SENATE, No. 1764 **STATE OF NEW JERSEY** 219th LEGISLATURE

INTRODUCED FEBRUARY 13, 2020

Sponsored by: Senator VIN GOPAL District 11 (Monmouth) Senator NELLIE POU District 35 (Bergen and Passaic)

Co-Sponsored by: Senators O'Scanlon and Corrado

SYNOPSIS

Establishes New Jersey Transportation Consolidation Task Force.

CURRENT VERSION OF TEXT As introduced.



(Sponsorship Updated As Of: 12/21/2020)

AN ACT concerning the consolidation of the New Jersey Transit
 Corporation, Transportation Trust Fund Authority, New Jersey
 Turnpike Authority, South Jersey Transportation Authority, and
 Department of Transportation.

5 6

7

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

8

9 1. There is hereby created a task force to be known as the 10 "New Jersey Transportation Consolidation Task Force." The task force shall investigate and evaluate the consolidation of the New 11 12 Jersey Transit Corporation, Transportation Trust Fund Authority, New Jersey Turnpike Authority, South Jersey Transportation 13 14 Authority, and Department of Transportation. The task force shall 15 consist of seven members to be appointed as follows: two members 16 to be appointed by the Governor with professional background and 17 expertise in the areas of transportation policy, one of whom shall be 18 employed by the New Jersey Institute of Technology and one of 19 whom shall be employed by Rutgers, the State University of New 20 Jersey; one public member to be appointed by the Governor with 21 professional background and expertise in public finance; one public 22 member to be appointed by the Senate President; one public 23 member to be appointed by the Speaker of the General Assembly; 24 one public member to be appointed by the Minority Leader of the 25 Senate; and one public member to be appointed by the Minority 26 Leader of the General Assembly.

27

28 2. a. Members of the task force shall be appointed within 30 29 days after the effective date of P.L. , c. (pending before the 30 Legislature as this resolution). The task force shall organize as 31 soon as practicable, but not later than 30 days following the appointment of four members, and shall select a chairperson from 32 among its members. The chairperson shall appoint a secretary, who 33 34 need not be a member of the task force.

b. Members of the task force shall serve without compensation
but shall be reimbursed for necessary expenses actually incurred in
the performance of their duties as members of the task force.

38

39 3. a. The task force shall submit a report to the Governor, and 40 to the Legislature pursuant to section 2 of P.L.1991, c.164 41 (C.52:14-19.1), no later than 12 months following the organization 42 of the task force concerning the consolidation of the New Jersey 43 Transit Corporation, Transportation Trust Fund Authority, New 44 Jersey Turnpike Authority, South Jersey Transportation Authority, 45 and Department of Transportation. The report shall include the task 46 force's findings and recommendations concerning potential issues 47 posed by the consolidation including, but not limited to: legal 48 matters, including review of bond covenants and labor issues;

3

1 operational matters; and financial matters, including savings, costs, 2 and potential changes to the State's credit rating. The task force 3 shall submit a detailed accounting of cost savings that can be 4 achieved by agencies prior to consolidation as well as additional 5 savings that can be achieved following consolidation. The task 6 force shall include with its recommendations a legislative proposal 7 to establish the new independent transportation agency resulting 8 from the consolidation of the New Jersey Transit Corporation, 9 Transportation Trust Fund Authority, New Jersey Turnpike 10 Authority, South Jersey Transportation Authority, and Department 11 of Transportation.

12 b. The task force shall include in its report specific analysis 13 describing current operations at existing State agencies, best 14 practices from other states, potential merger strategies, 15 opportunities for operational efficiencies, and cost savings in the 16 areas of: purchasing, legal services, planning, engineering, other 17 professional services including human resources, inter-agency 18 sharing of major maintenance facilities and equipment, contracting 19 for goods and professional services, restructuring debt, land 20 acquisition, aviation, marine dredging, and employee benefits, 21 salary structure, and work policies.

22 c. The task force shall provide a detailed plan of consolidation 23 that creates a single new independent transportation agency as 24 provided in subsection a. of this section. The report shall address 25 the organizational structure of the new agency, how the agency will 26 function within State government and interact with local 27 government entities, where responsibility for transportation functions will lie within the new agency, and outline the governance 28 29 structure for the new agency which includes a board of directors 30 and a professional executive director.

31

32 4. The task force shall be entitled to call to its assistance and 33 avail itself of the services of the employees of any State, county, or 34 municipal department, board, bureau, task force, or agency as it 35 may require and as may be available to it for its purposes, and to 36 employ stenographic and clerical assistance and incur traveling and 37 other miscellaneous expenses necessary to perform its duties, within 38 the limits of funds appropriated or otherwise made available to it 39 for its purposes.

40

5. The task force may meet and hold hearings at the places it
designates, at which it may request the appearance of officials of
any State agency or political subdivision of the State and may
solicit testimony of interested groups and the general public.

45

46 6. This act shall take effect immediately and shall expire upon
47 the submission of the report required pursuant to section 3 of this
48 act.

S1764 GOPAL, POU

STATEMENT

3 This bill establishes a task force to investigate consolidation of 4 the New Jersey Transit Corporation, Transportation Trust Fund 5 Authority, New Jersey Turnpike Authority, South Jersey 6 Transportation Authority, and Department of Transportation. The 7 task force is to consist of seven members that are to be appointed as 8 follows: two members appointed by the Governor with professional 9 background and expertise in the areas of transportation policy, one 10 of whom shall be from the New Jersey Institute of Technology and 11 one of whom shall be from Rutgers, the State University of New 12 Jersey; one public member appointed by the Governor with 13 professional background and expertise in public finance; one public 14 member appointed by the Senate President; one public member 15 appointed by the Speaker of the General Assembly; one public 16 member appointed by the Minority Leader of the Senate; and one 17 public member appointed by the Minority Leader of the General 18 Assembly.

19 The task force is to submit a detailed accounting of cost savings 20 that can be achieved by agencies prior to consolidation as well as 21 additional savings that can be achieved following consolidation. 22 The task force is to include with its recommendations a legislative 23 proposal to establish the new independent transportation agency 24 resulting from the consolidation

25 The task force is to provide a professional evaluation of current 26 operations at existing State agencies, best practices from other 27 states, potential merger strategies, opportunities for operational 28 efficiencies, and cost savings in the areas of: purchasing, legal 29 services, planning, engineering, other professional services 30 including human resources, major maintenance facilities and 31 equipment consolidation and inter-agency sharing, contracting for 32 and professional services, restructuring debt, land goods 33 acquisition, aviation, marine dredging, and employee benefits, 34 salary structure, and work policies. This analysis is to be taken into 35 account when recommending a new, consolidated governance 36 structure for the State's transportation system.

The task force is required to submit its recommendations to the
Governor and Legislature within 12 months following the
organization of the task force.

1 2