## [Second Reprint] ASSEMBLY, No. 3607

## STATE OF NEW JERSEY 218th LEGISLATURE

INTRODUCED MARCH 12, 2018

Sponsored by: Assemblyman VINCENT MAZZEO District 2 (Atlantic) Assemblyman JOHN ARMATO District 2 (Atlantic) Assemblyman NICHOLAS CHIARAVALLOTI District 31 (Hudson)

Co-Sponsored by: Assemblywomen Pinkin and DiMaso

## SYNOPSIS

Requires Department of Community Affairs to approve credentialing entity to develop and administer a voluntary recovery residence certification program.

## CURRENT VERSION OF TEXT

As reported by the Assembly Appropriations Committee on December 10, 2018, with amendments.



(Sponsorship Updated As Of: 12/18/2018)

1 AN ACT concerning the voluntary certification of recovery 2 residences, and supplementing Title 26 of the Revised Statutes. 3 4 **BE IT ENACTED** by the Senate and General Assembly of the State 5 of New Jersey: 6 7 1. As used in this act: 8 "Certificate of compliance" means a certificate, which is issued 9 by the credentialing entity to a recovery residence, and which 10 affirms that the recovery residence is in compliance with all 11 requirements necessary for certification, and is authorized to hold 12 itself out to the public as a certified recovery residence. "Certified recovery residence" means a recovery residence that 13 14 holds a valid certificate of compliance issued pursuant to this act. 15 "Certified recovery residence administrator" means a recovery 16 residence administrator who holds a valid professional certification 17 issued pursuant to this act. 18 "Credentialing entity" means a nonprofit organization, operating 19 in New Jersey, which develops and administers professional 20 certification programs, and which is approved by the department to 21 develop and administer a recovery residence certification program 22 in this State, in accordance with the provisions of this act. "Department" means the Department of <sup>2</sup>[Health] Community 23 Affairs<sup>2</sup>. 24 25 "Peer-managed facility" means a recovery residence that is not 26 directly managed, on a day-to-day basis, by a recovery residence 27 administrator, but which, instead, is self-managed, on a cooperative basis, by the residents in recovery who are renting rooms at the 28 29 facility. 30 "Professional certification" means a certificate that is issued by 31 the credentialing entity to a recovery residence administrator, and 32 which affirms that the administrator is in compliance with all applicable professional certification requirements, and has been 33 34 deemed to be capable of managing a certified recovery residence. 35 "Professionally-managed facility" means a recovery residence 36 that is directly managed by a recovery residence administrator, and 37 is not a peer-managed facility. 38 "Recovery residence" means housing with a home-like 39 atmosphere, which is available in either a professionally-managed 40 facility or a peer-managed facility, and which provides a sober 41 living environment and alcohol and drug free living accommodations to individuals with substance use disorders, or to 42 43 individuals with co-occurring mental health and substance use 44 disorders, but which does not provide clinical treatment services for

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

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

Matter enclosed in superscript numerals has been adopted as follows: <sup>1</sup>Assembly AHU committee amendments adopted October 18, 2018. <sup>2</sup>Assembly AAP committee amendments adopted December 10, 2018. mental health or substance use disorders. "Recovery residence"
includes, but is not limited to, a facility that is commonly referred
to as a sober living home.

4 "Recovery residence administrator" means the owner or operator 5 of a recovery residence, who is responsible for the overall 6 management of the recovery residence, including, but not limited 7 to, the supervision of residents and staff; and who does not reside in 8 the recovery residence. "Recovery residence administrator" does 9 not include the owner or operator of a recovery residence who 10 manages the recovery residence while residing therein.

11 "Recovery residence certification program" means the program 12 established by the credentialing entity, pursuant to section 2 of this 13 act, which provides for the voluntary certification of recovery 14 residences, and the professional certification of recovery residence 15 administrators.

"Refer" means to inform a current or discharged patient, by any
means or method, about the name, address, or other details of a
recovery residence.

"Substance use disorder" means a maladaptive pattern of alcohol
or drug use that leads to clinically significant impairment or
distress. "Substance use disorder" includes drug or alcohol abuse
or drug or alcohol dependency, as confirmed by a clinical screening
and assessment instrument.

24

25 2. a. (1) Within 120 days after the enactment of this act, the 26 department shall approve a credentialing entity to develop and 27 administer a recovery residence certification program in the State. The recovery residence certification program shall be developed in 28 29 accordance with the provisions of this section; shall be consistent 30 with applicable standards adopted by the National Alliance for 31 Recovery Residences (NARR); and shall become operational within 180 days after the credentialing entity is approved by the 32 33 department pursuant to this subsection.

(2) Using a portion of the moneys annually appropriated to the
department for its purposes, the department shall provide
appropriate funds to the credentialing entity, on an annual basis, to
enable the credentialing entity to fulfill its duties and
responsibilities under this section.

b. In developing and implementing a recovery residencecertification program, the credentialing entity shall:

(1) establish requirements for the voluntary certification of
recovery residences, and the annual recertification of certified
recovery residences;

44 (2) establish requirements for the voluntary professional
45 certification of recovery residence administrators, and the annual
46 recertification of certified recovery residence administrators;

(3) establish criminal background check requirements for the
 administrators and employees of professionally-managed facilities,
 as deemed by the credentialing entity to be necessary;

4 (4) administer all aspects of the recovery residence certification 5 program, and establish procedures as necessary to facilitate the 6 application, certification, and annual recertification processes used 7 in the program;

8 (5) engage in the on-site pre-certification inspection of recovery
9 residences that apply for a certificate of compliance;

10 (6) issue a certificate of compliance to any recovery residence, 11 upon application therefor; provided that the recovery residence is in 12 compliance with the provisions of subsection d. of this section; has 13 satisfactorily passed an on-site pre-certification inspection 14 conducted pursuant to paragraph (5) of this subsection; and satisfies 15 all additional requirements, established by the credentialing entity 16 under paragraph (1) of this subsection, which are necessary for 17 certification;

18 (7) issue a professional certification to any recovery residence 19 administrator, upon application therefor; provided that the 20 administrator satisfies all requirements, established by the 21 credentialing entity under paragraph (2) of this subsection, which 22 are necessary for professional certification;

(8) establish procedures and protocols for the regular monitoring
and inspection of certified recovery residences, which procedures
and protocols shall, at a minimum, require the credentialing entity
to conduct at least one unannounced on-site inspection of each
certified recovery residence, as a condition of annual recertification;
and

(9) establish an Internet website to provide information to thepublic about the recovery residence certification program.

31 Within 180 days after the recovery residence c. (1)certification program becomes operational, the credentialing entity 32 33 shall publish, on the website established pursuant to paragraph (9) 34 of subsection b. of this section, a list that provides contact information for all of the recovery residences that have been issued 35 36 certificate of compliance in accordance with program a 37 requirements. Immediately after the publication of the list, the 38 credentialing entity shall notify the department that the list is 39 publicly available.

40 (2) The list of certified recovery residences that is published 41 pursuant to this subsection shall not include the names or contact 42 information of any individual residents of a recovery residence, but shall, instead, provide contact information only for the residence, 43 44 itself, or for the owner of the residence, as deemed appropriate by 45 the credentialing entity. At no point shall the credentialing entity 46 disclose any personally identifying information about the residents 47 of a recovery residence.

1 (3) The credentialing entity shall regularly update the list of 2 certified recovery residences that is published pursuant to this 3 subsection, in order to ensure that the list reflects the most up-to-4 date certification information, and omits reference to recovery 5 residences that have lost their certification.

A recovery residence shall not be eligible to obtain a 6 d. 7 certificate of compliance under this section, unless it is managed by 8 a certified recovery residence administrator, or is a peer-managed 9 facility. A recovery residence that is professionally managed by an 10 uncertified recovery residence administrator shall remain ineligible 11 to obtain a certificate of compliance until such time as the recovery 12 residence administrator obtains professional certification pursuant to this act. For the purposes of expediency, the credentialing entity 13 14 may consider an application for the professional certification of a 15 recovery residence administrator at the same time as it is 16 considering an application for certification of the recovery 17 residence.

e. A certificate of compliance issued to a recovery residence,
and a professional certification issued to a recovery residence
administrator, shall each be valid for one year from the date of
issuance.

22 f. (1) The credentialing entity may suspend, revoke, or refuse 23 to renew the certificate of compliance issued to a certified recovery 24 residence, if the credentialing entity finds that the certified recovery 25 residence is not in compliance with the requirements established by 26 the credentialing entity under paragraph (1) of subsection b. of this 27 section, or, if the credentialing entity determines that the certified 28 recovery residence is no longer in compliance with the requirements 29 of subsection d. of this section.

30 (2) The credentialing entity may suspend, revoke, or refuse to 31 renew the professional certification issued to a certified recovery 32 residence administrator, if the credentialing entity finds that the 33 certified recovery residence administrator is not in compliance with 34 the requirements established by the credentialing entity under 35 paragraph (2) of subsection b. of this section.

36

37 3. a. The department shall update its Internet website to reflect 38 the department's approval of a credentialing entity pursuant to this 39 act. The department's website shall identify the name and contact 40 information of the credentialing entity, and shall include a hyperlink 41 to the credentialing entity's Internet website, established in 42 accordance with paragraph (9) of subsection b. of section 2 of this 43 act.

b. Within 10 days after the department receives notice from the
credentialing entity, pursuant to subsection c. of section 2 of this
act, indicating that a list of certified recovery residences is available
on the credentialing entity's website, the department shall take
appropriate action to notify all health care practitioners and

substance use disorder treatment providers in the State about the
 availability of the list, and the provisions of subsection c. of this
 section.

4 c. (1) After receiving notice, pursuant to subsection b. of this 5 section, regarding the credentialing entity's publication of a list of certified recovery residences, a health care practitioner or substance 6 7 use disorder treatment provider in this State shall be prohibited 8 from referring a current or discharged patient to a recovery 9 residence, unless: (a) the recovery residence is included in the list 10 of certified recovery residences that appears on the credentialing 11 entity's website; or (b) the recovery residence is owned or operated 12 by a licensed or certified substance use disorder treatment provider, or by a wholly owned subsidiary thereof, regardless of whether the 13 14 recovery residence is listed as a certified recovery residence on the 15 credentialing entity's website.

16 (2) Nothing in this subsection shall be deemed to require a
17 health care practitioner or substance use disorder treatment provider
18 to refer any patient to a recovery residence.

19

4. a. A <sup>1</sup>[person] <u>recovery residence administrator or other</u>
<u>recovery residence employee or volunteer</u><sup>1</sup> shall not advertise,
represent, or imply to the public that <sup>1</sup>[a] <u>the</u><sup>1</sup> recovery residence is
a certified recovery residence, unless the recovery residence has
obtained a certificate of compliance pursuant to this act.

b. A recovery residence administrator <sup>1</sup>or other recovery
residence employee or volunteer<sup>1</sup> shall not advertise, represent, or
imply to the public that the administrator is a certified recovery
residence administrator, unless the administrator has obtained
professional certification pursuant to this act.

c. A person who violates the provisions of this section shall be
subject to a civil penalty of up to \$1,000 for each offense. In
determining the amount of the civil penalty to be imposed pursuant
to this subsection, the department shall consider the nature, number,
and seriousness of the violations, as well as the ability of the
violator to pay the penalty, and any other factors determined to be
relevant.

d. A civil penalty imposed pursuant to this section may be
collected, with costs, in a summary proceeding initiated by the
department pursuant to the "Penalty Enforcement Act of 1999,"
P.L.1999, c.274 (C.2A:58-10 et seq.). The Superior Court and the
municipal court shall have jurisdiction to enforce the "Penalty
Enforcement Act of 1999" in connection with this act.

43

44 5. a. A recovery residence, whether or not it holds a certificate
45 of compliance issued pursuant to this act, shall not be considered to
46 be a health care facility within the meaning of the "Health Care
47 Facilities Planning Act," P.L.1971, c.136 (C.26:2H-1 et seq.), and

7

1 shall be exempt from the provisions of P.L.1971, c.136 (C.26:2H-1 2 et seq.) and the rules and regulations adopted pursuant thereto. b. A recovery residence, whether or not it holds a certificate of 3 compliance issued pursuant to this act, shall not be considered to be 4 5 a substance use disorder treatment facility, and shall be exempt from the provisions of P.L.1970, c.334 (C.26:2G-21 et seq.), 6 7 P.L.1975, c.305 (C.26:2B-7 et seq.), and the rules and regulations 8 adopted pursuant thereto. 9 c. A recovery residence that holds a valid certificate of 10 compliance, issued pursuant to this act, shall not be considered to 11 be a rooming or boarding house, and shall be exempt from the provisions of the "Rooming and Boarding House Act of 1979," 12 13 P.L.1979, c.496 (C.55:13B-1 et seq.) and any rules and regulations 14 adopted pursuant thereto. In addition, a certified recovery residence 15 shall be exempt from any rules and regulations governing the 16 operation or certification of recovery residences or sober living

homes, which rules and regulations were adopted by the
Department of Community Affairs, the Department of Health, or the
Department of Human Services prior to the effective date of this
act. This act shall supersede all other pre-existing rules and
regulations on this issue.

22 23

6. This act shall take effect immediately.