(CORRECTED COPY)

P.L. 2021, CHAPTER 70, approved April 30, 2021 Assembly No. 1145 (First Reprint)

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.

5 6

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

7 8 9

10

11

12

13 14

15

16

17

18 19

20

21

22

23

24

25

2627

- 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:
- 33 (a) the department, with regard to applications for which the 34 department approves plans and specifications pursuant to the "State 35 Uniform Construction Code Act";
- 36 (b) local enforcing agencies; and
- 37 (c) private agencies providing plan review and inspection 38 services.

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: ¹Senate floor amendments adopted January 28, 2021.

- 1 (2) ¹(a) ¹ Within one year following the effective date of P.L., c. (C.) (pending before the Legislature as this bill), the commissioner shall fully implement the electronic system, and ¹ [require] provide for ¹ its use, through the acceptance of application materials and scheduling submissions, by ¹[:
 - (a) 1 the department, with regard to applications for which the department approves plans and specifications pursuant to the "State Uniform Construction Code Act" [;].
 - (b) ¹[local] <u>Local</u> ¹ enforcing agencies ¹[; and

6

7

8

9

10

11 12

13

14

15

16 17

18 19

34

35

3637

38

39

40

41

42

43

44

45

46

47

- (c) private agencies providing plan review and inspection services I 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 department¹.
- 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.
- 20 The commissioner shall, in accordance with the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-21 22 1 et seq.), adopt rules and regulations to govern the form and format 23 of applications for construction permits, plans, and specifications 24 and other information exchanged through the electronic system. 25 Notwithstanding the requirement, pursuant to subsection b. of this 26 section, to accept electronically submitted materials within one year 27 following the effective date of P.L. (C. 28 before the Legislature as this bill), the commissioner shall have the 29 discretion to establish different submission requirements, including 30 non-electronic submissions as necessary, for large, complicated, or 31 otherwise unusual construction projects, so long as the system is 32 designed to accept approximately 80 percent of construction permit 33 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 disapproval, or revocation or other sanction for failure to comply with a form or format requirement imposed by statute, ordinance, or rule for submission of the information in physical form, including but not limited to any requirement that the information be in a particular form or of a particular size, be submitted with multiple copies, be physically attached to another document be an original 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.

19 20 21

22

4

5

6

7

8

9

10

1112

13

14

15

16

17

18

- 2. Section 3 of P.L.2005, c.212 (C.52:27D-124.3) is amended to read as follows:
- 23 3. A proposal by a private agency to provide inspection or plan 24 review services to a municipality to administer the provisions of the 25 Uniform Construction Code Act," c.217 (C.52:27D-119 et seq.) shall be submitted in accordance with 26 27 and shall be subject to the bidding and other provisions of the 28 "Local Public Contracts Law," P.L.1971, c.198 (C.40A:11-1 et 29 seq.). A municipality shall require, as part of the bid specifications, that a private agency participate in ¹[the "Electronic Permit 30 31 Processing Review System," developed and implemented pursuant 32 to section 1 of P.L. , c. (C.) (pending before the Legislature 33 as this bill) whichever electronic system the municipality has 34 elected to utilize¹. A municipality shall require as part of the bid 35 specifications that a private agency submit a bid or proposal in 36 terms of a percentage of the costs charged by the department when 37 it serves as a local enforcement agency pursuant to section 10 of 38 P.L.1975, c.217 (C.52:27D-128). A municipality may include in 39 the fee charged by it for work done by private agencies an amount 40 sufficient to cover a proportionate share of administrative costs 41 incurred by the local enforcing agency in connection with 42 inspections performed by private agencies. 43 (cf: P.L.2005, c.212, s.3)

44

45 3. Section 3 of P.L.1979, c.121 (C.52:27D-126a) is amended to 46 read as follows:

4

3. Where the appointing authority of any municipality shall 1 2 appoint an enforcing agency and construction board of appeals 3 pursuant to section 8 of P.L.1975, c.217 (C.52:27D-126), the 4 municipal governing body by ordinance, in accordance with 5 standards established by the commissioner, shall set enforcing 6 agency fees for plan review, construction permit, certificate of 7 occupancy, demolition permit, moving of building permit, elevator 8 permit and sign permit, provided, however, that such fees shall not 9 exceed the annual costs for the operation of the enforcing agency. 10 For the three year period commencing with an enforcing agency's 11 initial participation in the "Electronic Permit Processing Review 12 System," developed and implemented pursuant to section 1 of 13 P.L., c. (C.) (pending before the Legislature as this bill), the 14 municipal governing body may impose, and the enforcing agency 15 may collect, construction permit surcharge fees to defray the 16 enforcing agency's startup costs related to offering electronic plan 17 review and scheduling. Surcharge fees shall be established in 18 accordance with standards established by the commissioner. 19

(cf: P.L.1979, c.121, s.3)

20 21

22

47

48

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

23 12. Except as otherwise provided by this act or in the code, 24 before construction or alteration of any building or structure, the 25 owner, or his agent, engineer or architect, shall submit an 26 application in writing, including signed and sealed drawings and 27 specifications, to the enforcing agency as defined in this act. When 28 an enforcing agency begins to participate in the "Electronic Permit 29 Processing Review System," pursuant to section 1 of P.L. , 30 c. (C.) (pending before the Legislature as this bill), the owner, 31 or his agent, engineer or architect, may submit applications and 32 scheduling requests electronically. The application shall be in 33 accordance with regulations established by the commissioner and 34 on a form or in a format prescribed by the commissioner and shall 35 be accompanied by payment of the fee to be established by the 36 municipal governing body by ordinance in accordance with 37 standards established by the commissioner. The application for a 38 construction permit shall be filed with the enforcing agency and 39 shall be a public record; and no application for a construction 40 permit shall be removed from the custody of the enforcing agency 41 after a construction permit has been issued. Nothing contained in 42 this paragraph shall be interpreted as preventing the imposition of requirements in the code, for additional permits for particular kinds 43 44 of work, including but not limited to plumbing, electrical, elevator, 45 fire prevention equipment or boiler installation or repair work, or in 46 other defined situations.

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 1 2 the enforcing agency an application for a permit update to notify the 3 enforcing agency of the name and address of the new owner and of 4 all other changes to information previously submitted to the 5 enforcing agency. If the municipality has adopted an ordinance 6 requiring a successor developer to furnish a replacement 7 performance guarantee, and a performance guarantee has previously 8 been furnished in favor of the municipality to assure the installation 9 of on-tract improvements on the property that is the subject of an 10 application for a permit update for the purpose of notifying the 11 enforcing agency of the name and address of a new owner, the 12 enforcing agency shall not approve the application for a permit 13 update until it receives notification from the governing body or its 14 designee that the new owner has furnished an adequate replacement 15 performance guarantee.

No permit shall be issued for a public school facility unless the final plans and specifications have been first approved by the Bureau of Facility Planning Services in the Department of Education or a municipal code official who is appropriately licensed by the Commissioner of Community Affairs for the type and level of plans being reviewed. Approval by the Bureau of Facility Planning Services in the Department of Education shall only be required when a review for educational adequacy is necessary. Requirements determining when a review for educational adequacy is necessary shall be established jointly by the Department of Community Affairs and the Department of Education. standards shall thereafter be adopted as part of the Uniform Construction Code regulations by the Department of Community Affairs. After the final plans and specifications have been approved for educational adequacy by the Bureau of Facility Planning Services in the Department of Education, a local board of education may submit the final plans and specifications for code approval to either the Bureau of Facility Planning Services in the Department of Education or a municipal code official who is appropriately licensed by the Commissioner of Community Affairs for the type and level of plans being reviewed. The Bureau of Facility Planning Services in the Department of Education when approving final plans and specifications shall be responsible for insuring that the final plans and specifications conform to the requirements of the code as well as for insuring that they provide for an educationally adequate facility. In carrying out its responsibility pursuant to the provisions of this section the Department of Education shall employ persons licensed by the Commissioner of Community Affairs for the type and level of plans being reviewed.

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

46 47

16

17

18

19

20

2122

23

24

25

26

27

28

29

30

31

32

33

34

35

36

37

38

39

40

41

42

43

44

5. This act shall take effect immediately.

A1145 [1R]

6

1
2
3 Establishes "Electronic Permit Processing Review System."