MINUTES OF THE MEETING BUSINESS AND INDUSTRY COMMITTEE MONTANA STATE SENATE

March 9, 1981

The meeting was called to order by Chairman Hazelbaker at 10 a.m. in room 404 of the Capitol Building on Monday, March 9.

ROLL CALL: All members were present.

SCHEDULED FOR HEARING WERE HOUSE BILLS NO. 130, 132, 396 and 350.

HOUSE BILL No. 130: Representative Jacobsen, District 1. I am a farm dealer. This bill allows a retailer of farm implements or heavy equipment to require a distributor or manufacturer to repurchase the retailers's stock upon cancellation of their contract. The retailer may elect to keep the stock. If a retailer dies his heirs may have the option of enforcing the remedies of this act. When I first introduced this bill it was the intention to get them some kind of contract protection. We have dealers in heavy equipment who want to be included. There are so many dealers going out of business and their contraxts are similar. Basically the bill attempts to correct this. I believe there are several proponents.

PROPONENTS:

MIKE G. MATZ: Western Equipment Company. He related an example of what had happened to him regarding a manufacturer and that he now is sitting with about \$15,000 worth of equipment that he is stuck with.

RALLY BOWEN: Tri-State Equipment Company. We had an occasion where a manufacturer introduced a line that conflicted with a line we already had. I support the bill.

<u>JIM STEFFICK</u>: I am representing myself. About four years ago I closed out a business that I had had for about twenty years. If we had had a law like this at that time it would have saved me about \$40,000. You have to have an agreement. When you close it out then you find just what kind of a giant you are up against. I had about \$40,000 worth of parts and inventory that they wouldn't take back.

GARY HURD: Westmont Tractor Company. We need 130 for the protection of people my friend told you about. The year to year contract agreement is what is getting us. When you become pretty successful then is when the changes can affect you. Large dealers are involved. What if you have 50,000 in non-returnable items. He explained a contract where if the dollar items do not exceed \$7 in a cancellation then it is their option. He discussed the needed changes. We need your help and we need this bill for our protection.

JOHN POSTON: Montana Heavy Equipment Dealers. This is a situation where the lesser of two unequals is asking your help. In Montana most of the dealers are family operations. By the nature of the business we deal in large sums of money. The standard now seems to be on an annual basis. The manufacturer can now terminate the

contract or force an additional line that you may not be able to sell. This creates great problems. Sometimes you have a large inventory of a discontinued brand. Look to the Minnesota and Missouri laws to see how they were helped. Many times the contracts are drafted without any protection for the dealer. Sometimes the manufacturer will terminate on the death of the owner and they come in and settle the estate, or in a divorce. He gave examples of cases he was familiar with. The John Deere man said that if we would send a copy of the bill they would have no opposition.

AVIS ANN TOBIN: Montana Hardware and Implement Association. Represenative Jacobsen asked for our support on this bill. We request that it have some amendments. We wanted it similar to the law in Minnesota. I am representing 96% of the farm equipment dealers in Montana. Section 7 concerns us. This states that the law would apply to any contract on the books at the present time. Over the years most of these problems are resolved voluntarily. I am not very familiar with the heavy equipment operators and their problems. since I deal with farm equipment. If the bill establishes basic guidelines then we are in support of the bill.

OPPONENTS:

<u>WM. ZUMPF</u>: Horizon Equipment Company, Miles City. I own an equipment company. I do not agree with the legislation because it will interfere with contract agreements. I think this kind of legislation would limit competition. If this bill were enacted it would protect the dealers most. He mentioned the lists of dealers that would be affected. How can you define the difference between new and used. It could be out of date and obsolete but still be unused, if it sat on your showroom floor. It would incur additional cost. I am proud to be a part of the farm equipment industry. I believe business can best be served by having as few regulations as possible. This proposed legislation is not necessary and in my view is not conducive to proper business regulations.

QUESTIONS FROM THE COMMITTEE:

SENATOR GOODOVER: How would this work if a manufacturer went out of business and cancelled contracts and had no money to buy back inventory.

REPRESENTATIVE JACOBSEN: It would be the same as any bankruptcy. It would be on a pro-rata basis. The dealer would probably try to sell at a discount.

GARY HURD: Gave an example. We are in a lawsuit right now.

Business and Industry March 9, 1981 Page 3

SENATOR BLAYLOCK: What if a dealer wants to drop a line. Will the manufacturer have to take back the inventory. The current laws are not specific. He discussed the inventory and the basic contracts. On page seven, in effect this covers existing contracts. Is this true.

MR: JACOBSEN: The wording is the same for the existing contracts. There was discussion whether this was a violation of the language.

MR. POSTON: The language only pertains to the new expiration date.

MR. BLAYLOCK: I think it is disturbing that contract.

SENATOR KOLSTAD: I think it could be unconstitutional. Section Six is the reason we should not pass this bill. At the present time there is nothing to keep you from going into a court action right now. The contracts are very specific right now on how they would handle cancellation.

MR. JACOBSEN: This would be a means to initiate the action.

There was considerable discussion about the automobile dealers.

MR. KOLSTAD commented that he did not see a need for the bill.

SENATOR BOYLAN asked how it pertained to farm equipment.

MR. JACOBSEN stated that it was mostly for heavy equipment. He also mentioned that most contracts are renewable from year to year.

MR. KOLSTAD: There is really no way to determine what is new and what is used. He gave the example of a demonstrator. Who makes the determination, is that spelled out in this bill.

MR. JACOBSEN: The returnable items would be spelled out.

There was discussion about new and used, on page 3, line 19.

SENATOR HAZELBAKER asked whether if a dealer is left with a large inventory, could he discount it to some other franchised dealer.

<u>MR. HURD</u>: Sometimes you can but you have to take a loss on it if you can move it. We have 90 lines at the present time. He discussed the whole goods and the ununsed goods. We have one item on cur inventory now worth \$4,000.

<u>MR. POSTON</u>: It is a matter of supply and demand. Usually you have to take a 20% loss.

Business and Industry March 9, 1981 Page 4

AVIS TOBIN: After discussion about various types of equipment, commented that she was not familiar with the heavy equipment, only farm equipment.

Discussion about the different problems of the two industries.

SENATOR BLAYLOCK commented that it relieves the dealer of the necessity of exercising prudence in building up his inventory.

REPRESENTATIVE JACOBSEN: I think a dealer would put in a large inventory supply of parts if he knew he would not get stuck with it.

SENATOR REGAN: What if we amend this according to the Minnesota law.

MR. JACOBSEN: I think it would be too restrictive. We didn't want to cover signs, and shop manuals and things like that.

MR. KOLSTAD: The manufacturers support the Minnesota law.

MRS. REGAN: I want to ask the heavy equipment dealers if they have looked at the Minnesota law and still want to be in the bill.

The answer was, "yes, we have."

AVIS TOBIN: The manufacturers and the dealers should sit down and work out an agreement if this bill passes.

<u>MRS. REGAN</u>: I would like the researcher to make copies of the Minnesota law and have the dealers look at this before the end of the day. This was agreed to.

MR. JACOBSEN: In closing, I would like to relate one incident. White Equipment bought out another dealer in two different towns. One closed out and when they went to return the inventory they were charged even though they had a contract. He discussed other legal proceedings.

MR. KOLSTAD commented that he was also familiar with that deal and he felt it was somewhat different than that.

The hearing closed on House Bill No. 130.

HOUSE BILL NO. 132: Representative Jacobsen, District 1. This bill exempts structures costing less than \$100,000 from the applicability of building construction standards, unless a local government unit wishes to include certain structures under the standards. Factory built buildings, recreational vehicles, and elevators are also excluded from the standards. He discussed the building inspectors

and the state permit. I have some admendments that we worked out with the Department of Administration. What this bill does is exempt those cities that do not have a building inspector from the building code. I hope you will give it a do pass.

PROPONENTS:

DAN MIZNER: League of Cities and Towns. The bill will help the situation in general. The bill does not affect the major cities across the state. That is my concern. He mentioned the enforcement, and the harassment of citizens by the state. I think the attempt was made to help solve these problems in regard to the small community. I think the amendments are ok if they meet the satisfaction of the sponsor.

<u>JAMES KEMBELL</u>: Department of Administration. The bill in its current form was unenforceable but we can live with the bill with the amendments. He explained the amendments and the reason for them. They would make the enforcement consistent with current codes. It would be up to the city whether they wanted to do this or not. Nothing lsess than a 5 plex would be looked at except for plumbing and electrical. Amendment No. 4 clarifies the existing law. This is consistent with state law as it is. It also includes open meeting law, (b) of 4.

IRWIN DILLINGER: Montana Building Materials Dealers. Our concern is with the small communities without building inspectors. We have had projects where people don't open a business because of these laws.

OPPONENTS:

H. S. HANSON: Montana Technical Council. We oppose this bill. We feel that buildings should be built to a state code. It will make no difference to the design group, we have to build to the minimum When a building is funded by HUD it will have to be to a code. minimum code. We will not loan money unless there is a statement that the building has been built to the code. I am a member of a Savings and Loan. I saw a program on 60 minutes about this very thing. He read from a copy of the February 14 Missoulian. Attached. I want to make three comments. Number 1, all buildings should be built according to a minimum standard. Number 2, when a building is sold - will the new owner be told about the code variations. And, number 3, the loaning facilities will start requiring statements that the building meets the code.

BOB KELLY: Building codes have to do with about 50% fire and life safety. If the building code is done away with there is a chance that those requirements will not be built into the bill. Fire and

building codes are companion codes. It would be much more costly for the owner to put in the proper requirements later. We would have to study the amendment before giving our support.

W. JACK SMITH: Butte, Silver Bow. I am opposed for several reasons. The life, safety aspect of this thing is our concern. He mentioned the need to have permits. We also require a 24 hour advance notice of inspection. I have been a builder for 25 years and I know the importance of the building codes.

ED SHEEHY, JR: Housing Association. What we are talking about here is modular housing. I think it is important to remember why we have a building code on residential dwellings. We are going to exclude these from building codes unless a municipality wants it. Section 5 applies to modular housing. He discussed the need to have a clear understanding of the bill.

LESTER JOHNSON: Fire Marshall, Missoula. In the chance there would be disincorporation of the city of Missoula, we could have a problem. In a small area a contractor could build a public building and if nobody reviewed his plans he could find problems with exits, fire extinguishers, lights, and things like that. If the amendments don't affect public buildings then I am concerned.

BOB JOHNSON: Missoula rural Fire District. We oppose this bill. It is just not a good bill as far as life and safety is concerned. I think there should be some clarification of elevators. If I understand the amendments right they only make the bill worse. We need to enforce the building codes.

AL SIMPSON: I agree that the amendments make the bill worse. We need to clarify. He also stressed the need for enforcement of the building codes.

ED JOHNSON: Montana Fire Chiefs Association. I came here to help Mr. Kemble today. We have to go out into the county now because there is nobody out there. We have trouble enforcing right now. I am opposed to the bill, with or without the amendments.

QUESTIONS FROM THE COMMITTEE:

SENATOR LEE: Does this still apply to all public buildings.

MR. KEMBLE: The way it is now amended it now involves public buildings. The city could limit the enforcement and the county could handle their own building codes.

<u>MR. LEE</u>: Asking of Mr. Sheehy, do you comply to national building codes, and Mr. Sheehy stated that the purpose was to get uniform standards for mobile homes.

<u>SENATOR REGAN</u>: If I understand the thrust of the bill what you are objecting to is the state inspection. What I want to know is if all you are trying to do is to exclude a building up in the highline from inspection. Discussion followed this comment.

<u>REPRESENTATIVE JACOBSEN</u> defined a public place as covered in the bill. This inspection can be done at a local level.

SENATOR REGAN: I think this can be done in about two paragraphs. We don't need this.

<u>SENATOR GOODOVER</u> wondered what if the building was sold later. There was general discussion about this.

<u>REPRESENTATIVE JACOBSEN</u>: The factory-built homes are not subject to our inspection. He discussed the charge for the state building inspector to do this. He gave exhibits and a sample of the form that has to be filled out by the citizen. He commented that they are so complicated that it takes an architect to fill one out.

There was general discussion about the type of construction that might be required for selling real estate.

The hearing closed on House Bill No. 132.

HOUSE BILL NO. 396: Representative Robert Anderson, District 16. This bill adopts the revised uniform enforcement of foreign judgments act. The bill allows judgments, decrees, or orders of courts of other states to be filed and enforced in Montana district courts. A commission was established in the late 1800's. Montana has three members on this commission. In talking with Diana Dowling, she mentioned the number of people involved and the congestion in our court system. This bill allows for compliance and makes the process less complicated. It is important to note that the act is to determine if the judgment is authentic. He discussed the responsibility of the court before executing. He discussed the amendment on page 1, lines 20 - 23.

LARRY WEINBERG: Department of Revenue. We do endorse this bill. There are nineteen other states that presently have adopted the uniform judgment act. It will make it easier for Montana residents to go to other states when a bill like this is there.

BEN AGNEW: Independent Business and Associated Credit Bureaus of Montana. The present form is out of date and a burden to the Montana court system, Montana taxpayer and consumers. Creditors and debtors are both responsible for goods and services whether they provide or accept the service. Debt collection is one of our services and sometimes a debtor will go to another state. The cost of goods and services increase whenever you have people not paying their debts.

EXECUTIVE ACTION:

HOUSE BILL No. 350:

SENATOR GOODOVER moved to amend to read "if taken within twelve months." The committee felt there should be a time limit.

The motion carried with the vote unanimous.

SENATOR GOODOVER moved House Bill No. 350 be concurred in as amended. The motion carried with the vote unanimous. Senator Goodover will carry.

HOUSE BILL NO. 396:

SENATOR REGAN moved be concurred in. The motion carried with the vote unanimous. Senator Anderson will carry since he is a co-sponsor of the bill.

The meeting adjourned at 11:45 a.m.

Hazelbaker. Chairman

Mary Ellen Connelly, Secretary

J. C. WEINGARTNER: State Bar of Montana. I think this is a good bill and it will help to unclutter the courts.

TOM HONZEL: County Attorneys. The amendment takes care of the fears that we had. He discussed problems that might come up because of Indian jurisdiction. This amendment helps alleviate this. We would hope that you would enact it.

QUESTIONS FROM THE COMMITTEE:

SENATOR BLAYLOCK: I need to clarify this. How does it work now.

MR. WEINBERG explained the present law and how it works.

Discussion followed.

<u>MR. WEINBERG</u>: A person can still bring a defense. He elaborated further. He explained the procedure as it is now and as it would be with the bill. The judgment must be authenticated by the court and have the court seal.

With no further questions the hearing closed on House Bill No. 396.

HOUSE BILL NO. 350: Representative Meyer, District 42. This bill provides that once an applicant passes one part of the examination to be licensed as a real estate broker or salesman he is not required to repeat that portion of the exam. The bill also eliminstes any restrictions on the number of times the exam may be taken. This would not in any way affect the material and there would be no cost to the state because the applicant bears the cost. The bill will probably inform a person better because he can take it a part at a tim so he can study for one part at a time.

CLIFF CHRISTIAN: I would suggest an amendment. On page 2, line 3, strike "may" and insert "shall". Maybe consider the time element and suggest a time period.

SENATOR REGAN: Is there a specific score or do they average the score together.

MR. CHRISTIAN: There is no combining on the scoring.

SENATOR BLAYLOCK: Commented about the price of taking the test and how often it is given.

The hearing closed on House Bill No. 350.

ROLL CALL

BUSINESS and INDUSTRY COMMITTEE

47th LEGISLATIVE SESSION -- 1981

Date 3/9/81

NAME	PRESENT	ABSENT	EXCUSED
Goodover, Pat - Vice Chairman	/		
Hazelbaker, Frank - Chairman	<pre>/</pre>		
Blaylock, Chet	·/		
Boylan, Paul	. /		~
Dover, Harold			
Kolstad, Allen	<i>.</i> /		
Lee, Gary	J		
Regan, Pat	\checkmark		-
	<u> </u>		

.

Each day attach to minutes.

	DATEMar	ch 9, 1981	
COMMITTEE ON Busine	ss & Industry House BILL	, NO. 130	
		esentative	Jacobs
,	VISITOR'S REGISTER	Check	One
NAME	REPRESENTING	Support	
Mules With	WZSTERW Equipment Co	X	
in intohin	Int. Haul & Implassi	X	
Way Zumpt	NORIZON Equip Co.		<u>X</u>
Billary Shand	WESTMONT BAETOK G.	×	
John P. Porton	Mt. Heary E-guys Dealino	×	
Join Apples	SELF	X	
Ataily Ferthen	THE - STATE ELINE	X	
	, 		
			l
1			
A			1
			1
/			<u> </u>

(

(Please leave prepared statement with Secretary)

NAME: C. GIRL AURD DATE: 3-9-81 209-MISSONLA MONT, 59807 ADDRESS: ADD PHONE: 228-6666 REPRESENTING WHOM? WESTMONT IPACTOR D. APPEARING ON WHICH PROPOSAL: AN 130 DO YOU: SUPPORT? / AMEND? **OPPOSE?** COMMENTS: The Ferry Composition mous = i pote 2mi as needs buspples moestonent. to port of inthe lasting and actiones on startup, can is upon the first rewrite tes the fire hes.

NAME: M/my Zumpf DATE: 3/9/81
ADDRESS: 1812 Sudlow Miles City
PHONE: 232-4477
REPRESENTING WHOM? HOKIZON Equipment Co
APPEARING ON WHICH PROPOSAL: N.B. 130
DO YOU: SUPPORT? AMEND? OPPOSE?
COMMENTS:
•

1

NAME: Quis an Tolien DATE: 3-9-8/
ADDRESS: Allera
PHONE: 442-1590
REPRESENTING WHOM? Most Hour & Implass
APPEARING ON WHICH PROPOSAL: <u>HB130</u>
DO YOU: SUPPORT? X AMEND? OPPOSE?
COMMENTS :

	DATE (March	9, 1981	
COMMITTEE ON BUSINE		NO. 132	
		ative Jacobsen	
	VISITOR S REGISTER	Check One	<u> </u>
NAME	REPRESENTING	Support Oppose	3
upfamer Kembel	Dept of Admin	hformation	<u>`</u>
John Bobinskj	Dept of Admin		
2 Jack mich	Butte Silver Bow		
M Bar Star - Martin	Warnes Equipide of 1		_
a phrataic	montane ful ado		_
HS- ANSON	MT TREMANERE BUNGLE		,
Dankassin	Warthenguese E.A.	X	
- Sman Spellingen	mond Blog Malur Dalen		
		1	
,		1	

NAME: HSHANSON DATE: 3/9/81
ADDRESS: HELENIA
PHONE :
REPRESENTING WHOM? NONT. TECHNICAL OUNCIL
APPEARING ON WHICH PROPOSAL: 48-13-
DO YOU: SUPPORT? AMEND? OPPOSE?
COMMENTS :
1) Au BLOS Shour Fre Fivir Accorpung to a Whigh Standard
2, WHEN BODG is Sour - Will for new
3) LOANING FACILITIES WILL START KRODIEL
STATEMENTS THAT THE BLDG MEETS ONE.

NAME:	John	Bobinski	,	DATE:	3/9/8/	
ADDRESS:_	RM	2/9 1	nitchell	13/dg		
		1-242				
REPRESENT	ING WHOM?	Dept.	of Aln	inistra	fion	
APPEARING	ON WHICH	PROPOSAL:	HB	<u>BZ</u>		
DO YOU:	SUPPORT?		AMEND?	\vee	OPPOSE?	
COMMENTS:						
	ويستعلم والمراجع والمراجع والمراجع والمراجع		<u></u>			
						<u> </u>
						<u>.</u>
· · · · · · · · · · · · · · · · · · ·						
· · · · · · · · · · · · · · · · · · ·						

NAME:	11) J	i peks	mit /	DATE:	filese .	<u> 1981</u>	
ADDRESS:	Bitle-	Silver B	Row Court	iouse, E	Rete 1	lost 59	10
PHONE:	723 · E.	262-E	1 222				
REPRESENT	ING WHOM?	Butte S	Her Bour	Stater	Mountri,	Bld A	er.
APPEARING	ON WHICH	PROPOSAL:	H.B. 130				
DO YOU:	SUPPORT?		AMEND?		OPPOSE?_	12	
COMMENTS:							
					. <u></u>		
				·			
	•						
				· · · · · · · · · · · · · · · · · · ·		<u> </u>	
	·····					<u></u>	
				* - * 			
		· · · · · · · · · · · · · · · · · · ·			<u></u>	<u></u>	
	·······						

NAME:	$\mathbf{DATE:} \underline{\mathbf{M}} = \mathbf{M$
ADDRESS: 110 T Kannah	
PHONE: AAAAAAAAAAAAAAAAAAAAAAAAAAAAAAAAAAAA	
REPRESENTING WHOM?	
APPEARING ON WHICH PROPOSAL:	
DO YOU: SUPPORT?	AMEND? OPPOSE?
COMMENTS:	
<u> </u>	
· · · · · · · · · · · · · · · · · · ·	

r .

PLEASE LEAVE ANY PREPARED STATEMENTS WITH THE COMMITTEE SECRETARY

DATE	C	March	9,	1981	<u>.</u>

COMMITTEE ON BUSINESS & INDUSTRY HOUSE BILL NO. 350

C

/	VISITOR'S REGISTER	OR'S REGISTER				
		Check One Support Opport				
NAME	REPRESENTING	Support	Oppo:			
		1				
			l			
			┨────			
		<u> </u>	1			
			ļ			
			1			
		 	╂────			
]			
			T			
						
			1			
			<u> </u>			
			+			
			1			
		T				
· · · · · · · · · · · · · · · · · · ·		1	1			
			+			
		1				
		_	_			
۵۰٬۰۰۰ - ۲۰٬۰۰۰ - ۲۰٬۰۰۰ - ۲۰٬۰۰۰ - ۲۰٬۰۰۰ - ۲۰٬۰۰۰ - ۲۰٬۰۰۰ - ۲۰٬۰۰۰ - ۲۰٬۰۰۰ - ۲۰٬۰۰۰ - ۲۰٬۰۰۰ - ۲۰٬۰۰۰ - ۲۰		1	1			
		<u> </u>	_			
			╂			
			1			
· · · · · · · · · · · · · · · · · · ·		1	1			
		1	I			

NAME: CLIFF Christin	DATE:9
ADDRESS: 600 PAVIC AUR	
PHONE: 3-4032	
REPRESENTING WHOM? MT ASSN OF REF.	TC/7 5
APPEARING ON WHICH PROPOSAL: 43350	
DO YOU: SUPPORT? // AMEND?	OPPOSE?
COMMENTS:	*****
·	

.

	DATE	Ma	rch 9, 1	.981	
COMMITTEE ON BUSINE	SS & INDUSTRY	House	BILL	NO. <u>396</u>	
		Rep	resentat	ive Ande:	rson
	VISITOR'S REGISTER		1	Check	One
NAME	REPRESENTI	NG		Support	Орро
Larry Dentien	DOR	~		X	
0 5					
	······································				
					<u> </u>
•					
					
	······································				
					<u> </u>
					}
					
					ļ
					1
		<u> </u>			
		<u> </u>			<u> </u>
	·				ļ
					1
			<u></u>		1
		<u> </u>			
				L	
					
					T

(Please leave prepared statement with Secretary)

NAME: JC, WEINSGARTINER	DATE:
ADDRESS: <u>ARTICER</u>	/
PHONE: 472-4720	
REPRESENTING WHOM? State Mar The A	
APPEARING ON WHICH PROPOSAL: 103 3	
DO YOU: SUPPORT? AMEND?	OPPOSE?
COMMENTS:	

.

. .

NAME: BEN HQNEW DATE: ADDRESS: 4/6- 15 - St. W. Billings Mt. REPRESENTING WHOM? Associated Credit BureAus of MONTANA APPEARING ON WHICH PROPOSAL: H.B. 396. Foreign Judgment Act DO YOU: SUPPORT? VES AMEND? OPPOSE? COMMENTS: Present form is out of date AND A Durden to the MONTANA Court System, MONTANA TAX PAYIN, AND CONSAMERS. Creditors AND Debtors Are both responsible for goods And Services whether they provide or accept the Services

NAME: - erry Weinber,	DATE: <u>3/9/8/</u>
ADDRESS: D. O. R.	
PHONE: 449-245	2
REPRESENTING WHOM? D. J. 2	
APPEARING ON WHICH PROPOSAL:	<u>B</u> 396
DO YOU: SUPPORT? AMEND?	OPPOSE?
COMMENTS:	

DEPARTMENT OF ADMINISTRATION

BUILDING CODES DIVISION CAPITOL STATION HELENA, MONTANA 59601 Telephone (406) 449-3933

Form #1

Permit #

WORK SHEET to be provided with plans and specifications, building permit fee, and plan review application to provide required code information to expedite plan review.

INSTRUCTIONS (Please read carefully)

- 1. Complete this form as applicable to your proposed work.
- 2. Supplement the information provided in this form with a dimensioned site plan showing all property lines, buildings, streets and alleys. Provide dimensioned floor plans showing all rooms, doors, windows, plumbing fixtures, and an electrical layout including all floors, basement and garage.
- 3. Post the State of Montana "Inspection Record" card on the construction site as soon as possible.
- 4. Notify in writing when changes are to be made on the approved application.
- 5. Consult your local Health Department to determine if water, well, and sewage disposal permits and approvals are required. Provide one copy of such permits with your submittal. Also, check local zoning and covenent requirements.
- 6. Electrical, Plumbing and Mechanical permits as applicable must be obtained.
- 7. The Building Code Division reserves the right as prescribed in Section 304A of the Uniform Building Code to establish construction costs for permit purposes based on the latest Building Valuation Data contained in the building standards of the International Conference of Building Officials.
- 8. If the applicant desires a copy of this information, please have such copies made prior to submittal.

GENERAL INFORMATION (1)

	square feet is the	area of proposed construc	tion.				
•	square feet is the	total area of building at	ground elevation.				
	basement;	crawl space;	slab on grade.				
an sa ang kang sang sang sang sang sang sang sang s	number of stories.						
	building height.						
	basement ceiling he	eight.					
	first story ceiling height.						
	second story ceilin	g height.					

OCCUPANCY SEPARATION (2)

_____ attached garage.

garage below habitable space.

one hour fire resistive construction on garage side between garage and residence.

_____ self closing, tight fitting solid wood door at least 1 3/8" thick provided between garage and residence, if attached.

LOCATION ON PROPERTY (3)

There is at least 3 feet from the proposed work to all property lines.

_____ There is at least 6 feet between proposed work and any other separate building on the property that does not have fire resistive exterior walls.

No roof overhang is closer than 2 feet to the property line.

No roof overhang is closer than 4 feet to the overhang of any other separate building on the property that does not have fire resistive exterior walls.

OCCUPANCY REQUIREMENTS (4)

All sleeping rooms have an exterior door or at least an exterior operable window with:

minimum net clear opening of 5.7 square feet.

minimum net clear opening height of 24 inches.

minimum net clear opening width of 20 inches.

a finished sill height no more than 44 inches above the floor.

_____ Bathrooms, water closet compartments, laundry rooms and similar rooms have one of the following:

naturally ventilated by means of openings to the exterior with an area of not less than one twentieth of the floor area of such room with a minimum of $1\frac{1}{2}$ square feet.

a mechanical ventilation system connected directly to the outside capable of providing at least five air changes per hour.

- A smoke detector receiving its primary power from the building wiring is provided in the hall or area giving access to the sleeping room and is installed in accordance with manufacturers instructions.
- All habitable rooms are provided with heating facilities capable of maintaining a room temperature of at least 70 degrees F at a point 3 feet above the floor at a minimum design temperature of -30 degrees F.

Attached carport.

Self closing doors are provided between the carport and residence.

There are no openable windows between the garage and carport.

TYPE OF CONSTRUCTION REQUIREMENTS (5)

<u></u>	Balconies, porches, landings or ramps more than 30 inches above other surfaces are provided with 36 inch high guardrails that will not permit a sphere 9 inches in diameter to pass through.
	Minimum flame spread rating of foam plastic insulation.
	Minimum smoke developed rating of foam plastic insulation.
	Foam plastic insulation interior finish cover material.
DETAILED	CODE REQUIREMENTS (6)
	Footings are placed on undisturbed soil,
Footing	and Foundation Construction:
	masonry; concrete; treated wood.
<u></u>	Footings extend 36 inches below finish grade.
	Foundations supporting untreated wood extend at least 6 inches above finished grade.
	Foundation plates have ½ inch steel anchor bolts embedded at least 7 inches in concrete or 15 inches in masonry spaced at 6 feet o.c. with at least two bolts in each piece within 12 inches of the piece end.
	Provisions have been made for the control and drainage of surface water around the work.
	exterior veneer anchorage has been provided.
Roof Cov	verings
	built up roof;# asphalt shingles;# self sealing asphalt
shingles	; wood shingles; wood shakes; ga. (flat
or	ribbed) (steel or nonferrous) metal.
	Eave underlayment consisting of two layers of 15# asphalt felt applied shingle fashion and mopped together extending to a point 24 inches inside the exterior wall line for asphalt shingles and 36 inches inside the wall line for wood shingles or wood shake roofs is provided.
	Wood shakes are applied over 15# asphalt felt underlayment with 18 inch strips of 30# asphalt felt shingled between each course.
. <u></u>	Roof slope in inches vertical rise per 12 inches horizontal run.
	Attic access not less than 22 inches x 30 inches is provided for attic spaces that have a vertical clear height of 30 inches or more.
Attic Ve	entilation is Provided by Screened:
	gable vents; eave vents; hip or roof vents; ridge
vents.	

Flashing and counter flashing is provided at the juncture of the roof and vertical surfaces gauge material.
Roof valley flashing is gauge material.
Stairway
rise; run; width; handrail on one side;
headroom clearance.
Fireplace or Fireplace Store
manufacturer manufacturer number.
UL label; other approval; solid fuel;
gas burning; installed in accordance with manufacturers
instructions; inch wide hearth of extending inches each
side of opening or stove.
Water resistant gypsum backing board is provided at tub and shower.
Gypsum board used in exterior locations is of the water resistant type.
Safety Glazing
glass doors; sliding glass doors; storm doors;
glazing immediately adjacent to doors and walking surfaces, that is greater than 18 inches wide and is not protected by guardrails;
shower doors;tub enclosures.
STRUCTURAL (7)
Loads
psf live load (snow), psf dead load, roof psf live load,
psf dead load, floor psf wind pressure, wall.
Roof Framing
2 x at inches o.c.; grade; species trusses
manufacturer by at inches o.c.
Ceiling Framing
2 x at inches o.c.; grade; species.
Floor Framing
2 x at inches o.c.; grade; species.
Wall Framing
2 x at inches o.c.; grade; species.
Roof Sheathing
inch thick exterior glue grade plywood.
Other.

-

•

,

•

٠

•

Wall Sheathing

.

•

.

-

•

.

	inch thick	interior	_ exterior	grade	plywood
				Othe	er.
				_ corner brac	cing.
Subfloor	and Underlayment				
	inch thick	interior	_ exterior	grade	plywood subfloor
	inch thick			_ underlaymen	nt
				· · · · · · · · · · · · · · · · · · ·	Other.
Floor Jo	ist				
	l ¹ / ₂ inch end bearing	on wood or metal	•		
	3 inch end bearing	on masonry.			
<u></u>	l x 4 ribbon strip	and mailed to stu	ds.		
<u></u>	2 inch thick solid	blocked ends.			
	with rim joist at e	nds.			
	End notches not to	exceed ¼ joist de	pth.		
<u></u>	No holes bored with	in 2 inches of jo	ist top or bot	ttom.	
	No holes in joist o	f size ex ceeding	1/3 joist dept	th.	
	No notches in joist	top or bottom ex	ceeding 1/6 ja	oist depth.	
	No notches in joist	in middle third	of the span.		
	4 inch minimum jois support or use of a		-	pposite side	into center
	Joist provided with sides.	framing anchors	or 2 x 2 ledge	er when fram	ing into beam
	Double trimmer and	header joist for	spans exceedi	ng 4 feet.	
	Double joist provid	ed under parallel	partitions.		
	Bridging;		type.		
Headers					
	, 2 x heade spans exceeding 4 f		or all opening	gs in bearing	g walls with
<u></u>	at least 18 inches inches minimum clea unless special prov	rance to wood gir			
<u></u>	Crawl space access	not less than 18	inches x 24 in	nches is prov	vided.
	Screened crawl spac	e ven tilators are	provided.		
	<pre># asphalt felt or b the sheathing and e</pre>		applied over	the wall stu	ds or between

irestopping 2" Th	lick	
in stud w	alls at ceiling and flo	por levels.
between s	tair stringers at top a	and bottom.
between s	tuds along and in line	with run of stair adjoining stud wa
around to	p, bottom, sides and en	nd of sliding door pockets.
at pipes.		
at proper	distances from metal	flue collars.
oncrete		
width	depth footings	reinforcing.
size	depth footing	reinforcing.
thick fou	ndation walls	reinforcing.
thick bas	ement floor	reinforcing.
thick gar	age floor	reinforcing.
thick sla	b on grade	reinforcing.
	psi concrete desig	

PLUMBING (8)

Hot and cold running water is provided at each sink, lavatory, tub or shower. Copper water piping inside building.

_____ Galvanized water piping inside building.

Energy efficient _____ gas _____ electric hot water heater.

Adequate combustion air to fuel fired hot water heater.

Hot water heater vent or chimney installed in accordance with manufacturers instructions.

Plumbing to be done by ______ in compliance with the Montana Plumbing Code.

MECHANICAL (9)

 energy efficient gas; oil;
coal; liquified petroleum gas; electric;
other heating system.
 adequate combustion air to fuel fired heating system.
 vent or chimney installed in accordance with manufacturers instructions.

ELECTRICAL (10)

.

 bathroom; have ground fault	garage; circuit prot			evel	acces	sable red	ceptacles
 All wiring except	low voltage	system	wiring	is	#12 or	greater	wire size.
 Electrical work to with the Montana E		de.		<u> </u>			_ in compliance

INSULATION (11)

	inches	thick;	R value	roof insulation.		
<u></u>	inches	thick;	R value	ceiling insulation.		
	inches	thick;	R value	wall insulation.		
	inches	thick;	R value	floor insulation.		
·,	inches	thick;	R value	foundation insulation.		
	inches depth o	thick; f at least 24 ir		slab on grade perimeter ow the slab.	insulation	to a 🌢

Box 1357 Conrad, Montana February 18, 1981

Representative Rex Manuel, Capitol Post Office Helena, Montana

Dear Rex,

I see in the paper where a bill is continue up concerning how cities care of for their parkage disposal grounds and a bill replaining to subdivision laws. I think the laws governing our city dumps are more to costly for these smaller towns to comply. Large cities may be able to have up with these regulations but it is breaking smaller towns. I think threat regulations should be relaxed.

The subdivision laws are completely asimine. Our son farms with his brother-in-law and father-in-law at Rudyard. Fudyard and Hingham has now consolidated their schools and there is a demand now for lots in Rudyard. There are very few lots available anymore so cur son's relatives are asked many times if they would sell any lots as they farm on three sides of Rudyard. They looked into it and it would cost around 070,000 to bring in about 24 lots. About half of that would be for sever and water pines, the other half would be for the legal red tape of the subdivision law. Len't that crazy?? Where else can Rudyard grow except into the surrounding farm land? Why should these stupid subdivision laws be allowed to run up the cost so high. I think these laws should be relaxed and the bureaucrats curbed back on their rules and regulations.

In the last Legislative session a bill was passed directing cities to have all building projects inspected. Conrad had to hire an inspector which has been a big expense. His insurance coverage has also been expensive. The other day in the paper, the City Council told one man that he would have to have a permit to finish siding his house which he had started a year ago. The Council referred to and blamed a Code book the state rut cut. Now isn't that another crazy regulation. That man is not going to do anyone any harm with his siding job even if he sells that house. I am against that inspection bill. That should not have been passed. I'll take my chances when I buy a house or building. I do not think having an inspector will make things that much better, he will just add expense. I'm getting feed up with all of this govt red tape and regulations. I think state govt regulations should be cut back just like federal regulations are going to be. People do not want all of this big brother stuff so why do the legislators pass more and more bills like this and allow the bureaucrats to write more rules.

I ran for the City Council two years ago and I came close to making it. I'm going to try again this fall. I realize that if I get on the Council there will be problems and many of them will be due to legal red tape as I have mentioned before. Many times the legislators pass laws for the cities and do not provide the money to operate on. I would appreciate it if you keep all of this in mind when you vote on bills this session.

Sincerely yours,

Ched Hadelet

Slintywood mont Jan 18 1981 To Rep. Jean Jacobson. Helena mt. Dear fii I an very corcerned about the presage of HB 130, This biel is needed because the cost of Howing inflation & inquition which an not really needed, are droing the cost of Tiving up to when the incoming is really in a bad away. these raiget the that an traveling the State + I understand they are only 2 can not really do the Job. & really are not doing it all they really wont is the money we do not red the services of them. at all, the matter of fal can be taken avery Locally at a lature cost. I and many alters an not disputing the codes that most

certainly are needed, but the way that they are presented to the builder, ormer set. I do not thank , that the Figurature intent was to Nacas juvate peoples Hours I small business trying to build a forme under most inflated times that low have been with an efter cost that really docent do anything but Duplicate his costs. These inspector give you nothing for your money. I think as a buille with gutte a good pepulation an as qualified as to What is good construction, do he is I ve hed I meetings with him I be told de le un a contractor Sinsilf, but because of an anging he got this fob. In our we have Contractions in the accor are as qualified as he is. I stimty ringe your & your felow Right feally Condsiden this Bill HB 132 on its muits we wead it.

3 In other word Glena this is just another Rip off. you don't get a print for what he has done or thighting that Anio you we had one. I asked 2 home owners here about the above stationent they said all they had is the Canceled check for payment no paper to now if the inquition was Oke or if the was infractions. the Electrical & the plenebing. inspect au doing a good for at a moderate cost & you get an apvoorly from them when they are then. Mank you Respectily Jours Jonin R. Corner St. 309 Other month

SEPT. 1980

Department of Administration Building Codes Division State of Montana Capitol Station Helena, Montana 59601

Gentlemen:

I have received your letter, certified letter stating I have no building permit. I am sending you a copy of the building permit I received from the city of Baker. 1 provided them with a dimension sight plan locating all buildings on the sight. It went before my city government and was approved. I believe in my city government. I think this is the government closest to the individual and therefore allows the greatest degree of freedom, however, if you have some quarrel on the permit issued to me by my city government I would like for you to take it up with them not me. I have an enormous amount of work to get done on this housebefore bad weather sets in. When I went to the city office to pick up this permit I specifically asked the clerk if there was anything else I needed, she stated I could feel free to go to work on my house. There was a period of time between receiving my permit and the time I went to work, I would have thought if the state wished me to obtain a permit also they would have contacted me at that time so I could have scrapped the project. I don't think it is fair or right for the state to intervene when 1 am twenty some thousand dollars into the project most of my life savings involved, I consider this to be very poor judgement on the part of the state. I don't know what freedom means to the people administering this department, I only know what it means to me, it means the right to go to work each day without harassment. I have lived in this state all my life, forty two years with the exception of two years spent out of the state in the military. I have paid taxes in this state for all of my adult life, I would hate to think that now my efforts are going to be used against me to destroy the right to make a living.

I was visited by your inspector, I believe his name is Weyne Eureay, he seemed like a nice fellow, I have no complaints on his mannorisms, he was not arrogant or insulting, but he refused to acknowledge my city government, he did not wish to see the permit issued by the city. I offered to pay for the permit if he filled it out, he stated he did not have time. I have looked over the permit, I don't believe in all honesty I could answer many of the questions on it.

(1)

I have built approximately four other houses in this community over the past twelve years, one of which is my own. This is the way in which I subsidize the income earned off of a small drive inn, if this is a crime then I am guilty. I have obtained a copy of the law which I seem to have broken from the city attorney who was good enough to furnish me with a sixteen page copy, I don't pretend to understand it, I have read parts of it and I must wonder what type of individuals would initiate laws that seem to destroy one mans freedom to elavate another man. I understand the law was passed to promote the public health and safety, if your department feels that my building is unsafe to the public then I will send you the matches to burn it down and spend whatever part of my life it takes to pay the mortgage, and if this is your idea of =justice so be it. As far I as I know no one has ever gotten sick or been injured living in one of my houses which I have built over the last ten to twelve year because of the way it was built, if they have complained to the state I am unaware of it, if they have I would certainly like to know so 1 can correct whatever is wrong with the particular home if it is injuring someone.

I have not been visited by your plumbing inspector, however my property has, a tag was left there stating no more work shall be done on these premisis under penalty of section 50-60-505. I am not sure what that means. I would have liked to talk to your plumbing inspector, I could use information, if your department is to help citizens I could have used a copy of the most recent plumbing book with diagrams to show how the proper plumbing should be installed, if your department wishes to help me I very badly need this information and since the city does not issue plumbing permits I would need a plumbing permit, if this is the law

I would only like to make one other comment, I believe in the freedom of the individual I would like the state to trust me enough to be able to use my god given talents and what little brain power I have to choose the way in which I feel is best to improve my own property in my own city. If anyone up there is listening this is just one citizen asking for freedom. This letter is an attempt to explain my situation and some of my convictions and beliefs. It is also my prayer,

HERB KETTERLING

BAKER, MONT.

Plentywood, Montana January 19, 1981

Glenn E. Jacobsen Capital Station Box 83 Helena, Montana

Dear Glenn.

This is a last minute note so maybe it won't be of any help to

you now. (but in the future) I'm in favor of you bill HB132 and give you all my support on your proposal so do all you can to make it become possible.

All goes as we plan we'll see you this coming week-end.

Tom Gable,

SUBJECT: Building Codes & Inspection Fees

TO: Representative Oler Jacobsen Capital Station Box 85 Helena, Montana 59601

Reference is made to your article "Report to the People" in the Plentywood Herald &td 14 January 1981 regarding HB-133.

This letter is being written in support of your measure being introduced into the state legislature on the above bill. As an individual who has been in the building business for the past 28 years. I feel qualified to voice an opinion that some type of revision is necessary by the Building Codes Division.

That I an suggesting are the following changes:

- 1. That a local building inspecter be appointed county wide in populated areas of pre-determined size in place of a state employed individual to handle inspection of residential dwellings. This person could be someone of retirement age with a background of general contracting. Fees charged for this inspection would supplement Social Security for the individual and also be cheaper for the home concer than that charged by the state. A local retires would also do just as thorough a job as he would have more time to do it, be just as able to keep up with local and state building codes and also be more readily available. (I have no intention of retireing se am not applying for the job).
- 2. Public buildings or buildings of a determined size and cost could still be state inspected to meet all necessary codes and liabilities. Control could still be regulated through local governments.

Eurosueratic red-tape and unceessary controls are choking scaller communities and driving already spiraling costs to propertions that stop young families from purchasing their own homes already. People in sparesly populated areas do their own "policeing" as far as building contractors go. Anyone who does shoddy workmanship just is no longer in the business. If the state feels that liability is the issue here, they should have started 75 years ago, when building practices were really sub-standard instead of now.

How did we manage to survive this long without the state and federal government to protect us?

Thanks for hearing me out on this issue, Glen. I realize that in the last paragraph or so I have gotten a little off the track on the issue at hand but if it will help you at all as far as an opinion is concerned, I put it in.

Good luck on HB-136 11:

م

Anna Hilyard

Harold Hilyard Boundary Builders

Many things in building code of city for people's safety

There are a multitude of things in the city's new Uniform Building Code that most people would not think about and they are there for their safety, Howard Murrain, Conrad's new building inspector, told members and guests of the Conrad Chamber of Commerce last Thursday noon at the Ancient Mariner.

He stated the application was six feet long and covers roofing slope, attic ventilation and requires, among many things, that fire-resistant sheetrock be installed between a house and garage when attached, no openable window between the two (to prevent auto fumes from getting into the house), smoke detectors in new homes, and bedroom window sills no higher that 44 inches from the floor to allow persons to escape out the window in event of fire. He said hich windows in homes in Helena caused five fire deaths.

Houses must be anchored to the foundation. Murrain said he was in Rapid City, South Dakota after a serious flood there several years ago and houses that weren't bolted, down floated away like houseboats. "Not that that would happen here," he said, "but the code requires it."

I can't have Them

Murrain said there was a section in the state code that allows the city to apply for more exemptions and that city officials may want to consider adding them to the present list.

They include replacing a door or window, kitchen cabinets and wall paneling as long as it doesn't disturb the house support structure or enclose a furnace to the point it prevents adequate air for the furnace to function properly.

Murrain expected to get the state code or fireplaces and wood stoves installation this week. He said that Doug Herman, secretary of the Conrad Volunteer Fire Department had pamphlets from the state fire marshal that cover the installation and inspection of wood stoves and fireplaces. That they have the Underwriters Laboratory approval is a must. Murrain said.

Mayer Don McClain reinforced Mursua's statements, Ele spake of a local resident that

If want high window in a bedroom, I do not this any bureauce at in Helenas should beable The

enclosed a shower and was unaware that he needed so further install water-resistant rock. "Learning of the hand was worth the McClain said.

"If you are not se some of the things in talk to your legislater bound to enforce it as is a set don't, the state will come of the in."

Elmer Munson, Conrad contractor, confirmed that it they can state permit when under state inspece supervision. Now Murrain can issue a permit in a matter of our buy with hours." McClain added. The that? They mayor also be divised to supervision. "Now Murrain can mayor also indicated the same dearen 't the too: lawy would From January 12, 1981. to February 12, permitted con. a deallene struction in the city had an af I or 2 purches estimated value of \$73,725, Murrain said. "The next 30 Frolate cays look even better." he 🖉 pretin added. See related story on reas 1.

-I'maculanadic going to float away some day in a float. 2 ridiculous Can They get. Hand. 2

City is first known of new Con

The City of Conrad is the strong acquire stronger (1). first known violator of the city's measurements new Unitorm Building Cody. because of he failure to obtain a residence permit for inside construction under way or sometime at the City Yards by city employees

Electrical work is also ir valved.

It may be that Ralph Lunder, city superintender, has interior to get a perp it? just hasp't found the time. "" emplosees and which or t project when weather lot them from ichs outside

Ger atter hina, Roward The city's new building inspector is Howard Morram. The cost with not exempt powershears! up a

Hene was permit to menter willer. I here was proch beserver and ender of and the me have a and one of now tell and omily and any one here y and omily and any one here with that

Permit & repla

and the ing and

17 good solart the second in the second 14 -

a anti- Barristing time met lab on North Front stread across from existing facilities

(Continued on page 14]

yard at 301 South Washington Stroct. Cost less than \$500.

5. Howard Murrain, the building inspector, 406 South Illinois Street, to insulate and sheetrock basement walls and sheertoor cerimg. Estimated cost \$375.

6. Robert Gooms, 702 South Virginia Street, to close in garape door, insulate and finish inside of garage and insucabines .. Estimated cost \$1,000.

". Buttes Food, to replace five display case .. Application not returned. Value \$5.66 .

& Triankie Distributors, 513 South From Street, to suspense ceiling and soud in and insulate and panel an office room. Estimated cass \$2,000. Incidentally, owner of Triangle Distributors is theory. Elin son. city aldermais

9. Arnot's, Inc., to replace a dove at the store. Application not returned.

Builling permit exemptions

may still need zoning check

Conrad bulbding permits are bejetred the all forme of

1. Ous-sharp will ar storage bast or "playburners providing to find architers set spitte \$0 senses bet.

2. Pences get gret Bleet high #8. Oll Babichs.

"I. Casta, commers and partitions mat over 5 doot high 5.-Rotalizing wells which are

in proton for the body

and South and a second state of the south south and the so

the fusting to the top of the wall. 6. Water tanks, 5,000 gallons or loss, supported directly on

red from the bottom of

7. Platformb, withs and driveways not mined than 30 bickun above glade flid net over any basement or story balan. 2. Painting, grounding and shaller finish work.

9. Temporary sector picture, relevision and theory-tage arts and suspery, such at these used by Ponders Players.

10. Window auslage supperiod by an emerior well if they project no more than 54 inches.

peaks, seeting should gegend and

I deprover, and generality are adjusted in four of the \$1 above categories as well as for allowable because lot line and spacing considerations are involved. They are No. 1, 2, 5 and 7. These is no decryption

Lend this -

Box 1357 Conrad, Hontana February 19, 1981

Senate Gary Aklestad Representative Melvin Underdal Representative Rex Manuel Capitol Post Office Helena, Montana

Dear Legislators,

I am writing to object to a bill that was passed two years ago forcing cities to enforce the Uniform Building Code. I have enclosed copies of articles from our Conrad paper and it sounds as if a permit is needed for anything and everything in the line of construction in a house or building except painting and papering. I do not think we should be required to have a promit to sheetrock our walls or insulate a house or change a door or window. The next thing will be a permit to change a washer in a leaky faucet or put a nail in the wall to hang a picture. I think this govt red tape is getting completely out of hand and all of these regulations aare ridiculous and unneeded. I ask that you look into this and see if something can be done about all of these regulations.

The legislators pass a law they think is needed and the bureaucrats go wild writing up the Building Code that takes everyone's freedom away. I do not think this bill should have been passed in the first place. Conrad already had a permit system for the big jobs and changes to the outside of the house but they did not try to cover every nail you put in the wall on the inside of the house. I do not care for all of this govt protection. It is not protection as far as I'm concerned; it is nothing more than taking people's freedom away and having some bureaucrat telling you whats good for you. It also takes money out of everyone's pocket to line some bureaucrats pocket for writing up these rules and regulations and enforcing them. I think it is high time that something is done about this.

Sincerely yours, Mrs. Opal Fladstol

I wrote & you yesterday and mentioned this bill The Consod gaper Carter out to day with many more reduce Com things on . Falorit this Building Cade so I rending capies of Theore articles.

Irvin E Dellinger Exec. Secretary Montana Building Material Dealers' Association

I am here in favor of House Bill # 132

We are a large state made up of 120 plus cities & towns. We have 45 registered Building Inspectors, this leaave 75 - 80 communities without a building inspector and puts the responsibility of inspection under the jurisdiction of the State. As we are a very large state and the State staffsmall, they are not able to service applications and inspections immediately, causing costly delays in construction and remodelling starts.

We are not advocating doing away with all inspections, but feel on small remodelling projects, home additions, garages, etc., inspection by the state is time consumming and expensive.

The enforcement of this building code has only been in effect less than one year, and we know of several building projects that **did** not materialize becuase of paper work red tape, and time delays.

Especially now at a time when the Construction & Building Material Industry is in a depressed state, we need laws that encourage business.

I hope this committee looks favorably on House Bill # 132.

Thank you.

Irvin E Dellinger Exec Secretary

Jula Anders maintains that her 5-year-old daughter, Sigrid, suffered co

"That house is sitting in the way of our whole life." — Paula Anders

A dream house nestles in the woods on five acres near Seeley Lake. The scene is a tranquil one of home in the Montana countryside.

Shafts of bright winter sunlight dance through the crisp, clean, spice-scented air. Chickens cluck comfortably in a barnyard, a short distance from the house. Horses drowse in a corral. Small goats bleat a friendly greeting to visitors.

A child's swing gently sways from a pine tree in the front yard. But it is empty — as is the dream house, which sits eerily silent, without habitation like something out of the twilight zone.

Roy and Paula Anders, owners of the property, and their 5-year-old daughter, Sigrid, live in a mobile home a few hundred yards away from their abandoned dream house.

The Anderses claim they were driven from the house by insidious gases from the urea formaldehyde foam used to insulate the house. The couple has filed a civil suit against Missoula-based Landin and Company, general contractors for the house, and Jack Riska of Missoula, the contractor who installed the insulation.

by EVELYN KING photo by TOM DODGE of the Missoulian

The complaint, filed Aug. 12, 1980, in Missoula District Court states in part: "As a consequence of defendants' failure to perform as agreed — the entire value of the structure was destroyed." No specific dollar amounts are mentioned in the complaint, which asks that the Anderses be reimbursed for the full value of house, value of personal property destroyed, costs of substitute housing and legal costs.

However, a separate action alleging breach of contract and filed Dec. 1, 1980, in District Court lists the following statement of damages: Property damage of the residential structure, \$85,000; damage to personal property, \$20,000; costs incurred for substitute housing, \$10,000; past and future pain and suffering of plaintiffs Roy Anders, \$100,000; Paula Anders, \$100,000 and Sigrid Anders, \$100,000.

Riska and his lawyer, Ron Bender of the Missoula firm of Worden, Thane and Haines, said they could not comment on the case at this time. The attorney for Landin and Co., Tim Geisler of Garlington, Lohn and Robinson, also of Missoula, also declined to comment.

Robert Massey, president of Landin and Co., said in a telephone interview that the original plans for the house called for Fiberglas bat insulation to be installed in the walls and ceiling of the Anderses' house. However, Massey said, Roy Anders specifically asked

Homec

that foam insulation be used in the house. Anders denies making such a request.

Massey said the house was financed by a Veterans Administration loan and that it passed the three required inspections. He also maintains that the structure complies with all existing city-county building codes.

At the request of the Anderses, their attorneys, Jon Ellington and Beda Lovitt of Missoula, agreed to sit in while their clients discussed the case with the Missoulian.

"That house is sitting in the way of our whole life," Paula Anders declared. "If it had been in town somewhere on a city lot, I think we would have walked away from it. But now, we have too much invested."

The Anderses bought the five acres in the mid-70s. It was exactly the piece of land they wanted. An ideal place to raise children and animals.

"I'm a farmer at heart and Roy likes to work outside — he put a chainlink fence all around the place," Paula Anders said, "so we started building our dream house and planned to live here forever."

Work began on the excavation of the four-bedroom, two-level home in 1978. Later in the year, the foam insulation was installed. Roy Anders said he asked at the time why the foam was substituted for the Fiberglas insulation, but was told that the foam was better. "But they also put it in the basement, and the contract didn't call for that," Anders said.

His wife said the foam "oozed out into the basement and solidified. It was a big job cleaning it up seemed that we had the stuff blowing all over the place."

During the fall of 1979, the Anderses spent many hours doing finishing work in the basement and other small jobs in the house. Roy Anders worked on the house during the evening after getting off work from Pyramid Mountain Lumber Co., but his wife and daughter spent most of the day, and sometimes evenings, in the new home.

"Sigrid's room was finished first, so I just took her with me while I worked in the house — let her play, and then put her down for nap time in her room," Paula Anders explained.

That fall, both the little girl and her mother seemed to have continuous colds, raw throats, headaches and bronchitis, they said, and Roy Anders had some trouble with what appeared to be a sinus problem.

"We just thought it might be the sawdust in the basement, or running back and forth" between the trailer and the house, Roy Anders said. "Because, Paula has had other allergies, we just assumed everything would be OK when the place was finished."

The Anderses moved into their dream house on Dec. 10, 1979. They bought new carpets, new furniture, and were delighted with their home. But, they said, mother and daughter's health seemed to worsen, inually from bronchitis while living in this house near Seeley Lake.

wners' dream turns sour

toy Anders' sinus problem didn't improve, they dded, and they all developed severe headaches. "We rere using boxes of cold and sinus medications and othing helped," he said.

The couple was primarily concerned about their aughter. "We took her to a doctor several times, beause her bronchitis got so bad she would cough ometimes until she threw up. The doctor took blood ests and X-rays but he couldn't find anything rong," they said. "Also, everytime we were away rom home for a few hours, we got better. When we tayed in, we got sicker."

During January of 1980, they noticed water conensation inside the house and began suspecting there as something wrong with the installation of the insuation.

"Through January we had alternately cold and arm weather and on the warm days, water conensed and dripped from the windows and ran down the walls on the inside of the house. The first time his happened, I called Roy, because I didn't know that was going on," Paula Anders said. "The house alt really hot and humid."

She first became aware that the family's health roblems might be linked to the insulation in midebruary of 1980. "I happened to read an article in opular Science. It told about how heat and humidity an cause the release of formaldehyde gas from urea srmaldehyde insulation, and I decided that maybe hat was our problem."

They continued to live in the house for a few lore days, until a friend visited on Feb. 23. "After ne whiff of the air inside the house, she told us we lould get out of there as quickly as possible — beluse of the strong odor in the air."

Hastily, the Anderses gathered up a few personal elongings and moved out of the house, back to the ailer. "It was a very upsetting day," Paula Anders ecalls.

The next day, they decided to try a test. They iptured a field mouse — "a big, healthy one" — iey put it in a glass container with a screen on top, id placed it in the kitchen of the home. "We came ack an hour later, and the mouse appeared to be ead," Paula Anders said. When they took the coniner outside in the fresh air, the rodent soon revived id seemed as frisky as ever.

In the evening, the mouse was placed back in the tchen. The next morning it appeared to be fine. But, is said, several hours later, as the house warmed id the condensation formed, the mouse died. "I'm trmly convinced it was the formaldehyde," Paula Aners declared.

She began a dedicated search to learn all she uld about urea formaldehyde. Calls were placed id letters written to agencies and scientists throughit the country — including the Consumers Protecon Agency and the Rocky Mountain Poison Control enter. "One month, our telephone bill was \$270," Roy Anders said ruefully.

As the store of knowledge accumulated, his wife became more firmly convinced that it was formaldehyde gas that was causing their health problems. She learned that the gas can be a toxic chemical when released into the air and the problem is compounded by temperature and humidity.

On very cold days, there seemed to be no evidence of the odor in the house, Roy Anders said, then, as the weather warmed, "You could walk in the place and it was like being hit over the head with a hammer."

In March the Anderses went to an allergy center in Denver to have their reactions to formaldehyde tested. Paula Anders said the doctors were cautious about reporting conclusions of the test. However, she said, she and her husband developed headaches after being exposed to certain levels of the chemical, but Sigrid got the worst reaction. "She appeared as though she had a severe sunburn — got circles under her eyes, and her cough came back," her mother said.

After returning to their trailer near Seeley Lake, Paula Anders continued her quest for information. She said technical experts from throughout the country advised her about how to remove the fumes from personal items taken from the house. Some suggested using ammonia on things that could be laundered because it has a neutralizing effect. She was warned, she said, not to use food that hadn't been sealed, and to place other articles out into the sunlight. "It has all been a matter of trial and error," she said.

But the chemical seemed to have penentrated everything, she said. "I had to borrow dishes, because no matter how many times they are washed, they still smelled of formaldehyde." One day she retrieved a book from the basement of the house. "After a few minutes of reading, my eyes and mouth began to burn. So I threw the book away. It just wasn't worth it," she said.

The Anderses had the levels of formaldehyde checked twice by the Montana Department of Health and Envirormental Sciences. They received a report from the agency last summer on formaldehyde levels of gas released from the building materials used in construction of the home.

According to the report, they said, the Montana department loes not have a standard for airborne formaldehyde in private homes. However, they listed "several appropriate standards" from other agéncies.

The left is stated that "the National Academy of Sciences, in a report on formaldehyde in the home, felt that les: than 20 percent of an exposed human population v ould experience slight eye and respiratory irritation at concentrations of less than .25 ppm formaldehyd: (parts of formaldehyde per million () urn to page B-4, column one) In that test, 240 rats were ex; used to large doses of formaldehyde for six hours a day, five days a week over a period of 18 months. One year after the test began, three rats had developed concerous tumors in the nose; after two years, 95 rats had tumors. Even at lower doses of formaldehyde, three rats had tumors.

In other experiments, formaldehyde was linked to birth defects. The study concluded that even at low levels, formaldehyde poses a significant health risk.

Formaldehyde industry officials have acknowledged their concern about the cancer studies in animals. However, they believe that there has been no proof that formaldehyde causes cancer in humans.

Canada has imposed a temporary ban on use of the foam, as have several states. Massachusetts not only banned the foam but ruled that persons with urea formaldehyde insulation in their houses have only to present proof of symptoms of illness, to require payment for having the form removed from their houses.

In one of the latest developments, toward the end of 1980, the Consumer Product Safety Commission, by a 3-2 vote, proposed a ban on further sale of the popular home insulation, primarily because of the fears it can cause cancer.

However, before the ban is final it must be voted on again, and the two Republicans who opposed it will by that time be joined by a third when President Reagen names a successor to the resigning Democratic chairman.

It is estimated that about 500,000 consumers, some lured by federal tax breaks for energy-saving measures, already have bought the insulation. If the ban becomes final, these homeowners could see the value of their property fall because the walls contain a substance officially found to be unsafe.

And it can cost an estimated \$10,000 to \$20,000 to remove urea formaldehyde insulation from one home. Also a ban could virtually kill an industry that consists of about 2,200 small companies.

The Washington Star quoted Jack Murray, executive director of the Formaldehyde Institute, as saying "A ban would be precipitous. Several industrial studies of workers exposed to formaldehyde failed to produce a link."

However, the Consumers' Research article points out: "It is important to note that the allowable limit on formaldehyde gas in workplace3 (two parts per million) is not applicable to the home, where the exposure may often be for 24 hours a day, instead of a 6, 8, or 10 hour workday."

Instead of the ban, Murray indicated that his organization would support a strong labeling rule that would require warnings to be placed on all contracts to warn consumers that urea-formaldehyde foam insulation has caused eye and skin irritations, nausea, headaches and persistent nosebleeds.

Two members of the Consumer Product Safety Commission contended that such a abel, instead of an outright ban, would be preferable. They said a ban is too severe given the risks. Of the 75,000 homes where this insulation is to be installed this year, only 23 residents are expected to get cancer, according to the commission.

Meantime, as the battle over the ban goes on between foam insulation backers and is foes, the Anderses are still living in the trailer while the dream house sits empty.

١

"It's been an incredible, unreal, Lut maturing experience," Paula Anders mused. "Bu I'll tell you one thing — I will never live in a house with that stuff again. It just isn't worth risking the health of my family."

Homeowners' dream sours

(Continued from page B-1) parts of air."

According to the agency's tests, everything tested in the Anders' home was higher than .25 ppm.

The airborne concentrations of formaldehyde in the Anders' home on May 12, 1980 were: .62 ppm, kitchen counter; .52 ppm, master bedroom; .35, baseement and .38 at the front entrance.

The couple finally decided to file suit against the general contractor and the contractor who installed the insulation. "If there is one place safe in this world, it should be your own home," Paula Anders declared. "All we want is for things to be put back the way they were." Meantime, payments on the \$46,000 dream home and their new furniture continue.

Investigation of the harmful effects of formaldehyde has been under way for several years. An article published in Consumers' Research Magazine, March 1979, states:

"The problem of injury to health from contaminated air indoors has been an especially serious one for people who live in mobile homes insulated with urea formaldehyde foams. Many have suffered from headaches, allergies, ear infections, respiratory complaints, a 'rasping cough,' and a burning sensation in the eyes. Babies have been reported to cry all night from respiratory distress. For many families, the situation has ultimately become unendurable. Harm done by fumes given off by urea formaldehyde thermal insulation is potentially greater for children and persons with respiratory problems than for adults in good health.

"The formaldehyde gas that is given off by foam insulation and some other structural materials, indµding plywood, particle board and chipboard, produces distressing and possibly permanent harmful effects. The gas is distinctly irritating even at low levels of concentration. According to one source, it can be detected when present in the proportion of only one part of gas in 30 million parts of air.

"Formaldehyde is used in the manufacture of thousands of consumer products — auto seat covers, draperies, permanent press fabrics, subflooring in houses. The gas has given much trouble in clothing stores in which quantities of garments are stored which have been treated for shrink-proofing or 'permanent-press' and crease-resistant effects."

The article further states that urea-formaldehyde insulation product is preferred by manufacturers because it is cheaper to use than competing materials. There are other foam insulations that do not contain formaldehyde.

Researchers at the University of Washington in Seattle reported an increasing number of complaints of illness and discomfort from people who had been exposed to formaldehyde. They further noted that exposure to formaldehyde at levels below one part per million can result in biochemical and tissue changes in animals used in research.

Sixteen government scientists, all cancer experts who work at agencies other than the Consumer Product Safety Commission, have also been studying the effects of formaldehyde. Conclusions of their study were based in large part on the preliminary results of a two-year test completed by the Chemical Industry Institute for Toxicology in North Carolina

Amendments to HB 130 1. Page 1, line 25. Following: "implements" Insert: "or heavy equipment" 2. Page 3, line 6. Following: "price." Insert: "(1)" 3. Page 3, line 9. Following: "taking" Insert: "the sum of: (a)" Following: "cost of" "repair parts for" Insert: Page 3, line 12. 4. Following: "contract" Insert: "; plus (b) 100% of the net cost of all current unused complete farm implements, heavy equipment, machinery, and attachments in a new condition;" Following: "plus" Insert: "(c)" 5. Page 3, line 14. Following: "retailer" Strike: "," ก่า Insert: Strike: "SUCH" Insert: "(2)"Following: "IMPLEMENTS" Insert: ", equipment," Page 3, line 18 through 20. 6. Following: "ACT." Strike: Remainder of line 18 through line 20. Page 3 , line 21. 7. Following: line 20 Insert: "Section 5. Exceptions. (1) [This act] shall not require the repurchase from a retailer of a repair part where the retailer previously has failed to return the repair part to the distributor or manufacturer after being offered a reasonable opportunity to return the repair part at a price not less than 80% of the net price of the repair part as listed in the then current price list or catalog. (2) [This act] shall not require the repurchase from a retailer(a) repair parts which have a limited storage life or are of: otherwise subject to deterioration, such as rubber items, gaskets, and batteries; (b) repair parts in broken or damaged packages; (c) single repair parts priced as a set of two or more items; or (d) repair parts which because of their condition are not resalable as new parts without new packaging or reconditioning." Renumber: all subsequent sections. Page 4, line 20. 8. Following: "act]." Insert: "[This act] shall not in any way affect any security interest which the distributor or manufacturer may have in the inventory of

the retailer."

PROPOSED AMENDMENTS TO H.B. 132

•

1. Title, line 6.
Following: "STRUCTURES" Strike: "COSTING LESS THAN" Following: "\$300,000" Strike: "\$100,000" Insert: "FROM STATE ENFORCEMENT"

2. Page 1, line 24 through line 6 on page 2. line 24 through line 6 on page 2 in its entirety Strike: Insert: "Unless the municipality that would have jurisdiction over the structures has a certified building code enforcement program under 50-60-301 and 50-60-302, the term does not include residential buildings containing less than five dwelling units or their attached-to structures located within the municipality's jurisdictional area, and the state will not enforce the state building code under 50-60-205, MCA, as to those structures."

3. Page 4, line 9. Following: "to"

Strike: "."

Insert: ", including but not limited to:

(a) places used primarily for a business purpose in which the coming and going of members of the public (whether by open invitation or by appointment only) is an incident to the business; (b) places used as apartments and apartment complexes containing five or more dwelling units; and (C) condominiums and condominium complexes containing five or

more dwelling units."

4. Page 4.

Following: line 20

Insert: "Section 2. Section 50-60-102, MCA, is amended to read: "50-60-102. Applicability. (1) Outside municipalities and their jurisdictional area, as defined by 50-60-101(9), parts 1 through 4 apply to "public places", as defined in 50-60-101(11). Where good and sufficient cause exists, a written request for (2) limitation of the state building code may be filed with the departmen for filing as a permanent record. The department may limit the application of any rule or portion (3) of the state building code to include or exclude: specified classes or types of buildings according to use or (a) other distinctions as may make differentiation or separate classification or regulation necessary; proper, or desirable; (b) specified areas of the state based upon size, population density, special conditions prevailing therein, or other factors which make differentiation or separate classification or regulation necessary, proper, or desirable.

H.B. 132 Page 2

æ.

(4) (a) The governing body of a municipality or county may petition the department to limit the application of the state building code, or any part thereof, to exclude specified classes or types of buildings according to use or other distinctions as may make differentiation or separate classification or regulation necessary, proper, or desirable. (b) The department shall grant the petition following a public hearing thereon held by the local governing body in accordance with the provisions of Title 2, chapter 3, MCA."

5. Page 7, lines 8 through 10.

Strike: "and it applies to all structures construction of which commenced on or after September 1, 1979"

STANDING COMMITTEE REPORT

March 9, 19 81

MR. PRESIDENT:		
We, your committee onBUSINESS AND INDUSTRY		
	HOUSE	350
having had under consideration		Dhi iyo

Meyer (Senator Goodover)

third reading copy, be amended as follows:

1. Page 2, line 3.
Pollowing: "he"
Strike: "may"
Insert: "shall"

2. Page 2, line 4. Following: "EXAMINATION" Insert: "if taken within 12 months"

And, as so amended, BE CONCURRED IN

DOCKASSE

O.a

Frank W. Hazelbaker,

Chairman.

STAFE PUB. CO. Heleba, Mont.

STANDING COMMITTEE REPORT

	Mai	rch 9,	
			.
MR. PRESIDENT!			
We, your committee on	BUSINESS AND INDUSTRY		
having had under consideration .		HOESE	396 Bill No.

R. Anderson (Senator Anderson)

н.	
÷	
r-	
D.	

• • • • • • • •	-	HOUSE	370
Respectfully report as follows:	That	Bill	No

BE CONCURRED IN

JOK KAROSX

STATE PUB. CO. Helena, Mont.

Frank W. Hazelbaker,

G.a.

Chairman.