1	Palma. House BILL NO. 701 Williams
2	INTRODUCED BY Frater Metcal Towner Vineat
3	Menchan House Hope and Musica Jin
4	A BILL FOR AN ACT ENTITLED: "AN ACT TO EXPAND THE EXISTING
5	WEATHERIZATION PROGRAM ADMINISTERED BY THE DEPARTMENT DE
6	COMMUNITY AFFAIRS."
7	Wal
8	WHEREAS, Montana has nearly 30,000 low-income
9	households that are eligible for energy conservation
10	renovations through the federal weatherization program; and
11	WHEREAS, the federal government provides three-to-one
12	matching funds through the community services administration
13	and the social security program for local and state
14	weatherization actions; and
15	WHEREAS, to date over 2,000 Montana homes have been
16	upgraded through the weatherization program coordinated by
17	the department of community affairs; and
18	WHEREAS, all matching funds for Yontina's
19	weatherization projects have come from local government
20	appropriations; and
21	WHEREAS, evaluations of weatherized nomes jemonstrate
22	energy savings ranging from 15% to over 30% of previous
23	energy consumption levels; and
24	WHEREAS, the significance of conservation potentials
25	and the predicament of low-income people trying to meet

rapidly rising heating costs warrant the state assuming a 1 major funding role to increase the level of federal matching funds for weatherization in Montana. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA: Section 1. Appropriation. There is appropriated 7 \$300,000 from the general fund to the department of community affairs for the biennium ending June 30, 1979, for the purpose of expanding the state's weatherization program. 10 Section 2. Weatherization moneys consolidated. All 11 federal funds and grants available and becoming eligible to 12 Montana under the provisions of the community services weatherization program and through 13 administration's cooperation with the department of social and rehabilitation 15 services and those moneys eligible for weatherization 15 programs under Title XX of the Social Security Act are to be coordinated and are appropriated to the department of 18 community affairs. 19 Section 3. Allocation formula. The combined state and federal weatherization moneys shall be allocated to local 20 21 weatherization programs according to the following formula: 22 (1) 50% of all money shall be disbursed as follows: 23 each local area shall receive that fraction of money

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disbursed under this subsection as the number of eligible

households of the local area bears to the total number of

eligible households in the state;

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- 2 (2) 50% of all money shall be disbursed as follows:
- 3 each local area shall receive that fraction of money
- 4 disbursed under this subsection as the local effort as
- 5 measured by financial assistance and in-kind services per
- 6 eligible household bears to the cumulative state total of
- 7 local government effort per eligible household.
- 8 Section 4. Annual allocation. State and federal
- 9 weatherization funds shall be allocated to local
- 10 weatherization programs on an annual basis.
- 11 Section 5. Insulation standards. The department of
- 12 community affairs is directed to determine that all
- 13 insulation used on weatherization programs meet the
- 14 standards set by the Occupational Safety and Health Act in
- 15 their manufacture and that:
- 16 (1) the minimization of environmental degradation and
- 17 health hazards is a primary consideration in the choice of
- 18 insulation type;
- 19 (2) asbestos may not be used in the weatherization
- 20 program funded by this act.

-End-

### STATE OF MONTANA

## FISCAL NOTE

R	ΕQ	UE	ST	NO.	393-77
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Form BD-15

n compliance with a written request received February 7 , 19 77 , there is hereby submitted a Fiscal Note
or House Bill 701 pursuant to Chapter 53, Laws of Montana, 1965 - Thirty-Ninth Legislative Assembly.
Background information used in developing this Fiscal Note is available from the Office of Budget and Program Planning, to members
of the Legislature upon request.

#### **DESCRIPTION OF PROPOSED LEGISLATION:**

An act to expand the existing weatherization program administered by the Department of Community Affairs by appropriating \$300,000 from the general fund to the department for the biennium ending June 30, 1979; and consolidate and appropriate all other state and federal funds relating to home weatherization to the Department of Community Affairs. The proposed legislation also establishes an allocation formula for distributing the combined state and federal weatherization funds to local areas on any annual basis.

### **ASSUMPTIONS:**

- 1. In FY 1976, the Department of Community Affairs received \$240,000 from the federal Community Services Administration (CSA) for the state's weatherization program. The FY 1977 figure is \$269,000. This is the maximum amount available for Montana. It is assumed that the level of federal funding will continue to increase but figures are not yet available. In their absence, FY77 figures are used.
- 2. From the Department of Social and Rehabilitation Services eligible funds for weatherization programs under Title XX of the Social Security Act are set at \$225,000 per fiscal year.
- 3. The proposed law creates no additional costs for the Department of Community Affairs.

#### FISCAL IMPACTS

Proposed law	FY78	FY79
Federal CSA Funds	\$269,000	\$269,00 <b>0</b>
General fund appropriation	150,000	150,000
Title XX Social Security funds	225,000	225,000
Total expenditures under proposed law	\$644,000	\$644,000
Current law		
Federal CSA funds	\$269,000	\$269,000
Title XX Social Security funds	225,000	225,000
Total expenditures under current law	\$494,000	<u>\$494,000</u>
Increased expenditures under proposed law	<u>\$150,000</u>	\$150,000

**BUDGET DIRECTOR** 

Office of Budget and Program Planning

Date: 3-11-77

45th Legislature HB 0701/02 Hd 0701/02

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energy consumption levels; and

APPROVED BY COMM. ON APPROPRIATIONS

ì	HOUSE BILL NO. 701
2	INTRODUCED BY FRATES, METCALF, ESTENSON, VINCENT, PALMER,
3	E. GUNDERSON, WILLIAMS, COUNEY, MENAHAN, HULMES, HARPER,
4	EUDAILY, SCULLY, MULAR, LIEN, GERKE, KIMBLE,
5	HUERNEKENS, WALDRON
6	
7	A BILL FOR AN ACT ENTITLED: "AN ACT TO EXPAND THE EXISTING
a	WEATHERIZATION PROGRAM ADMINISTERED BY THE DEPARTMENT OF
9	COMMUNITY AFFAIRS.
10	
11	wHEREAS, Montana has nearly 30,000 low-income
12	households that are eligible for energy conservation
13	renovations through the federal weatherization program; and
14	WHEREAS, the federal government provides three-to-one
15	matching funds through the community services administration
16	and the social security program for local and state
17	weatherization actions; and
18	MHEREAS, to date over 2,000 Montana homes have been
19	upgraded through the weatherization program coordinated by
20	the department of community affairs; and
21	WHEREAS, all matching funds for Montana's
22	weatherization projects have come from local government
23	appropriations; and
24	WHEREAS, evaluations of weatherized nomes demonstrate
25	energy savings ranging from 15% to over 30% of previous

WHEREAS, the significance of conservation potentials and the predicament of low-income people trying to meet rapidly rising heating costs warrant the state assuming a major funding role to increase the level of federal matching funds for weatherization in Montana. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA: Section 1. Appropriation. There is appropriated \$300,000 from the general fund to the department of community affairs for the biennium ending June 30, 1979, for the purpose of expanding the state's weatherization program. Section 2. Weatherization moneys consolidated. All federal funds and grants available and becoming eligible to Montana under the provisions of the community services administration's weatherization---program---and---through cooperation-with-the-department-of-social-and-rehabilitation services--and--those--moneys--eligible--for---weatherization programs-under-Title-XX-of-the-Social-Security-Act EMERGENCY ENERGY CONSERVATION PROGRAM. THE FEDERAL ENERGY ADMINISTRATION'S LOW INCOME MEATHERIZATION ASSISTANCE PROGRAM. AND ANY OTHER FEDERAL FUNDS INTENDED TO INCREASE THE ENERGY EFFICIENCY OF DWELLINGS OCCUPTED BY PERSONS OF LOW AND FIXED INCOMES. EXCEPT FOR TITLE XX OF THE SUCIAL

SECURITY ACT are to be coordinated and are appropriated to

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HB 0701/02 HB 0701/02

1	the	department	of	community	affairs.
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- 2 Section 3. Allocation formula. (1) THE DEPARTMENT OF
  3 COMMUNITY AFFAIRS MAY USE NOT MORE THAN 10% OF THE TOTAL
  4 MEATHERIZATION FUNDS FOR ADMINISTRATION OF THE
  5 MEATHERIZATION PROGRAM.
- 6 121 The combined state and federal weatherization
  7 moneys shall be allocated to local weatherization programs
  8 according to the following formula:
  - (1)(A) 50% of all THE REMAINING money shall be disbursed as follows: each local area OF THE GOVERNOR'S SUB-STATE PLANNING DISTRICTS shall receive that fraction of money disbursed under this subsection as the number of eligible households of the local area bears to the total number of eligible households in the state;
  - t21(B) 50% of all THE REMAINING money shall be disbursed as follows: each local area shall receive that fraction of money disbursed under this subsection as the local effort as measured by financial assistance and in-kind services per eligible household bears to the cumulative state total of local government effort per eligible household.
- Section 4. Annual allocation. State and federal
  weatherization funds shall be allocated to local
  weatherization programs on an annual basis.
- 25 Section-5=-insulation--standardsy--The--department--of

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community---affairs--is--directed--to--determine--that--all
insulation--used--on--weatherization---programs---meet---the
standards--set--by-the-Sccupational-Safety-and-Health-Act-in
their-manufacture-and-thate

{t}--the-minimization-of-environmental-degradation--and
health--hazards--is-a-primary-consideration-in-the-choice-of
insulation-type;

{t}--asbestos-may-not-be--used--in--the--weatherization
program-funded-by-this-actv
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-End-

-3- HB 701

HB 701

HOUSE ATLL NO 701

-	110002 0222 1100 102
2	INTRODUCED BY FRATES, METCALF, ESTENSON, VINCENT, PALMER,
3	E. GUNDERSON, WILLIAMS, COUNEY, MENAHAN, HOLMES, HARPER,
4	EUDAILY, SCULLY, MULAR, LIEN, GERKE, KIMBLE,
5	HUENNEKENS, WALDRON
6	
7	A BILL FOR AN ACT ENTITLED: "AN ACT TO EXPAND THE EXISTING
а	WEATHERIZATION PROGRAM ADMINISTERED BY THE DEPARTMENT OF
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22	weatherization projects have come from local government
23	appropriations; and
24	WHEREAS, evaluations of weatherized nomes demonstrate
25	energy savings ranging from 15% to over 30% of previous

1 energy consumption levels; and 2 WHEREAS, the significance of conservation potentials 3 and the predicament of low-income people trying to meet rapidly rising heating costs warrant the state assuming a major funding role to increase the level of federal matching funds for weatherization in Montana. 7 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA: R 9 Section 1. Appropriation. There is appropriated \$300,000 from the general fund to the department of 10 community affairs for the biennium ending June 30, 1979, for 11 the purpose of expanding the state's weatherization program. 12 13 Section 2. Weatherization moneys consolidated. 14 federal funds and grants available and becoming eligible to 15 Montana under the provisions of the community services 16 administration's weatherization---program---and---through 17 cooperation-with-the-department-of-social-and-rehabilitation 18 services--and--those--moneys--eligible--for---weatherization

programs-under-Fitte-XX-of-the-Social-Security-Act EMERGENCY

ENERGY CONSERVATION PROGRAM. THE FEDERAL ENERGY

ADMINISTRATION'S LOW INCOME HEATHERIZATION ASSISTANCE

PROGRAM. AND ANY OTHER FEDERAL FUNDS INTENDED IN INCREASE

THE ENERGY EFFICIENCY OF OWELLINGS OCCUPIED BY PERSONS OF LOW AND FIXED INCOMES. EXCEPT FOR TITLE XX OF THE SOCIAL

SECURITY ACT are to be coordinated and are appropriated to

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HB 0701/02

1	the department of community affairs.
2	Section 3. Allocation formula. (1) THE DEPA. "ENT OF
3	COMMUNITY AFFAIRS MAY USE NOT MORE THAN 10% OF THE TOTAL
4	MEATHERIZATION FUNDS FOR ADMINISTRATION OF THE
5	WEATHERIZATION_PROGRAM.
6	121 The combined state and federal weatherization

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22 Section 4. Annual allocation. State and federal 23 weatherization funds shall be allocated to local 24 weatherization programs on an annual basis.

25 Section-5w--Insulation--standardsw--The--department--of

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communityaffairsisdirectedtodeterminethatall
insulationusedonweatherizationprogramsmeetthe
standardssetby-the-8ccupational-Safety-and-Health-Act-in
their-manufacture-and-that:
(l)the-minimization-of-environmental-degradationand
healthhazardais-a-primary-consideration-in-the-choice-of
insulation-type:
(2)asbestos-may-not-beusedintheweatherization
program-funded-by-this-acti

HB 0701/02

-End-

-4- HB 701

# SENATE STANDING COMMITTEE REPORT Committee on Taxation

That House Bill No. 701, third reading, be amended as follows:

1. Amend page 2, section 1, line 10.

Following: "from"
Strike: "the"
Following: "fund"

Insert: "moneys generated by the coal tax trust"

# STANDING COMMITTEE REPORT Senate Committee on Finance and Claims

That House Bill No. 701 be amended as follows:

1. Amend page 3, section 3, line 3.

Following: "THAN" Strike: "10%" "5%" Insert:

2. Amend page 3, section 3, lines 10 and 11.
Following: "area"

Strike: "OF THE GOVERNOR'S SUB-STATE PLANNING DISTRICTS"

Insert: "unit of Local Government"

3. Amend page 3, section 3. Following: "each"

Strike: "local area"

Insert: "unit of local government"

45th Legislature HB 0701/03

ì	HOUSE BILL NO. 701
2	INTRODUCED BY FRATES, METCALF, ESTENSON, VINCENT, PALMER,
3	E. GUNDERSON, WILLIAMS, COUNEY, MENAHAN, HOLMES, HARPER,
4	EUDAILY, SCULLY, MULAR, LIEN, GERKE, KIMBLE,
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6	
7	A BILL FOR AN ACT ENTITLED: "AN ACT TO EXPAND THE EXISTING
8	WEATHERIZATION PROGRAM ADMINISTERED BY THE DEPARTMENT OF
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11	WHEREAS, Montana has nearly 30,000 low-income
12	households that are eligible for energy conservation
13	renovations through the federal weatherization program; and
14	WhEKEAS, the federal government provides three-to-one
15	matching funds through the community services administration
16	and the social security program for local and state
17	weatherization actions; and
18	WHER€AS, to date over 2,000 Montana homes have been
19	upgraded through the weatherization program coordinated by
20	the department of community affairs; and
21	WHEREAS, all matching funds for Montana's
22	weatherization projects have come from local dovernment
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24	WHEREAS, evaluations of weatherized homes demonstrate

energy savings ranging from 15% to over 30% of previous

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2 WHEREAS, the significance of conservation potentials and the predicament of low-income people trying to meet rapidly rising heating costs warrant the state assuming a major funding role to increase the level of federal matching funds for weatherization in Montana. 7 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA: 9 Section 1. Appropriation. There is appropriated 10 \$300,000 from the general fund MONEYS GENERATED BY THE COAL 11 IAX IRUSI to the department of community affairs for the 12 biennium ending June 30, 1979, for the purpose of expanding the state's weatherization program. 13 Section 2. Weatherization moneys consolidated. 14 15 1-deral funds and grants available and becoming eligible to 16 Montana inder the provisions of the community services 17 administration's weatherization---program---and---through 18 cooperation-with-the-department-of-social-and-rehabilitation 19 services--and--those--moneys--eligible--for---weatherization 20 programs-under-Title-XX-of-the-Social-Security-Act EMERGENCY 21 ENERGY CONSERVATION PROGRAM. THE FEDERAL ENERGY 22 ADMINISTRATION'S LOW INCOME NEATHERIZATION ASSISTANCE 23 PROGRAM. AND ANY OTHER FEDERAL FUNDS INTENDED TO INCREASE

energy consumption levels; and

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THE ENERGY EFFICIENCY OF DWELLINGS OCCUPIED BY PERSONS OF

LUW AND FIXED INCOMES. EXCEPT FOR TITLE XX OF THE SOCIAL

HP 0701/03

HB 0701/03

ì	SECURITY ACT are to be coordinated and are	appropriated	to
2	the department of community affairs.		

3 Section 3. Allocation formula. (1) THE DEPARTMENT OF
4 COMMUNITY AFFAIRS MAY USE NOT MORE THAN 10% 5% OF THE TOTAL
5 HEATHERIZATION FUNDS FOR ADMINISTRATION OF THE

WEATHERIZATION PROGRAM.

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121 The combined state and federal weatherization moneys shall be allocated to local weatherization programs according to the following formula:

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Section 4. Annual allocation. State and federal weatherization funds shall be allocated to local

2 Section-5---Insulation--standards---The--department--of 3 community--affairs--is--directed--to--determine---that---all insulation---used---on---weatherization--programs--meet--the 5 standards-set-by-the-Occupational-Safety-and-Health--Act--in 6 their-manufacture-and-that+ 7 fit--the--minimization-of-environmental-degradation-and health-hazards-is-a-primary-consideration-in-the--choice--of insulation-type: 10 {2}--asbestos--may--not--be--used-in-the-weatherization 11 program-funded-by-this-acts

weatherization programs on an annual basis.

HB 0701/03

-End-

-3- HB 701

-4- HB 701

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appropriations; and

witereas, evaluations of weatherized homes demonstrate

energy savings ranging from 15% to over 30% of previous

energy consumption levels; and 1 2 WHEREAS: the significance of conservation potentials and the predicament of low-income people trying to meet rapidly rising heating costs warrant the state assuming a major funding role to increase the level of federal matching funds for weatherization in Montana. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA: 8 9 ~ <del>Section-l---Appropriation----There---is---appropriate</del>d 10 \$300,000-from the IHE general fund MONEYS GENERATED BY THE 11 <u>EBAL-TAX-TRUST</u> "to-the-department-of--community--affairs--for the-biennium ending-June-38y-1979y-for-the-purpose-of 12 expanding-the-state\*s-weatherization-programs 13 SECTION 1. APPROPRIATION. THERE IS APPROPRIATED 14 15 \$300.000 FROM THE INTEREST EARNINGS GENERATED BY THE COAL TAX TRUST FUND ESTABLISHED UNDER SECTION 84-1319(1) TO THE 16 DEPARTMENT OF COMMUNITY AFFAIRS FOR THE BIENNIUM ENDING JUNE 17 18 30. 1979. FOR THE PURPOSE OF EXPANDING THE STATE'S 19 WEATHERIZATION\_PROGRAM. 20 Section 2. Weatherization moneys consolidated. A11 federal funds and grants available and becoming eligible to 21 22 Montana under the provisions of the community services 23 administration's weatherization---program---and---through 24 cooperation-with-the-department-of-social-and-rehabilitation

services--and--those--moneys--eligible--for---weatherization

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HB 0701/04

HB 0701/04 HB 0701/04

1	programs-under-fitte-XX-of-the-boctaf-bacurity-Act EMEKGENLY
Z	ENERGY CONSERVATION PROGRAM. THE FEDERAL ENERGY
3	ADMINISTRATION'S LOW-INCOME MEATHERIZATION ASSISTANCE
4	PROGRAM. AND ANY OTHER FEDERAL FUNDS INTENDED TO INCREASE
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6	LOW AND FIXED INCOMES. EXCEPT FOR TITLE XX OF THE SOCIAL
7	SECURITY ACT are to be coordinated and are appropriated to
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16	(1) 1A) 50% of of the RENAINING money shall be
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18	tocalarea <u>SF-THEGBYERNOR*5-SUBSTATE-PLANNING DISTRICT</u>
19	UNIT-OF-LOCAL-GOVERNMENT OF THE GOVERNOR'S SUBSTATE PLANNING
20	DISTRICTS snall receive that fraction of money disbursed
21	under this subsection as the number of eligible households
22	of the local area bears to the total number of eligible
23	households in the state;
24	(2)(3) 50% of all THE REMAINING money shall be

disbursed as follows: each local-area UNIT-BF--LOCAL

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1	GOVERNMENT LOGAL-AREA OF THE GOVERNOR'S SUBSTATE PLANNING
2	DISTRICIS shall receive that fraction of money disburse
3	under this subsection as the local effort as measured b
4	financial assistance and in-kind services per eligible
5	household bears to the cumulative state total of loca
6	government effort per eligible household.
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8	weatherization funds shall be allocated to loca
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14	their-manufacture-and-that+
15	<del>(1)the-minimization-of-environmental-degradatio</del> n <del>an</del>
16	healthhazardsis-a-primary-consideration-in-the-choice-o
17	insulation-type;
18	<del>(2)asbestos-may-not-beusedintheweatherizatio</del>
19	program-funded-by-this-act+

-End-

HB 701 -4- HB 701