# ASSEMBLY, No. 1145 STATE OF NEW JERSEY 219th LEGISLATURE

PRE-FILED FOR INTRODUCTION IN THE 2020 SESSION

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### SYNOPSIS

Establishes "Electronic Permit Processing Review System."

## CURRENT VERSION OF TEXT

As reported by the Assembly Community Development and Affairs Committee with technical review.



(Sponsorship Updated As Of: 2/24/2020)

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AN ACT establishing a State online electronic building permit 1 2 review and inspection scheduling system, and supplementing and 3 amending P.L.1975, c.217, and amending P.L.2005, c.212, and 4 P.L.1979, c.121. 5 6 BE IT ENACTED by the Senate and General Assembly of the State 7 of New Jersey: 8 9 1. (New section) a. The Commissioner of Community Affairs 10 shall establish, develop, implement, and administer the "Electronic Permit Processing Review System." This electronic system shall be 11 12 an Internet-based system allowing for the electronic submission of applications for construction permits, plans, and specifications 13 14 pursuant to the "State Uniform Construction Code Act," P.L.1975, 15 c.217 (C.52:27D-119 et seq.), for the electronic review and approval of applications, plans, and specifications, for the 16 17 scheduling of inspections, and for the exchange of information 18 between the applicant, the applicant's professionals, and the 19 department or enforcing agency during the review process. The 20 electronic system shall offer a permit applicant: (1) the ability to submit the materials necessary for application 21 22 review: 23 (2) the ability to submit requests for on-site inspection of a 24 project; and 25 (3) continuous, 24-hour accessibility for the submission of both 26 scheduling requests, and the materials necessary for the permit 27 application review. 28 b. (1) Following the effective date of P.L. , c. (C. ) 29 (pending before the Legislature as this bill), the commissioner may 30 make the electronic system accessible, and facilitate its use, through 31 the acceptance of application materials and scheduling submissions, 32 by: 33 (a) the department, with regard to applications for which the 34 department approves plans and specifications pursuant to the "State Uniform Construction Code Act"; 35 36 (b) local enforcing agencies; and 37 (c) private agencies providing plan review and inspection 38 services. 39 (2) Within one year following the effective date of P.L. ) (pending before the Legislature as this bill), the 40 c. (C. commissioner shall fully implement the electronic system, and 41 42 require its use, through the acceptance of application materials and 43 scheduling submissions, by: 44 (a) the department, with regard to applications for which the

Matter underlined thus is new matter.

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

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department approves plans and specifications pursuant to the "State
 Uniform Construction Code Act";

3 (b) local enforcing agencies; and

4 (c) private agencies providing plan review and inspection 5 services.

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.

10 d. The commissioner shall, in accordance with the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et 11 12 seq.), adopt rules and regulations to govern the form and format of 13 applications for construction permits, plans, and specifications and 14 other information exchanged through the electronic system. 15 Notwithstanding the requirement, pursuant to subsection b. of this 16 section, to accept electronically submitted materials within one year , c. 17 following the effective date of P.L. (C. ) (pending 18 before the Legislature as this bill), the commissioner shall have the 19 discretion to establish different submission requirements, including 20 non-electronic submissions as necessary, for large, complicated, or 21 otherwise unusual construction projects, so long as the system is 22 designed to accept approximately 80 percent of construction permit 23 application submissions electronically.

24 The department may waive a contrary form and format e. 25 requirement imposed by statute or ordinance or by the rules of 26 another department or agency for the submission of information in 27 physical form to the extent the waiver is necessary to facilitate the submission of the information electronically. The department may 28 29 accept an electronic reproduction of a signature, stamp, seal, 30 certification, or notarization as the equivalent of the original or may 31 accept the substitution of identifying information for the signature, 32 stamp, seal, certification, or notarization. The department shall not 33 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 and remitted to the department to defray
the cost of developing and administering the electronic system.

39 A person exchanging information through the electronic g. system in a form and format acceptable to the department is not 40 41 subject to any licensing sanction, civil penalty, fine, permit 42 disapproval, or revocation or other sanction for failure to comply 43 with a form or format requirement imposed by statute, ordinance, or 44 rule for submission of the information in physical form, including 45 but not limited to any requirement that the information be in a 46 particular form or of a particular size, be submitted with multiple 47 copies, be physically attached to another document be an original 48 document or be signed, stamped, sealed, certified, or notarized.

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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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8 2. Section 3 of P.L.2005, c.212 (C.52:27D-124.3) is amended 9 to read as follows:

10 3. A proposal by a private agency to provide inspection or plan review services to a municipality to administer the provisions of the 11 12 "State Uniform Construction Code Act," P.L.1975, 13 c.217 (C.52:27D-119 et seq.) shall be submitted in accordance with 14 and shall be subject to the bidding and other provisions of the 15 "Local Public Contracts Law," P.L.1971, c.198 (C.40A:11-1 et 16 seq.). A municipality shall require, as part of the bid specifications, 17 that a private agency participate in the "Electronic Permit 18 Processing Review System," developed and implemented pursuant 19 to section 1 of P.L., c. (C.) (pending before the Legislature as this bill). A municipality shall require as part of the bid 20 21 specifications that a private agency submit a bid or proposal in 22 terms of a percentage of the costs charged by the department when 23 it serves as a local enforcement agency pursuant to section 10 of 24 P.L.1975, c.217 (C.52:27D-128). A municipality may include in 25 the fee charged by it for work done by private agencies an amount 26 sufficient to cover a proportionate share of administrative costs 27 incurred by the local enforcing agency in connection with 28 inspections performed by private agencies.

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

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31 3. Section 3 of P.L.1979, c.121 (C.52:27D-126a) is amended to 32 read as follows:

33 3. Where the appointing authority of any municipality shall 34 appoint an enforcing agency and construction board of appeals 35 pursuant to section 8 of P.L.1975, c.217 (C.52:27D-126), the 36 municipal governing body by ordinance, in accordance with 37 standards established by the commissioner, shall set enforcing 38 agency fees for plan review, construction permit, certificate of 39 occupancy, demolition permit, moving of building permit, elevator 40 permit and sign permit, provided, however, that such fees shall not 41 exceed the annual costs for the operation of the enforcing agency. 42 For the three year period commencing with an enforcing agency's initial participation in the "Electronic Permit Processing Review 43 44 System," developed and implemented pursuant to section 1 of P.L., c. (C.) (pending before the Legislature as this bill), the 45 46 municipal governing body may impose, and the enforcing agency 47 may collect, construction permit surcharge fees to defray the 48 enforcing agency's startup costs related to offering electronic plan

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review and scheduling. Surcharge fees shall be established in

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2 accordance with standards established by the commissioner. 3 (cf: P.L.1979, c.121, s.3) 4 5 4. Section 12 of P.L.1975, c.217 (C.52:27D-130) is amended to read as follows: 6 7 12. Except as otherwise provided by this act or in the code, 8 before construction or alteration of any building or structure, the 9 owner, or his agent, engineer or architect, shall submit an 10 application in writing, including signed and sealed drawings and 11 specifications, to the enforcing agency as defined in this act. When 12 an enforcing agency begins to participate in the "Electronic Permit Processing Review System," pursuant to section 1 of P.L. 13 14 (C. ) (pending before the Legislature as this bill), the owner, 15 or his agent, engineer or architect, may submit applications and 16 scheduling requests electronically. The application shall be in 17 accordance with regulations established by the commissioner and 18 on a form or in a format prescribed by the commissioner and shall 19 be accompanied by payment of the fee to be established by the 20 municipal governing body by ordinance in accordance with standards established by the commissioner. The application for a 21 22 construction permit shall be filed with the enforcing agency and 23 shall be a public record; and no application for a construction 24 permit shall be removed from the custody of the enforcing agency 25 after a construction permit has been issued. Nothing contained in 26 this paragraph shall be interpreted as preventing the imposition of 27 requirements in the code, for additional permits for particular kinds 28 of work, including but not limited to plumbing, electrical, elevator, 29 fire prevention equipment or boiler installation or repair work, or in 30 other defined situations. 31 Upon the transfer of ownership of property that is the subject of 32 a construction permit, and prior to beginning or continuing work 33 authorized by the construction permit, the new owner shall file with 34 the enforcing agency an application for a permit update to notify the 35 enforcing agency of the name and address of the new owner and of 36 all other changes to information previously submitted to the 37 enforcing agency. If the municipality has adopted an ordinance 38 requiring a successor developer to furnish a replacement 39 performance guarantee, and a performance guarantee has previously 40 been furnished in favor of the municipality to assure the installation 41 of on-tract improvements on the property that is the subject of an 42 application for a permit update for the purpose of notifying the 43 enforcing agency of the name and address of a new owner, the 44 enforcing agency shall not approve the application for a permit 45 update until it receives notification from the governing body or its 46 designee that the new owner has furnished an adequate replacement 47 performance guarantee.

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No permit shall be issued for a public school facility unless the 1 2 final plans and specifications have been first approved by the 3 Bureau of Facility Planning Services in the Department of 4 Education or a municipal code official who is appropriately licensed 5 by the Commissioner of Community Affairs for the type and level 6 of plans being reviewed. Approval by the Bureau of Facility 7 Planning Services in the Department of Education shall only be 8 required when a review for educational adequacy is necessary. 9 Requirements determining when a review for educational adequacy 10 is necessary shall be established jointly by the Department of 11 Community Affairs and the Department of Education. The 12 standards shall thereafter be adopted as part of the Uniform 13 Construction Code regulations by the Department of Community 14 Affairs. After the final plans and specifications have been approved 15 for educational adequacy by the Bureau of Facility Planning 16 Services in the Department of Education, a local board of education 17 may submit the final plans and specifications for code approval to 18 either the Bureau of Facility Planning Services in the Department of 19 Education or a municipal code official who is appropriately licensed 20 by the Commissioner of Community Affairs for the type and level 21 of plans being reviewed. The Bureau of Facility Planning Services 22 in the Department of Education when approving final plans and 23 specifications shall be responsible for insuring that the final plans 24 and specifications conform to the requirements of the code as well 25 as for insuring that they provide for an educationally adequate 26 facility. In carrying out its responsibility pursuant to the provisions 27 of this section the Department of Education shall employ persons 28 licensed by the Commissioner of Community Affairs for the type 29 and level of plans being reviewed. 30 (cf: P.L.2013, c.123, s.5)

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5. This act shall take effect immediately.