# HOUSE BILL 525

## Introduced by T. Nelson

1/31	Introduced
1/31	Referred to Labor & Employment
	Relations
2/01	First Reading
2/12	Hearing
2/18	Committee ReportBill Passed as
	Amended
	Died in Process

LC 0057/01

INTRODUCED BY Jam Mare. 1 2 3 4 A BILL FOR AN ACT ENTITLED: "AN ACT ADOPTING THE DRUG-FREE WORKPLACE INSURANCE PREMIUM REDUCTION ACT; AND REQUIRING 5 MOTOR VEHICLE INSURANCE PREMIUM RATE REDUCTIONS FOR 6 7 COMMERCIAL MOTOR VEHICLE CARRIERS AND INDIVIDUALS WHO 8 PARTICIPATE IN QUALIFIED DRUG TESTING PROGRAMS." 9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA: 10 11 NEW SECTION. Section 1. short title. [Sections 1 12 through 6] may be cited as the "Drug-Free Workplace 13 Insurance Premium Reduction Act". NEW SECTION. Section 2. Definitions. 14 As used in 15 [sections 1 through 6], the following definitions apply: 16 (1) (a) "Controlled substance" means a dangerous drug 17 as defined in 50-32-101 and as listed or to be listed in the schedule in 50-32-222 or 50-32-224. 18 19 (b) Controlled substance does not mean a dangerous drug 20 used pursuant to a valid prescription or as authorized by 21 law. 22 (2) "Employee" means an individual engaged in the 23 performance of work for an employer but does not include an 24 individual having the status of an independent contractor. 25 (3) "Employer" means a person or entity that has one or

1 more employees and is located or doing business in the 2 state.

3 (4) "Prospective employee" means an individual who has
4 made application to an employer, whether written or oral, to
5 become an employee.

6 (5) "Qualified testing program" means a program to test
7 for the presence of controlled substances that meets the
8 criteria set forth in [sections 5 and 6].

9 (6) "Sample" means a urine or blood specimen.

10 NEW SECTION. Section 3. Drug-free workplace 11 insurance premium reduction -- connercial motor vehicle 12 carriers. A schedule or rating plan for commercial motor 13 vehicle carriers must provide for a rate reduction in 14 premium charges that is double the rate reduction for 15 participation in a safe driver education course for an 16 insured that has adopted and implemented a gualified testing 17 program.

18 <u>NEW SECTION.</u> Section 4. Drug-free workplace --19 insurance premium reduction -- individual motor vehicle
20 insurance. A schedule or rating plan for individual licensed
21 motor vehicle operators must provide for a rate reduction in
22 premium charges that is double the rate reduction for
23 participation in a safe driver education course when the
24 individual:

25 (1) is employed by an insured having a qualified

-2- INTRODUCED BILL H& 525

Montana Legislative Council

## LC 0057/01

1 testing program; and

2 (2) has not tested positive for a controlled substance3 within the past 12 months.

NEW SECTION. Section 5. Qualified testing program. A
qualified testing program must meet and be conducted
according to the following criteria:

7 (1) Testing must be conducted according to the terms of 8 a written plan that must be adopted by the employer and be 9 available for review by all employees and prospective 10 employees 60 days prior to implementation. The plan must set 11 forth, at a minimum:

12 (a) a description of the applicable legal sanctions 13 under federal, state, and local law for the unlawful 14 manufacture, distribution, possession, or use of a 15 controlled substance;

16 (b) the employer's proposal for educating or providing 17 information to employees on the health risks associated with 18 the use of controlled substances;

(c) the employer's standards of conduct that regulatethe use of controlled substances by employees;

(d) a description of drug counseling, treatment, or
 rehabilitation programs that are available to employees;

(e) a description of the sanctions that the employer
will impose on an employee if the employee is found to have
violated the standards of conduct referred to in subsection

(1)(b) or if the employee is found to test positive for the
 presence of a controlled substance;

3 (f) a statement that employees may be tested, including
4 a discussion of the circumstances that may trigger an
5 immediate test;

6 (g) a list of the controlled substances for which the7 employer intends to test;

8 (h) a description of the employer's hiring policy with
9 respect to prospective employees who test positive;

10 (i) a detailed description of the procedures that will 11 be followed to conduct the testing program, including the

ll be followed to conduct the testing program, including the

12 resolution of a dispute concerning test results;

13 (j) a provision that all information, interviews, 14 reports, statements, memoranda, and test results are 15 confidential communications that will not be disclosed to 16 anyone except:

17 (i) the tested employee;

18 (ii) specifically authorized employees or agents of the 19 employer; or

(iii) in a proceeding related to an action taken by an employer under [sections 1 through 6] or in an action relating to a workplace accident involving. death, physical injury, or property damage in excess of \$5,000 when there is reason to believe that the tested employee may have caused or contributed to the accident.

- 3 -

-4-

1 (2) In addition to imposing appropriate sanctions on 2 employees for violations of the employer's standards of 3 conduct referred to in subsection (1)(c), the employer may 4 require an affected employee to participate in an appropriate drug rehabilitation program as a condition of 5 6 continued employment. The employer may subject the employee 7 to periodic retesting as a condition of the rehabilitation 8 program.

٩.

9 (3) Testing must be at the employer's expense, and all 10 employees must be compensated at their regular rate, 11 including benefits, for time attributable to the testing 12 program.

13 (4) Sample collection must be performed in a manner 14 designed to protect the privacy of the employee, using where 15 practicable screens or stalls, except that in cases in which 16 an employer has reason to believe an employee may alter or 17 substitute the required sample, the employer may require 18 that the sample be provided under the direct supervision of 19 testing personnel.

(5) Samples must be handled under strict forensic chain of custody procedures. These procedures should require that the sample be collected, stored, and transported in a manner that will document and preserve the identity of each sample and prevent the adulteration, contamination, or erroneous identification of test results. 1 (6) Sample testing must be performed according to 2 scientifically accepted analytical procedures by a qualified 3 laboratory certified by the national institute on drug 4 abuse.

5 (7) Before taking any action based on a positive test result, the results must be reviewed and certified by a б licensed physician trained in the field of substance abuse. 7 An employee or prospective employee must be afforded the я opportunity to provide notification to the licensed 9 10 physician of any medical information that is relevant to 11 interpreting test results, including currently or recently used prescription or nonprescription drugs. 12

NEW SECTION. Section 6. Confidentiality of results. 13 (1) Except as provided in subsection (2), all information, 14 15 interviews, reports, statements, memoranda, or test results 16 received by the employer through a gualified drug testing program are confidential communications and may not be used 17 or received in evidence, obtained in discovery, or disclosed 18 19 in any public or private proceeding. 20 (2) The material treated as confidential in subsection

- 21 (1) may be used in a proceeding related to an action:

22 (a) taken by an employer in response to a positive test23 result; or

(b) relating to a workplace accident involving death,
physical injury, or property damage in excess of \$10,000

### LC 0057/01

when there is reason to believe that the tested employee may
 have caused or contributed to the accident.

3 <u>NEW SECTION.</u> Section 7. Coordination instruction. If 4 <u>Bill No.</u> [LC 54] and [this act] are both passed 5 and approved, then [sections 1, 2, 5, and 6 of this act] are 6 void and [sections 3 and 4 of this act] must read as 7 follows:

NEW SECTION. Section 3. Drug-free 8 workplace 9 insurance premium reduction -- commercial motor vehicle 10 carriers. A schedule or rating plan for commercial motor 11 vehicle carriers must provide for a rate reduction in 12 premium charges that is double the rate reduction for participation in a safe driver education course for an 13 14 insured that has adopted and implemented a gualified testing program, as defined in [section 2 of \_\_\_\_\_ Bill No. \_\_\_\_ [LC 15 54]}, to test employees for the presence of controlled 16 substances, as defined in [section 2 of \_\_\_\_\_ Bill No. \_\_\_\_\_ 17 18 [LC 54]].

19 <u>NEW SECTION.</u> Section 4. Drug-free workplace --20 insurance premium reduction -- individual motor vehicle 21 insurance. A schedule or rating plan for individual licensed 22 motor vehicle operators must provide for a rate reduction in 23 premium charges that is double the rate reduction for 24 participation in a safe driver education course when the 25 individual:

1 (1) is employed by an insured having a gualified 2 testing program, as defined in [section 2 of \_\_\_\_\_ Bill No. 3 \_\_\_\_ [LC 54]]; and 4 (2) has not tested positive for a controlled substance, as defined in [section 2 of \_\_\_\_\_Bill No. \_\_\_\_ [LC 54]], 5 within the past 12 months. 6 NEW SECTION. Section 8. Severability. If a part of 7 8 [this act] is invalid, all valid parts that are severable 9 from the invalid part remain in effect. If a part of [this 10 act] is invalid in one or more of its applications, the part 11 remains in effect in all valid applications that are

12 severable from the invalid applications.

-End-

LC 0057/01

~8-

-7-

#### 52nd Legislature

۶.

#### HB 0525/02

.....

APPROVED BY COMMITTEE ON LABOR & EMPLOYMENT RELATIONS

1	HOUSE BILL NO. 525	1	+
2	INTRODUCED BY T. NELSON	2	more-
3		3	state
4	A BILL FOR AN ACT ENTITLED: "AN ACT ADOPTING THE DRUG-FREE	4	ť
5	WORKPLACE INSURANCE PREMIUM REDUCTION ACT; AND REQUIRING	5	made-
6	MOTOR VEHICLE INSURANCE PREMIUM RATE REDUCTIONS FOR	6	becom
7	COMMERCIAL MOTOR VEHICLE CARRIERS AND INDIVIDUALS PERSONS	7	ť
8	WHO PARTICIPATE <u>VOLUNTARILY</u> IN QUALIFIED DRUG TESTING	8	test
9	PROGRAMS."	9	the c
10		10	ť
11	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:	11	N
12	NEW SECTION. Section 1. short title. [Sections 1	12	insur
13	through 6] may be cited as the "Drug-Free Workplace	13	carri
14	Insurance Premium Reduction Act".	14	vehic
		15	premi
15		16	parti
16	[sections 1 through 6], the following definitions apply:	17	insur
17	<ol> <li>(a) "Controlled substance" means a dangerous drug</li> </ol>	18	±πpłe
18	as defined in 50-32-101 and as listed or to be listed in the	19	N
19	schedule in 50-32-222 or 50-32-224.	20	insur
20	(b) Controlled substance does not mean a dangerous drug	21	insur
21	used pursuant to a valid prescription or as authorized by	22	motor
22	law.	23	premi
23	<del>(2)"Employee"meansanindividualengagedinthe</del>	24	parti
24	performanceof-work-for-an-employer-but-does-not-include-an		CA

25 individual-having-the-status-of-an-independent-contractor.

HB 0525/02

1	(3)"Employer"-means-a-person-or-entity-that-has-one-or
2	more-employees-and-islocatedordoingbusinessinthe
3	state:
4	(4)"Prospectiveemployee"-means-an-individual-who-has
5	made-application-to-an-employer7-whether-written-or-oral7-to
6	become-an-employee;
7	<pre>(5)(2) "Qualified testing program" means a program to</pre>
8	test for the presence of controlled substances that meets
9	the criteria set forth in [sections 5 and 6].
10	(6) "Sample" means a urine or blood specimen.
11	NEW SECTION. Section 3. Drug-free "WOTRPIECE"
12	insurance premium reduction commercial motor vehicle
13	carriers. A schedule or rating plan for commercial motor
14	vehicle carriers must provide for a rate reduction in
15	premium charges that is double the rate reduction for
16	participation in a safe driver education course for an
17	insured that-has-adopted CARRIER WHO VOLUNTARILY ADOPTS and
18	implemented IMPLEMENTS a qualified testing program.

19 <u>NEW SECTION.</u> Section 4. Drug-free <u>workplace----=-</u> 20 insurance premium reduction -- individual motor vehicle 21 insurance. A schedule or rating plan for individual licensed 22 motor vehicle operators must provide for a rate reduction in 23 premium charges that is double the rate reduction for 24 participation <u>A PERSON WHO PARTICIPATES</u> in a safe driver 25 education course when-the-individual:

-2-

SECOND READING



## HB 0525/02

testing-program; and
(2) AND WHO VOLUNTARILY, THROUGH A QUALIFIED TESTING
PROGRAM, has not tested positive for a controlled substance
within the past 12 months.
NEW SECTION. Section 5. Qualified testing program. A

(1)--is--employed--by--an--insured--having--a--gualified

7 qualified testing program must meet and be conducted 8 according to the following criteria:

9 (1) Testing must be conducted according to the terms of
10 a written plan that must be-adopted-by-the-employer-and be
11 available for review by-all--employees-and-prospective
12 employees-60-days-prior-to-implementation. The plan must set
13 forth, at a minimum:

14 (a) a description of the applicable legal sanctions
15 under federal, state, and local law for the unlawful
16 manufacture, distribution, possession, or use of a
17 controlled substance;

(b) the employer's proposal for educating or providing
information to employees <u>A PERSON</u> on the health risks
associated with the use of controlled substances;

21 (c)--the-employer's-standards-of-conduct--that--regulate
22 the-use-of-controlled-substances-by-employees;

(d)(C) a description of drug counseling, treatment, or
 rehabilitation programs that are available to employees A
 PERSON;

-3-

HB 525

<pre>(e)adescriptionofthe-sanctions-that-the-employer</pre>
will-impose-on-an-employee-if-the-employee-is-found-tohave
violatedthe-standards-of-conduct-referred-to-in-subsection
(1)(b)-or-if-the-employee-is-found-to-test-positive-forthe
presence-of-a-controlled-substance;
{f}a-statement-that-employees-may-be-tested;-including
adiscussionofthecircumstancesthatmaytrigger-an
immediate-test;
<pre>tgt(D) a list of the controlled substances for which</pre>
the employer-intends-to-test PERSON WILL BE TESTED;
{h}adescription-of-the-employeris-hiring-policy-with
respect-to-prospective-employees-who-test-positive;
(i) a detailed description of the procedures that
will be followed to conduct the testing program, including
the resolution of a dispute concerning test results;
<del>(j)<u>(F)</u> a provision that all information, interviews,</del>
reports, statements, memoranda, and test results are
confidential communications that will not be disclosed to
anyone except:
(1) the tested employee PERSON?.
(ii)-specificallyauthorized-employees-or-agents-of-the
emptoyer;-or
(iii)-in-a-proceeding-related-to-an-action-takenbyan
employerunder{sections1through6}orin-an-action
relating-to-a-workplace-accident-involvingdeath;physical
-4- HB 525

1

1

#### HB 0525/02

injury,-or-property-damage-in-excess-of-\$57000-when-there-is
 reason--to--believe-that-the-tested-employee-may-have-caused
 or-contributed-to-the-accident;

ź

4 (2)--In-addition-to-imposing--appropriate--sanctions--on employees--for--violations--of--the--employeris-standards-of 5 6 conduct-referred-to-in-subsection-(1)(c)7-the--employer--may 7 require---an---affected---employee---to--participate--in--an 8 appropriate-drug-rehabilitation-program-as--a--condition--of 9 continued--employment--Phe-employer-may-subject-the-employee to-periodic-retesting-as-a-condition-of--the--rehabilitation 10 11 program

12 (3)--Testing--must-be-at-the-employer's-expense, and all employees--must-be--compensated--at--their--regular---rate, including--benefits, --for--time--attributable-to-the-testing program.

16 (4)(2) Sample collection must be performed in a manner designed to protect the privacy of the employee PERSON, 17 18 using where practicable screens or stalls, except that in 19 cases in which an-employer-has THERE IS reason to believe an 20 employee A PERSON may alter or substitute the required 21 sample, the employer may require -- that the sample MAY BE 22 REQUIRED TO be provided under the direct supervision of 23 testing personnel.

24 (5)(3) Samples must be handled under strict forensic
 25 chain of custody procedures. These procedures should require

1 that the sample be collected, stored, and transported in a 2 manner that will document and preserve the identity of each 3 sample and prevent the adulteration, contamination, or 4 erroneous identification of test results.

5 (6)(4) Sample testing must be performed according to 6 scientifically accepted analytical procedures by a qualified 7 laboratory certified by the national institute on drug 8 abuse.

9 (7) Before taking any action based on a positive 10 test result, the results must be reviewed and certified by a 11 licensed physician trained in the field of substance abuse. 12 An--employee--or--prospective--employee A PERSON must be afforded the opportunity to provide notification to the 13 14 licensed physician of any medical information that is relevant to interpreting test results, including currently 15 16 or recently used prescription or nonprescription drugs.

17 <u>NEW SECTION.</u> Section 6. Confidentiality of results. 18 (1) Except as provided in subsection (2), all information, 19 interviews, reports, statements, memoranda, or test results 20 received by the-employer <u>A PERSON</u> through a qualified drug 21 testing program are confidential communications and may not 22 be used or received in evidence, obtained in discovery, or 23 disclosed in any public or private proceeding. 24 (2) The material treated as confidential in subsection

24 (2) The material treated as confidential in subsection
25 (1) may be used in a proceeding related to an action:

-5-

HB 525

HB 0525/02

-6-

HB 525

## HB 0525/02

HB 525

1

3

4

5

6

3 (b) relating to a--workplace AN accident involving death, physical injury, or property damage in excess of 4 \$10,000 when there is reason to believe that the tested 5 employee PERSON may have caused or contributed to the 6 accident. 7

NEW SECTION. Section 7. Coordination instruction. If 8 9 Senate Bill No. 138 [LC 54] and [this act] are both passed and approved, then [sections 1, 2, 5, and 6 of this act] are 10 11 void and [sections ] and 4 of this act] must read as follows: 12

NEW SECTION. Section 3. Drug-free -WORKDIACO------13 14 insurance premium reduction -- commercial motor vehicle carriers. A schedule or rating plan for commercial motor 15 16 vehicle carriers must provide for a rate reduction in premium charges that is double the rate reduction for 17 18 participation in a safe driver education course for an 19 insured that-has-adopted CARRIER WHO VOLUNTARILY ADOPTS and implemented IMPLEMENTS a qualified testing program, as 20 21 defined in [section 2 of Senate Bill No. 138 [LC 54]], to VOLUNTARILY test employees A PERSON for the presence of 22 controlled substances, as defined in [section 2 of Senate 23 24 Bill No. 138 [LC 54]].

NEW SECTION. Section 4. Drug-free TWOTRPIACE-----25

۲.

-7-

insurance premium reduction -- individual motor vehicle 2 insurance. A schedule or rating plan for individual licensed motor vehicle operators must provide for a rate reduction in premium charges that is double the rate reduction for participation A PERSON WHO PARTICIPATES in a safe driver education course when-the-individual: 7 fl}--is--employed--by--an--insured--having--a--gualified 8 testing--program AND WHO VOLUNTARILY, THROUGH A QUALIFIED 9 TESTING PROGRAM, as defined in [section 2 of Senate Bill No. 138 [LC 54]], 7-and 10

(2) has not tested positive for a controlled substance, 11 12 as defined in [section 2 of Senate Bill No. 138 [LC 54]], within the past 12 months. 13

NEW SECTION. Section 8. Severability. If a part of 14 [this act] is invalid, all valid parts that are severable 15 from the invalid part remain in effect. If a part of [this 16 17 act] is invalid in one or more of its applications, the part remains in effect in all valid applications that are 18 19 severable from the invalid applications.

-End-

-8-

HB 525

HB 0525/02