# ASSEMBLY, No. 6118 **STATE OF NEW JERSEY** 218th LEGISLATURE

INTRODUCED JANUARY 6, 2020

Sponsored by: Assemblyman LOUIS D. GREENWALD District 6 (Burlington and Camden) Assemblywoman PATRICIA EGAN JONES District 5 (Camden and Gloucester)

Co-Sponsored by: Assemblywoman Mosquera, Assemblymen Space, Wirths and Assemblywoman Murphy

# **SYNOPSIS**

Establishes "New Jersey Economic and Fiscal Policy Review Commission" to provide ongoing review of State and local tax structure, economic conditions, and related fiscal issues.

# **CURRENT VERSION OF TEXT**

As introduced.



(Sponsorship Updated As Of: 1/14/2020)

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AN ACT establishing the "New Jersey Economic and Fiscal Policy
 Review Commission" and supplementing Title 52 of the Revised
 Statutes.

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- **BE IT ENACTED** by the Senate and General Assembly of the State of New Jersey:
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8 1. a. There is hereby created in the Legislative Branch of the 9 State Government a commission to be known as the "New Jersey 10 Economic and Fiscal Policy Review Commission." The commission 11 shall consist of 12 members as follows: three members of the 12 Senate, two members of the majority party to be appointed by the 13 President of the Senate and one member of the minority party to be 14 appointed by the Minority Leader of the Senate; three members of 15 the General Assembly, two members of the majority party to be 16 appointed by the Speaker of the General Assembly and one member 17 of the minority party to be appointed by the Minority Leader of the General Assembly; and six public members, of whom two shall be 18 19 appointed by the President of the Senate, two by the Speaker of the 20 General Assembly, one by the Minority Leader of the Senate, and one by the Minority Leader of the General Assembly. 21

b. In appointing public members, the appointing authority shall
select academic, business, and other professionals who have
knowledge, expertise, and practice experience in accounting, county
and municipal government, economic analysis, governmental
finance and fiscal management, and tax policy, implementation,
practice, administration, and regulation. No member shall be a
nominee for, or hold, an elective office.

29 Legislative members shall serve during the two-year c. 30 legislative term in which appointments are made. Public members 31 of the commission shall serve for a term of three years, except that 32 of the initial public members so appointed: one member appointed 33 by the President of the Senate and one member appointed by the 34 Speaker of the General Assembly shall serve for a term of one year; 35 one member appointed by the President of the Senate and one member appointed by the Speaker of the General Assembly shall 36 37 serve for a term of two years, and one member appointed by the 38 President of the Senate and one member appointed by the Speaker 39 of the General Assembly shall serve for three years. The term of 40 each public member shall be deemed to commence on July 1 of the 41 calendar year of appointment and shall expire on June 30 of the third calendar year thereafter, as the case may be for the first or 42 43 subsequent appointments, but members shall continue to serve 44 during a succeeding term until the appointment and qualification of 45 a successor. Any vacancy during a term shall be filled in the same

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.

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manner as the original appointment but only for the balance of the unexpired term. Members shall be eligible for reappointment to successive terms. Any member of the commission may be removed for cause by the appropriate appointing authority. The members shall serve without compensation but shall be reimbursed for necessary expenses incurred in the performance of their duties, subject to the availability of funds therefor.

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9 The commission shall organize as soon as practicable 2. 10 following the appointment of its members to elect a chairperson, 11 and to select a secretary, who need not be a member of the 12 commission. The commission may formulate and adopt rules of 13 procedure and operation in furtherance of its responsibilities. The 14 commission may divide itself into such subcommittees and task 15 forces, which task forces may include persons other than members 16 of the commission, such as academics, government officers, 17 representatives of business, or other professionals, and may enter 18 into such cooperative agreements as it deems necessary to 19 accomplish its purposes. Persons serving on task forces who are 20 not members of the commission shall serve at the appointment of 21 the chairperson and shall be non-voting participants in the task 22 forces. The commission may meet and hold hearings at such places 23 and times as it shall designate, provided, however, that the 24 commission shall meet at least once in each calendar quarter 25 following its organization. The commission may receive reports 26 and testimony from independent experts, other qualified individuals, and members of the general public. 27

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29 3. a. On or before December 31 of each year, the commission 30 shall adopt a plan of work for the following calendar year. The plan 31 of work shall require the commission to undertake a thorough study 32 of significant economic or fiscal policy issues facing New Jersey, 33 including but not limited to, economic conditions and trends, the 34 State and local tax structure, the impact of changes to federal law 35 on State finances, the methods for providing funds for government services and infrastructure, employee retirement, health care, and 36 37 other benefits, and the structural and administrative streamlining of 38 State government. The commission's studies shall be completed by 39 the end of the calendar year in which they initiated and transmitted 40 to the Governor and Legislature with its annual report.

b. The commission shall have all the powers granted pursuant toChapter 13 of Title 52 of the Revised Statutes.

c. The reports prepared by the commission pursuant to this
section shall provide a summary of the examination or review, as
appropriate, conducted by the commission and detail each of the
commission's recommended policy options. The reports shall
identify any legislative bills or resolutions that the commission
recommends for adoption by the Legislature and shall specify if any

# A6118 GREENWALD, JONES

4

1 recommendation necessitating any changes to the State Constitution 2 should be recommended to the Legislature for submission to the 3 voters. The commission shall transmit the reports required pursuant to subsections a. and b. of this section to the Legislature in 4 5 accordance with section 2 of P.L.1991, c.164 (C.52:14-19.1) and 6 shall make the report available to the public electronically through a 7 link prominently displayed on the official Internet website of the 8 Legislature.

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10 4. a. The commission shall be entitled to appoint an executive 11 director and a staff and call to its assistance and avail itself of the 12 services or employees of any State, county, or municipal 13 department, board, bureau, commission or agency or authority as it 14 may require and as may be available to it for its purposes, and to 15 employ counsel and contract for professional and consulting 16 services, and employ stenographic and clerical assistants, and incur 17 traveling and other miscellaneous expenses as it may deem 18 necessary, in order to perform its duties, and as may be within the 19 limits of funds appropriated or otherwise made available to it for its 20 purposes.

b. The staff of the commission shall be within the unclassified
service of the State, and their compensation shall be determined by
the commission within the limitations of funds appropriated or
otherwise made available for its purposes.

25 c. The commission may make use of existing studies, surveys, 26 data and other materials in the possession of any State agency or 27 authority and such materials in the possession of any county, municipality, or political subdivision of the State, other than the 28 29 records and files of the Director of the Division of Taxation that are 30 confidential under R.S.54:50-8, but may direct the Director of the 31 Division of Taxation to prepare for publication statistics so classified as to prevent the identification of a particular report and 32 33 the items thereof. Each State agency, authority, county, municipality, and political subdivision of the State shall make any 34 35 information and materials available to the commission as it may require to perform its responsibilities under this act. 36

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38 The commission shall issue a report to the Legislature 5. 39 annually in accordance with section 2 of P.L.1991, c.164 (C.52:14-40 19.1), summarizing its activities in the prior year and its planned 41 activities for the current year and shall submit interim reports setting forth the results of its studies and making such legal, 42 43 administrative, and organizational changes as the commission 44 deems appropriate. The commission shall also make any 45 appropriate studies, subject to the limitations of the commission's 46 resources, which are requested by the President of the Senate or the 47 Speaker of the General Assembly, notifying each officer of any 48 request made by another.

6. This act shall take effect immediately.

#### STATEMENT

6 This bill establishes a 12-member "New Jersey Economic and 7 Fiscal Policy Review Commission" in the Legislative Branch of 8 State government. This legislation implements a proposal in the 9 New Jersey Economic & Fiscal Policy Workgroup's "Path to 10 Progress" report, issued August 9, 2018.

11 The commission is charged with studying significant economic 12 and fiscal concerns confronting the State to assure that 13 policymakers, academics, and the public are provided with 14 information and analyses of the State's policies and their 15 implications, ultimately improving the decision-making capabilities 16 of State and local government officials, business leaders, and 17 concerned members of the general public. The commission will be 18 composed six members of the Legislature (three Senators and three 19 Assemblypersons) and six public members. Legislative members of 20 the commission would be serve during the two-year term in which 21 they were appointed; public members would serve three-year terms.

22 The commission will engage in ongoing study of conditions and 23 prospects for the State's economy and other fiscal issues facing 24 New Jersey. The bill requires the commission to adopt an annual 25 plan of work. The plan of work will outline significant economic or 26 fiscal policy concerns confronting the State that will be studied the 27 commission during a calendar year. Issue studies must be 28 completed within the calendar year they were initiated and 29 transmitted to the Governor and Legislature with the commission's 30 annual report.

31 The commission may respond to specific study requests by the President of the Senate or the Speaker of the General Assembly if 32 33 the work is within the staff and financial limits of the commission. To facilitate the commission's work, the bill authorizes the 34 35 commission to divide itself into subcommittees and task forces that can include persons other than members of the commission, such as 36 37 academics, government officers, representatives of business, and other professionals, and the bill allows the commission to enter into 38 39 cooperative arrangements with academic or research institutions as 40 it deems necessary to accomplish its purposes.

41 The commission is authorized to employ an executive director and staff, employ counsel, and contract for professional and 42 consulting services, and incur other expenses within the limits of 43 44 funds available for its purposes. The commission may call to its 45 assistance and avail itself of the services of employees of any State, 46 county, or municipal department, board, bureau, commission, 47 agency, or authority as it may require and as may be available and 48 to make use of any existing studies, surveys, data, and other

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### A6118 GREENWALD, JONES

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materials in the possession of any State agency or authority and such materials in the possession of any county, municipality, or political subdivision of the State. The commission is granted the powers available pursuant to Chapter 13 of Title 52 of the Revised Statutes, which includes the power to compel the attendance of witnesses.