and shall set forth the following: 26 (1) a description of the services or property employed, taken, or 27 used; (2) the dates of the employment, taking, or usage; 28 29 (3) the person or entity ordering the employment, taking, or 30 usage; 31 (4) such additional information as the petitioner deems relevant 32 to a full consideration of the claim; and 33 (5) any additional information that the board may require. 34 b. The board may establish such forms, documents, and 35 procedures as may be necessary to expedite the processing of 36 claims, and all claimants shall utilize and follow the forms, 37 documents, and procedures, if so established. Subsequent to the 38 filing of an initial petition, the board may request such additional 39 information as it deems necessary from any claimant and may 40 require the claimant, and any other person with knowledge of facts 41 and circumstances relevant to the claim, to appear before the board 42 for a hearing. No petition shall be filed with the board more than 43 180 days from the last date the services or property were employed, 44 taken or used, except that this deadline may be extended by the 45 board as is necessary to further the purposes of this act. 46 c. The board's determination concerning a claimant's petition 47 for reimbursement shall be transmitted to the claimant in writing.

1 The claimant may appeal the decision to the Superior Court subject 2 to the Rules of Court regarding the review of State agency actions. 3 Any person seeking reimbursement under this act shall 4 proceed in accordance with the provisions of this section unless the 5 declaration of public health emergency which gives rise to the claim 6 or petition for reimbursement is superseded by order of the 7 Governor pursuant to P.L.1942, c.251 (C.App.A:9-33 et seq.). Upon 8 the declaration of an emergency by the Governor pursuant to 9 P.L.1942, c.251 which supersedes the declaration of a public health 10 emergency, the person shall proceed in accordance with the 11 provisions of P.L.1942, c.251 and the person's rights, remedies and 12 entitlement to reimbursement shall be limited to that which is afforded in that act. 13 14 Notwithstanding the provisions of this section to the e. 15 contrary, in the event funds are otherwise made available for 16 reimbursement, a person shall not be required to file a petition for 17 an award with the board pursuant to this section. 18 (cf: P.L.2005, c.222, s.25) 19 Section 6 of P.L.1968, c.413 (C.30:4D-6) is 20 ¹[358.] 359.¹ 21 amended to read as follows: 22 6. a. Subject to the requirements of Title XIX of the federal 23 Social Security Act, the limitations imposed by this act and by the 24 rules and regulations promulgated pursuant thereto, the department 25 shall provide medical assistance to qualified applicants, including 26 authorized services within each of the following classifications: 27 (1) Inpatient hospital services; 28 (2) Outpatient hospital services; 29 (3) Other laboratory and X-ray services; 30 (4) (a) Skilled nursing or intermediate care facility services; (b) [Such early] Early and periodic screening and diagnosis of 31 32 individuals who are eligible under the program and are under age 33 21, to ascertain their physical or mental defects and [such] the 34 health care, treatment, and other measures to correct or ameliorate 35 defects and chronic conditions discovered thereby, as may be 36 provided in regulations of the Secretary of the federal Department 37 of Health and Human Services and approved by the commissioner; 38 (5) Physician's services furnished in the office, the patient's 39 home, a hospital, a skilled nursing, or intermediate care facility or 40 elsewhere. 41 As used in this subsection, "laboratory and X-ray services" 42 includes HIV drug resistance testing, including, but not limited to, 43 genotype assays that have been cleared or approved by the federal 44 Food and Drug Administration, laboratory developed genotype 45 assays, phenotype assays, and other assays using phenotype 46 prediction with genotype comparison, for persons diagnosed with

47 HIV infection or AIDS.

b. Subject to the limitations imposed by federal law, by this
act, and by the rules and regulations promulgated pursuant thereto,
the medical assistance program may be expanded to include
authorized services within each of the following classifications:

5 (1) Medical care not included in subsection a.(5) above, or any 6 other type of remedial care recognized under State law, furnished 7 by licensed practitioners within the scope of their practice, as 8 defined by State law;

- 9 (2) Home health care services;
- 10 (3) Clinic services;

11 (4) Dental services;

12 (5) Physical therapy and related services;

(6) Prescribed drugs, dentures, and prosthetic devices; and
eyeglasses prescribed by a physician skilled in diseases of the eye
or by an optometrist, whichever the individual may select;

16 (7) Optometric services;

17 (8) Podiatric services;

18 (9) Chiropractic services;

19 (10) Psychological services;

20 (11) Inpatient psychiatric hospital services for individuals under

21 21 years of age, or under age 22 if they are receiving such services22 immediately before attaining age 21;

(12) Other diagnostic, screening, preventive, and rehabilitative
 services, and other remedial care;

(13) Inpatient hospital services, nursing facility services, and
intermediate care facility services for individuals 65 years of age or
over in an institution for mental diseases;

28 (14) Intermediate care facility services;

29 (15) Transportation services;

30 (16) Services in connection with the inpatient or outpatient 31 treatment or care of drug abuse, when the treatment is prescribed by a physician and provided in a licensed hospital or in a narcotic and 32 33 drug abuse treatment center approved by the Department of Health 34 [and Senior] Services pursuant to P.L.1970, c.334 (C.26:2G-21 et 35 seq.) and whose staff includes a medical director, and limited to 36 those services eligible for federal financial participation under Title 37 XIX of the federal Social Security Act;

(17) Any other medical care and any other type of remedial care
recognized under State law, specified by the Secretary of the federal
Department of Health and Human Services, and approved by the
commissioner;

42 (18) Comprehensive maternity care, which may include: the 43 basic number of prenatal and postpartum visits recommended by the 44 American College of Obstetrics and Gynecology; additional 45 prenatal and postpartum visits that are medically necessary; 46 necessary laboratory, nutritional assessment and counseling, health 47 education, personal counseling, managed care, outreach, and 48 follow-up services; treatment of conditions which may complicate pregnancy; and physician or certified nurse-midwife delivery
 services;

3 (19) Comprehensive pediatric care, which may include:
4 ambulatory, preventive, and primary care health services. The
5 preventive services shall include, at a minimum, the basic number
6 of preventive visits recommended by the American Academy of
7 Pediatrics;

8 (20) Services provided by a hospice which is participating in the 9 Medicare program established pursuant to Title XVIII of the Social 10 Security Act, Pub.L.89-97 (42 U.S.C. s.1395 et seq.). Hospice 11 services shall be provided subject to approval of the Secretary of 12 the federal Department of Health and Human Services for federal 13 reimbursement;

14 (21) Mammograms, subject to approval of the Secretary of the 15 federal Department of Health and Human Services for federal 16 reimbursement, including one baseline mammogram for women 17 who are at least 35 but less than 40 years of age; one mammogram 18 examination every two years or more frequently, if recommended 19 by a physician, for women who are at least 40 but less than 50 years 20 of age; and one mammogram examination every year for women 21 age 50 and over.

22 c. Payments for the foregoing services, goods, and supplies 23 furnished pursuant to this act shall be made to the extent authorized 24 by this act, the rules and regulations promulgated pursuant thereto 25 and, where applicable, subject to the agreement of insurance provided for under this act. [Said] The payments shall constitute 26 27 payment in full to the provider on behalf of the recipient. Every 28 provider making a claim for payment pursuant to this act shall 29 certify in writing on the claim submitted that no additional amount 30 will be charged to the recipient, [his] the recipient's family, [his] 31 the recipient's representative or others on [his] the recipient's 32 behalf for the services, goods, and supplies furnished pursuant to 33 this act.

34 No provider whose claim for payment pursuant to this act has 35 been denied because the services, goods, or supplies were 36 determined to be medically unnecessary shall seek reimbursement 37 from the recipient, his family, his representative or others on his 38 behalf for such services, goods, and supplies provided pursuant to 39 this act; provided, however, a provider may seek reimbursement 40 from a recipient for services, goods, or supplies not authorized by 41 this act, if the recipient elected to receive the services, goods or 42 supplies with the knowledge that they were not authorized.

d. Any individual eligible for medical assistance (including
drugs) may obtain such assistance from any person qualified to
perform the service or services required (including an organization
which provides such services, or arranges for their availability on a
prepayment basis), who undertakes to provide [him] the individual
such services.

No copayment or other form of cost-sharing shall be imposed on
 any individual eligible for medical assistance, except as mandated
 by federal law as a condition of federal financial participation.

e. Anything in this act to the contrary notwithstanding, no
payments for medical assistance shall be made under this act with
respect to care or services for any individual who:

7 (1) Is an inmate of a public institution (except as a patient in a 8 medical institution); provided, however, that an individual who is 9 otherwise eligible may continue to receive services for the month in 10 which he becomes an inmate, should the commissioner determine to 11 expand the scope of Medicaid eligibility to include such an 12 individual, subject to the limitations imposed by federal law and 13 regulations, or

14 (2) Has not attained 65 years of age and who is a patient in an 15 institution for mental diseases, or

16 (3) Is over 21 years of age and who is receiving inpatient 17 psychiatric hospital services in a psychiatric facility; provided, however, that an individual who was receiving such services 18 19 immediately prior to attaining age 21 may continue to receive such 20 services until [he] the individual reaches age 22. Nothing in this 21 subsection shall prohibit the commissioner from extending medical 22 assistance to all eligible persons receiving inpatient psychiatric 23 services; provided that there is federal financial participation 24 available.

f. (1) A third party as defined in section 3 of P.L.1968, c.413
(C.30:4D-3) shall not consider a person's eligibility for Medicaid in
this or another state when determining the person's eligibility for
enrollment or the provision of benefits by that third party.

29 (2) In addition, any provision in a contract of insurance, health 30 benefits plan, or other health care coverage document, will, trust, 31 agreement, court order, or other instrument which reduces or 32 excludes coverage or payment for health care-related goods and 33 services to or for an individual because of that individual's actual or 34 potential eligibility for or receipt of Medicaid benefits shall be null 35 and void, and no payments shall be made under this act as a result 36 of any such provision.

(3) Notwithstanding any provision of law to the contrary, the
provisions of paragraph (2) of this subsection shall not apply to a
trust agreement that is established pursuant to 42 U.S.C.
s.1396p(d)(4)(A) or (C) to supplement and augment assistance
provided by government entities to a person who is disabled as
defined in section 1614(a)(3) of the federal Social Security Act (42
U.S.C. s.1382c (a)(3)).

44 g. The following services shall be provided to eligible45 medically needy individuals as follows:

46 (1) Pregnant women shall be provided prenatal care and delivery
47 services and postpartum care, including the services cited in
48 subsection a.(1), (3), and (5) of this section and subsection b.(1)-

1 (10), (12), (15), and (17) of this section, and nursing facility 2 services cited in subsection b.(13) of this section.

3 (2) Dependent children shall be provided with services cited in 4 subsection a.(3) and (5) of this section and subsection b.(1), (2), (3), (4), (5), (6), (7), (10), (12), (15), and (17) of this section, and 5 6 nursing facility services cited in subsection b.(13) of this section.

7 (3) Individuals who are 65 years of age or older shall be 8 provided with services cited in subsection a.(3) and (5) of this 9 section and subsection b.(1)-(5), (6) excluding prescribed drugs, (7), 10 (8), (10), (12), (15), and (17) of this section, and nursing facility services cited in subsection b.(13) of this section. 11

12 (4) Individuals who are blind or disabled shall be provided with services cited in subsection a.(3) and (5) of this section and 13 14 subsection b.(1)-(5), (6) excluding prescribed drugs, (7), (8), (10), 15 (12), (15), and (17) of this section, and nursing facility services 16 cited in subsection b.(13) of this section.

17 (5) (a) Inpatient hospital services, subsection a.(1) of this 18 section, shall only be provided to eligible medically needy 19 individuals, other than pregnant women, if the federal Department 20 of Health and Human Services discontinues the State's waiver to 21 establish inpatient hospital reimbursement rates for the Medicare and Medicaid programs under the authority of section 601(c)(3) of 22 23 the Social Security Act Amendments of 1983, Pub.L.98-21 (42 24 U.S.C. s.1395ww(c)(5)). Inpatient hospital services may be 25 extended to other eligible medically needy individuals if the federal 26 Department of Health and Human Services directs that these 27 services be included.

28 (b) Outpatient hospital services, subsection a.(2) of this section, shall only be provided to eligible medically needy individuals if the 29 30 federal Department of Health and Human Services discontinues the 31 State's waiver to establish outpatient hospital reimbursement rates 32 for the Medicare and Medicaid programs under the authority of 33 section 601(c)(3) of the Social Security Amendments of 1983, 34 Pub.L.98-21 (42 U.S.C. s.1395ww(c)(5)). Outpatient hospital services may be extended to all or to certain medically needy 35 individuals if the federal Department of Health and Human Services 36 37 directs that these services be included. However, the use of 38 outpatient hospital services shall be limited to clinic services and to 39 emergency room services for injuries and significant acute medical 40 conditions.

41 (c) The division shall monitor the use of inpatient and outpatient 42 hospital services by medically needy persons.

43 h. In the case of a qualified disabled and working individual 44 pursuant to section 6408 of Pub.L.101-239 (42 U.S.C. s.1396d), the 45 only medical assistance provided under this act shall be the 46 payment of premiums for Medicare part A under 42 U.S.C. 47 ss.1395i-2 and 1395r.

1 i. In the case of a specified low-income Medicare beneficiary 2 pursuant to 42 U.S.C. s.1396a(a)10(E)iii, the only medical 3 assistance provided under this act shall be the payment of premiums 4 for Medicare part B under 42 U.S.C. s.1395r as provided for in 42 5 U.S.C. s.1396d(p)(3)(A)(ii). 6 In the case of a qualified individual pursuant to 42 U.S.C. j. 7 s.1396a(aa), the only medical assistance provided under this act 8 shall be payment for authorized services provided during the period 9 in which the individual requires treatment for breast or cervical 10 cancer, in accordance with criteria established by the commissioner. 11 (cf: P.L.2003, c.294, s.1) 12 ¹[359.] <u>360.</u>¹ Section 3 of P.L.1981, c.134 (C.30:4D-6.4) is amended to read as follows: 3. After consulting with the Commissioner of Human Services, the Commissioner of Health [and Senior Services] is authorized and empowered to issue and enforce, or cause to be issued and enforced through the division, all necessary rules, regulations, and administrative orders with respect to: The development of minimum requirements concerning the a. equipment, supplies, and vehicles of providers of mobility assistance vehicle services; b. The establishment of standards for the amount of liability insurance each provider must maintain in order to be eligible to provide mobility assistance vehicle services. Evidence of such insurance, including the name of the insurer and the policy number, shall be filed at the time of application for approval by the division and from time to time as the division shall deem necessary; and The establishment of standards for certified trained c. personnel employed by providers of mobility assistance vehicle services. (cf: P.L.1997, c.102, s.3) 33 34 ¹[360.] 361.¹ Section 7 of P.L.1968, c.413 (C.30:4D-7) is 35 amended to read as follows: 7. Duties of commissioner. The commissioner is authorized and empowered to issue, or to cause to be issued through the Division of Medical Assistance and Health Services, all necessary rules and regulations and administrative orders, and to do or cause to be done all other acts and things necessary to secure for the State of New Jersey the maximum federal participation that is available with respect to a program of medical assistance, consistent with fiscal responsibility and within the limits of funds available for any fiscal year, and to the extent authorized by the medical assistance program plan; to adopt fee schedules with regard to medical assistance benefits and otherwise to accomplish the purposes of this act, including specifically the following:

- 13 14

15 16 17 18 19

20 21 22

23 24 25 26 27 28

29 30 31

32

36 37 38 39 40 41 42 43 44 45 46 47

1 Subject to the limits imposed by this act, to submit a plan for a. 2 medical assistance, as required by Title XIX of the federal Social 3 Security Act, to the federal Department of Health and Human 4 Services for approval pursuant to the provisions of such law; to act 5 for the State in making negotiations relative to the submission and 6 approval of such plan, to make such arrangements, not inconsistent 7 with the law, as may be required by or pursuant to federal law to 8 obtain and retain such approval and to secure for the State the 9 benefits of the provisions of such law;

10 Subject to the limits imposed by this act, to determine the b. 11 amount and scope of services to be covered, that the amounts to be 12 paid are reasonable, and the duration of medical assistance to be 13 furnished; provided, however, that the department shall provide 14 medical assistance on behalf of all recipients of categorical 15 assistance and such other related groups as are mandatory under 16 federal laws and rules and regulations, as they now are or as they 17 may be hereafter amended, in order to obtain federal matching 18 funds for such purposes and, in addition, provide medical assistance 19 for the resource family children specified in subsection i.(7) of 20 section 3 of P.L.1968, c.413 (C.30:4D-3). The medical assistance 21 provided for these groups shall not be less in scope, duration, or 22 amount than is currently furnished [such] these groups, and in 23 addition, shall include at least the minimum services required under 24 federal laws and rules and regulations to obtain federal matching 25 funds for such purposes.

26 The commissioner is authorized and empowered, at such times as 27 he may determine feasible, within the limits of appropriated funds 28 for any fiscal year, to extend the scope, duration, and amount of 29 medical assistance on behalf of these groups of categorical 30 assistance recipients, related groups as are mandatory, and resource 31 family children authorized pursuant to section 3i. (7) of this act, so 32 as to include, in whole or in part, the optional medical services 33 authorized under federal laws and rules and regulations, and the 34 commissioner shall have the authority to establish and maintain the 35 priorities given such optional medical services; provided, however, 36 that medical assistance shall be provided to at least such groups and 37 in such scope, duration, and amount as are required to obtain 38 federal matching funds.

39 The commissioner is further authorized and empowered, at such 40 times as he may determine feasible, within the limits of 41 appropriated funds for any fiscal year, to issue, or cause to be issued through the Division of Medical Assistance and Health 42 43 Services, all necessary rules, regulations and administrative orders, 44 and to do or cause to be done all other acts and things necessary to 45 implement and administer demonstration projects pursuant to Title 46 XI, section 1115 of the federal Social Security Act, including, but 47 not limited to waiving compliance with specific provisions of this 48 act, to the extent and for the period of time the commissioner deems

necessary, as well as contracting with any legal entity, including but
 not limited to corporations organized pursuant to Title 14A, New
 Jersey Statutes (N.J.S.14A:1-1 et seq.), Title 15, Revised Statutes
 (R.S.15:1-1 et seq.), and Title 15A, New Jersey Statutes
 (N.J.S.15A:1-1 et seq.) as well as boards, groups, agencies, persons,
 and other public or private entities;

c. To administer the provisions of this act;

7

d. To make reports to the federal Department of Health and
Human Services as from time to time may be required by such
federal department and to the New Jersey Legislature as hereinafter
provided;

e. To assure that any applicant, qualified applicant or recipient
shall be afforded the opportunity for a hearing should [his] the
<u>person's</u> claim for medical assistance be denied, reduced,
terminated, or not acted upon within a reasonable time;

f. To assure that providers shall be afforded the opportunity for
an administrative hearing within a reasonable time on any valid
complaint arising out of the claim payment process;

g. To provide safeguards to restrict the use or disclosure of
information concerning applicants and recipients to purposes
directly connected with administration of this act;

h. To take all necessary action to recover any and all payments incorrectly made to or illegally received by a provider from such provider or his estate or from any other person, firm, corporation, partnership, or entity responsible for or receiving the benefit or possession of the incorrect or illegal payments or their estates, successors or assigns, and to assess and collect such penalties as are provided for herein;

29 To take all necessary action to recover the cost of benefits i. incorrectly provided to or illegally obtained by a recipient, 30 31 including those made after a voluntary divestiture of real or 32 personal property or any interest or estate in property for less than 33 adequate consideration made for the purpose of qualifying for 34 assistance. The division shall take action to recover the cost of 35 benefits from a recipient, legally responsible relative, representative payee, or any other party or parties whose action or inaction 36 37 resulted in the incorrect or illegal payments or who received the 38 benefit of the divestiture, or from their respective estates, as the 39 case may be and to assess and collect the penalties as are provided 40 for herein, except that no lien shall be imposed against property of 41 the recipient prior to his death except in accordance with section 17 42 of P.L.1968, c.413 (C.30:4D-17). No recovery action shall be 43 initiated more than five years after an incorrect payment has been 44 made to a recipient when the incorrect payment was due solely to an 45 error on the part of the State or any agency, agent, or subdivision 46 thereof:

j. To take all necessary action to recover the cost of benefitscorrectly provided to a recipient from the estate of said recipient in

accordance with sections 6 through 12 of this amendatory and
 supplementary act;

3 k. To take all reasonable measures to ascertain the legal or 4 equitable liability of third parties to pay for care and services 5 (available under the plan) arising out of injury, disease, or 6 disability; where it is known that a third party has a liability, to treat 7 such liability as a resource of the individual on whose behalf the 8 care and services are made available for purposes of determining 9 eligibility; and in any case where such a liability is found to exist 10 after medical assistance has been made available on behalf of the 11 individual, to seek reimbursement for such assistance to the extent 12 of such liability;

To compromise, waive, or settle and execute a release of any 13 1. 14 claim arising under this act including interest or other penalties, or 15 designate another to compromise, waive, or settle and execute a 16 release of any claim arising under this act. The commissioner or 17 [his] <u>the commissioner's</u> designee whose title shall be specified by 18 regulation may compromise, settle or waive any such claim in 19 whole or in part, either in the interest of the Medicaid program or 20 for any other reason which the commissioner by regulation shall 21 establish;

22 m. To pay or credit to a provider any net amount found by final 23 audit as defined by regulation to be owing to the provider. Such 24 payment, if it is not made within 45 days of the final audit, shall 25 include interest on the amount due at the maximum legal rate in 26 effect on the date the payment became due, except that such interest 27 shall not be paid on any obligation for the period preceding 28 September 15, 1976. This subsection shall not apply until federal 29 financial participation is available for such interest payments;

30 n. To issue, or designate another to issue, [subpenas] subpoenas to compel the attendance of witnesses and the production 31 32 of books, records, accounts, papers, and documents of any party, 33 whether or not that party is a provider, which directly or indirectly 34 relate to goods or services provided under this act, for the purpose 35 of assisting in any investigation, examination, or inspection, or in 36 any suspension, debarment, disqualification, recovery, or other 37 proceeding arising under this act;

38 o. To solicit, receive, and review bids pursuant to the 39 provisions of P.L.1954, c.48 (C.52:34-6 et seq.) and all amendments 40 and supplements thereto, by any corporation doing business in the 41 State of New Jersey, including nonprofit hospital service 42 corporations, medical service corporations, health service 43 corporations, or dental service corporations incorporated in New 44 Jersey and authorized to do business pursuant to P.L.1938, c.366 45 (C.17:48-1 et seq.), P.L.1940, c.74 (C.17:48A-1 et seq.), P.L.1985, 46 c.236 (C.17:48E-1 et seq.), or P.L.1968, c.305 (C.17:48C-1 et seq.), 47 and to make recommendations in connection therewith to the State 48 Medicaid Commission;

p. To contract, or otherwise provide as in this act provided, for
the payment of claims in the manner approved by the State
Medicaid Commission;

q. Where necessary, to advance funds to the underwriter or
fiscal agent to enable such underwriter or fiscal agent, in
accordance with terms of its contract, to make payments to
providers;

8 r. To enter into contracts with federal, State, or local
9 governmental agencies, or other appropriate parties, when necessary
10 to carry out the provisions of this act;

s. To assure that the nature and quality of the medical
assistance provided for under this act shall be uniform and
equitable to all recipients;

t. To provide for the reimbursement of State and countyadministered skilled nursing and intermediate care facilities through
the use of a governmental peer grouping system, subject to federal
approval and the availability of federal reimbursement.

18 (1) In establishing a governmental peer grouping system, the 19 State's financial participation is limited to an amount equal to the 20 nonfederal share of the reimbursement which would be due each facility if the governmental peer grouping system was not 21 established, and each county's financial participation in this 22 23 reimbursement system is equal to the nonfederal share of the 24 increase in reimbursement for its facility or facilities which results 25 from the establishment of the governmental peer grouping system.

26 (2) On or before December 1 of each year, the commissioner 27 shall estimate and certify to the Director of the Division of Local Government Services in the Department of Community Affairs the 28 29 amount of increased federal reimbursement a county may receive 30 under the governmental peer grouping system. On or before 31 December 15 of each year, the Director of the Division of Local 32 Government Services shall certify the increased federal 33 reimbursement to the chief financial officer of each county. If the 34 amount of increased federal reimbursement to a county exceeds or 35 is less than the amount certified, the certification for the next year 36 shall account for the actual amount of federal reimbursement that 37 the county received during the prior calendar year.

38 (3) The governing body of each county entitled to receive 39 increased federal reimbursement under the provisions of this 40 amendatory act shall, by March 31 of each year, submit a report to the commissioner on the intended use of the savings in county 41 42 which result from the expenditures increased federal 43 reimbursement. The governing body of each county, with the 44 advice of agencies providing social and health related services, shall 45 use not less than 10% and no more than 50% of the savings in 46 county expenditures which result from the increased federal 47 reimbursement for community-based social and health related 48 programs for elderly and disabled persons who may otherwise

require nursing home care. This percentage shall be negotiated annually between the governing body and the commissioner and shall take into account a county's social, demographic, and fiscal conditions, a county's social and health related expenditures and needs, and estimates of federal revenues to support county operations in the upcoming year, particularly in the areas of social and health related services.

8 (4) The commissioner, subject to approval by law, may 9 terminate the governmental peer grouping system if federal 10 reimbursement is significantly reduced or if the Medicaid program 11 is significantly altered or changed by the federal government 12 subsequent to the enactment of this amendatory act. The 13 commissioner, prior to terminating the governmental peer grouping 14 system, shall submit to the Legislature and to the governing body of 15 each county a report as to the reasons for terminating the 16 governmental peer grouping system;

u. The commissioner, in consultation with the Commissioner ofHealth [and Senior Services], shall:

(1) Develop criteria and standards for comprehensive maternity
or pediatric care providers and determine whether a provider who
requests to become a comprehensive maternity or pediatric care
provider meets the department's criteria and standards;

(2) Develop a program of comprehensive maternity care
services which defines the type of services to be provided, the level
of services to be provided, and the frequency with which qualified
applicants are to receive services pursuant to P.L.1968, c.413
(C.30:4D-1 et seq.);

(3) Develop a program of comprehensive pediatric care services
which defines the type of services to be provided, the level of
services to be provided, and the frequency with which qualified
applicants are to receive services pursuant to P.L.1968, c.413
(C.30:4D-1 et seq.);

(4) Develop and implement a system for monitoring the quality
and delivery of comprehensive maternity and pediatric care services
and a system for evaluating the effectiveness of the services
programs in meeting their objectives;

37 (5) Establish provider reimbursement rates for the38 comprehensive maternity and pediatric care services;

39 The commissioner, jointly with the Commissioner of Health v. 40 [and Senior Services], shall report to the Governor and the Legislature no later than two years following the date of enactment 41 of P.L.1987, c.115 (C.30:4D-2.1 et al.) and annually thereafter on 42 43 the status of the comprehensive maternity and pediatric care 44 services and their effectiveness in meeting the objectives set forth in section 1 of P.L.1987, c.115 (C.30:4D-2.1) accompanying the 45 46 report with any recommendations for changes in the law governing 47 the services that the commissioners deem necessary.

48 (cf: P.L.2004, c.130, s.94)

1 ¹[361.] <u>362.</u>¹ Section 2 of P.L. 2009, c.268 (C.30:4D-71) is 2 amended to read as follows: 2. The Department of Health [and Senior Services] shall 3 4 adjust the Family Planning Services Grant-in-Aid appropriation and 5 transfer the appropriate amount of State funds to the Division of 6 Medical Assistance and Health Services in the Department of 7 Human Services to facilitate the implementation of section 1 of this 8 act. The Department of Health [and Senior Services] shall notify 9 the Legislative Budget and Finance Officer as to the amount that is 10 transferred. (cf: P.L.2009, c.268, s.2) 11 12 ¹[362.] 363.¹ Section 4 of P.L.2011, c.114 (C.30:4D-8.4) is 13 14 amended to read as follows: 15 4. a. The department shall accept applications for certification 16 from demonstration project applicants beginning 60 days following 17 the effective date of this act, and shall certify an applicant as a 18 Medicaid ACO for participation in the demonstration project 19 following its determination that the applicant meets the 20 requirements specified in this section. The department may deny 21 certification of any ACO applicant that the department determines 22 does not meet the requirements of this act. The department may 23 consider applications for approval, including revised applications 24 submitted by an ACO not previously approved to participate in the 25 demonstration project. 26 b. The department, in consultation with the Department of 27 Health [and Senior Services], may certify as many ACOs for participation in the demonstration project as it determines 28 29 appropriate, but shall certify no more than one ACO for each 30 designated area. 31 c. Prior to certification, a demonstration project applicant shall 32 demonstrate that it meets the following minimum standards: 33 (1) The applicant has been formed as a nonprofit corporation 34 pursuant to the "New Jersey Nonprofit Corporation Act," P.L.1983, 35 c.127 (C.15A:1-1 et seq.), for the purposes described in this act; 36 (2) The applicant's governing board includes: 37 a) individuals representing the interests of: health care 38 providers, including, but not limited to, general hospitals, clinics, 39 private practice offices, physicians, behavioral health care 40 providers, and dentists [;], patients [;], and other social service agencies or organizations located in the designated area; and 41

42 (b) voting representation from at least two consumer 43 organizations capable of advocating on behalf of patients residing 44 within the designated area of the ACO. At least one of the 45 organizations shall have extensive leadership involvement by 46 individuals residing within the designated area of the ACO, and 47 shall have a physical location within the designated area.

301

1 Additionally, at least one of the individuals representing a consumer 2 organization shall be an individual who resides within the 3 designated area served by the ACO;

4 (3) The applicant has support of its application by: all of the 5 general hospitals located in the designated area served by the ACO; 6 no fewer than 75% of the qualified primary care providers located 7 in the designated area; and at least four qualified behavioral health 8 care providers located in the designated area;

9 (4) The applicant has a process for receipt of gainsharing 10 payments from the department and any voluntarily participating Medicaid managed care organizations, and the subsequent 11 12 distribution of such gainsharing payments in accordance with a 13 quality improvement and gainsharing plan to be approved by the 14 department, in consultation with the Department of Health [and 15 Senior Services];

16 (5) The applicant has a process for engaging members of the 17 community and for receiving public comments with respect to its 18 gainsharing plan;

19 (6) The applicant has a commitment to become accountable for 20 the health outcomes, quality, cost, and access to care of Medicaid 21 recipients residing in the designated area for a period of at least 22 three years following certification; and

23 (7) The applicant has a commitment to ensure the use of 24 electronic prescribing and electronic medical records by health care 25 providers located in the designated area.

26 d. Nothing in this act shall be construed to prevent the 27 department from certifying an applicant as a Medicaid ACO that also participates in a Medicare ACO demonstration project 28 approved by the federal Centers for Medicare [and] & Medicaid 29 30 Services.

31 (cf: P.L.2011, c.114, s.4)

32

¹[363.] <u>364.</u>¹ Section 5 of P.L.2011, c.114 (C.30:4D-8.5) is 33 34 amended to read as follows:

35 5. a. A certified Medicaid ACO shall be eligible to receive and distribute gainsharing payments only after having received approval 36 37 from the department of its gainsharing plan, which approval may be 38 requested by the ACO at the time of certification or at any time 39 within one year of certification. An ACO may seek to amend its 40 gainsharing plan at any time following the plan's initial approval by 41 submitting amendments to the department for approval.

42 The department, with input from the Department of Health b. 43 [and Senior Services] and utilizing outcome evaluation data 44 provided by the Rutgers Center for State Health Policy, shall 45 approve only those gainsharing plans that promote: improvements 46 in health outcomes and quality of care, as measured by objective 47 benchmarks as well as patient experience of care; expanded access

1 to primary and behavioral health care services; and the reduction of 2 unnecessary and inefficient costs associated with care rendered to 3 Medicaid recipients residing in the ACO's designated area. The 4 department and the Department of Health [and Senior Services] 5 shall provide all data necessary to the Rutgers Center for State 6 Health Policy for analysis in support of the department's review of 7 gainsharing plans. Criteria to be considered by the department and 8 the Department of Health [and Senior Services] in approving a 9 gainsharing plan shall include, but are not limited to:

10 (1) whether the plan promotes: care coordination through multi-11 disciplinary teams, including care coordination of patients with 12 chronic diseases and the elderly; expansion of the medical home 13 and chronic care models; increased patient medication adherence and use of medication therapy management services; use of health 14 15 information technology and sharing of health information; and use 16 of open access scheduling in clinical and behavioral health care 17 settings;

(2) whether the plan encourages services such as patient or
family health education and health promotion, home-based services,
telephonic communication, group care, and culturally and
linguistically appropriate care;

(3) whether the gainsharing payment system is structured to
reward quality and improved patient outcomes and experience of
care;

(4) whether the plan funds interdisciplinary collaboration
between behavioral health and primary care providers for patients
with complex care needs likely to inappropriately access an
emergency department and general hospital for preventable
conditions;

(5) whether the plan funds improved access to dental services
for high-risk patients likely to inappropriately access an emergency
department and general hospital for untreated dental conditions; and
(6) whether the plan has been developed with community input
and will be made available for inspection by members of the
community served by the ACO.

c. The gainsharing plan shall include an appropriate proposed
time period beginning and ending on specified dates prior to the
commencement of the demonstration project, which shall be the
benchmark period against which cost savings can be measured on
an annual basis going forward. Savings shall be calculated in
accordance with a methodology that:

(1) identifies expenditures per recipient by the Medicaid fee-forservice program during the benchmark period, adjusted for
characteristics of recipients and local conditions that predict future
Medicaid spending but are not amenable to the care coordination or
management activities of an ACO which shall serve as the
benchmark payment calculation;

(2) compares the benchmark payment calculation to amounts
 paid by the Medicaid fee-for-service program for all such resident
 recipients during subsequent periods; and

4 (3) provides that the benchmark payment calculation shall
5 remain fixed for a period of three years following approval of the
6 gainsharing plan.

d. The percentage of cost savings identified pursuant to
subsection c. of this section to be distributed to the ACO, retained
by any voluntarily participating Medicaid managed care
organization, and retained by the State, shall be identified in the
gainsharing plan and shall remain in effect for a period of three
years following approval of the gainsharing plan. [Such] The
percentages shall be designed to ensure that:

(1) the State can achieve meaningful savings and support theongoing operation of the demonstration project, and

(2) the ACO receives a sufficient portion of the shared savingsnecessary to achieve its mission and expand its scope of activities.

e. Notwithstanding the provisions of this section to the contrary, the department shall not approve a gainsharing plan that provides direct or indirect financial incentives for the reduction or limitation of medically necessary and appropriate items or services provided to patients under a health care provider's clinical care in violation of federal law.

24 f. Notwithstanding the provisions of this section to the 25 contrary, a gainsharing plan that provides for shared savings 26 between general hospitals and physicians related to acute care 27 admissions utilizing the methodological component of the 28 Physician-Hospital Collaboration Demonstration awarded by the 29 federal Centers for Medicare [and] & Medicaid Services to the 30 New Jersey Care Integration Consortium, shall not be required to be 31 approved by the department. The department shall not be under any 32 obligation to participate in the Physician-Hospital Collaboration 33 Demonstration.

g. The department shall consider using a portion of any savings
generated to expand the nursing, primary care, behavioral health
care, and dental workforces and services in the area served by the
ACO.

38 h. A gainsharing plan submitted to the department for this 39 ACO demonstration project shall contain an assessment of the 40 expected impact of revenues on hospitals that agree to participate. 41 The assessment shall include estimates for changes in both direct 42 patient care reimbursement and indirect revenue, such as 43 disproportionate share payments, graduate medical education 44 payments, and other similar payments. The assessment shall 45 include a review of whether participation in the demonstration 46 project could significantly impact the financial stability of any 47 hospital through rapid reductions in revenue and how this impact 48 will be mitigated. The gainsharing plan shall include a letter of

1 support from all participating hospitals in order to be accepted by 2 the department. 3 (cf: P.L.2011, c.114, s.5) 4 5 ¹[364.] <u>365.</u>¹ Section 8 of P.L.2011, c.114 (C.30:4D-8.8) is amended to read as follows: 6 8. a. The department, in consultation with the Department of 7 8 Health [and Senior Services], shall: 9 (1) design and implement the application process for approval of 10 participating ACOs in the demonstration project; 11 (2) collect data from participants in the demonstration project; 12 and 13 (3) approve a methodology proposed by the Medicaid ACO 14 applicant for calculation of cost savings and for monitoring of 15 health outcomes and quality of care under the demonstration 16 project. 17 b. The department and the Department of Health and Senior 18 Services] shall be authorized to jointly seek public and private 19 grants to implement and operate the demonstration project. 20 (cf: P.L.2011, c.114, s.8) 21 22 ¹[365.] 366.¹ Section 9 of P.L.2011, c.114 (C.30:4D-8.9) is 23 amended to read as follows: 24 9. The department, in consultation with the Department of 25 Health [and Senior Services], shall evaluate the demonstration project annually to assess whether: cost savings, including, but not 26 limited to, savings in administrative costs and savings due to 27 28 improved health outcomes, are achieved through implementation of 29 the demonstration project. 30 The department, in consultation with the Department of Health [and Senior Services], and with the assistance of the Rutgers 31 32 Center for State Health Policy, shall evaluate the demonstration 33 project annually to assess whether there is improvement in the rates 34 of health screening, the outcomes and hospitalization rates for persons with chronic illnesses, and the hospitalization and 35 36 readmission rates for patients residing in the designated areas 37 served by the ACOs. The department and the Department of Health [and Senior Services] shall provide the Rutgers Center for State 38 39 Health Policy with all data necessary to perform the annual 40 evaluation of the demonstration project. 41 (cf: P.L.2011, c.114, s.9) 42 ¹[366.] <u>367.</u>¹ Section 12 of P.L.2011, c.114 (C.30:4D-8.12) is 43 amended to read as follows: 44 45 12. a. Under the demonstration project, payment shall continue 46 to be made to providers of services and suppliers participating in 47 the Medicaid ACO for services provided to managed care recipients

1 or individuals who receive services on a fee-for-service basis in the 2 same manner as they would otherwise be made, except that the 3 ACO is eligible to receive gainsharing payments under sections 5 4 and 6 of this act if it meets the requirements set forth therein. 5 b. Nothing in this act shall be construed to authorize the 6 Departments of Human Services or Health [and Senior Services] to 7 waive or limit any provisions of federal or State law or 8 reimbursement methodologies governing Medicaid reimbursement 9 to federally qualified health centers, including, but not limited to, 10 Medicaid prospective payment reimbursement and any 11 supplemental payments made to a federally qualified health center providing services to Medicaid managed care recipients. 12 13 (cf: P.L.2011, c.114, s.12) 14 15 ¹[367.] 368.¹ Section 14 of P.L.2001, c.114 (C.30:4D-8.14) is amended to read as follows: 16 17 14. Upon completion of the demonstration project, the 18 Commissioners of Human Services and Health [and Senior 19 Services] shall report to the Governor, and to the Legislature 20 pursuant to section 2 of P.L.1991, c.164 (C.52:14-19.1), on the 21 demonstration project, and include in the report the findings of the 22 evaluation carried out pursuant to section 9 of this act. The 23 commissioners shall make such recommendations as they deem 24 appropriate. 25 If, after three years following enactment of this act, the 26 commissioners find the demonstration project was successful in 27 reducing costs and improving health outcomes and the quality of 28 care for Medicaid recipients, the commissioners may recommend 29 that Medicaid ACOs be established on a permanent basis and in 30 additional communities in which Medicaid recipients reside. 31 (cf: P.L.2011, c.114, s.14) 32 33 ¹[368.] 369.¹ Section 15 of P.L.2011, c.114 (C.30:4D-8.15) is 34 amended to read as follows: 35 15. The Commissioner of Human Services, in accordance with

36 the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.) and with input from the Commissioner of Health [and Senior 37 38 Services], shall, within 180 days of the effective date of this act, 39 adopt rules and regulations establishing the standards for 40 plans submitted by Medicaid ACOs. The gainsharing Commissioner of Human Services shall also adopt, with input from 41 the Commissioner of Health [and Senior Services,] such rules and 42 43 regulations governing the ongoing oversight and monitoring of the 44 quality of care delivered to Medicaid recipients in the designated 45 areas served by the Medicaid ACOs, and such other requirements as 46 the Commissioner of Human Services deems necessary to carry out

1 the provisions of this act.

- 2 (cf: P.L.2011, c.114, s.15)
- 3

4 **'[**369.**]** <u>370.</u>¹ Section 2 of P.L.1998, c.41 (C.30:4D-17.17a) is 5 amended to read as follows:

2. a. There is established the Drug Utilization Review Board in 6 7 the department to advise the department on the implementation of a 8 drug utilization review program pursuant to P.L.1993, c.16 9 (C.30:4D-17.16 et seq.) and this section. The board shall establish 10 a Senior Drug Utilization Review Committee to address the specific prescribing needs of the elderly and an AIDS/HIV Drug Utilization 11 12 Review Committee to address the specific prescribing needs of 13 persons with AIDS/HIV, in addition to such other committees as it 14 deems necessary. It shall be the responsibility of each committee to 15 evaluate the specific prescribing needs of its beneficiary population, 16 and to submit recommendations to the board in regard thereto.

17 The board shall consist of 17 members, including the 18 Commissioners of Human Services and Health [and Senior 19 Services] or their designees, who shall serve as nonvoting ex 20 officio members, and 15 public members. The public members 21 shall be appointed by the Governor with the advice and consent of 22 the Senate. The appointments shall be made as follows: six 23 persons licensed and actively engaged in the practice of medicine in 24 this State, including one who is a psychiatrist and at least two who 25 specialize in geriatric medicine and two who specialize in 26 AIDS/HIV care, one of whom who is a pediatric AIDS/HIV 27 specialist, four of whom shall be appointed upon the 28 recommendation of the Medical Society of New Jersey and two 29 upon the recommendation of the New Jersey Association of Osteopathic Physicians and Surgeons; one person licensed as a 30 31 physician in this State who is actively engaged in academic 32 medicine; four persons licensed in and actively practicing or 33 teaching pharmacy in this State, who shall be appointed from a list 34 of pharmacists recommended by the New Jersey Pharmacists 35 Association, the New Jersey Council of Chain Drug Stores, the 36 Garden State Pharmacy Owners, Inc., the New Jersey Society of 37 Hospital Pharmacists, the Academy of Consultant Pharmacists and 38 the College of Pharmacy of Rutgers, The State University; one 39 additional health care professional; two persons certified as 40 advanced practice nurses in this State, who shall be appointed upon 41 the recommendation of the New Jersey State Nurses Association; 42 and one member to be appointed upon the recommendation of the 43 Pharmaceutical Research and Manufacturers of America.

Each member of the board shall have expertise in the clinicallyappropriate prescribing and dispensing of outpatient drugs.

b. All appointments to the board shall be made no later than the
60th day after the effective date of this act. The public members
shall be appointed for two-year terms and shall serve until a

successor is appointed and qualified, and are eligible for
 reappointment; except that of the public members first appointed,
 eight shall be appointed for a term of two years and five for a term
 of one year.

5 c. Vacancies in the membership of the board shall be filled in 6 the same manner as the original appointments were made but for the 7 Members of the board shall serve with unexpired term only. 8 compensation for the time and expenses incurred in the 9 performance of their duties as board members, as determined by the Commissioners of Human Services and Health [and Senior 10 11 Services, subject to the approval of the Director of the Division of 12 Budget and Accounting in the Department of the Treasury.

13 d The board shall select a chairman from among the public 14 members, who shall serve a one-year term, and a secretary. The 15 chairman may serve consecutive terms. The board shall adopt 16 bylaws. The board shall meet at least quarterly and may meet at 17 other times at the call of the chairman. The board shall in all 18 respects comply with the provisions of the "Open Public Meetings 19 Act," P.L.1975, c.231 (C.10:4-6 et seq.). No motion to take any 20 action by the board shall be valid except upon the affirmative vote 21 of a majority of the authorized membership of the board.

22 The duties of the board shall include the development and e. 23 application of the criteria and standards to be used in retrospective 24 and prospective drug utilization review. The criteria and standards 25 shall be based on the compendia and developed with professional 26 input in a consensus fashion. There shall be provisions for timely 27 reassessments and revisions as necessary and provisions for input 28 by persons acting as patient advocates. The drug utilization review 29 standards shall reflect the local practices of prescribers, in order to 30 monitor:

- 31 (1) therapeutic appropriateness;
- 32 (2) overutilization or underutilization;
- 33 therapeutic duplication;
- 34 (4) drug-disease contraindications;
- 35 (5) drug-drug interactions;
- 36 (6) incorrect drug dosage;
- 37 (7) duration of drug treatment; and
- 38 (8) clinical drug abuse or misuse.

39 The board shall recommend to the department criteria for denials 40 of claims and establish standards for a medical exception process. 41 The board shall also consider relevant information provided by 42 interested parties outside of the board and, if appropriate, shall 43 make revisions to the criteria and standards in a timely manner 44 based upon this information.

f. The board, with the approval of the department, shall be
responsible for the development, selection, application, and
assessment of interventions or remedial strategies for prescribers,

1 pharmacists, and beneficiaries that are educational and not punitive 2 in nature to improve the quality of care, including: 3 (1) Information disseminated to prescribers and pharmacists to 4 ensure that they are aware of the duties and powers of the board; 5 (2) Written, oral, or electronic reminders of patient-specific or 6 drug-specific information that are designed to ensure prescriber, 7 pharmacist, and beneficiary confidentiality, and suggested changes in the prescribing or dispensing practices designed to improve the 8 9 quality of care; 10 (3) The development of an educational program, using data 11 provided through drug utilization review as a part of active and 12 ongoing educational outreach activities to improve prescribing and dispensing practices as provided in this section. These educational 13 14 outreach activities shall include accurate, balanced, and timely information about drugs and their effect on a patient. If the board 15 16 contracts with another entity to provide this program, that entity 17 shall publicly disclose any financial interest or benefit that accrues 18 to it from the products selected or used in this program; 19 (4) Use of face-to-face discussion between experts in drug 20 therapy and the prescriber or pharmacist who has been designated 21 by the board for educational intervention; 22 (5) Intensified reviews or monitoring of selected prescribers or 23 pharmacists; 24 (6) The timely evaluation of interventions to determine whether 25 the interventions have improved the quality of care; and 26 (7) The review of case profiles prior to the conducting of an 27 intervention. (cf: P.L.2003, c.262, s.1) 28 29 ¹[370.] <u>371.</u>¹ Section 3 of P.L.1993, c.163 (C.30:4D-17.18) is 30 31 amended to read as follows: 32 The department shall be responsible for: 3. 33 a (Deleted by amendment, P.L.1998, c.41). 34 The implementation of a drug utilization review program, b. 35 subject to the approval of the Commissioner of Health [and Senior 36 Services, to ensure that prescriptions are appropriate, medically 37 necessary, and not likely to result in adverse medical outcomes, 38 including the approval of the provisions of any contractual 39 agreement between the State pharmaceutical benefits program and 40 other entities processing and reviewing drug claims and profiles for 41 the drug utilization review program. 42 The program shall include both retrospective and prospective drug utilization review. Retrospective drug utilization review shall 43 44 include an analysis of drug claims processing data in order to 45 identify patterns of fraud, abuse, or gross overuse, and inappropriate 46 or medically unnecessary care, and to assess data on drug use 47 against standards that are based on the compendia and other

1 sources. Prospective drug utilization review shall include a review 2 conducted by the pharmacist at the point of sale. 3 (Deleted by amendment, P.L.1998, c.41). c. 4 d. (Deleted by amendment, P.L.1998, c.41). 5 e. The submission of an annual report, which shall be subject 6 to public comment prior to its issuance, to the federal Department 7 of Health and Human Services by December 1 of each year. The annual report shall also be submitted to the Governor, the 8 9 Legislature, the New Jersey Pharmaceutical Association and the 10 Medical Society of New Jersey by December 1 of each year. The 11 report shall include the following information: 12 (1) An overview of the activities of the board and the drug utilization review program; 13 (2) Interventions used and their ability to improve the quality of 14 15 care; however, this information shall not disclose the identities of 16 individual prescribers, pharmacists, or beneficiaries, but shall 17 specify whether the intervention was a result of underutilization or 18 overutilization of drugs; 19 (3) The costs of administering the drug utilization review 20 program; 21 (4) Any cost impact to other areas of the State pharmaceutical 22 benefits program resulting from the drug utilization review 23 program, such as hospitalization rates or changes in long-term care; 24 (5) A quantitative assessment of how drug utilization review has 25 improved beneficiaries' quality of care; 26 (6) A review of the total number of prescriptions and medical 27 exception requests reviewed by drug therapeutic class; 28 (7) An assessment of the impact of the educational program 29 established pursuant to subsection f. of section 2 of P.L.1998, c.41 30 (C.30:4D-17.17a) and interventions on prescribing or dispensing 31 practices, total program costs, quality of care, and other pertinent 32 patient patterns; and 33 (8) Recommendations for improvement of the drug utilization 34 review program. 35 The development of a working agreement between the board f. and other boards or agencies, including, but not limited to: the 36 37 Board of Pharmacy of the State of New Jersey and the State Board 38 of Medical Examiners, in order to clarify any overlapping areas of 39 responsibility. 40 g. The establishment of an appeal process for prescribers, 41 pharmacists, and beneficiaries pursuant to P.L.1993, c.16 (C.30:4D-42 17.16 et seq.) and section 2 of P.L.1998, c.41 (C.30:4D-17.17a). 43 The publication and dissemination of medically correct and h. 44 balanced educational information to prescribers and pharmacists to 45 identify and reduce the frequency of patterns of fraud, abuse, gross 46 overuse, or inappropriate or medically unnecessary care among prescribers, pharmacists, and beneficiaries, including: 47 48 (1) potential or actual reactions to drugs;

1 (2) therapeutic appropriateness; 2 (3) overutilization or underutilization; 3 (4) appropriate use of generic drugs; 4 (5) therapeutic duplication; 5 (6) drug-disease contraindications; 6 (7) drug-drug interactions; 7 (8) incorrect drug dosage or duration of drug treatment; 8 (9) drug allergy interactions; and 9 (10) clinical abuse or misuse. 10 The development and publication, with the input of the i. 11 Board of Pharmacy of the State of New Jersey, of the guidelines to 12 be used by pharmacists, including mail order pharmacies, in their 13 counseling of beneficiaries. The adoption and implementation of procedures designed to 14 j. 15 ensure the confidentiality of any information collected, stored, 16 retrieved, assessed, or analyzed by the board, staff to the board, or 17 contractors to the drug utilization review program, that identifies individual prescribers, pharmacists, or beneficiaries. 18 The board 19 may have access to identifying information for purposes of carrying 20 out intervention activities, but the identifying information may not 21 be released to anyone other than a member of the board, except that 22 the board may release cumulative nonidentifying information for 23 purposes of legitimate research. The improper release of 24 identifying information in violation of this act may subject that 25 person to criminal or civil penalties. 26 k. The determination of whether nursing or long-term care 27 facilities under 42 CFR 483.60 are exempt from the provisions of 28 this act. 29 1. The establishment of a medical exception process by 30 regulation. 31 m. The provision of such staff and other resources as the board 32 requires. 33 (cf: P.L.1998, c.41, s.3) 34 35 ¹[371.] 372.¹ Section 4 of P.L.1998, c.41 (C.30:4D-17.18a) is amended to read as follows: 36 37 4. The Commissioner of Human Services, pursuant to the 38 "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.), and subject to the approval of the Commissioner of Health 39 40 [and Senior Services] as appropriate, shall adopt rules and regulations to effectuate the purposes of P.L.1993, c.16 (C.30:4D-41 17.16 et seq.) and section 2 of P.L.1998, c.41 (C.30:4D-17.17a); 42 43 except that, notwithstanding any provision of P.L.1968, c.410 44 (C.52:14B-1 et seq.) to the contrary, the Commissioner of Human Services [, subject to the approval of the Commissioner of Health 45 46 and Senior Services], may adopt, immediately upon filing with the 47 Office of Administrative Law, such regulations as the commissioner

deems necessary to implement the provisions of P.L.1993, c.16

48

(C.30:4D-17.16 et seq.) and section 2 of P.L.1998, c.41 (C.30:4D-17.17a), which shall be effective for a period not to exceed six
months and may thereafter be amended, adopted or re-adopted by
the Commissioner of Human Services[, subject to the approval of
the Commissioner of Health and Senior Services], in accordance
with the requirements of P.L.1968, c.410 (C.52:14B-1 et seq.).
(cf: P.L.1998, c.41, s.4)

8

9 ¹[372.] <u>373.</u>¹ Section 2 of P.L.2006, c.23 (C30:4D-17.24) is 10 amended to read as follows:

11

2. The Legislature finds and declares that:

a. The current population of adults 60 years of age and older in
New Jersey is about 1.4 million, and this number is expected to
double in size over the next 25 years;

b. A primary objective of public policy governing access to
long-term care in this State shall be to promote the independence,
dignity and lifestyle choice of older adults and persons with
physical disabilities or Alzheimer's disease and related disorders;

c. Many states are actively seeking to "rebalance" their longterm care programs and budgets in order to support consumer
choice and offer more choices for older adults and persons with
disabilities to live in their homes and communities;

23 d. New Jersey has been striving to redirect long-term care away 24 from an over-reliance on institutional care toward more home and 25 community-based options; however, it is still often easier for older 26 adults and persons with disabilities to qualify for Medicaid long-27 term care coverage if they are admitted to a nursing home than if 28 they seek to obtain services through one of the Medicaid home and 29 community-based long-term care options available in this State, such as the ¹[Community Care Program for the Elderly and 30 31 Disabled, Assisted Living, Adult Family Care, Caregiver Assistance Program] <u>Global Options Waiver</u>¹, Adult Day Health Services, 32 33 Traumatic Brain Injury, AIDS Community Care Alternatives 34 Program, Community Resources for People with Disabilities, or 35 Community Resources for People with Disabilities Private Duty 36 Nursing;

37 The federal "New Freedom Initiative" was launched in 2001 e. 38 for the purpose of promoting the goal of independent living for 39 persons with disabilities; and Executive Order No. 13217, issued by the President of the United States on June 18, 2001, called upon the 40 41 federal government to assist states and localities to swiftly 42 implement the 1999 United States Supreme Court decision in 43 Olmstead v. L.C. and directed federal agencies to evaluate their 44 policies, programs, statutes, and regulations to determine whether 45 any should be revised or modified to improve the availability of 46 community-based services for qualified persons with disabilities;

1 f. Executive Order No. 100, issued by the Governor on March 2 23, 2004, directed the Commissioner of Health [and Senior Services], in consultation with the State Treasurer, to prepare an 3 4 analysis and recommendations for developing a global long-term 5 care budgeting process designed to provide the Department of Health [and Senior Services] with the authority and flexibility to 6 7 move Medicaid recipients into the appropriate level of care based 8 on their individual needs, and to identify specific gaps and 9 requirements necessary to streamline paperwork and expedite the 10 process of obtaining Medicaid eligibility for home care options for those who qualify; 11

g. Executive Order No. 31, issued by the Governor on April 21,
2005, established a "money follows the person" pilot program and
set aside funding in fiscal year 2006 for home and communitybased long-term care;

h. Older adults and those with physical disabilities or 16 17 Alzheimer's disease and related disorders that require a nursing 18 facility level of care should not be forced to choose between going 19 into a nursing home or giving up the medical assistance that pays 20 for their needed services, and thereby be denied the right to choose 21 where they receive those services; their eligibility for home and 22 community-based long-term care services under Medicaid should be 23 based upon the same income and asset standards as those used to 24 determine eligibility for long-term care in an institutional setting; 25 and

26 i. The enactment of [this bill] P.L. 2006, c.23 (C.30:4D-17.23 et seq) will ensure that, in the case of Medicaid-funded long-term 27 care services, "the money follows the person" to allow maximum 28 29 flexibility between nursing homes and home and community-based 30 settings when it does not compromise federal funding or services in 31 the nursing home and, in so doing, significantly expands the choices 32 available to consumers of these services and thereby fulfills the goal 33 of personal independence so highly valued by the growing number 34 of older adults and persons with disabilities in this State.

35 (cf: P.L.2006, c.23, s.2)

36

37 ¹[373.] <u>374.</u>¹ Section 3 of P.L.2006, c.23 (C.30:4D-17.25) is
 38 amended to read as follows:

39 3. As used in this act:

40 "Commissioner" means the Commissioner of [Health and
41 Senior] <u>Human</u> Services.

42 "Funding parity between nursing home care and home and 43 community-based care" means that the distribution of the amounts 44 expended for these two categories of long-term care under the 45 Medicaid program reflects an appropriate balance between the 46 service delivery costs of those persons whose needs and preferences 47 can most appropriately be met in a nursing home and those persons

1 whose needs and preferences can most appropriately be met in a 2 home or community-based setting. 3 "Home and community-based care" means Medicaid home and community-based long-term care options available in this State, 4 5 including, but not limited to, the ¹[Community Care Program for the Elderly and Disabled, Assisted Living, Adult Family Care, 6 Caregiver Assistance Program] <u>Global Options Waiver</u>¹, Adult Day 7 8 Health Services, Traumatic Brain Injury, AIDS Community Care 9 Alternatives Program, Community Resources for People with 10 Disabilities, and Community Resources for People with Disabilities 11 Private Duty Nursing.

12 (cf: P.L.2006, c.23, s.3)

13

14 '[374.] <u>375.</u>' Section 4 of P.L.2006, c.23 (C.30:4D-17.26) is
15 amended to read as follows:

4. a. (1) Beginning in fiscal year 2008, and in each succeeding 16 17 fiscal year through fiscal year 2013, the commissioner, in 18 consultation with the State Treasurer [and the Commissioner of 19 Human Services] and in accordance with the provisions of this section, shall implement a process that rebalances the overall 20 21 allocation of funding within the Department of [Health and Senior] 22 Human Services for long-term care services through the expansion 23 of home and community-based services for persons eligible for 24 long-term care as defined by regulation of the commissioner. The 25 expansion of home and community-based services shall be funded, 26 within the existing level of appropriations, by diverting persons in 27 need of long-term care to allow maximum flexibility between 28 nursing home placements and home and community-based services. 29 The State Treasurer, after review and analysis, shall determine the 30 transfer of such funding to home and community-based services provided by the [Departments of Health and Senior Services and] 31 32 Department of Human Services as is necessary to effectuate the 33 purposes of this act.

34 (2) Beginning in fiscal year 2008, and in each succeeding fiscal 35 year through fiscal year 2013, funds equal to the amount of the 36 reduction in the projected growth of Medicaid expenditures for 37 nursing home care pursuant to paragraph (1) of this subsection, for 38 State dollars only plus the percentage anticipated for programs and 39 persons that will receive federal matching dollars, shall be 40 reallocated to home and community-based care through a global 41 budget and expended solely for such care, until the commissioner 42 determines that total Medicaid expenditures for long-term care have 43 been sufficiently rebalanced to achieve funding parity between 44 nursing home care and home and community-based care. Any 45 funds so reallocated, which are not expended in the fiscal year in 46 which they are reallocated, shall be reserved for expenditures for 47 home and community-based care in a subsequent fiscal year.

(3) Subject to federal approval, the home and community-based
 services to which funds are reallocated pursuant to this act shall
 include services designated by the commissioner[, in consultation
 with the Commissioner of Human Services] and the Medicaid
 Long-Term Care Funding Advisory Council established pursuant to
 this act.

(4) Notwithstanding the provisions of this subsection to the
contrary, this act shall not be construed to authorize a reduction in
funding for Medicaid-approved services based upon the approved
State Medicaid nursing home reimbursement methodology,
including existing cost screens used to determine daily rates, annual
rebasing and inflationary adjustments.

b. The commissioner[, in consultation with the Commissioner
of Human Services,] shall adopt modifications to the Medicaid
long-term care intake system that promote increased use of home
and community-based services. These modifications shall include,
but not be limited to, the following:

(1) commencing March 1, 2007, on a pilot basis in Atlantic andWarren counties, pursuant to Executive Order No. 31 of 2005:

20 (a) the provision of home and community-based services 21 available under Medicaid, as designated by the commissioner, in 22 consultation with [the Commissioner of Human Services and] the 23 Medicaid Long-Term Care Funding Advisory Council established 24 pursuant to this act, pending completion of a formal Medicaid 25 financial eligibility determination for the recipient of services, for a 26 period that does not exceed a time limit established by the 27 commissioner; except that the cost of any services provided 28 pursuant to this subparagraph to a person who is subsequently 29 determined to be ineligible for Medicaid may be recovered from 30 that person; and

31 (b) the use of mechanisms for making fast-track Medicaid
32 eligibility determinations, a revised clinical assessment instrument,
33 and a computerized tracking system for Medicaid long-term care
34 expenditures; and

35 (2) commencing March 1, 2008, expansion of the services and 36 measures provided for in paragraph (1) of this subsection to all of 37 the remaining counties in the State, subject to the commissioner 38 conducting or otherwise providing for an evaluation of the pilot 39 programs in Atlantic and Warren counties prior to that date and 40 determining from that evaluation that the pilot programs are cost-41 effective and should be expanded Statewide.

42 (cf: P.L.2006, c.23, s.4)

43

44 ¹[375.] <u>376.</u>¹ Section 6 of P.L.2006, c.23 (C.30:4D-17.28) is
45 amended to read as follows:

6. The commissioner, in consultation with the Medicaid Long Term Care Funding Advisory Council established pursuant to this
 act, shall:

4 a. Implement, by such time as the commissioner certifies to the 5 Governor and the Legislature that funding parity has been achieved 6 pursuant to subsection b. of section 5 of this act, a comprehensive 7 data system to track long-term care expenditures and services and 8 consumer profiles and preferences. The data system shall include, 9 but not be limited to: the number of vacant nursing home beds 10 annually and the number of nursing home residents transferred to 11 home and community-based care pursuant to this act; annual long-12 term care expenditures for nursing home care and each of the home and community based long-term care options available to Medicaid 13 14 recipients; and annual percentage changes in both long-term care 15 expenditures for, and the number of Medicaid recipients utilizing, 16 nursing home care and each of the home and community based 17 long-term care options, respectively;

18 b. Commence the following no later than January 1, 2008:

(1) implement a system of Statewide long-term care service
coordination and management designed to minimize administrative
costs, improve access to services, and minimize obstacles to the
delivery of long-term care services to people in need;

(2) identify home and community based long-term care service
models that are determined by the commissioner to be efficient and
cost-effective alternatives to nursing home care, and develop clear
and concise performance standards for those services for which
standards are not already available in a home and community-based
services waiver;

(3) develop and implement [with the Commissioner of Human
Services] a comprehensive consumer assessment instrument that is
designed to facilitate an expedited process to authorize the
provision of home and community-based care to a person through
fast track eligibility prior to completion of a formal financial
eligibility determination; and

(4) develop and implement a comprehensive quality assurance
system with appropriate and regular assessments that is designed to
ensure that all forms of long-term care available to consumers in
this State are financially viable, cost-effective, and promote and
sustain consumer independence; and

c. Seek to make information available to the general public on
a Statewide basis, through print and electronic media, regarding the
various forms of long-term care available in this State and the rights
accorded to long-term care consumers by statute and regulation, as
well as information about public and nonprofit agencies and
organizations that provide informational and advocacy services to
assist long-term care consumers and their families.

47 (cf: P.L.2006, c.23, s.6)

1 ¹[376.] <u>377.</u>¹ Section 7 of P.L.2006, c.23 (C.30:4D-17.29) is 2 amended to read as follows: 3 7. a. There is established the Medicaid Long-Term Care 4 Funding Advisory Council within the Department of [Health and 5 Senior] Human Services. The advisory council shall meet at least quarterly during each fiscal year until such time as the 6 7 commissioner certifies to the Governor and the Legislature that 8 funding parity has been achieved pursuant to subsection b. of 9 section 5 of this act, and shall be entitled to receive such information from the Departments of Health [and Senior Services], 10 11 Human Services, and the Treasury as the advisory council deems 12 necessary to carry out its responsibilities under this act. 13 b. The advisory council shall: 14 (1) monitor and assess, and advise the commissioner on, the 15 implementation and operation of the Medicaid long-term care 16 expenditure reforms and other provisions of this act; and 17 (2) develop recommendations for a program to recruit and train 18 stable workforce of home care providers, including a 19 recommendations for changes to provider reimbursement under 20 Medicaid home and community-based care programs. 21 c. The advisory council shall comprise [15] 14 members as 22 follows: 23 (1) the commissioner [, the Commissioner of Human Services] 24 and the State Treasurer, or their designees, as ex officio members; 25 and 26 (2) 12 public members to be appointed by the commissioner as 27 follows: one person appointed upon the recommendation of AARP; 28 one person upon the recommendation of the New Jersey 29 Association of Area Agencies on Aging, one person upon the 30 recommendation of the New Jersey Association of County Offices 31 for the Disabled; one person upon the recommendation of the 32 Health Care Association of New Jersey; one person upon the 33 recommendation of the New Jersey Association of Non-Profit 34 Homes for the Aging; one person upon the recommendation of the 35 New Jersey Hospital Association; one person upon the 36 recommendation of the Rutgers Center for State Health Policy; one 37 person upon the recommendation of the New Jersey Elder Rights 38 Coalition; one person upon the recommendation of the County 39 Welfare Directors Association of New Jersey; one person upon the 40 recommendation of the New Jersey Adult Day Services 41 Association; one person upon the recommendation of a labor union 42 that represents home and community-based health care workers; 43 and one person who is a representative of the home care industry. 44 The advisory council shall organize as soon as possible after d. 45 the appointment of its members, and shall annually select from its

46 membership a chairman who shall serve until his successor is

317

1 elected and qualifies. The members shall also select a secretary 2 who need not be a member of the advisory council. 3 e. The department shall provide such staff and administrative support to the advisory council as it requires to carry out its 4 5 responsibilities. (cf: P.L.2006, c.23, s.7) 6 7 ¹[377.] 378.¹ Section 8 of P.L.2006, c.23 (C.30:4D-17.30) is 8 9 amended to read as follows: 10 8. The Commissioner of Human Services, with the approval of the Commissioner of Health and Senior Services,] shall apply to 11 the federal Centers for Medicare [and] & Medicaid Services for 12 any waiver of federal requirements, or for any State plan 13 14 amendments or home and community-based services waiver 15 amendments, which may be necessary to obtain federal financial 16 participation for State Medicaid expenditures in order to effectuate 17 the purposes of this act. 18 (c.f. P.L.2006, c.23, s.8) 19 20 ¹[378.] <u>379.</u>¹ Section 9 of P.L.2006, c.23 (C.30:4D-17.31) is 21 amended to read as follows: 22 9. The commissioner [, in consultation with the Commissioner 23 of Human Services, shall track Medicaid long-term care 24 expenditures necessary to carry out the provisions of this act. (cf: P.L.2006, c.23, s.9) 25 26 ¹[379.] <u>380.</u>¹ Section 2 of P.L.2000, c.28 (C.30:4D-19.3) is 27 28 amended to read as follows: 29 2. As used in this act: 30 "Bank" means a State or federally chartered bank, savings bank, or savings and loan association located in this State that is 31 32 authorized to receive public funds and that is selected by the 33 participating governmental entities to carry out the provisions of 34 this act. 35 "Intergovernmental transfer" means the transfer of money to the State account by a participating governmental entity as 36 37 contemplated by an intergovernmental transfer agreement. 38 "Intergovernmental transfer agreement" means an agreement 39 among the State Treasurer, the Commissioners of Human Services 40 and Health [and Senior Services], and a participating governmental 41 entity pertaining to participation in and implementation of the 42 intergovernmental transfer program. 43 "Intergovernmental transfer program" or "program" means a 44 program to enhance federal financial participation under the 45 Medicaid program by using intergovernmental transfers.

1 "Medicaid" means the "New Jersey Medical Assistance and 2 Health Services Program" established pursuant to P.L.1968, c.413 3 (C.30:4D-1 et seq.). 4 "Medicaid State plan" means the plan submitted by the State to 5 the federal [Health Care Financing Administration] Centers for Medicare & Medicaid Services in the Department of Health and 6 7 Human Services, including any amendments thereto. 8 "Participant accounts" means the accounts maintained at the 9 bank by each participating governmental entity for the purpose of 10 effectuating the intergovernmental transfer program. 11 "Participating governmental entity" means any governmental 12 entity that owns a nursing facility enrolled in the Medicaid program 13 and qualifies for a supplemental payment under the Medicaid State 14 plan, and which signs an intergovernmental transfer agreement. 15 "State account" means the account maintained at the bank by the 16 State Treasurer for the purpose of the intergovernmental transfer 17 program. 18 "Supplemental payment" means the Medicaid payment made by 19 the State to a participating governmental entity for a specified fiscal 20 year, as set forth and provided for in an intergovernmental transfer 21 agreement. 22 (cf: P.L.2000, c.28, s.2) 23 24 ¹[380.] 381.¹ Section 3 of P.L.2000, c.28 (C.30:4D-19.4) is 25 amended to read as follows: 26 3. There is established an intergovernmental transfer program 27 subject to the provisions of this act. Notwithstanding the provisions of any other law to the 28 a. 29 contrary, a governmental entity eligible to receive a supplemental 30 payment is authorized to participate in the intergovernmental 31 transfer program and to take all actions necessary to effectuate 32 completion of the intergovernmental transfer program, including, 33 but not limited to: 34 (1) entering into agreements, including an intergovernmental 35 transfer agreement, with any entity, including the State Treasurer, 36 the Commissioner of Human Services, the Commissioner of Health [and Senior Services], and other participating governmental 37 38 entities; 39 (2) cooperating with a bank in the execution of any additional 40 documentation required by the bank to effect the borrowing by any 41 participating governmental entity through the issuance of short-term 42 notes in the manner prescribed for the issuance of tax anticipation notes pursuant to N.J.S.40A:4-64, except that the short-term notes 43 44 shall not be subject to the provisions of N.J.S.40A:4-66, or in any 45 other manner permitted by law, and to pledge to the bank a security 46 interest in all of its right, title and interest in and to its participant 47 account for repayment of short-term notes;

1 (3) transferring participating governmental entity funds to the 2 State account; 3 (4) executing certifications, letters of instruction or other instruments necessary to effectuate the intergovernmental transfer 4 5 program; and 6 (5) receiving and utilizing supplemental payments received in 7 accordance with the Medicaid State plan, in the manner set forth 8 under the terms of an intergovernmental transfer agreement and as 9 may be necessary to achieve the purposes of the intergovernmental 10 transfer agreement. 11 b. Notwithstanding any other law to the contrary, the State 12 Treasurer, the Commissioner of Human Services and the 13 Commissioner of Health [and Senior Services], acting on behalf of 14 the State, are authorized to participate in the intergovernmental 15 transfer program and to take all actions and make payments in connection with the completion of the intergovernmental transfer 16 17 program, including, but not limited to: 18 (1) entering into agreements, including the intergovernmental 19 transfer agreement, with any entity, including participating governmental entities, upon such terms and conditions as the State 20 21 Treasurer deems necessary or desirable to allow for the entity's 22 participation in the intergovernmental transfer program; 23 (2) cooperating with any bank in the execution of any additional 24 documentation required by the bank to transfer supplemental 25 payments to the participant accounts and otherwise effectuate the 26 intergovernmental transfer program; and 27 (3) executing, approving, and authorizing certifications, letters 28 of instruction, legal opinions, or other instruments as the State 29 Treasurer deems necessary or desirable to effectuate the 30 intergovernmental transfer program. 31 (cf: P.L.2000, c.28, s.3) 32 ¹[381.] <u>382.</u>¹ Section 4 of P.L.2000, c.28 (C.30:4D-19.5) is 33 34 amended to read as follows: 35 4. a. There are appropriated to the Department of [Health and 36 Senior] <u>Human</u> Services such sums as are determined necessary by the Director of the Division of Budget and Accounting in the 37 38 Department of the Treasury to make supplemental payments in 39 accordance with the Medicaid State plan under the 40 intergovernmental transfer program. The sums so appropriated 41 shall be deposited in the State account and used to make 42 supplemental payments to the participant accounts pursuant to this 43 subsection and as set forth in an intergovernmental transfer 44 agreement.

b. There are appropriated to the Department of [Health and
Senior] <u>Human</u> Services and Department of the Treasury such
additional sums as are determined necessary by the Director of the

1 Division of Budget and Accounting in the Department of the 2 Treasury to pay costs incurred by the State in connection with the 3 execution and delivery of any agreements authorized hereunder, 4 including the costs of professional services, attorneys, and any other 5 costs necessary to complete the intergovernmental transfer program. 6 (cf: P.L.2000, c.28, s.4)

7

8 "[382.] <u>383.</u>¹ Section 1 of P.L. 2003, c.281 (C.30:4D-21.4) is
9 amended to read as follows:

1. a. Notwithstanding the provisions of any other law to the 10 contrary, a recipient of benefits under the "Pharmaceutical 11 Assistance to the Aged and Disabled" program, established pursuant 12 13 to P.L.1975, c.194 (C.30:4D-20 et seq.), shall notify the Department 14 of [Health and Senior] Human Services if the recipient 15 unintentionally errs in estimating annual income to determine 16 eligibility for the program due to an unanticipated payment which 17 would render the recipient ineligible for the program. Notification to the department shall be made in the time and manner prescribed 18 19 by the department.

b. If the department determines that the payment was
unanticipated, the recipient shall reimburse the program for only
those benefits that were paid by the program after the recipient
received the unanticipated payment.

c. If the department determines that the payment was not
unanticipated, the recipient shall reimburse the program for all
benefits that were paid by the program in the calendar year in which
the payment was received.

d. Within 30 days of receipt of a determination by the
department that the payment was not unanticipated, a recipient may
request a hearing, which shall be conducted pursuant to the
"Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et
seq.).

e. Nothing in this section shall preclude a recipient from
reapplying for benefits in the calendar year following the year in
which the recipient notified the department pursuant to subsection
a. of this section.

37 (cf: P.L.2003, c.281, s.1)

38

39 '[383.] <u>384.</u>' Section 1 of P.L.2009, c.272 (C.30:4D-21.5) is
40 amended to read as follows:

1. a. If a person who is a recipient of benefits under the
"Pharmaceutical Assistance to the Aged and Disabled," or PAAD,
program becomes ineligible for PAAD because the person's income
exceeds the program's income eligibility limit and the person still
remains eligible for the "Senior Gold Prescription Discount
Program," the person shall be enrolled automatically in the "Senior
Gold Prescription Discount Program."

b. If a person who is a recipient of benefits under the "Senior
Gold Prescription Discount Program" has a decrease in income that
renders the person eligible for PAAD, the person shall
automatically be enrolled in PAAD.

5 The Department of [Health and Senior] Human Services с. shall establish one application form for use in applying for the 6 PAAD program and the "Senior Gold Prescription Discount 7 8 The form shall provide for the inclusion of all Program." 9 information necessary to determine eligibility for both programs 10 and advise applicants of the automatic enrollment provisions of 11 subsections a. and b. of this section.

12 (cf: P.L.2009, c.272, s.1)

13

¹[384.] <u>385.</u>¹ Section 2 of P.L.2003, c.281 (C.30:4D-38.1) is
amended to read as follows:

16 2. a. Notwithstanding the provisions of any other law to the 17 contrary, a recipient of benefits under the "Hearing Aid Assistance 18 for the Aged and Disabled" program, established pursuant to 19 P.L.1987, c.298 (C.30:4D-36 et seq.), shall notify the Department 20 of [Health and Senior] Human Services if the recipient 21 unintentionally errs in estimating annual income to determine 22 eligibility for the program due to an unanticipated payment which 23 would render the recipient ineligible for the program. Notification 24 to the department shall be made in the time and manner prescribed 25 by the department.

b. If the department determines that the payment was
unanticipated, the recipient shall reimburse the program for only
those benefits that were paid by the program after the recipient
received the unanticipated payment.

c. If the department determines that the payment was not
unanticipated, the recipient shall reimburse the program for all
benefits that were paid by the program in the calendar year in which
the payment was received.

d. Within 30 days of receipt of a determination by the
department that the payment was not unanticipated, a recipient may
request a hearing, which shall be conducted pursuant to the
"Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et
seq.).

e. Nothing in this section shall preclude a recipient from
reapplying for benefits in the calendar year following the year in
which the recipient notified the department pursuant to subsection
a. of this section.

43 (cf: P.L.2003, c.281, s.2)

44

45 **[**385.] <u>386.</u>¹ Section 2 of P.L.2001, c.96 (C.30:4D-44) is 46 amended to read as follows:

47 2. As used in this act:

322

1 "Commissioner" means the Commissioner of [Health and 2 Senior Human Services. 3 "Department" means the Department of [Health and Senior] 4 Human Services. 5 "PAAD" means the program of pharmaceutical assistance to the aged and disabled established pursuant to P.L.1975, c.194 6 7 (C.30:4D-20 et seq.). 8 "Prescription drug" means any legend drug which is covered by 9 PAAD. 10 "Program" means the "Senior Gold Prescription Discount Program" established pursuant to this act. 11 12 "Reasonable cost" means the cost of a prescription drug as 13 established for PAAD. 14 "Resident" means a resident as defined in section 3 of P.L.1975, 15 c.194 (C.30:4D-22) for purposes of eligibility for PAAD. (cf: P.L.2001, c.96, s.2) 16 17 18 ¹[386.] <u>387.</u>¹ Section 3 of P.L.2001, c.96 (C.30:4D-45) is 19 amended to read as follows: 20 3. a. There is established the "Senior Gold Prescription Discount Program" in the Department of [Health and Senior] 21 22 Human Services. 23 b. A resident of this State shall be eligible for the program if 24 the person is: 25 (1) either 65 years of age or older or a recipient of disability 26 insurance benefits under Title II of the federal Social Security Act 27 (42 U.S.C. s.401 et seq.); 28 (2) receiving an annual income, the amount of which is not 29 more than \$10,000 above the applicable PAAD income eligibility 30 limits for single and married persons, which amount is to be determined on the same basis as income is determined for the 31 32 purpose of eligibility for PAAD; and 33 (3) not eligible for any other program of State-funded 34 prescription drug benefits. 35 The program shall provide a payment to a pharmacy that is c. 36 participating in the program for the reasonable cost of one or more 37 prescription drugs purchased by an eligible person who presents an 38 identification card issued by the program in an amount that exceeds 39 the copayment paid by the eligible person. The payments to pharmacies shall commence no later than 120 days after the 40 41 effective date of this act or after enactment, whichever is later. 42 At the time of each purchase of a prescription drug, the eligible 43 person shall pay a copayment that shall not be waived, discounted, 44 or rebated in whole or in part, and shall be equal to: 45 (1) \$15 plus 50% of the remaining amount of the reasonable 46 cost for the prescription drug, or the reasonable cost for the 47 prescription drug, whichever is less; or

1 (2) \$15, or the reasonable cost for the prescription drug, 2 whichever is less, in the case of an eligible person who has incurred 3 out-of-pocket expenditures, including copayments and deductibles, 4 for the purchase of prescription drugs, which are not reimbursable 5 by any other plan of assistance or insurance and are credited to that 6 person's account for each 12-month period of eligibility in 7 accordance with procedures established by the commissioner, in the 8 following amounts: \$2,000 for a single person and \$3,000 for a 9 married couple. These out-of-pocket expense amounts shall include 10 only expenses incurred on or after the date that the person received 11 proof of eligibility for the program from the department.

d. If an interchangeable drug product contained in the latest list
approved and published by the Drug Utilization Review Council
pursuant to section 7 of P.L.1977, c.240 (C.24:6E-6) is available for
the prescribed prescription drug, an eligible person shall either:

16 (1) purchase an interchangeable drug product, the cost of which
17 is equal to or less than the maximum allowable cost as determined
18 by the commissioner; or

(2) if the prescriber specifically indicates that substitution is not
permissible, purchase the prescribed drug product that is higher in
cost than the maximum allowable cost as determined by the
commissioner and pay the amount of the price above that maximum
allowable cost, in addition to the amount of the copayment paid by
the eligible person pursuant to subsection c. of this section.

25 An eligible person whose prescription drug costs are covered e. 26 in part by any other program or plan of assistance or insurance may 27 be required to receive reduced assistance under the Senior Gold 28 Prescription Discount Program. If an eligible person's prescription 29 drug costs are covered in whole or in part by any other program or 30 plan of assistance or insurance, the other program or plan shall be 31 the primary payer and the Senior Gold Prescription Discount 32 Program shall be the payer of last resort.

f. The commissioner may establish limits on the day supply or
maximum quantity of prescription drugs which may be purchased
by an eligible person under the program in a manner equivalent to
those established for prescription drug purchases under PAAD.

37 g. An eligible person under the program shall, upon the submission of an application and proof of expenditure as the 38 39 department may prescribe, be reimbursed for 50% of the cost of 40 each prescription drug purchased by that person in an amount that 41 exceeds the required copayment, during the period commencing 30 42 days after the person's properly completed application was received by the department and ending on the date on which the person 43 44 received proof of eligibility from the department; except that no 45 reimbursement under this act shall be made for a prescription drug 46 purchased prior to the effective date of this act.

47 h. The commissioner shall by regulation provide for:

1 (1) arrangements for providing notice of the availability of the 2 program and the distribution of application forms therefor; 3 (2) a system of payments to pharmacies that includes the same 4 dispensing fee structure that is used for PAAD and a system for 5 determining eligibility for the program, including evidence of 6 complete or partial coverage of prescription drug costs by any other 7 program or plan of assistance or insurance; and 8 (3) the issuance of program identification cards to persons who 9 are determined eligible for the program. 10 (cf: P.L.2001, c.96, s.3) 11 ¹[387.] <u>388.</u>¹ Section 3 of P.L.2003, c.281 (C.30:4D-45.1) is 12 13 amended to read as follows: 14 3. a. Notwithstanding the provisions of any other law to the 15 contrary, a recipient of benefits under the "Senior Gold Prescription Discount Program," established pursuant to P.L.2001, c.96 16 17 (C.30:4D-43 et seq.), shall notify the Department of [Health and Senior] Human Services if the recipient unintentionally errs in 18 19 estimating annual income to determine eligibility for the program 20 due to an unanticipated payment which would render the recipient 21 ineligible for the program. Notification to the department shall be 22 made in the time and manner prescribed by the department. 23 b. If the department determines that the payment was 24 unanticipated, the recipient shall reimburse the program for only 25 those benefits that were paid by the program after the recipient 26 received the unanticipated payment. 27 If the department determines that the payment was not c. 28 unanticipated, the recipient shall reimburse the program for all 29 benefits that were paid by the program in the calendar year in which 30 the payment was received. 31 d. Within 30 days of receipt of a determination by the 32 department that the payment was not unanticipated, a recipient may 33 request a hearing, which shall be conducted pursuant to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et 34 35 seq.). 36 e. Nothing in this section shall preclude a recipient from 37 reapplying for benefits in the calendar year following the year in 38 which the recipient notified the department pursuant to subsection 39 a. of this section. 40 (cf: P.L.2003, c.281, s.3) 41 ¹[388.] 389.¹ 42 Section 8 of P.L.2001, c.96 (C.30:4D-50) is 43 amended to read as follows: 44 The Commissioner of [Health and Senior] Human Services, 8 45 pursuant to the "Administrative Procedure Act," P.L.1968, c.410 46 (C.52:14B-1 et seq.), shall adopt rules and regulations to effectuate

1 the purposes of this act. 2 (cf: P.L.2001, c.96, s.8) 3 ¹[389.] <u>390.</u>¹ Section 9 of P.L.2001, c.96 (C.30:4D-51) is 4 5 amended to read as follows: 9. Notwithstanding the provisions of any law to the contrary, 6 no funds appropriated for the Senior Gold Prescription Discount 7 8 Program established pursuant to this act shall be expended unless 9 participating pharmaceutical manufacturing companies execute contracts with the Department of [Health and Senior Services 10 through the Department of Human Services providing for the 11 12 payment of rebates to the State under terms substantially similar to 13 those of rebate payment contracts under PAAD, provided that the 14 manufacturer's rebates for the Senior Gold Prescription Discount 15 Program shall apply only to the amount paid by the State under the 16 program. 17 (cf: P.L.2001, c.96, s.9) 18 19 ¹[390.] <u>391.</u>¹ Section 10 of P.L.2001, c.96 (C.30:4D-52) is 20 amended to read as follows: 21 10. Amounts received as rebates under rebate payment contracts 22 executed pursuant to section 9 of this act are appropriated to the 23 Department of [Health and Senior] Human Services for the support 24 of the Senior Gold Prescription Discount Program. (cf: P.L.2001, c.96, s.10) 25 26 ¹[391.] 392.¹ Section 2 of P.L.2007, c.58 (C.30:4D-54) is 27 28 amended to read as follows: 29 The Legislature finds and declares that: 2. 30 a. The State of New Jersey expends more than \$9 billion in 31 taxpayer funds to fund the Medicaid program each year; 32 b. The State has a continuing responsibility to ensure that funds 33 expended under the Medicaid program are used appropriately and 34 efficiently to promote the public health; 35 c. Fraud, waste, and abuse by providers and recipients in the 36 Medicaid program reduces the ability of the State to properly fund 37 the program and results in harm to the health of the citizens of this 38 State; 39 d. Controlling fraud, waste, and abuse in the Medicaid program 40 includes preventing, detecting, and investigating such fraud, waste, 41 and abuse, and referring it for civil or criminal action when 42 appropriate; 43 e. The current system for controlling Medicaid fraud, waste, 44 and abuse is based largely on formal and informal agreements 45 among the Department of Human Services, the Medicaid Fraud 46 Control Unit of the Department of Law and Public Safety, the 47 Department of Health [and Senior Services,] and other local, State,

1 and federal agencies whose clients are served by the Medicaid 2 program or who are otherwise responsible for the control of 3 Medicaid fraud, waste, and abuse;

Centralizing fraud recovery efforts and establishing an 4 f. 5 independent Office of the Medicaid Inspector General by statute to prevent, detect, and investigate fraud and abuse and coordinate the 6 7 anti-fraud efforts of all State agencies funded by Medicaid will 8 enhance the efforts of the State to control Medicaid costs;

9 g. The current efforts to control Medicaid fraud, waste, and 10 abuse in New Jersey range from investigating providers before they 11 enroll in the Medicaid program to identifying fraud, waste, and 12 abuse on the part of both providers and recipients;

h. Changes in federal and State law, as well as in the health 13 14 care industry and in available technology, suggest that it is time for 15 a comprehensive review of the Medicaid fraud, waste, and abuse 16 control infrastructure in this State;

17 i. Toward that end, the Governor has appointed the New Jersey 18 Commission on Government Efficiency and Reform to evaluate the 19 budget, structure, and organization of government in New Jersey, 20 including State agencies, instrumentalities and independent 21 authorities, local and county government and school districts, and 22 advise the Governor on governmental restructuring, effectiveness, 23 best practices, efficiencies, cost-saving measures, and how best to 24 achieve economies of scale in the delivery of services and 25 programs, at the lowest possible cost, consistent with mission and 26 quality; and

27 While the State examines and prepares to implement such j. fundamental, long-term structural changes, the immediate 28 29 coordination of State efforts to control Medicaid fraud, waste, and 30 abuse at all levels of government is essential.

31 (cf: P.L.2007, c.58, s.2)

32

33 ¹[392.] 393.¹ Section 5 of P.L.2007, c.58 (C.30:4D-57) is 34 amended to read as follows:

35 5. a. The Medicaid Inspector General shall have the following 36 general functions, duties, powers, and responsibilities:

37 (1) To appoint such deputies, directors, assistants, and other 38 officers and employees as may be needed for the office to meet its 39 responsibilities, and to prescribe their duties and fix their 40 compensation in accordance with State law and within the amounts 41 appropriated therefor;

42 (2) To conduct and supervise all State government activities, 43 except those of the Medicaid Fraud Control Unit in the Department 44 of Law and Public Safety, relating to Medicaid integrity, fraud, and 45 abuse;

46 (3) To call upon any department, office, division, or agency of 47 State government to provide such information, resources, or other assistance as the Medicaid Inspector General deems necessary to 48

discharge the duties and functions and to fulfill the responsibilities
of the Medicaid Inspector General under this act. Each department,
office, division, and agency of this State shall cooperate with the
Medicaid Inspector General and furnish the office with the
assistance necessary to accomplish the purposes of this act;
(4) To coordinate activities to prevent, detect, and investigate
Medicaid fraud and abuse among the following: the Departments of

Medicaid fraud and abuse among the following: the Departments of
Human Services, Health [and Senior Services], Education, and
Treasury; the Office of the Attorney General; and the special
investigative unit maintained by each health insurer providing a
Medicaid managed care plan within the State;

(5) To apply for and receive federal grants and monies with all
necessary assistance as the Medicaid Inspector General shall require
from the department;

(6) To enter into any applicable federal pilot programs and
demonstration projects and coordinate with the department in order
for the department to apply as requested by the Medicaid Inspector
General, for necessary federal waivers;

(7) To recommend and implement policies relating to Medicaid
integrity, fraud, and abuse, and monitor the implementation of any
recommendations made by the office to other agencies or entities
responsible for the administration of Medicaid;

23 (8) To perform any other functions that are necessary or24 appropriate in furtherance of the mission of the office; and

(9) To direct all public or private Medicaid service providers or
recipients to cooperate with the office and provide such information
or assistance as shall be reasonably required by the office.

b. As it relates to ensuring compliance with applicable
Medicaid standards and requirements, identifying and reducing
fraud and abuse, and improving the efficiency and effectiveness of
Medicaid, the functions, duties, powers, and responsibilities of the
Medicaid Inspector General shall include, but not be limited to, the
following:

(1) To establish, in consultation with the department and the
Attorney General, guidelines under which the withholding of
payments or exclusion from Medicaid may be imposed on a
provider or shall automatically be imposed on a provider;

38 (2) To review the utilization of Medicaid services to ensure that
39 Medicaid funds, regardless of which agency administers the service,
40 are appropriately spent to improve the health of Medicaid
41 recipients;

42 (3) To review and audit contracts, cost reports, claims, bills, and
43 all other expenditures of Medicaid funds to determine compliance
44 with applicable laws, regulations, guidelines, and standards, and
45 enhance program integrity;

46 (4) To consult with the department to optimize the Medicaid
47 management information system in furtherance of the mission of
48 the office. The department shall consult with the Medicaid

1 Inspector General on matters that concern the operation, upgrade 2 and implementation of the Medicaid management information 3 system;

4 (5) To coordinate the implementation of information technology 5 relating to Medicaid integrity, fraud, and abuse; and

6 (6) To conduct educational programs for Medicaid providers, 7 vendors, contractors, and recipients designed to limit Medicaid 8 fraud and abuse.

9 c. As it relates to investigating allegations of Medicaid fraud 10 and abuse and enforcing applicable laws, rules, regulations, and 11 standards, the functions, duties, powers, and responsibilities of the 12 Medicaid Inspector General shall include, but not be limited to, the 13 following:

14 (1) To conduct investigations concerning any acts of misconduct 15 within Medicaid;

16 (2) To refer information and evidence to regulatory agencies and 17 professional and occupational licensing boards;

(3) To coordinate the investigations of the office with the 18 19 Attorney General, the State Inspector General, law enforcement 20 authorities, and any prosecutor of competent jurisdiction, and 21 endeavor to develop these investigations in a manner that expedites 22 and facilitates criminal prosecutions and the recovery of improperly 23 expended Medicaid funds, including:

24 (a) keeping detailed records for cases processed by the State 25 Inspector General and the Attorney General and county prosecutors. 26 The records shall include: information on the total number of cases 27 processed and, for each case, the agency and division to which the 28 case is referred for investigation; the date on which the case is 29 referred; and the nature of the suspected fraud, waste, or abuse; and 30 (b) receiving notice from the Attorney General of each case that

31 the Attorney General declines to prosecute or prosecutes 32 unsuccessfully;

33 (4) To make information and evidence relating to suspected 34 criminal acts which the Medicaid Inspector General may obtain in 35 carrying out his duties available to the Medicaid Fraud Control Unit pursuant to the requirements of federal law, as well as to other law 36 37 enforcement officials when appropriate, and consult with the 38 Attorney General and county prosecutors in order to coordinate 39 criminal investigations and prosecutions;

40 (5) To refer complaints alleging criminal conduct to the 41 Attorney General or other appropriate prosecutorial authority. If 42 the Attorney General or other appropriate prosecutorial authority decides not to investigate or prosecute the matter, the Attorney 43 44 General or other appropriate prosecutorial authority shall promptly 45 notify the Medicaid Inspector General. The Attorney General or the 46 prosecutorial authority shall inform the Medicaid Inspector General 47 as to whether an investigation is ongoing with regard to any matter 48 so referred. The Medicaid Inspector General shall preserve the confidentiality of the existence of any ongoing criminal
 investigation.

3 (a) If the Attorney General or the prosecutorial authority
4 decides not to investigate or act upon the matter referred, the
5 Inspector General is authorized to continue an investigation after
6 the receipt of such a notice.

7 (b) Upon the completion of an investigation or, in a case in 8 which the investigation leads to prosecution, upon completion of 9 the prosecution, the Attorney General or the prosecutorial authority 10 shall report promptly the findings and results to the Medicaid 11 Inspector General. In the course of informing the Medicaid 12 Inspector General, the Attorney General or prosecutorial authority 13 shall give full consideration to the authority, duties, functions, and 14 responsibilities of the Medicaid Inspector General, the public 15 interest in disclosure, and the need for protecting the confidentiality 16 of complainants and informants.

17 (c) The Medicaid Inspector General shall maintain a record of 18 all matters referred and the responses received and shall be 19 authorized to disclose information received as appropriate and as 20 may be necessary to resolve the matter referred, to the extent 21 consistent with the public interest in disclosure and the need for 22 protecting the confidentiality of complainants and informants and 23 preserving the confidentiality of ongoing criminal investigations.

24 (d) Notwithstanding any referral made pursuant to this
25 subsection, the Medicaid Inspector General may pursue any
26 administrative or civil remedy under the law;

(6) In furtherance of an investigation, to compel at a specific
time and place, by subpoena, the appearance and sworn testimony
of any person whom the Medicaid Inspector General reasonably
believes may be able to give information relating to a matter under
investigation;

(a) For this purpose, the Medicaid Inspector General is
empowered to administer oaths and examine witnesses under oath,
and compel any person to produce at a specific time and place, by
subpoena, any documents, books, records, papers, objects, or other
evidence that the Medicaid Inspector General reasonably believes
may relate to a matter under investigation.

38 (b) If any person to whom a subpoena is issued fails to appear 39 or, having appeared, refuses to give testimony, or fails to produce 40 the books, papers, or other documents required, the Medicaid 41 Inspector General may apply to the Superior Court and the court 42 may order the person to appear and give testimony or produce the 43 books, papers, or other documents, as applicable. Any person 44 failing to obey that order may be punished by the court as for 45 contempt;

46 (7) Subject to applicable State and federal law, to have full and
47 unrestricted access to all records, reports, audits, reviews,
48 documents, papers, data, recommendations, or other material

330

available to State and local departments of health and human
 services, other State and local government agencies, and Medicaid
 service providers relating to programs and operations with respect
 to which the office has responsibilities under this act;

5 (8) To solicit, receive, and investigate complaints related to 6 Medicaid integrity, fraud, and abuse;

7 (9) To prepare cases, provide expert testimony, and support8 administrative hearings and other legal proceedings; and

9 (10) Upon reasonable belief of the commission of a fraudulent or10 abusive act, to conduct on-site facility inspections.

11 d. As it relates to recovering improperly expended Medicaid 12 funds, imposing administrative sanctions, damages or penalties, 13 negotiating settlements, and developing an effective third-party 14 liability program to assure that all private or other governmental 15 medical resources have been exhausted before a claim is paid by 16 Medicaid or that reimbursement is sought when there is discovered 17 a liable third party after payment of a claim, the functions, duties, 18 powers, and responsibilities of the Medicaid Inspector General shall 19 include, but not be limited to, the following:

(1) On behalf of the department, to collect all overpayments for
reimbursable services that are self-disclosed by providers pursuant
to current law;

23 (2) To pursue civil and administrative enforcement actions 24 against those who engage in fraud, abuse, or illegal acts perpetrated 25 Medicaid, including providers, within contractors, agents, 26 recipients, individuals, or other entities involved directly or 27 indirectly with the provision of Medicaid care, services, and 28 supplies. These civil and administrative enforcement actions shall 29 include the imposition of administrative sanctions, penalties, 30 suspension of fraudulent, abusive, or illegal payments, and actions 31 for civil recovery and seizure of property or other assets connected 32 with such payments;

33 (3) To initiate civil suits consistent with the provisions of this
34 act, maintain actions for civil recovery on behalf of the State, and
35 enter into civil settlements;

36 (4) To withhold payments to any provider for Medicaid services
37 if the provider unreasonably fails to produce complete and accurate
38 records related to an investigation that is initiated by the office with
39 reasonable cause;

40 (5) To ensure that Medicaid is the payor of last resort, and to 41 provide for the coordination of benefits with each health insurer 42 operating in the State and the recoupment of any duplicate 43 reimbursement paid by the State. Every such health insurer shall be 44 required to provide such information and reports as may be deemed 45 necessary by the Medicaid Inspector General for the coordination of 46 benefits and shall maintain files in a manner and format approved 47 by the department; and

331

1 (6) To monitor and pursue the recoupment of Medicaid 2 overpayments, damages, penalties, and sanctions. 3 (cf: P.L.2007, c.58, s.5) 4 5 ¹[393.] <u>394.</u>¹ Section 7 of P.L.2007, c.58 (C.30:4D-59) is 6 amended to read as follows: 7 7. a. The Medicaid audit, program integrity, fraud, and abuse 8 prevention and recovery functions, all officers and employees that 9 the Medicaid Inspector General deems qualified and substantially 10 engaged therein, and any documents and records that the Medicaid 11 Inspector General deems necessary and related to the transfer of such functions and personnel, shall be transferred to the Office of 12 13 the Medicaid Inspector General from the Medicaid Office of 14 Program Integrity Unit and the Third Party Liability Unit in the 15 Division of Medical Assistance and Health Services, the Division of Aging Services, the Division of Disability Services, the Division of 16 17 Developmental Disabilities, the Division of Mental Health and 18 Addiction Services, the Division of Youth and Family Services, the 19 Division of Child Behavioral Health Services, the Department of 20 Health [and Senior Services] and the Department of the Treasury. 21 The Medicaid Inspector General shall consult with the head of each 22 department or agency from which such function is to be transferred 23 to determine the officers and employees to be transferred. 24 The Medicaid Inspector General shall have general b. 25 managerial control over the office and shall establish the organizational structure of the office as the Medicaid Inspector 26 27 General deems appropriate to carry out the responsibilities and functions of the office. Within the limits of funds appropriated 28 29 therefor, the Medicaid Inspector General may hire such employees 30 in the unclassified service as are necessary to administer the office. 31 These employees shall serve at the pleasure of the Medicaid 32 Inspector General. Subject to the availability of appropriations, the 33 Medicaid Inspector General may obtain the services of certified 34 public accountants, qualified management consultants, professional 35 auditors, or other professionals necessary to independently perform 36 the functions of the office. 37 (cf: P.L.2007, c.58, s.7) 38 ¹[394.] <u>395.</u>¹ Section 10 of P.L.1985, c.307 (C.30:4G-10) is 39 40 amended to read as follows: 41 10. a. There is established in the department an Advisory Council on Personal Attendant Services which consists of 19 42 members as follows: the [Commissioner of Health and Senior 43 44 Services, the Director of the Division of Youth and Family 45 Services in the Department of Children and Families, the Director

- 46 <u>of the Division of Aging Services</u>, the Director of the Division of
- 47 Developmental Disabilities, and the Director of the Division of

1 Medical Assistance and Health Services in the Department of 2 Human Services, the Director of the Division of Veterans' Services 3 in the Department of Military and Veterans' Affairs, and the 4 Director of the Division of Vocational Rehabilitation Services in 5 the Department of Labor and Workforce Development, or their 6 designees, who shall serve ex officio, and 13 members appointed by 7 the commissioner who are residents of this State, one of whom is a 8 member of the New Jersey Association of County Representatives 9 of Disabled Persons, four of whom represent providers of personal 10 attendant services, five of whom represent consumers of personal 11 attendant services and three of whom represent advocacy groups or 12 agencies for the physically disabled.

A vacancy in the membership of the council shall be filled in thesame manner as the original appointment.

The members of the council shall serve without compensation,
but the department shall reimburse the members for the reasonable
expenses incurred in the performance of their duties.

b. The council shall hold an organizational meeting within 30 days after the appointment of its members. The members of the council shall elect from among them a [chairman] chairperson, who shall be the chief executive officer of the council and the members shall elect a secretary, who need not be a member of the council.

c. The council shall:

(1) Advise the commissioner on matters pertaining to personal
attendant services and the development of the personal attendant
program, upon the request of the commissioner;

(2) Review the rules and regulations promulgated for the
implementation of the personal attendant program and make
recommendations to the commissioner, as appropriate;

31 (3) Evaluate the effectiveness of the personal attendant program32 in achieving the purposes of this act; and

33 (4) Assess the Statewide need for personal attendant services
34 and the projected cost for providing these services Statewide.

35 (cf: P.L.2006, c.47, s.160)

36

37 '[395.] <u>396.</u>' Section 1 of P.L.2006, c.87 (C.30:4J-17) is
 38 amended to read as follows:

39 1. The Commissioner of Human Services, in consultation with
40 the Commissioners of Health [and Senior Services], Labor and
41 Workforce Development, and Banking and Insurance, as
42 appropriate, shall prepare, to the extent data are available, an annual
43 report on Access to Employer-Based Health Insurance, as provided
44 in this act.

a. The report shall include the following information about
each employer in the State with an aggregate of 50 or more NJ
FamilyCare enrollees or Medicaid recipients:

333

1 (1) the employer's name and address, unless the employer has 2 more than one work site, in which case the employer's name and the 3 number of work sites and the counties in which the work sites are 4 located;

5 (2) the number of NJ FamilyCare enrollees and Medicaid 6 recipients who are employed by the employer;

7 (3) the number of NJ FamilyCare enrollees and Medicaid
8 recipients who are spouses or dependents of employees of the
9 employer;

(4) whether the employer offers health insurance coverage to itsemployees; and

(5) the cost to the State of providing NJ FamilyCare and
Medicaid coverage for the employer's employees and their
dependents.

The commissioner may include comparable information about recipients of other public health care coverage programs, and such other information as [he] <u>the commissioner</u> deems appropriate regarding employer-based coverage for persons covered under public insurance programs.

20 The commissioner shall also include the information compiled 21 by the Commissioner of Health [and Senior Services] concerning 22 recipients of charity care pursuant to section 2 of P.L.2006, c.87 23 (C.26:2H-18.55a). With respect to the information provided by the 24 Commissioner of Health [and Senior Services], the commissioner, in consultation with the Commissioners of Labor and Workforce 25 26 Development and Banking and Insurance, shall ascertain whether 27 the employer of a recipient of charity care offers health insurance 28 coverage to its employees. The commissioner shall include that 29 information about employers in the report.

In addition, the commissioner may make any recommendations
[he] the commissioner deems appropriate for legislative action.

b. The report shall not include the name of any NJ FamilyCare
enrollee or Medicaid recipient or any family member of an enrollee
or recipient.

c. The commissioner shall submit the report by September 1 of
each year to the Governor and the chairmen of the Senate and
Assembly standing reference committees on human services, health.
and appropriations.

39 (cf: P.L.2006, c.87, s.1)

40

41 **[**396.] <u>397.</u>¹ Section 27 of P.L.2008, c.38 (C.30:4J-19) is 42 amended to read as follows:

27. The Commissioner of Human Services shall establish an
Outreach, Enrollment, and Retention Working Group to develop a
plan to carry out ongoing and sustainable measures to strengthen
outreach to low and moderate income families who may be eligible
for Medicaid, NJ FamilyCare, or NJ FamilyCare Advantage, to

334

1 maximize enrollment in these programs, and to ensure retention of 2 enrollees in these programs.

The members of the working group shall include: 3 a.

4 (1) The Commissioners of Human Services, Health [and Senior 5 Services. Banking and Insurance, Labor and Workforce 6 Development, Education, and Community Affairs, and the 7 Secretary of Agriculture [, and the Child Advocate], or their 8 designees, who shall serve ex officio; and

9 (2) Six public members appointed by the Commissioner of 10 Human Services who shall include: one person who represents racial and ethnic minorities in this State; one person who represents 11 12 managed care organizations that participate in the Medicaid and NJ 13 FamilyCare programs; one person who represents the vendor under 14 contract with the Division of Medical Assistance and Health 15 Services to provide NJ FamilyCare eligibility, enrollment, and 16 health benefit coordinator services to the division; one person who 17 represents New Jersey Policy Perspective; one person who 18 represents the [Association] Advocates for Children of New Jersey; 19 and one person who represents Legal Services of New Jersey.

20

b. As part of the plan, the working group shall:

(1) determine if there are obstacles to enrollment of minorities 21 in the State in the Medicaid, NJ FamilyCare, and NJ FamilyCare 22 23 Advantage programs due to ethnic and cultural differences and, if 24 so, develop strategies for the Department of Human Services to 25 overcome these obstacles and increase enrollment among 26 minorities;

27 (2) recommend outreach strategies to identify and enroll all eligible children in the Medicaid, NJ FamilyCare, and NJ 28 29 FamilyCare Advantage programs and to retain enrollment of 30 children and their parents in the programs;

31 (3) establish monthly enrollment goals for the number of 32 children who need to be enrolled in Medicaid, NJ FamilyCare, and 33 NJ FamilyCare Advantage in order to ensure that as many children 34 as possible who are eligible for these programs are enrolled within a 35 reasonable period of time, in accordance with the mandate 36 established pursuant to section 2 of P.L.2008, c.38 (C.26:15-2); and

37 (4) make such other recommendations to the Commissioner of 38 Human Services as the working group determines necessary and 39 appropriate to achieve the purposes of this section.

40 The working group shall organize as soon as practicable c. 41 following the appointment of its members and shall select a 42 chairperson and vice-chairperson from among the members. The 43 chairperson shall appoint a secretary who need not be a member of 44 the working group.

45 (1) The public members shall serve without compensation, but shall be reimbursed for necessary expenses incurred in the 46 47 performance of their duties and within the limits of funds available 48 to the working group.

1 (2) The working group shall be entitled to call to its assistance 2 and avail itself of the services of the employees of any State, 3 county, or municipal department, board, bureau, commission, or 4 agency as it may require and as may be available to it for its 5 purposes.

d. Upon completion of the plan, the working group shall report
on its activities to the [chairmen] chairperson of the Senate and
Assembly standing reference committees on health and human
services, and include a copy of the plan and any recommendations
for legislative action it deems appropriate.

e. The Commissioner of Human Services shall post the plan on the department's Internet website and include a table showing the monthly enrollment goals established in the plan and the actual new and continued enrollments for that month. The commissioner shall update the table monthly.

16 f. The Department of Human Services shall provide staff17 support to the working group.

- 18 (cf: P.L.2008, c.38, s.27)
- 19

¹[397.] <u>398.</u>¹ (New section) a. There is established the Division
of Aging Services in the Department of Human Services.

22 b. The functions, powers, and duties of the Department of 23 Health and Senior Services, redesignated as the Department of 24 Health pursuant to section 93 of P.L. , c. (C.) (pending 25 before the Legislature as this bill), to the extent that they relate to 26 the provision of programs or services for senior citizens, including 27 the New Jersey State Commission on Aging established pursuant to 28 section 1 of P.L.1957, c.72 (C.26:1A-107), the Division on Aging 29 and Community Services, and any other division relating to senior 30 benefits, are transferred to the Division of Aging Services, subject 31 to the provisions of P.L. , c. (C.) (pending before the 32 Legislature as this bill) and in accordance with the "State Agency Transfer Act," P.L.1971, c.375 (C.52:14D-1 et seq.). 33

34 c. All appropriations and other monies available, and to 35 become available, that relate to the provision of programs or 36 services for senior citizens are continued in the Division of Aging 37 Services and shall be available for the objects and purposes for 38 which these monies are appropriated, subject to the provisions of 39) (pending before the Legislature as this bill) and P.L., c. (C. 40 any other terms, restrictions, limitations, or other requirements 41 imposed by law.

d. The administrator and head of the office shall be a director
who shall be known as the Director of the Division of Aging
Services. The director shall be a person qualified by training and
experience to perform the duties of the office and shall devote his
entire time to the performance of those duties. The director shall be
appointed by the commissioner.

e. The commissioner shall appoint and remove officers and employees of the division subject to the provisions of Title 11A of the New Jersey Statutes and other applicable statutes as are necessary to enable the division to perform its duties pursuant to this act and shall fix their compensation within the limits of available appropriations and as is provided by law.

f. Whenever, in any law, rule, regulation, order, contract,
document, judicial or administrative proceeding or otherwise,
reference is made to the Division on Aging in either the Department
of State, the Department of Community Affairs, or the Department
of Health or Senior Services, the same shall mean and refer to the
Division of Aging Services in the Department of Human Services.

13

14 '[398.] <u>399.</u>' Section 1 of P.L.1997, c.364 (C.34:5A-10.1) is
15 amended to read as follows:

16 1. As used in this act:

17 "Child care center" means a child care center licensed pursuant
18 to the provisions of P.L.1983, c.492 (C.30:5B-1 et seq.);

"Hazardous substance" means any substance, or substance in a
mixture, included on the hazardous substance list developed by the
Department of Health [and Senior Services] pursuant to the
"Worker and Community Right to Know Act," P.L.1983, c.315
(C.34:5A-1 et seq.).

24 "Hazardous substance" shall not include:

(1) Any article containing a hazardous substance if the
hazardous substance is present in a solid form which does not pose
any acute or chronic health hazard to any person exposed to it;

(2) Any hazardous substance constituting less than one percent
of a mixture unless the hazardous substance is present in an
aggregate amount of 500 pounds or more in a container in a public
or private school or child care center building;

(3) Any hazardous substance which is a special health hazardous
substance constituting less than the threshold percentage established
by the Department of Health [and Senior Services] pursuant to
P.L.1983, c.315 (C.34:5A-1 et seq.), for that special health
hazardous substance when present in a mixture;

37 (4) Any hazardous substance present in the same form and
38 concentration as a product packaged for distribution and use by
39 consumers and which is not a product intended primarily for
40 commercial use;

41 (5) Any fuel in a motor vehicle;

42 (6) Tobacco or tobacco products;

43 (7) Wood or wood products;

44 (8) Foods, drugs, or cosmetics;

45 (9) Hazardous substances which are an integral part of a46 building's structure or furnishings;

47 (10) Products which are personal property and are intended for48 personal use; and

1 (11) Any substance used in the routine maintenance of a public 2 or private school or child care center building or its grounds, any 3 substance used in a classroom science laboratory, any substance 4 used in a school occupational training facility, including 5 laboratories and shops, and any substance used in the normal 6 operation of the classrooms or administrative offices of a public or 7 private school or child care center, including any substance used in 8 the heating or cooling of the school or child care center;

9 "Hazardous substance fact sheet" means the hazardous substance
10 fact sheets prepared by the Department of Health [and Senior
11 Services] pursuant to the "Worker and Community Right to Know
12 Act," P.L.1983, c.315 (C.34:5A-1 et seq.);

"Public school or private school" have the same meaning as setforth in N.J.S.18A:1-1.

15 (cf: P.L.1997, c.364, s.1)

16

17 '[399.] <u>400.</u>' Section 2 of P.L.1997, c.364 (C.34:5A-10.2) is
18 amended to read as follows:

19 2. a. No person shall use or allow the use of any hazardous 20 substance in or on any building or grounds used as a public school, a private school, or child care center at any time when children are 21 22 expected to be present in the building. The provisions of this 23 subsection shall not apply when an emergency condition, as deemed 24 by the Board of Education or the chief school administrator in the 25 case of any public school, or the person having responsibility for 26 the operation of any private school or child care center, necessitates 27 the use of a hazardous substance when children are present.

b. Any person who uses or stores, or causes or allows the use or storage of any hazardous substance in or on any building or grounds used as a public school, a private school, or child care center shall ensure that the use or storage of that hazardous substance is in compliance with the regulations adopted by the Department of Health [and Senior Services] pursuant to section 5 of P.L.1997, c.364 (C.34:5A-10.5).

35 (cf: P.L.1997, c.364, s.2)

36

37 '[400.] <u>401.</u>' Section 5 of P.L.1997, c.364 (C.34:5A-10.5) is
 38 amended to read as follows:

39 The Department of Health [and Senior Services], in 5. 40 consultation with the Departments of Education, Human Services, 41 Children and Families and Environmental Protection, and within 180 days of the enactment of P.L.1997, c.364 (C.34:5A-10.1 et 42 43 seq.), shall adopt, pursuant to the "Administrative Procedure Act," 44 P.L.1968, c.410 (C.52:14B-1 et seq.), regulations necessary to 45 implement the provisions of this act which are consistent with 46 federal and State indoor air quality standards and standards

338

1 governing the exposure of children to hazardous substances as they 2 are adopted by the federal government.

- 3 (cf: P.L.2006, c.47, s.183)
- 4

5 ¹[401.] <u>402.</u>¹ Section 14 of P.L.1983, c.315 (C.34:5A-14) is 6 amended to read as follows:

7 14. a. Every employer shall have until October 30, 1985 to take 8 any action necessary to assure that every container at the employer's 9 facility containing a hazardous substance shall bear a label 10 indicating the chemical name and Chemical Abstracts Service number of the hazardous substance or the trade secret registry 11 12 number assigned to the hazardous substance. The labels on all 13 containers except pipelines and underground storage tanks shall be 14 designed and affixed in such a manner to ensure that if there is a 15 flood or other natural disaster when the container is transported or 16 stored, the label shall remain in place and visible. Employers may 17 label containers in a research and development laboratory by means 18 of a code or number system, if the code or number system will 19 enable an employee to readily make a cross-reference to a 20 hazardous substance fact sheet which will provide the employee 21 with the chemical name and Chemical Abstracts Service number of 22 the hazardous substance contained in the container, or the trade 23 secret registry number assigned to the hazardous substance. The 24 code or number system shall be designed to allow the employee free 25 and ready access at all times to the chemical name and Chemical Abstracts Service number of the hazardous substance in the 26 27 container, shall be designed to allow the employee access to this 28 information without the permission or assistance of management, 29 and shall be available to the employee at close proximity to the 30 employee's specific job location or locations. Employers shall be 31 required to label pipelines only at the valve or valves located at the 32 point at which a hazardous substance enters a facility's pipeline 33 system, and at normally operated valves, outlets, vents, drains, and sample connections designed to allow the release of a hazardous 34 35 substance from the pipeline.

36 b. Within two years of the effective date of this act, every 37 employer shall take any action necessary to assure that every 38 container at the employer's facility bears a label indicating the 39 chemical name and Chemical Abstracts Service number of the 40 substance in the container, except as provided in subsection d. of 41 this section, or the trade secret registry number assigned to the 42 substance. Employers may label containers in a research and 43 development laboratory by means of a code or number system, if 44 the code or number system will enable an employee to readily make 45 a cross-reference to documentary material retained on file by the 46 employer at the facility which will provide the employee with the 47 chemical name and Chemical Abstracts Service number of the substance contained in the container, except as provided in 48

1 subsection d. of this section, or the trade secret registry number 2 assigned to the substance. The code or number system shall be 3 designed to allow the employee free and ready access at all times to 4 the chemical name and Chemical Abstracts Service number of the 5 substance in the container, shall be designed to allow the employee 6 access to this information without the permission or assistance of 7 management, and shall be available to the employee at close 8 proximity to the employee's specific job location or locations. If a 9 container contains a mixture, an employer shall be required to 10 insure that the label identify the chemical names and Chemical 11 Abstracts Service numbers, except as provided in subsection d. of 12 this section, or the trade secret registry numbers, of the five most 13 predominant substances contained in the mixture. The provisions of 14 this subsection shall not apply to any substance constituting less 15 than 1% of a mixture unless the substance is present at the facility 16 in an aggregate amount of 500 pounds or more. Employers shall be 17 required to label pipelines only at the valve or valves located at the 18 point at which a substance enters a facility's pipeline system, and at 19 normally operated valves, outlets, vents, drains, and sample 20 connections designed to allow the release of a substance from the One year after the effective date of this act the 21 pipeline. 22 Department of Health [and Senior Services] shall establish criteria for containers which, because of the finished and durable 23 24 characteristics of their contents, shall be exempt from the provisions 25 of this subsection. These standards shall be consistent with the 26 intent of this subsection to provide for the labeling of every 27 container which may contain a substance which is potentially 28 hazardous.

29 c. The labeling requirements of subsections a. and b. of this section shall not apply to containers labeled pursuant to the 30 31 "Federal Insecticide, Fungicide, and Rodenticide Act," 61 Stat. 163 32 (7 U.S.C. s.121 et al.), except that the label for any such container 33 except pipelines and underground storage tanks shall be designed 34 and affixed in such a manner to ensure that if there is a flood or 35 other natural disaster when the container is transported or stored, 36 the label shall remain in place and visible. The Department of 37 Health and Senior Services may, by rule and regulation, certify 38 containers labeled pursuant to any other federal act as labeled in 39 compliance with the provisions of this section.

40 d. One year after the effective date of this act the Department 41 of Health [and Senior Services] shall adopt, pursuant to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et 42 43 seq.), a list of substances the containers of which may be labeled 44 with the common names and Chemical Abstracts Service numbers 45 of their contents. The department shall include on the list adopted 46 pursuant to this subsection only substances which are widely recognized by their common names. An employer shall provide the 47

1 chemical name of a substance in a container labeled pursuant to this 2 subsection within five working days of the request therefor. 3 (cf: P.L.2007, c.190, s.1) 4 5 ¹[402.] <u>403.</u>¹ Section 21 of P.L.1983, c.315 (C.34:5A-21) is 6 amended to read as follows: 7 21. The Department of Health [and Senior Services], the 8 Department of Environmental Protection, and the Department of 9 Labor and Workforce Development shall jointly establish a 10 procedure for annually receiving information from the public and 11 any other interested party, concerning any revision of the workplace 12 hazardous substance list and any revision of the environmental 13 hazardous substance list. This procedure shall include a mechanism 14 for revising the workplace hazardous substance list and the 15 environmental hazardous substance list. Any revision of the 16 workplace hazardous substance list or environmental hazardous substance list shall be based on documented scientific evidence. 17 18 The Department of Health [and Senior Services] and the Department of Environmental Protection shall publicly announce 19 any revisions of the workplace hazardous substance list or the 20 21 environmental hazardous substance list, and any such additions or 22 revisions shall be made pursuant to the provisions of the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et 23 24 seq.). (cf: P.L.2010, c.87, s.19) 25 26 ¹[403.] <u>404.</u>¹ Section 26 of P.L.1983, c.315 (C.34:5A-26) is 27 amended to read as follows: 28 29 26. a. There is established in the Department of the Treasury a 30 nonlapsing, revolving fund to be known as the "Worker and 31 Community Right To Know Fund." The "Worker and Community 32 Right To Know Fund" shall be credited with all fees collected 33 pursuant to paragraph (1) of subsection b. of this section and 34 interest on moneys in the "Worker and Community Right To Know 35 Fund" shall be credited to the "Worker and Community Right To 36 Know Fund" and all moneys in the "Worker and Community Right 37 To Know Fund" are appropriated for the purposes of the "Worker 38 and Community Right To Know Fund", and no moneys shall be 39 expended for those purposes without the specific appropriation 40 thereof by the Legislature. The State Treasurer shall be the administrator of the "Worker and Community Right To Know 41 42 Fund", and all disbursements from the "Worker and Community 43 Right To Know Fund" shall be made by the State Treasurer upon 44 the warrant of the Director of the Division of Budget and 45 Accounting. 46 b. (1) The Department of Labor and Workforce Development

40 b. (1) The Department of Labor and workforce Development
47 shall annually assess each employer a fee of not less than \$75.00
48 nor more than an amount equal to \$4.00 per employee to provide

for the implementation of the provisions of this act. All fees
 collected by the department pursuant to this paragraph shall be
 deposited in the "Worker and Community Right To Know Fund".

4 (2) The Department of Labor and Workforce Development shall 5 annually assess each employer a fee of \$2.00 per employee for the 6 implementation of P.L.1991, c.235 (C.13:1D-35 et seq.). All fees 7 collected by the department pursuant to this paragraph shall be 8 deposited in the "Pollution Prevention Fund" established pursuant 9 to section 16 of P.L.1991, c.235 (C.13:1D-50), and shall be used 10 only for the implementation of P.L.1991, c.235 (C.13:1D-35 et 11 seq.).

c. The moneys in the "Worker and Community Right To Know
 Fund" shall be disbursed only for the following purposes:

(1) Expenses approved by the Director of the Division of
Budget and Accounting and incurred by the Department of Health
[and Senior Services], the Department of Environmental
Protection, the Department of Labor <u>and Workforce Development</u>,
the Department of the Treasury, and the county health departments
in implementing the provisions of this act; and

20 (2) Repayment to the General Fund of any moneys appropriated21 by law in order to implement the provisions of this act.

22 d. The State Treasurer shall annually disburse the moneys in 23 the "Worker and Community Right To Know Fund" for 24 expenditures approved by the Director of the Division of Budget 25 and Accounting pursuant to paragraph (1) of subsection c. of this 26 section, but in no case in an amount to the several departments that 27 is greater than the following percentages of the "Worker and 28 Community Right To Know Fund" available in any one year: the 29 Department of Health [and Senior Services], 40%; the Department 30 of Environmental Protection, 20%; the county health departments, 31 15%; the Department of Labor and Workforce Development, 15%; 32 and the Department of the Treasury, 10%.

33 Beginning two years after the effective date of this act, the e. 34 State Treasurer shall make an annual audit of the "Worker and 35 Community Right To Know Fund" to determine the adequacy of 36 moneys on deposit in the "Worker and Community Right To Know 37 Fund" to support the implementation of the provisions of this act. If 38 the State Treasurer, in consultation with the Department of Health 39 [and Senior Services], the Department of Environmental Protection, and the Department of Labor and Workforce 40 41 Development makes a determination that the revenues in the "Worker and Community Right To Know Fund" are sufficient to 42 43 warrant a reduction in the fees imposed pursuant to paragraph (1) of 44 subsection b. of this section for the ensuing year, [he] the State 45 Treasurer may reduce the amount of the fees imposed during that 46 year by an amount warranted by the balance in the "Worker and 47 Community Right To Know Fund" at the time of the determination. 48 (cf: P.L.2003, c.117, s.19)

1 ¹[404.] <u>405.</u>¹ Section 10 of P.L.1984, c.173 (C.34:5A-41) is 2 amended to read as follows: 3 10. Any person who knowingly hinders or delays the 4 [Commissioner] <u>Commissioners</u> of Labor <u>and Workforce</u> 5 Development or Health [and Senior Services] or the authorized representative thereof, in the performance of the duty to enforce this 6 7 act, or knowingly submits false or misleading information on any 8 license or permit application required by this act, or fails to obtain 9 licenses or permits required by the provisions of this act, or refuses 10 to make these licenses or permits accessible to either commissioner, 11 or the authorized representative thereof, or otherwise violates any 12 provision of this act or any regulation adopted under this act, shall, 13 upon conviction, be guilty of a crime of the third degree and, 14 notwithstanding the provisions of N.J.S.2C:43-3, shall be subject to 15 a fine of not more than \$25,000 in addition to any other appropriate 16 disposition authorized by subsection b. of N.J.S.2C:43-2. 17 (cf: PL.1997, c.325, s.5) 18 19 ¹[405.] <u>406.</u>¹ Section 8 of P.L.1983, c.516 (C.34:6A-32) is 20 amended to read as follows: 8. The commissioner 21 shall, in consultation with the 22 Commissioner of Health [and Senior Services and the 23 Commissioner of Community Affairs and with the advice of the 24 advisory board, promulgate all regulations which [he] the 25 commissioner deems necessary for the proper administration and 26 enforcement of this act. A variance may be granted if the 27 commissioner determines that the applicant is in compliance with 28 the requirements for a permanent variance as set forth in subsection 29 c. of section 15 of this act. The variance shall not be deemed to be 30 a variation approved pursuant to the "State Uniform Construction 31 Code Act," P.L.1975, c.217 (C.52:27D-119 et seq.) or the "Uniform 32 Fire Safety Act," P.L.1983, c.383 (C.52:27D-192 et al.) or any other 33 building or fire safety standard or code. 34 Space leased by a public employer shall be subject to current

35 health or safety rules and regulations. Any deficiency, including a 36 deficiency resulting either from occupant use or deferred 37 maintenance by the lessor, shall be subject to correction in 38 accordance with the governing rules and regulations at the time that 39 the deficiency is cited by the commissioner or the Commissioner of 40 Health [and Senior Services]. However, a lease of any duration may not be entered into unless the leased property is in 41 42 conformance with such rules and regulations as are in effect at the 43 time the lease is executed.

44 No fire company, first aid, or rescue squad, whether paid, part45 paid, or volunteer, shall be required to pay to the Department of
46 Labor <u>and Workforce Development</u> or the Department of Health
47 [and Senior Services] any registration or inspection fee imposed

by rule or regulation with regard to the filling of air cylinders for
respiratory equipment used by the fire company, first aid, or rescue
squad.

4 (cf: P.L.2000, c.126, s.6)

5 6

7

¹[406.] $407.^{1}$ Section 1 of P.L.1997, c.92 (C.39:3-27.90) is amended to read as follows:

8 1. a. The [Director of the Division of Motor Vehicles] Chief 9 Administrator of the New Jersey Motor Vehicle Commission may 10 issue for a motor vehicle owned or leased and registered in the State 11 special license plates bearing, in addition to the registration number 12 and other markings or identification otherwise prescribed by law, 13 the slogan "Conquer Cancer." These plates may include an 14 emblem, to be designed by the Commissioner of Health and Senior Services] and approved by the [Director of the Division of Motor 15 16 Vehicles chief administrator, indicating support for, or an interest 17 in, finding new methods of treating and preventing cancer.

b. Application for issuance of a "Conquer Cancer" license plate shall be made to the [director] <u>chief administrator</u> on [such] forms and in [such] <u>a</u> manner as may be prescribed by the [director] <u>chief administrator</u>. The [director] <u>chief administrator</u> shall collect for each set of plates issued an application fee of \$50, and an annual renewal fee of \$10, in addition to the fees otherwise prescribed by law for the registration of motor vehicles.

c. 25 Monies collected from all fees for "Conquer Cancer" license 26 plates shall be deposited in the Cancer Research Fund, established in the Department of Health [and Senior Services] pursuant to 27 section 5 of P.L.1982, c.40 (C.54:40A-37.1). 28 Any monetary 29 donation made available to the State to support the provisions of 30 this bill P.L.1997, c.92 (C.39:3-27.90 et seq.) shall be deposited 31 in the Cancer Research Fund for use as set forth in this section. 32 Interest or other income earned on monies deposited under this act 33 into the Cancer Research Fund shall be credited to the fund for use 34 as set forth in this section.

35 Funds shall be utilized by the New Jersey State Commission on Cancer Research: (1) first to reimburse the Division of Motor 36 37 Vehicles <u>commission</u> for all costs, including those costs associated 38 with computer programming changes, incurred in producing, 39 issuing, renewing, and publicizing the availability of "Conquer 40 Cancer" license plates; (2) to reimburse the Department of Health 41 and Senior Services for the design and printing of notices, posters 42 and signs to be utilized by the [Division of Motor Vehicles] 43 commission; and (3) for approved research projects as defined in 44 section 3 of P.L.1983, c.6 (C.52:9U-3).

d. The [director] <u>chief administrator</u> shall annually certify to
the Commissioner of Health [and Senior Services] the average cost

per license plate incurred in the immediately preceding year by the
 [Division of Motor Vehicles] <u>commission</u> in producing, issuing,
 renewing, and publicizing the availability of "Conquer Cancer"
 license plates. The commissioner shall annually report the
 Department of [Health and Senior Services's] <u>Health's</u> costs and the
 division's costs to the Office of Management and Budget.

The [director] chief administrator shall notify eligible 7 e. 8 motorists of the opportunity to obtain "Conquer Cancer" license 9 plates by including a notice with all motor vehicle registration 10 renewals, and by posting appropriate posters or signs in all 11 [division] <u>commission</u> facilities and offices, as may be provided by the Department of Health [and Senior Services]. The notices, 12 13 posters, and signs shall be designed by the Commissioner of Health 14 and Senior Services after consulting with the New Jersey State Commission on Cancer Research. The designs shall be subject to 15 16 the approval of the [director] chief administrator. The Department of Health [and Senior Services] shall supply the [division] 17 commission with the notices, posters, and signs to be circulated or 18 19 posted by the [division] commission.

f. The Commissioner of Health [and Senior Services], the
New Jersey State Commission on Cancer Research, and the
[director] chief administrator shall develop and enter into an
interagency memorandum of agreement setting forth the procedures
to be followed by the Department of Health [and Senior Services],
the commission and the [division] Motor Vehicle Commission in
carrying out their respective responsibilities under this act.

g. In the event that the average cost per license plate, as certified
by the [director] <u>chief administrator</u> and approved by the Joint
Budget Oversight Committee, or its successor, is greater than the
\$50 application fee established in subsection b. of this section in
two consecutive fiscal years, the [director] <u>chief administrator</u> may
discontinue the issuance of the "Conquer Cancer" license plate.

33 (cf: P.L.1997, c.92, s.1)

34

35 1 [407.] <u>408.</u>¹ Section 6 of P.L.1970, c. 248 (C.40:23-6.43) is 36 amended to read as follows:

37 6. There shall be appropriated and paid annually to each county office on aging, subject to the approval of the Commissioner of [the 38 39 Department of Community Affairs] Human Services, an amount 40 equal to one-half of the amount of annual expense of the county 41 office on aging; provided, however, that no county shall receive 42 more than [\$20,000.00] $\underline{$20,000}$ in State aid hereunder in any 43 calendar year. Payments shall be made by the State Treasurer, upon 44 certificate of the Commissioner of the Department of Community 45 Affairs] Human Services and warrant of the Director of the 46 Division of Budget and Accounting, on or before December 31 of

each calendar year. This payment shall constitute reimbursement to
 the county for the State aid portion of the annual expense of each
 county office on aging during the year in which the payment is
 made.

5 (cf: P.L.1970, c.248, s.6)

6

¹[408.] <u>409.</u>¹ Section 12 of P.L.1989, c.300 (C.45:9-19.12) is
amended to read as follows:

12. The State Board of Medical Examiners shall, by regulation, 9 10 provide for the issuance of permits to, or registration of, persons engaging in the practice of medicine or surgery or podiatric 11 medicine while in training, and establish the scope of permissible 12 13 practice by these persons within the context of an accredited 14 graduate medical education program conducted at a hospital 15 licensed by the Department of Health [and Senior Services]. A 16 permit holder shall be permitted to engage in practice outside the 17 context of a graduate medical education program for additional 18 remuneration only if that practice is:

a. Approved by the director of the graduate medical educationprogram in which the permit holder is participating; and

b. With respect to any practice at or through a health care
facility licensed by the Department of Health [and Senior
Services], supervised by a plenary licensee who shall either remain
on the premises of the health care facility or be available through
electronic communications; or

c. With respect to any practice outside of a health care facility
licensed by the Department of Health [and Senior Services],
supervised by a plenary licensee who shall remain on the premises.
(cf: P.L.2005, c.259, s.15)

30

31 1 [409.] <u>410.</u>¹ Section 2 of P.L.1989, c.19 (C.45:9-22.5) is 32 amended to read as follows:

33 2. a. A practitioner shall not refer a patient or direct an 34 employee of the practitioner to refer a patient to a health care 35 service in which the practitioner, or the practitioner's immediate 36 family, or the practitioner in combination with the practitioner's 37 immediate family has a significant beneficial interest; except that, 38 in the case of a practitioner, a practitioner's immediate family, or a 39 practitioner in combination with the practitioner's immediate family 40 who had the significant beneficial interest prior to the effective date 41 of P.L.1991, c.187 (C.26:2H-18.24 et al.), and in the case of a 42 significant beneficial interest in a health care service that provides 43 lithotripsy or radiation therapy pursuant to an oncological protocol 44 that was held prior to the effective date of this section of P.L.2009, 45 c.24, the practitioner may continue to refer a patient or direct an 46 employee to do so if that practitioner discloses the significant 47 beneficial interest to the patient.

1 b. If a practitioner is permitted to refer a patient to a health care 2 service pursuant to this section, the practitioner shall provide the 3 patient with a written disclosure form, prepared pursuant to section 4 3 of P.L.1989, c.19 (C.45:9-22.6), and post a copy of this disclosure 5 form in a conspicuous public place in the practitioner's office. c. The restrictions on referral of patients established in this 6 7 section shall not apply to: 8 (1) medical treatment or a procedure that is provided at the 9 practitioner's medical office and for which a bill is issued directly in 10 the name of the practitioner or the practitioner's medical office; 11 (2) renal dialysis; and 12 (3) ambulatory surgery or procedures requiring anesthesia performed at a surgical practice registered with the Department of 13 14 Health [and Senior Services] pursuant to subsection g. of section 15 12 of P.L.1971, c.136 (C.26:2H-12) or at an ambulatory care facility licensed by the Department of Health and Senior Services 16 17 to perform surgical and related services, if the following conditions 18 are met: 19 (a) the practitioner who provided the referral personally 20 performs the procedure; 21 (b) the practitioner's remuneration as an owner of or investor in 22 the practice or facility is directly proportional to [his] the 23 practioner's ownership interest and not to the volume of patients the 24 practitioner refers to the practice or facility; 25 (c) all clinically-related decisions at a facility owned in part by 26 non-practitioners are made by practitioners and are in the best 27 interests of the patient; and 28 (d) disclosure of the referring practitioner's significant 29 beneficial interest in the practice or facility is made to the patient in 30 writing, at or prior to the time that the referral is made, consistent 31 with the provisions of section 3 of P.L.1989, c.19 (C.45:9-22.6). 32 (cf; P.L.2009, c.24, s.2) 33 34 ¹[410.] $411.^{1}$ Section 4 of P.L.2009, c.24 (C.45:9-22.5a) is 35 amended to read as follows: 4. a. A referral for ambulatory surgery or a procedure requiring 36 37 anesthesia made prior to the effective date of this section of 38 P.L.2009, c.24 by a practitioner to a surgical practice or ambulatory 39 care facility licensed by the Department of Health [and Senior 40 Services] to perform surgical and related services shall be deemed 41 to comply with the provisions of section 2 of P.L.1989, c.19 (C.45:9-22.5) if the practitioner personally performed the procedure 42 43 that is the subject of the referral. 44 b. As used in this section, "surgical practice" means a structure 45 or suite of rooms that has the following characteristics: 46 (1) has no more than one room dedicated for use as an operating

47 room which is specifically equipped to perform surgery, and is

347

1 designed and constructed to accommodate invasive diagnostic and 2 surgical procedures; 3 (2) has one or more post-anesthesia care units or a dedicated 4 recovery area where the patient may be closely monitored and 5 observed until discharged; and 6 (3) is established by a physician, physician professional 7 association surgical practice, or other professional practice form 8 specified by the State Board of Medical Examiners pursuant to 9 N.J.A.C.13:35-6.16(f) solely for the physician's, association's or 10 other professional entity's private medical practice. 11 "Surgical practice" includes an unlicensed entity that is certified by the Centers for Medicare and Medicaid Services as an 12 ambulatory surgery center provider. 13 14 (cf: P.L.2009, c.24, s.4) 15 ¹[411.] <u>412.</u>¹ Section 4 of P.L. 2003, c.281 (C.48:2-29.16a) is 16 17 amended to read as follows: 18 4. a. Notwithstanding the provisions of any other law to the 19 contrary, a recipient of benefits under the "Lifeline Credit 20 Program," established pursuant to P.L.1979, c.197 (C.48:2-29.15 et 21 seq.), shall notify the Department of [Health and Senior] Human 22 Services if the recipient unintentionally errs in estimating annual 23 income to determine eligibility for the program due to an 24 unanticipated payment which would render the recipient ineligible 25 for the program. Notification to the department shall be made in 26 the time and manner prescribed by the department office. 27 b. If the department determines that the payment was unanticipated, the recipient shall reimburse the program for only 28 29 those benefits that were paid by the program after the recipient 30 received the unanticipated payment. 31 c. If the department determines that the payment was not 32 unanticipated, the recipient shall reimburse the program for all 33 benefits that were paid by the program in the calendar year in which 34 the payment was received. 35 d. Within 30 days of receipt of a determination by the 36 department that the payment was not unanticipated, a recipient may 37 request a hearing, which shall be conducted pursuant to the 38 "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et 39 seq.). 40 Nothing in this section shall preclude a recipient from e. 41 reapplying for benefits in the calendar year following the year in which the recipient notified the department pursuant to subsection 42 43 a. of this section. 44 (cf: P.L.2003, c.281, s.4) 45 ¹[412.] <u>413.</u>¹ Section 5 of P.L.2003, c.281 (C.48:2-29.32a) is 46 amended to read as follows: 47

1 5. a. Notwithstanding the provisions of any other law to the contrary, a recipient of benefits under the "Tenants' Lifeline 2 Assistance Program," established pursuant to P.L.1981, c.210 3 4 (C.48:2-29.30 et seq.), shall notify the Department of [Health and Senior] Human Services if the recipient unintentionally errs in 5 6 estimating annual income to determine eligibility for the program 7 due to an unanticipated payment which would render the recipient ineligible for the program. Notification to the department shall be 8 9 made in the time and manner prescribed by the department. 10 b. If the department determines that the payment was 11 unanticipated, the recipient shall reimburse the program for only 12 those benefits that were paid by the program after the recipient 13 received the unanticipated payment. 14 c. If the department determines that the payment was not 15 unanticipated, the recipient shall reimburse the program for all 16 benefits that were paid by the program in the calendar year in which 17 the payment was received. d. Within 30 days of receipt of a determination by the 18 19 department that the payment was not unanticipated, a recipient may 20 request a hearing, which shall be conducted pursuant to the 21 "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et 22 seq.). 23 e. Nothing in this section shall preclude a recipient from 24 reapplying for benefits in the calendar year following the year in 25 which the recipient notified the department to subsection a. of this 26 section. 27 (cf: P.L.2003, c.281, s.5) 28 ¹[413.] 414.¹ Section 1 of P.L.1987, c.133 (C.52:27D-29.17) is 29 amended to read as follows: 30 1. a. "Commissioner" means the Commissioner of [the 31 32 Department of Community Affairs] Human Services. 33 b. "Department" means the Department of [Community 34 Affairs Human Services. 35 c. "Eligible participant" means a resident of this State who is 36 60 years of age or older and homebound by reason of illness, 37 incapacitating disability, or is otherwise isolated. 38 d. "Home delivered nutrition services" means home delivered meals as defined by the "Older Americans Act of 1965," Pub.L. 89-39 40 73 (42 U.S.C. s. 3001 et seq.). e. "Program" means the Home Delivered Meals Expansion 41 42 Program in the Division [on] of Aging Services, in the Department 43 of [Community Affairs] Human Services. 44 (cf: P.L.1987, c.133, s.1) 45 ¹[414.] <u>415.</u>¹ Section 2 of P.L.1987, c.133 (C.52:27D-29.18) is 46 amended to read as follows: 47

1 2. The commissioner shall establish a Home Delivered Meals 2 Expansion Program in the Division of Aging Services, in the Department of [Community Affairs] Human Services, to provide 3 4 home delivered nutrition services to eligible participants on 5 weekends and holidays. 6 (cf: P.L.1987, c.133, s.2) 7 ¹[415.] <u>416.</u>¹ Section 6 of P.L.1987, c.133 (C.52:27D-29.22) is 8 9 amended to read as follows: 10 6. a. There is appropriated [\$1,000,000.00] <u>\$1,000,000</u> from 11 the Casino Revenue Fund to the Department of [Community 12 Affairs <u>Human Services</u> to effectuate the purposes of this act. 13 b. The department shall allocate not less than 95% of the funds 14 appropriated for the purposes of this act to the county offices on 15 aging, and these funds shall be disbursed to the county offices on aging according to the formula used to disburse funds for the home 16 17 delivered nutrition services provided under Title III of the "Older 18 Americans Act of 1965," Pub.L. 89-73 (42 U.S.C. s. 3001 et seq.). 19 с. The county shall match the State funds allocated to a county 20 office on aging for this program with an amount equal to 20% of the 21 State funds. The county share may be cash or in kind. 22 (cf: P.L.1987, c.133, s.6) 23 24 ¹[416.] <u>417.</u>¹ Section 2 of P.L.1993, c.4 (C.52:27D-29.33) is 25 amended to read as follows: 26 2. As used in this act: "County office on aging" means a county office on aging which 27 28 is also designated as an area agency on aging for funding under the 29 "Older Americans Act of 1965," Pub.L.89-73 (42 U.S.C. s.3001 et 30 seq.). "Director" means the Director of the Division [on] of Aging 31 Services in the Department of [Community Affairs] Human 32 33 Services. 34 "Senior citizen" means a person 60 years of age or older. 35 (cf: P.L.1993, c.4, s.2) 36 ¹[417.] <u>418.</u>¹ Section 3 of P.L.1993, c.4 (C.52:27D-29.34) is 37 38 amended to read as follows: 39 3. a. There is established in the Division [on] of Aging 40 Services in the Department of [Community Affairs] Human Services a Senior Health Insurance Counseling Program to provide 41 42 health insurance information and assistance by trained volunteer 43 counselors to senior citizens. 44 b. The Director of the Division of Aging <u>Services</u> shall establish the program in all counties in the State through the county 45 offices on aging or other appropriate agencies designated by the 46

1 director. 2 (cf: P.L.1993, c.4, s.3) 3 4 ¹[418.] <u>419.</u>¹ Section 6 of P.L.1993, c.4 (C.52:27D-29.36) is 5 amended to read 6. The Director of the Division [on] of Aging Services in the 6 7 Department of [Community Affairs] Human Services shall 8 establish a legal representation program to assist Medicare 9 beneficiaries under Title XVIII of the Social Security Act who are 10 65 years of age or older, or disabled, in appeals of unfairly denied 11 Medicare coverage. The services provided under this program shall 12 include, but not be limited to, the following: outreach to Medicare 13 beneficiaries, the development and dissemination of educational 14 materials pertaining to the Medicare program and the claims appeal 15 process, the development and dissemination of materials for 16 Medicare beneficiaries to submit their own appeals, and the offer of 17 direct legal representation to appeal unfairly denied coverage under 18 Part A and Part B of the Medicare program. Such legal 19 representation may include, but not be limited to, appeals within the 20 administrative appeals structure and appeals to the United States 21 District Court. 22 (cf: P.L.1993, c.4, s.6) 23 24 ¹[419.] <u>420.</u>¹ Section 40 of P.L.1966, c.293 (C.52:27D-40) is 25 amended to read as follows: 40. Whenever the term "Division of Local Government" occurs 26 27 or any reference is made thereto in any law, contract or document, the same shall be deemed to mean or refer to the Division of Local 28 29 Finance in the Department of Community Affairs established 30 hereunder. 31 Whenever the term "Director of the Division of Local 32 Government" occurs or any reference is made thereto in any law, 33 contract or document, the same shall be deemed to mean or refer to 34 the Director of the Division of Local Finance in the Department of 35 Community Affairs established hereunder. 36 Whenever the term "Local Government Board" occurs or any 37 reference is made thereto in any law, contract or document, the 38 same shall be deemed to mean or refer to the Local Finance Board 39 of the Division of Local Finance in the Department of Community 40 Affairs established hereunder. 41 Whenever the term "public housing and development authority" 42 occurs or any reference is made thereto in any law, contract or 43 document, the same shall be deemed to mean or refer to the public 44 housing and development authority in the Department of 45 Community Affairs established hereunder. 46 Whenever the term "State Housing Council" occurs or any 47 reference is made thereto in any law, contract or document, the

1 same shall be deemed to mean or refer to the State Housing Council 2 in the Department of Community Affairs established hereunder. 3 Whenever the term "Bureau of Tenement House Supervision" 4 occurs or any reference is made thereto in any law, contract or 5 document, the same shall be deemed to mean or refer to the Bureau of Housing Inspection of the Division of Housing and Urban 6 7 Renewal in the Department of Community Affairs established 8 hereunder. 9 Whenever the term "Board of Tenement House Supervision" 10 occurs or any reference is made thereto in any law, contract or 11 document, the same shall be deemed to mean or refer to the Board 12 of Housing Inspection in the Division of Housing and Urban Renewal of the Department of Community Affairs established 13 14 hereunder. 15 Whenever the term "office of supervisor of hotel fire safety"

Whenever the term "office of supervisor of hotel fire safety" occurs or any reference is made thereto in any law, contract or document, the same shall be deemed to mean or refer to the office of supervisor of hotel fire safety in the Bureau of Housing Inspection of the Division of Housing and Urban Renewal in the Department of Community Affairs established hereunder.

Whenever the term "Division of State and Regional Planning" occurs or any reference is made thereto in any law, contract or document, the same shall be deemed to mean or refer to the Division of State and Regional Planning in the Department of Community Affairs established hereunder.

Whenever the term "Director of the Division of State and Regional Planning" occurs or any reference is made thereto in any law, contract or document, the same shall be deemed to mean or refer to the Director of the Division of State and Regional Planning in the Department of Community Affairs established hereunder.

Whenever the term "Division on Aging" occurs or any reference
is made thereto in any law, contract, or document, the same shall be
deemed to mean or refer to the Division [on Aging in the
Department of Community Affairs established hereunder] of Aging
Services in the Department of Human Services.

Whenever the term "Director of the Division on Aging" occurs or any reference is made thereto in any law, contract, or document, the same shall be deemed to mean or refer to the Director of the Division [on Aging in the Department of Community Affairs established hereunder] of Aging Services in the Department of <u>Human Services</u>.

Whenever the term "New Jersey State Commission on Aging" occurs or any reference is made thereto in any law, contract, or document, the same shall be deemed to mean or refer to the New Jersey State Commission on Aging in the Division [on Aging in the Department of Community Affairs established hereunder] of Aging <u>Services in the Department of Human Services</u>.

1 Whenever the terms "Youth Division" or "Division of Youth" 2 occur or any reference is made thereto in any law, contract or 3 document, the same shall be deemed to mean or refer to the 4 Division of Youth in the Department of Community Affairs 5 established hereunder.

6 Whenever the terms "Director of the Youth Division" or 7 "Director of the Division of Youth" occur or any reference is made 8 thereto in any law, contract or document, the same shall be deemed 9 to mean or refer to the Director of the Division of Youth in the 10 Department of Community Affairs established hereunder.

11 Whenever the term "New Jersey State Youth Commission" 12 occurs or any reference is made thereto in any law, contract or 13 document, the same shall be deemed to mean or refer to the New 14 Jersey State Youth Commission of the Division of Youth in the 15 Department of Community Affairs established hereunder.

16 Whenever the term "New Jersey Office of Economic 17 Opportunity" occurs or any reference is made thereto in any law, 18 contract or document, the same shall be deemed to mean or refer to 19 the New Jersey Office of Economic Opportunity in the Department 20 of Community Affairs established hereunder.

21 (cf: P.L.1967, c.42, s.8)

22

23 1 [420.] <u>421.</u>¹ Section 2 of P.L.2007, c.1 (C.52:27D-130.5) is 24 amended to read as follows:

25 2. a. (1) No construction permit shall be issued pursuant to of P.L.1975, c.217 (C.52:27D-130) for 26 12 section the 27 reconstruction, alteration, conversion, or repair of any building or 28 structure to be used for a child care center licensed pursuant to the 29 provisions of P.L.1983, c.492 (C.30:5B-1 et seq.), or for 30 educational purposes, if that building or structure was previously 31 used for industrial, storage, or high hazard purposes, as a nail salon, 32 dry cleaning facility, or gasoline station, or is on a contaminated 33 site, on a site on which there is suspected contamination, or on an 34 industrial site that is subject to the provisions of the "Industrial Site 35 Recovery Act," P.L.1983, c.330 (C.13:1K-6 et al.), except upon the submission of the certification issued by the Department of Health 36 37 and Senior Services pursuant to section 1 of P.L.2007, c.1 38 (C.52:27D-130.4) to the construction official by the applicant, that 39 the building or structure has been evaluated and assessed for 40 contaminants, and that the building or structure is safe for use as a 41 child care center licensed pursuant to the provisions of P.L.1983, 42 c.492, or for educational purposes.

(2) Notwithstanding the provisions of paragraph (1) of this
subsection to the contrary, a construction permit may be issued for
the construction or alteration of any building or structure to be used
as a child care center licensed pursuant to the provisions of
P.L.1983, c.492, or for educational purposes, if the construction
permit is necessary to perform work in the building or structure in

order to comply with the rules and regulations adopted pursuant to
subsection a. of section 1 of P.L.2007, c.1 (C.52:27D-130.4) and
obtain the certification issued by the Department of Health [and
Senior Services] pursuant to subsection c. of section 1 of P.L.2007,
c.1 (C.52:27D-130.4).

6 A construction permit issued pursuant to this paragraph shall be 7 limited to the construction or alterations necessary to comply with 8 the rules and regulations adopted pursuant to subsection a. of 9 section 1 of P.L.2007, c.1 (C.52:27D-130.4).

10 (3) The appropriate enforcing agency shall not grant a certificate 11 of occupancy for any building or structure to be used as a child care 12 center licensed pursuant to the provisions of P.L.1983, c.492, or for 13 educational purposes, that received a construction permit pursuant 14 to paragraph (2) of this subsection, except upon the submission of 15 the certification issued by the Department of Health and Senior 16 Services pursuant to subsection c. of section 1 of P.L.2007, c.1 17 (C.52:27D-130.4) to the construction official by the applicant, that 18 the building or structure has been evaluated and assessed for 19 contaminants, and that the building or structure is safe for use as a 20 child care center licensed pursuant to the provisions of P.L.1983, 21 c.492, or for educational purposes.

22 b. (1) No construction permit shall be issued for the 23 construction or alteration of any building or structure to be used as 24 a child care center licensed pursuant to the provisions of P.L.1983, 25 c.492, or for educational purposes, on a site that was previously 26 used for industrial, storage, or high hazard purposes, as a nail salon, 27 dry cleaning facility, or gasoline station, or on a contaminated site, 28 on a site on which there is suspected contamination, or on an 29 industrial site that is subject to the provisions of the "Industrial Site 30 Recovery Act," P.L.1983, c.330 (C.13:1K-6 et al.), except after 31 submission by the applicant to the construction official of 32 documentation sufficient to establish that the Department of 33 Environmental Protection has approved a remedial action workplan 34 for the entire site or that the site has been remediated consistent 35 with the remediation standards and other remediation requirements 36 established pursuant to section 35 of P.L.1993, c.139 (C.58:10B-12) 37 and a no further action letter has been issued by the Department of 38 Environmental Protection for the entire site.

39 (2) Notwithstanding the provisions of paragraph (1) of this 40 subsection to the contrary, a construction permit may be issued for 41 the construction or alteration of any building or structure to be used 42 as a child care center licensed pursuant to the provisions of 43 P.L.1983, c.492, or for educational purposes, on a site that was 44 previously used for industrial, storage, or high hazard purposes, as a 45 nail salon, dry cleaning facility, or gasoline station, or on a 46 contaminated site, on a site on which there is suspected 47 contamination, or on an industrial site that is subject to the 48 provisions of the "Industrial Site Recovery Act," P.L.1983, c.330

1 (C.13:1K-6 et al.), if the construction permit is necessary to 2 remediate the site consistent with the remediation standards and 3 other remediation requirements established pursuant to section 35 4 of P.L.1993, c.139 (C.58:10B-12) in order to obtain a no further 5 action letter from the Department of Environmental Protection.

6 A construction permit issued pursuant to this paragraph shall be 7 limited to the construction or alterations necessary to develop a 8 remedial action workplan to be submitted to the Department of 9 Environmental Protection for approval or to remediate the site 10 consistent with the remediation standards and other remediation 11 requirements established pursuant to section 35 of P.L.1993, c.139 12 (C.58:10B-12) and receive a no further action letter from the 13 Department of Environmental Protection.

14 (3) The appropriate enforcing agency shall not grant a certificate 15 of occupancy for any building or structure to be used as a child care 16 center licensed pursuant to the provisions of P.L.1983, c.492, or for 17 educational purposes, that received a construction permit pursuant 18 to paragraph (2) of this subsection, except after submission by the 19 applicant to the construction official of documentation sufficient to 20 establish that the site has been remediated consistent with the remediation standards and other remediation requirements 21 22 established pursuant to section 35 of P.L.1993, c.139 (C.58:10B-12) 23 and a no further action letter has been issued by the Department of 24 Environmental Protection for the entire site.

25 c. As used in this section: "contaminated site" means any real property on which there is contamination; "contamination," 26 27 "remediation" or "remediate," and "no further action letter" shall have the same meanings as provided in section 23 of P.L.1993, 28 29 c.139 (C.58:10B-1); and "educational purposes" means for the 30 purposes of a private school or public school as defined in 31 N.J.S.18A:1-1, or a charter school as defined pursuant to P.L.1995, 32 c.426 (C.18A:36A-1 et seq.).

- 33 (cf: P.L.2007, c.1, s.2)
- 34

¹[421.] <u>422.</u>¹ Section 1 of P.L. 2011, c.125 (C.52:27D-191.1) is
 amended to read as follows:

a. The Department of [Health and Senior] Human Services
 shall ensure that a person receiving services under the Congregate
 Housing Services Program including, but not limited to, meal
 preparation, housekeeping, shopping, laundry, linens change,
 companionship, and personal care, receives those services in a
 manner that promotes the dignity of and shows respect for the
 person.

b. A Congregate Housing Services Program shall make
information related to its services available to the manager of a
subsidized housing facility that has contracted with the State to
provide a Congregate Housing Services Program. The manager
shall be responsible for the distribution and dissemination of the

355

1 information to its residents and shall include in that information a 2 statement that the services provided by the program shall be 3 provided to: (1) help meet the needs of a resident; 4 5 (2) foster the independence and individuality of a resident; 6 (3) treat a resident with respect, courtesy, consideration, and 7 dignity; and (4) assure a resident the right to make choices with respect to 8 9 services and lifestyle. 10 c. A Congregate Housing Services Program shall: 11 (1) advise a resident receiving congregate housing services, in 12 writing, of the availability of information from the Division of 13 Aging and Community Services in the Department of [Health and Senior] Human Services about issues that may be of concern to 14 15 a resident; and 16 (2) make available, upon request, the qualifications of a 17 counselor or other professional who is providing services to residents under the Congregate Housing Services Program. 18 19 (cf: P.L.2011, c.125, s.1) 20 21 ¹[422.] <u>423.</u>¹ Section 28 of P.L.1986, c.103, s.28 (C.52:27D-22 357) is amended to read as follows: 28. a. There is created a Continuing Care Advisory Council 23 24 which consists of 13 members as follows: the Commissioners of [the Departments of Community Affairs,] Human Services, Health 25 [and Senior Services], and Banking and Insurance, or their 26 27 designees, who shall serve ex officio and shall be non-voting 28 members; 10 public members appointed by the Governor, with the 29 advice and consent of the Senate, who are residents of the State and 30 two of whom are administrators of continuing care facilities in this State, one of whom is a representative of the business community 31 32 and knowledgeable in the area of management, one of whom is a 33 certified public accountant, one of whom is an attorney licensed to 34 practice in this State, three of whom are residents of continuing care 35 retirement communities in this State who are recommended by the 36 Organization of Residents Associations of New Jersey, one of 37 whom is a trustee or director of a continuing care retirement 38 community in this State and one of whom is a representative of the 39 New Jersey Association of Non-Profit Homes for the Aging. 40 The term of office for each public member is three years, or b. 41 until the member's successor has been appointed; except that of the 42 public members first appointed, two shall be appointed for a term of 43 one year, two for a term of two years and three for a term of three 44 vears. 45 A vacancy in the membership of the council shall be filled in the 46 same manner as the original appointment, but for the unexpired

47 term. A member of the council is eligible for reappointment.

The members of the council shall serve without compensation,

but the council shall reimburse the members for the reasonable

expenses incurred in the performance of their duties.

c. The council shall hold an organizational meeting within 30 4 5 days after the appointment of its members. The members of the 6 council shall elect from among them a [chairman] chairperson, 7 who shall be the chief executive officer of the council, and the 8 members shall elect a secretary, who need not be a member of the 9 council. d. The council shall meet at least four times a year but may 10 11 meet more frequently at the discretion of the [chairman] 12 chairperson or the commissioner. 13 e. The council may call to its assistance and avail itself of the 14 services and assistance of any officials and employees of the 15 Department of Community Affairs or other State agency and political subdivisions and their departments, boards, bureaus, 16 17 commissions, and agencies as it requires and as is available to it for this purpose and may expend any funds that are appropriated or 18 otherwise made available to it pursuant to this act. 19 20 f. The council shall: 21 (1) Advise and provide information to the commissioner on 22 matters pertaining to the operation and regulation of continuing care 23 retirement facilities, upon request of the commissioner; 24 (2) Review and comment upon, as appropriate, any proposed 25 rules and regulations and legislation pertaining to continuing care 26 retirement facilities: (3) Make recommendations to the commissioner about any 27 needed changes in rules and regulations and State and federal laws 28 29 pertaining to continuing care retirement facilities; and 30 (4) Assist in the rehabilitation of a continuing care retirement 31 facility, upon request of the commissioner. 32 g. The commissioner shall report annually to the Governor and the Legislature, the commissioner's and the council's findings and 33 34 recommendations concerning continuing care retirement 35 communities and the implementation of this act. 36 (cf: P.L.2007, c.192, s.2)

37

1

2

3

¹[423.] <u>424.</u>¹ Section 2 of P.L.1993, c.249 (C.52:27D-407) is 38 39 amended to read as follows:

40 2. As used in this act:

41 "Abuse" means the willful infliction of physical pain, injury or 42 mental anguish, unreasonable confinement, or the willful 43 deprivation of services which are necessary to maintain a person's 44 physical and mental health.

45 "Caretaker" means a person who has assumed the responsibility 46 for the care of a vulnerable adult as a result of family relationship or 47 who has assumed responsibility for the care of a vulnerable adult

357

voluntarily, by contract, or by order of a court of competent
 jurisdiction, whether or not they reside together.

3 "Commissioner" means the Commissioner of [Health and
4 Senior] <u>Human</u> Services.

5 "Community setting" means a private residence or any 6 noninstitutional setting in which a person may reside alone or with 7 others, but shall not include residential health care facilities, 8 rooming houses or boarding homes or any other facility or living 9 arrangement subject to licensure by, operated by, or under contract 10 with, a State department or agency.

"County adult protective services provider" means a county Board of Social Services or other public or nonprofit agency with experience as a New Jersey provider of protective services for adults, designated by the county and approved by the commissioner. The county adult protective services provider receives reports made pursuant to this act, maintains pertinent records and provides, arranges, or recommends protective services.

18 "County director" means the director of a county adult protective19 services provider.

20 "Department" means the Department of [Health and Senior]
21 <u>Human</u> Services.

"Emergency medical technician" means a person trained in basic
life support services as defined in section 1 of P.L.1985, c.351
(C.26:2K-21) and who is certified by the Department of Health and
Senior Services to provide that level of care.

"Exploitation" means the act or process of illegally or improperly
using a person or his resources for another person's profit or
advantage.

"Firefighter" means a paid or volunteer firefighter.

29

30 "Health care professional" means a health care professional who 31 is licensed or otherwise authorized, pursuant to Title 45 or Title 52 32 of the Revised Statutes, to practice a health care profession that is 33 regulated by one of the following boards or by the Director of the 34 Division of Consumer Affairs: the State Board of Medical 35 Examiners, the New Jersey Board of Nursing, the New Jersey State 36 Board of Dentistry, the New Jersey State Board of Optometrists, the 37 New Jersey State Board of Pharmacy, the State Board of 38 Chiropractic Examiners, the Acupuncture Examining Board, the 39 State Board of Physical Therapy, the State Board of Respiratory 40 Care, the Orthotics and Prosthetics Board of Examiners, the State 41 Board of Psychological Examiners, the State Board of Social Work 42 Examiners, the State Board of Examiners of Ophthalmic Dispensers 43 and Ophthalmic Technicians, the Audiology and Speech-Language 44 Pathology Advisory Committee, the State Board of Marriage and 45 Family Therapy Examiners, the Occupational Therapy Advisory 46 Council, the Certified Psychoanalysts Advisory Committee, and the 47 State Board of Polysomnography. "Health care professional" also

358

1 means a nurse aide or personal care assistant who is certified by the

2 Department of Health and Senior Services.

"Neglect" means an act or failure to act by a vulnerable adult or his caretaker which results in the inadequate provision of care or services necessary to maintain the physical and mental health of the vulnerable adult, and which places the vulnerable adult in a situation which can result in serious injury or which is lifethreatening.

9 "Protective services" means voluntary or court-ordered social, 10 legal, financial, medical or psychiatric services necessary to 11 safeguard a vulnerable adult's rights and resources, and to protect a 12 vulnerable adult from abuse, neglect or exploitation. Protective 13 services include, but are not limited to: evaluating the need for 14 services, providing or arranging for appropriate services, obtaining 15 financial benefits to which a person is entitled, and arranging for 16 guardianship and other legal actions.

17 "Vulnerable adult" means a person 18 years of age or older who 18 resides in a community setting and who, because of a physical or 19 mental illness, disability or deficiency, lacks sufficient 20 understanding or capacity to make, communicate, or carry out 21 decisions concerning his well-being and is the subject of abuse, 22 neglect or exploitation. A person shall not be deemed to be the 23 subject of abuse, neglect or exploitation or in need of protective 24 services for the sole reason that the person is being furnished 25 nonmedical remedial treatment by spiritual means through prayer 26 alone or in accordance with a recognized religious method of 27 healing in lieu of medical treatment, and in accordance with the tenets and practices of the person's established religious tradition. 28 29 (cf: P.L.2009, c.276, s.1)

30

31 '[424.] <u>425.</u>¹ Section 21 of P.L.1993, c.249 (C.52:27D-426) is
 32 amended to read as follows:

21. a. All funding, programs, and positions created to provide 33 adult protective services [by the Division of Youth and Family 34 Services in the Department of Human Services] are continued and 35 36 shall be transferred to the [Department of Community Affairs, 37 however, for federal funding and reporting purposes, the 38 Department of Human Services [shall remain the designated agency 39 for such programs]. The Department of Community Affairs shall 40 provide the Department of Human Services with such information 41 as the Department of Human Services requires to fulfill its federal 42 funding and reporting requirements.

b. The transfers directed by this act shall be made in
accordance with the "State Agency Transfer Act," P.L.1971, c.375
(C.52:14D-1 et seq.).

46 (cf: P.L.1993, c.249, s.21)

1 **[**425.**]** <u>426.</u>¹ Section 15 of P.L.1993, c.288 (C.52:27D-428) is 2 amended to read as follows:

3 15. a. A business firm shall neither directly nor indirectly 4 perform lead evaluation or abatement work without first obtaining 5 certification from the department. Certification may be issued to 6 perform lead evaluation or abatement work if the business firm 7 employs or will employ sufficient numbers and types of personnel 8 certified by the Department of Health [and Senior Services] 9 pursuant to section 3 of P.L.1993, c.288 (C.26:2Q-3) to perform 10 lead abatement work and meets all other requirements that the 11 commissioner may establish pursuant to section 23 of P.L.1993, 12 c.288 (C.52:27D-436). The certification shall be in writing, shall 13 contain an expiration date, and shall be signed by the commissioner. 14 b. A person or business firm shall not undertake a project 15 involving lead abatement work without first obtaining a 16 construction permit for that project pursuant to section 12 of 17 P.L.1975, c.217 (C.52:27D-130). No permit shall be issued for lead

18 abatement work, except to:

(1) an owner undertaking work on his own premises using his
own employees, if those employees are certified by the Department
of Health [and Senior Services] pursuant to section 3 of P.L.1993,
c.288 (C.26:2Q-3);

(2) a homeowner proposing to perform lead abatement work
himself on a dwelling unit that he owns and occupies as a primary
place of residence; or

26 (3) a business firm certified pursuant to this section to perform27 such work.

28 The issuance of a construction permit to an individual 29 homeowner proposing to perform lead abatement work on a 30 dwelling unit that he owns and occupies as a primary place of 31 residence shall be accompanied by written information developed 32 by the department explaining the dangers of improper lead 33 abatement, procedures for conducting safe lead abatement, and the 34 availability of certified lead abatement contractors, or of any 35 available training for homeowners.

36 Nothing in this section shall be construed to restrict or c. 37 otherwise affect the right of any business firm to engage in painting, 38 woodworking, structural renovation, or other indoor or outdoor 39 contracting services that may result in the disturbance of paint, or to 40 engage in lead safe maintenance work or lead hazard control work, 41 but a business firm shall not hold itself out as certified by the 42 department or otherwise represent that it has specialized 43 competency to perform lead evaluation or abatement work unless it 44 has been certified or otherwise specifically authorized pursuant to 45 this section.

A business firm that seeks to engage in lead safe maintenance
work or lead hazard control work shall do so using only persons
who, prior to engaging in such work, shall have completed such

1 training courses as may be prescribed by the commissioner and 2 provided by a training provider accredited by the Commissioner of 3 Health and Senior Services]. 4 A business firm that utilizes interim controls to reduce the risk of 5 lead-based paint exposure shall utilize only those methods approved 6 by the appropriate federal agencies, including specialized cleaning, repairs, maintenance, painting, temporary containment, ongoing 7 8 monitoring of lead-based paint hazards or potential hazards, as may 9 be set forth under 42 U.S.C.s.4851b, or those methods set forth in 10 guidelines established by the commissioner, but shall not be 11 required to be certified pursuant to this section unless performing 12 lead abatement. 13 (cf: P.L.2003, c.311, s.23) 14 ¹[426.] 427.¹ Section 24 of P.L. 2003, c.311 (C.52:27D-437.15) 15 16 is amended to read as follows: 24. The Commissioner of Banking and Insurance and the 17 18 Commissioner of Health [and Senior Services] shall consult with 19 the Commissioner of Community Affairs and shall modify all 20 regulations concerning lead hazards in accordance with the 21 provisions of P.L.2003, c.311 (C.52:27D-437.1 et al.), to recognize 22 lead hazard control work as an authorized alternative method to 23 lead abatement in control of lead hazards. 24 (cf: P.L.2003, c.311, s.24) 25 26 ¹[427.] <u>428.</u>¹ Section 4 of P.L.1985, c.298 (C.52:27G-23) is amended to read as follows: 27 4. There is created in the Executive Branch of the State 28 29 Government the Office of the Public Guardian for Elderly Adults. 30 For the purpose of complying with the provisions of Article V, Section IV, paragraph 1 of the New Jersey Constitution, the Office 31 of the Public Guardian for Elderly Adults is allocated to the 32 33 Department of [Community Affairs] Human Services, but 34 notwithstanding this allocation, the office shall be independent of 35 any supervision or control by the department or any board or officer 36 thereof. 37 (cf: P.L.1985, c.298, s.4.) 38 ¹[428.] <u>429.</u>¹ Section 15 of P.L.2005, c.37 (C.52:27G-42) is 39 40 amended to read as follows: 41 15. a. There is established in the Department of [Health and 42 Senior Human Services a special non-lapsing fund to be known as 43 the Registered Professional Guardian Fund, which shall be a 44 dedicated fund to serve as a depository for monies collected from 45 the estate of an incapacitated adult pursuant to this section. The fund shall be administered by the Office of the Public Guardian for 46 47 Elderly Adults, and all interest on monies in the fund shall be

361

credited to the fund. The monies in the fund shall be made available
 to the Office of the Public Guardian for Elderly Adults to be used
 exclusively for the implementation of this act.

b. Sixty days after receiving plenary letters of guardianship or 4 5 letters of guardianship of property, a guardian appointed by the Superior Court of New Jersey, with the exception of the 6 7 appointment of the public guardian pursuant to P.L.1985, c.298 8 (C.52:27G-20 et seq.), a guardian for a veteran pursuant to 9 N.J.S.3B:13-1 et seq. and guardianship services provided by the 10 Bureau of Guardianship Services in the Division of Developmental 11 Disabilities in the Department of Human Services pursuant to 12 P.L.1965, c.59 (C.30:4-165.1 et seq.), shall pay out of the estate of 13 the incapacitated adult a fee of \$150 to the Office of the Public 14 Guardian for Elderly Adults for deposit into the fund, except that no 15 such charge shall be made to an incapacitated adult's estate for an 16 incapacitated adult whose income is less than 150% of the federal 17 poverty level and whose assets are less than \$50,000.

c. If the guardian seeks an exemption from the fee based on the
ward's income or assets, as set forth in subsection b. of this section,
the guardian shall make an application to the Office of the Public
Guardian for Elderly Adults on forms adopted by that office.

22 d. If a guardian who is obligated to pay an assessment imposed 23 pursuant to subsection b. of this section fails to pay the assessment, 24 upon application by the Office of the Public Guardian for Elderly 25 Adults, the court shall afford the guardian notice and an opportunity 26 to be heard on the issue of default. Failure to make the assessed 27 payment when due shall be considered a default. The standard of proof shall be by a preponderance of the evidence, and the burden 28 29 of establishing good cause for a default shall be on the guardian 30 who has defaulted. If the court finds that the guardian has defaulted 31 without good cause, the court may:

(1) compel the guardian of the estate to account and ascertainthe financial condition of the incapacitated adult's estate;

34 (2) remove the guardian;

35 (3) enter judgment against the guardian of the estate for the36 amount of the assessment; or

37 (4) take such other action as may be permitted by law.

- 38 (cf: P.L.2005, c.370, s.15)
- 39

40 1 [429.] <u>430.</u> Section 16 of P.L.2005, c.37 (C.52:27G-43) is 41 amended to read as follows:

16. a. The Commissioner of [Health and Senior] <u>Human</u>
Services, pursuant to the "Administrative Procedure Act," P.L.1968,
c.410 (C.52:14B-1 et seq.), may adopt rules and regulations
necessary for the implementation of this act.

b. The Supreme Court may adopt Rules of Court for theimplementation of this act.

48 (cf: P.L.2005, c.370, s.16)

1

2 3 4

5

6

7

8

9

10

11

12

13

14 15

16 17

18

19

20 21

22

23

24

25

26 27

28

29

30

31 32

33

34

35

40

41

¹ [430.] <u>431.</u> ¹ Section 1 of P.L.1997, c.348 (C.54:4-8.67) is
amended to read as follows:
1. As used in this act:
"Base year" means, in the case of a person who is an eligible
claimant on or before December 31, 1997, the tax year 1997; and in
the case of a person who first becomes an eligible claimant after
December 31, 1997, the tax year in which the person first becomes
an eligible claimant. In the case of an eligible claimant who
subsequently moves from the homestead for which the initial
eligibility was established, the base year shall be the first full tax
year during which the person resides in the new homestead.
Provided however, a base year for an eligible claimant after such a
move shall not apply to tax years commencing prior to January 1,
2009.
"Commissioner" means the Commissioner of [Health and Senior
Services] <u>Community Affairs</u> .
"Director" means the Director of the Division of Taxation.
"Condominium" means the form of real property ownership
provided for under the "Condominium Act," P.L.1969, c.257
(C.46:8B-1 et seq.).
"Cooperative" means a housing corporation or association which
entitles the holder of a share or membership interest thereof to
possess and occupy for dwelling purposes a house, apartment or
other unit of housing owned or leased by the corporation or
association, or to lease or purchase a unit of housing constructed or
to be constructed by the corporation or association.
"Disabled person" means an individual receiving monetary
payments pursuant to Title II of the federal Social Security Act (42
U.S.C. s.401 et seq.) on December 31, 1998, or on December 31 in
all or any part of the year for which a homestead property tax
reimbursement under this act is claimed.
"Dwelling house" means any residential property assessed as real
property which consists of not more than four units, of which not
more than one may be used for commercial purposes, but shall not
include a unit in a condominium, cooperative, horizontal property
regime or mutual housing corporation.
"Eligible claimant" means a person who:
is 65 or more years of age, or who is a disabled person;
is an owner of a homestead, or the lessee of a site in a mobile
home park on which site the applicant owns a manufactured or
mobile home;
has an annual income of less than \$17,918 in tax year 1998, less

42 998, less 43 than \$18,151 in tax year 1999, or less than \$37,174 in tax year 44 2000, if single, or, if married, whose annual income combined with 45 that of the spouse is less than \$21,970 in tax year 1998, less than 46 \$22,256 in tax year 1999, or less than \$45,582 in tax year 2000, 47 which income eligibility limits for single and married persons shall

1 be subject to adjustments in tax years 2001 through 2006 pursuant 2 to section 9 of P.L.1997, c.348 (C.54:4-8.68); 3 has an annual income of \$60,000 or less in tax year 2007, 4 \$70,000 or less in tax year 2008, or \$80,000 or less in tax year 5 2009, if single or married, which income eligibility limits shall be 6 subject to adjustments in subsequent tax years pursuant to section 9 7 of P.L.1997, c.348 (C.54:4-8.68); 8 as a renter or homeowner, has made a long-term contribution to 9 the fabric, social structure and finances of one or more communities 10 in this State, as demonstrated through the payment of property taxes 11 directly, or through rent, on any homestead or rental unit used as a 12 principal residence in this State for at least 10 consecutive years at 13 least three of which as owner of the homestead for which a

14 homestead property tax reimbursement is sought prior to the date 15 that an initial application for a homestead property tax 16 reimbursement is filed. A person who has been an eligible claimant 17 for a previous tax year shall qualify as an eligible claimant 18 beginning the second full tax year following a move to another 19 homestead in New Jersey, despite not meeting the three-year 20 minimum residency and ownership requirement required for initial 21 claimants under this paragraph; provided that the person satisfies 22 the income eligibility limits for the tax year. Provided however, 23 eligibility beginning in a second full tax year after such a move 24 shall not apply to tax years commencing prior to January 1, 2010.

25 "Homestead" means:

26 a dwelling house and the land on which that dwelling house is 27 located which constitutes the place of the eligible claimant's domicile and is owned and used by the eligible claimant as the 28 29 eligible claimant's principal residence;

30 a site in a mobile home park equipped for the installation of 31 manufactured or mobile homes, where these sites are under 32 common ownership and control for the purpose of leasing each site 33 to the owner of a manufactured or mobile home for the installation 34 thereof and such site is used by the eligible claimant as the eligible 35 claimant's principal residence;

36 a dwelling house situated on land owned by a person other than 37 the eligible claimant which constitutes the place of the eligible 38 claimant's domicile and is owned and used by the eligible claimant 39 as the eligible claimant's principal residence;

40 a condominium unit or a unit in a horizontal property regime or a 41 continuing care retirement community which constitutes the place 42 of the eligible claimant's domicile and is owned and used by the 43 eligible claimant as the eligible claimant's principal residence.

44 In addition to the generally accepted meaning of "owned" or 45 "ownership," a homestead shall be deemed to be owned by a person 46 if that person is a tenant for life or a tenant under a lease for 99 47 years or more, is entitled to and actually takes possession of the 48 homestead under an executory contract for the sale thereof or under

an agreement with a lending institution which holds title as security
for a loan, or is a resident of a continuing care retirement
community pursuant to a contract for continuing care for the life of
that person which requires the resident to bear, separately from any
other charges, the proportionate share of property taxes attributable
to the unit that the resident occupies;

a unit in a cooperative or mutual housing corporation which
constitutes the place of domicile of a residential shareholder or
lessee therein, or of a lessee or shareholder who is not a residential
shareholder therein, which is used by the eligible claimant as the
eligible claimant's principal residence.

12 "Homestead property tax reimbursement" means payment of the difference between the amount of property tax or site fee 13 14 constituting property tax due and paid in any year on any 15 homestead, exclusive of improvements not included in the 16 assessment on the real property for the base year, and the amount of 17 property tax or site fee constituting property tax due and paid in the 18 base year, when the amount paid in the base year is the lower 19 amount; but such calculations shall be reduced by any current year 20 property tax reductions or reductions in site fees constituting property taxes resulting from judgments entered by county boards 21 22 of taxation or the State Tax Court.

"Horizontal property regime" means the form of real property
ownership provided for under the "Horizontal Property Act,"
P.L.1963, c.168 (C.46:8A-1 et seq.).

26 "Manufactured home" or "mobile home" means a unit of housing27 which:

(1) Consists of one or more transportable sections which are
substantially constructed off site and, if more than one section, are
joined together on site;

(2) Is built on a permanent chassis;

31

32 (3) Is designed to be used, when connected to utilities, as a33 dwelling on a permanent or nonpermanent foundation; and

34 (4) Is manufactured in accordance with the standards promulgated for a manufactured home by the Secretary of the 35 36 United States Department of Housing and Urban Development 37 pursuant to the "National Manufactured Housing Construction and 38 Safety Standards Act of 1974," Pub.L.93-383 (42 U.S.C. s.5401 et 39 seq.) and the standards promulgated for a manufactured or mobile 40 home by the commissioner pursuant to the "State Uniform Construction Code Act," P.L.1975, c.217 (C.52:27D-119 et seq.). 41

42 "Mobile home park" means a parcel of land, or two or more 43 parcels of land, containing no fewer than 10 sites equipped for the 44 installation of manufactured or mobile homes, where these sites are 45 under common ownership and control for the purpose of leasing 46 each site to the owner of a manufactured or mobile home for the 47 installation thereof, and where the owner or owners provide 48 services, which are provided by the municipality in which the park

365

1 is located for property owners outside the park, which services may 2 include but shall not be limited to: 3 (1) The construction and maintenance of streets; (2) Lighting of streets and other common areas; 4 5 (3) Garbage removal; 6 (4) Snow removal; and 7 (5) Provisions for the drainage of surface water from home sites 8 and common areas. 9 "Mutual housing corporation" means a corporation not-for-profit, 10 incorporated under the laws of this State on a mutual or cooperative 11 basis within the scope of section 607 of the Langham Act (National 12 Defense Housing), Pub.L.849, (42 U.S.C. s.1521 et seq.), as amended, which acquired a National Defense Housing Project 13 14 pursuant to that act. 15 "Income" means income as determined pursuant to P.L.1975, 16 c.194 (C:30:4D-20 et seq.). "Principal residence" means a homestead actually and 17 18 continually occupied by an eligible claimant as his or her permanent 19 residence, as distinguished from a vacation home, property owned 20 and rented or offered for rent by the claimant, and other secondary 21 real property holdings. 22 "Property tax" means the general property tax due and paid as set 23 forth in this section, on a homestead, but does not include special 24 assessments and interest and penalties for delinquent taxes. For the 25 sole purpose of qualifying for a benefit under P.L.1997, c.348 26 (C.54:4-8.67 et seq.), property taxes paid by June 1 of the year 27 following the year for which the benefit is claimed will be deemed 28 to be timely paid. 29 "Site fee constituting property tax" means 18 percent of the 30 annual site fee paid or payable to the owner of a mobile home park. 31 "Tax year" means the calendar year in which a homestead is 32 assessed and the property tax is levied thereon and it means the 33 calendar year in which income is received or accrued. 34 (cf: P.L. 2009, c.129) 35 ¹[431.] <u>432.</u>¹ Section 4 of P.L.1999, c.129 (C.56:8-14.5) is 36 37 amended to read as follows: 38 4. The Director of the Division of Consumer Affairs in the 39 Department of Law and Public Safety, in consultation with the 40 Director of the Division [on] of Aging [in the Department of 41 Community Affairs] Services in the Department of Human 42 Services, the directors of the New Jersey Association of Area 43 Agencies on Aging, and the New Jersey Association of County 44 Offices for Disabled Persons, shall develop and implement an 45 educational program to inform senior citizens and persons with 46 disabilities about consumer protection laws and consumer rights, 47 subject to funds made available pursuant to subsection b. of section

1 5 of P.L.1999, c.129 (C.56:8-14.6) or any other source. Functions 2 of the program may include: a. The preparation of educational materials regarding consumer 3 4 protection laws and consumer rights that are of particular interest to 5 senior citizens and persons with disabilities and distribution of 6 those materials to the appropriate State and county agencies for 7 dissemination to senior citizens, persons with disabilities and the 8 public; and 9 b. The underwriting of educational seminars and other forms of 10 educational projects for the benefit of senior citizens and persons 11 with disabilities. 12 (cf: P.L.1999, c.129, s.4) 13 14 ¹[432.] <u>433.</u>¹ Section 5 of P.L.1999, c.336 (C.56:8-96) is 15 amended to read as follows: 16 5. a. Any consumer who purchases from a pet shop an animal 17 that becomes sick or dies after the date of purchase may take the 18 sick or dead animal to a veterinarian within the period of time 19 required pursuant to the notification form provided upon the date of 20 purchase, receive certification from the veterinarian of the health 21 and condition of the animal, and pursue the recourse provided for 22 under the circumstances indicated by the veterinarian certification, 23 as required and provided for pursuant to section 4 of P.L.1999, 24 c.336 (C.56:8-95). b. Upon receipt of the certification from the veterinarian, the 25 26 consumer may report the sickness or death of the animal and the pet 27 shop where the animal was purchased to the local health authority 28 with jurisdiction over the municipality in which the pet shop where 29 the animal was purchased is located, and to the Director of the 30 Division of Consumer Affairs in the Department of Law and Public 31 Safety. The consumer shall provide a copy of the veterinarian 32 certificate with any [such] report. The director shall forward to the 33 appropriate local health authority a copy of any [such] report the 34 division receives. The local health authority shall record and retain 35 the records of any [such] report and documentation submitted by a 36 consumer. 37 c. By the May 1 immediately following the effective date of 38 this act, and annually thereafter, the local health authority with 39 jurisdiction over pet shops shall review any files it has concerning 40 reports filed pursuant to subsection b. of this section and shall 41 recommend to the municipality in which the pet shop is located the

revocation of the license of any pet shop with reports filed as
follows:
(1) 15% of the total number of animals sold in a year by the pet
shop were certified by a veterinarian to be unfit for purchase due to

shop were certified by a veterinarian to be unfit for purchase due to
congenital or hereditary cause or condition, or a sickness brought
on by a congenital or hereditary cause or condition;

1 (2) 25% of the total number of animals sold in a year by the pet 2 shop were certified by a veterinarian to be unfit for purchase due to 3 a non-congenital cause or condition;

4 (3) 10% of the total number of animals sold in a year by the pet
5 shop died and were certified by a veterinarian to have died from a
6 non-congenital cause or condition; or

7 (4) 5% of the total number of animals sold in a year by the pet
8 shop died and were certified by a veterinarian to have died from a
9 congenital or hereditary cause or condition, or a sickness brought
10 on by a congenital or hereditary cause or condition.

11 d. By the May 1 immediately following the effective date of 12 this act, and annually thereafter, the local health authority with 13 jurisdiction over pet shops shall review any files it has concerning 14 reports filed pursuant to subsection b. of this section and shall 15 recommend to the municipality in which the pet shop is located a 16 90-day suspension of the license of any pet shop with reports filed 17 as follows:

(1) 10% of the total number of animals sold in a year by the pet
shop were certified by a veterinarian to be unfit for purchase due to
congenital or hereditary cause or condition, or a sickness brought
on by a congenital or hereditary cause or condition;

(2) 15% of the total number of animals sold in a year by the pet
shop were certified by a veterinarian to be unfit for purchase due to
a non-congenital cause or condition;

(3) 5% of the total number of animals sold in a year by the pet
shop died and were certified by a veterinarian to have died from a
non-congenital cause or condition; or

(4) 3% of the total number of animals sold in a year by the pet
shop died and were certified by a veterinarian to have died from a
congenital or hereditary cause or condition, or a sickness brought
on by a congenital or hereditary cause or condition.

32 e. Pursuant to the authority and requirements provided in 33 section 8 of P.L.1941, c.151 (C.4:19-15.8), the owner of the pet 34 shop shall be afforded a hearing and, upon the recommendation by 35 the local health authority pursuant to subsection c. or d. of this 36 section, the local health authority, in consultation with the [State] Department of Health [and Senior Services], shall set a date for the 37 38 hearing to be held by the local health authority or the State 39 Department of Health and Senior Services and shall notify the pet 40 shop involved. The municipality may suspend or revoke the 41 license, or part thereof, that authorizes the pet shop to sell cats or 42 dogs after [such] the hearing has been held and as provided in 43 section 8 of P.L.1941, c.151 (C.4:19-15.8). At the hearing, the 44 local health authority or the [State] Department of Health [and 45 Senior Services], whichever entity is holding the hearing, shall receive testimony from the pet shop and shall determine if the pet 46 shop: (1) failed to maintain proper hygiene and exercise reasonable 47

1 care in safeguarding the health of animals in its custody, or (2) sold 2 a substantial number of animals that the pet shop knew, or 3 reasonably should have known, to be unfit for purchase. 4 No provision of subsection c. shall be construed to restrict f. 5 the local health authority or the [State] Department of Health [and 6 Senior Services] from holding a hearing concerning any pet shop in 7 the State irrespective of the criteria for recommendation of license 8 suspension or revocation named in subsection c. or d., or from 9 recommending to a municipality the suspension or revocation of the 10 license of a pet shop within its jurisdiction for other violations 11 under other sections of law, or rules and regulations adopted 12 pursuant thereto. 13 No action taken by the local health authority or municipality g. 14 pursuant to this section or section 8 of P.L.1941, c.151 (C.4:19-15 15.8) shall be construed to limit or replace any action, hearing or 16 review of complaints concerning the pet shop by the Division of 17 Consumer Affairs in the Department of Law and Public Safety to 18 enforce consumer fraud laws or other protections to which the 19 consumer is entitled. 20 h. The requirements of this section shall be posted in a 21 prominent place in each pet shop in the State along with the name, 22 address, and telephone number of the local health authority that has 23 jurisdiction over the pet shop, and this information shall be 24 provided in writing at the time of purchase to each consumer and to 25 each licensed veterinarian contracted for services by the pet shop 26 upon contracting the veterinarian. 27 i. The Director of the Division of Consumer Affairs may 28 investigate and pursue enforcement against any pet shop reported 29 by a consumer pursuant to subsection b. of this section. 30 (cf: P.L.1999, c.336, s.5) 31 32 ¹[433.] <u>434.</u>¹ Section 4 of P.L.1999, c.174 (C.26:1A-15.3), section 28 of P.L.1966 c.293 (C.52:27D-28), section 2 of P.L.1975, 33 c.36, (C.52:27D-28.2), section 1 of P.L.1985, c.357 (C.52:27D-34 35 28.5), and section 29 of P.L.1966, c.293 (C. 52:27D-29) are repealed. 36 37 ¹[434.] <u>435.</u>¹ This act shall take effect immediately. 38 39 40 41 42 43 Reorganizes and renames DHSS as Department of Health; 44 establishes Division of Aging Services in DHS.