[First Reprint]

ASSEMBLY, No. 1145

STATE OF NEW JERSEY

219th LEGISLATURE

PRE-FILED FOR INTRODUCTION IN THE 2020 SESSION

Sponsored by:

Assemblyman ROY FREIMAN
District 16 (Hunterdon, Mercer, Middlesex and Somerset)
Assemblyman JOSEPH V. EGAN
District 17 (Middlesex and Somerset)
Assemblyman ROBERT J. KARABINCHAK
District 18 (Middlesex)
Senator STEVEN V. OROHO
District 24 (Morris, Sussex and Warren)
Senator JAMES BEACH

Co-Sponsored by:

District 6 (Burlington and Camden)

Assemblyman DiMaio, Assemblywoman B.DeCroce, Assemblymen Calabrese, Wirths, Space, Danielsen, Assemblywomen Pinkin, DiMaso, Swain, Assemblymen Tully, Benson, Mazzeo, Assemblywoman Lopez, Senators A.M.Bucco, Pou, O'Scanlon, Diegnan, Singleton and Assemblyman Stanley

SYNOPSIS

Establishes "Electronic Permit Processing Review System."

CURRENT VERSION OF TEXT

As amended by the Senate on January 28, 2021.

(Sponsorship Updated As Of: 3/1/2021)

AN ACT establishing a State online electronic building permit review and inspection scheduling system, and supplementing and amending P.L.1975, c.217, and amending P.L.2005, c.212, and P.L.1979, c.121.

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

- 1. (New section) a. The Commissioner of Community Affairs shall establish, develop, implement, and administer the "Electronic Permit Processing Review System." This electronic system shall be an Internet-based system allowing for the electronic submission of applications for construction permits, plans, and specifications pursuant to the "State Uniform Construction Code Act," P.L.1975, c.217 (C.52:27D-119 et seq.), for the electronic review and approval of applications, plans, and specifications, for the scheduling of inspections, and for the exchange of information between the applicant, the applicant's professionals, and the department or enforcing agency during the review process. The electronic system shall offer a permit applicant:
- (1) the ability to submit the materials necessary for application review;
- (2) the ability to submit requests for on-site inspection of a project; and
- (3) continuous, 24-hour accessibility for the submission of both scheduling requests, and the materials necessary for the permit application review.
- b. (1) Following the effective date of P.L. , c. (C.) (pending before the Legislature as this bill), the commissioner may make the electronic system accessible, and facilitate its use, through the acceptance of application materials and scheduling submissions, by:
- (a) the department, with regard to applications for which the department approves plans and specifications pursuant to the "State Uniform Construction Code Act";
- (b) local enforcing agencies; and
- 37 (c) private agencies providing plan review and inspection 38 services.
- 39 (2) ¹(a) ¹ Within one year following the effective date of 40 P.L., c. (C.) (pending before the Legislature as this bill), 41 the commissioner shall fully implement the electronic system, and 42 ¹[require] provide for ¹ its use, through the acceptance of 43 application materials and scheduling submissions, by ¹[:

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 (a) 1 the department, with regard to applications for which the
 2 department approves plans and specifications pursuant to the "State
 3 Uniform Construction Code Act" [;] 1
 - (b) ¹[local] <u>Local</u> ¹ enforcing agencies ¹[; and

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- (c) private agencies providing plan review and inspection services may elect to utilize the electronic system implemented by the department. In the alternative, a local enforcing agency may utilize a different electronic system, which system shall provide the same level of functionality as the system implemented by the department.
- c. The commissioner shall provide training opportunities on the use of the electronic system for employees of local enforcing agencies and private agencies which provide plan review and inspection services.
- The 15 commissioner shall, in accordance with 16 "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-17 1 et seq.), adopt rules and regulations to govern the form and format 18 of applications for construction permits, plans, and specifications 19 and other information exchanged through the electronic system. 20 Notwithstanding the requirement, pursuant to subsection b. of this 21 section, to accept electronically submitted materials within one year 22 following the effective date of P.L. , c. (C.) (pending 23 before the Legislature as this bill), the commissioner shall have the 24 discretion to establish different submission requirements, including 25 non-electronic submissions as necessary, for large, complicated, or 26 otherwise unusual construction projects, so long as the system is 27 designed to accept approximately 80 percent of construction permit 28 application submissions electronically.
 - e. The department may waive a contrary form and format requirement imposed by statute or ordinance or by the rules of another department or agency for the submission of information in physical form to the extent the waiver is necessary to facilitate the submission of the information electronically. The department may accept an electronic reproduction of a signature, stamp, seal, certification, or notarization as the equivalent of the original or may accept the substitution of identifying information for the signature, stamp, seal, certification, or notarization. The department shall not waive any other requirement.
 - f. The commissioner may adopt, amend, and repeal rules and regulations providing for the charging of and setting the amount of construction permit surcharge fees to be collected by an enforcing agency or private agency ¹[and] . Fees shall be ¹ remitted to the department to defray the cost of developing and administering the electronic system ¹by local enforcing agencies that have elected to utilize the electronic system implemented by the department ¹.
- g. A person exchanging information through the electronic system in a form and format acceptable to the department is not

- subject to any licensing sanction, civil penalty, fine, permit 1 2 disapproval, or revocation or other sanction for failure to comply 3 with a form or format requirement imposed by statute, ordinance, or 4 rule for submission of the information in physical form, including 5 but not limited to any requirement that the information be in a 6 particular form or of a particular size, be submitted with multiple 7 copies, be physically attached to another document be an original 8 document or be signed, stamped, sealed, certified, or notarized.
 - h. As used in this section, "form and format" means the arrangement, organization, configuration, structure, or style of, or method of delivery for, providing required information or providing the substantive equivalent of required information. "Form and format" does not mean altering the substance of information or the addition or omission of information.

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- 2. Section 3 of P.L.2005, c.212 (C.52:27D-124.3) is amended to read as follows:
- 18 A proposal by a private agency to provide inspection or plan 19 review services to a municipality to administer the provisions of the 20 Uniform Construction Code Act," P.L.1975, c.217 (C.52:27D-119 et seq.) shall be submitted in accordance with 21 22 and shall be subject to the bidding and other provisions of the 23 "Local Public Contracts Law," P.L.1971, c.198 (C.40A:11-1 et 24 seq.). A municipality shall require, as part of the bid specifications, that a private agency participate in ¹[the "Electronic Permit 25 26 Processing Review System," developed and implemented pursuant 27 to section 1 of P.L. , c. (C.) (pending before the Legislature 28 as this bill) whichever electronic system the municipality has 29 elected to utilize¹. A municipality shall require as part of the bid 30 specifications that a private agency submit a bid or proposal in 31 terms of a percentage of the costs charged by the department when 32 it serves as a local enforcement agency pursuant to section 10 of 33 P.L.1975, c.217 (C.52:27D-128). A municipality may include in 34 the fee charged by it for work done by private agencies an amount 35 sufficient to cover a proportionate share of administrative costs 36 incurred by the local enforcing agency in connection with

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40 3. Section 3 of P.L.1979, c.121 (C.52:27D-126a) is amended to 41 read as follows:

inspections performed by private agencies.

(cf: P.L.2005, c.212, s.3)

3. Where the appointing authority of any municipality shall appoint an enforcing agency and construction board of appeals pursuant to section 8 of P.L.1975, c.217 (C.52:27D-126), the municipal governing body by ordinance, in accordance with standards established by the commissioner, shall set enforcing agency fees for plan review, construction permit, certificate of occupancy, demolition permit, moving of building permit, elevator

- permit and sign permit, provided, however, that such fees shall not 1
- 2 exceed the annual costs for the operation of the enforcing agency.
- 3 For the three year period commencing with an enforcing agency's
- 4 initial participation in the "Electronic Permit Processing Review
- 5 System," developed and implemented pursuant to section 1 of
- 6 P.L., c. (C.) (pending before the Legislature as this bill), the
- 7 municipal governing body may impose, and the enforcing agency 8
- may collect, construction permit surcharge fees to defray the
- 9 enforcing agency's startup costs related to offering electronic plan
- 10 review and scheduling. Surcharge fees shall be established in 11 accordance with standards established by the commissioner.
- 12 (cf: P.L.1979, c.121, s.3)

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other defined situations.

4. Section 12 of P.L.1975, c.217 (C.52:27D-130) is amended to read as follows:

12. Except as otherwise provided by this act or in the code,

17 before construction or alteration of any building or structure, the 18 owner, or his agent, engineer or architect, shall submit an 19 application in writing, including signed and sealed drawings and 20 specifications, to the enforcing agency as defined in this act. When 21 an enforcing agency begins to participate in the "Electronic Permit 22 Processing Review System," pursuant to section 1 of P.L. 23 (C.) (pending before the Legislature as this bill), the owner, 24 or his agent, engineer or architect, may submit applications and 25 scheduling requests electronically. The application shall be in 26 accordance with regulations established by the commissioner and 27 on a form or in a format prescribed by the commissioner and shall 28 be accompanied by payment of the fee to be established by the 29 municipal governing body by ordinance in accordance with 30 standards established by the commissioner. The application for a 31 construction permit shall be filed with the enforcing agency and 32 shall be a public record; and no application for a construction 33 permit shall be removed from the custody of the enforcing agency 34 after a construction permit has been issued. Nothing contained in 35 this paragraph shall be interpreted as preventing the imposition of requirements in the code, for additional permits for particular kinds 36

Upon the transfer of ownership of property that is the subject of a construction permit, and prior to beginning or continuing work authorized by the construction permit, the new owner shall file with the enforcing agency an application for a permit update to notify the enforcing agency of the name and address of the new owner and of all other changes to information previously submitted to the enforcing agency. If the municipality has adopted an ordinance requiring a successor developer to furnish a replacement performance guarantee, and a performance guarantee has previously

of work, including but not limited to plumbing, electrical, elevator,

fire prevention equipment or boiler installation or repair work, or in

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been furnished in favor of the municipality to assure the installation 1 2 of on-tract improvements on the property that is the subject of an 3 application for a permit update for the purpose of notifying the 4 enforcing agency of the name and address of a new owner, the 5 enforcing agency shall not approve the application for a permit 6 update until it receives notification from the governing body or its 7 designee that the new owner has furnished an adequate replacement 8 performance guarantee.

9 No permit shall be issued for a public school facility unless the 10 final plans and specifications have been first approved by the Bureau of Facility Planning Services in the Department of 11 12 Education or a municipal code official who is appropriately licensed 13 by the Commissioner of Community Affairs for the type and level 14 of plans being reviewed. Approval by the Bureau of Facility 15 Planning Services in the Department of Education shall only be 16 required when a review for educational adequacy is necessary. 17 Requirements determining when a review for educational adequacy 18 is necessary shall be established jointly by the Department of 19 Community Affairs and the Department of Education. 20 standards shall thereafter be adopted as part of the Uniform 21 Construction Code regulations by the Department of Community 22 Affairs. After the final plans and specifications have been approved 23 for educational adequacy by the Bureau of Facility Planning 24 Services in the Department of Education, a local board of education 25 may submit the final plans and specifications for code approval to 26 either the Bureau of Facility Planning Services in the Department of 27 Education or a municipal code official who is appropriately licensed 28 by the Commissioner of Community Affairs for the type and level 29 of plans being reviewed. The Bureau of Facility Planning Services 30 in the Department of Education when approving final plans and 31 specifications shall be responsible for insuring that the final plans 32 and specifications conform to the requirements of the code as well 33 as for insuring that they provide for an educationally adequate 34 facility. In carrying out its responsibility pursuant to the provisions 35 of this section the Department of Education shall employ persons 36 licensed by the Commissioner of Community Affairs for the type 37 and level of plans being reviewed.

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5. This act shall take effect immediately.

(cf: P.L.2013, c.123, s.5)