LC 1208/01

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the governor and define the conditions under which such

INTRODUCED BY Bradley, South 1 2 3 A BILL FOR AN ACT ENTITLED: "AN ACT TO ESTABLISH NECESSARY 4 5 ENERGY EMERGENCY POWERS FOR THE GOVERNOR: DEFINING 6 CONDITIONS UNDER WHICH SUCH POWERS ARE TO BE EXERCISED: 7 PROVIDING PENALTIES: AND AMENDING SECTION 79-2501+ R.C.M. 8 1947." 9 10 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

11 Section 1. Legislative findings and intent. (1) The legislature finds that energy in various forms is 12 13 increasingly subject to possible shortages and supply disruptions, to the point that there may be foreseen an 14 emergency situation, and that without the ability to 15 institute appropriate emergency measures to reduce or 16 allocate the usage of energy through a program of mandatory 17 usage curtailment or allocation, a severe impact on the 18 19 health, safety, and general welfare of our state's citizens 20 may occur. The prevention or mitigation of the effects of 21 such energy shortages or disruptions is necessary for 22 preservation of the public health and welfare of the 23 citizens of this state.

24 (2) It is the intent of this act to:

25

(a) establish necessary energy emergency powers for

INTRODUCED BILL

٦ (b) provide penalties for violations of this act. 4 Section 2. Definitions. As used in this act. the 5 following definitions apply: (1) "Energy facility" means a facility which produces. 6 7 extracts, converts, transports, or stores energy. 8 (2) "Energy" means petroleum or other liquid fuels, 9 natural or synthetic fuel gas, solid carbonaceous fuels, or 10 electricity. (3) "Person" means an individual, partnership, joint 11 12 venture, private or public corporation, association, firm, 13 public service company, political subdivision, municipal corporation, government agency, joint operating agency, or 14

powers are to be exercised:

15 any other entity, public or private, however organized.
16 (4) "Council" means the Montana energy advisory
17 council.

(5) "Distributor" means 18 any persony private 19 corporation, partnership, individual proprietorship, 20 utility, joint operating agency, or cooperative which 21 engages in or is authorized to engage in the activity of 22 generating, transmitting, or distributing energy in this 23 state.

24 Section 3. Supply of vital public services during
25 energy emergency. It is the intent of the legislature that

-2-

HB 762)

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the governor and the council, in developing provisions for 1 the allocation, conservation, and consumption of energy, 1 give due consideration to supplying vital public services 3 4 such as essential governmental operations, health and safety 5 functions, emergency services, public mass transportation 6 systems, food production and processing facilities, and 7 energy supply facilities during conditions of an energy 8 supply alert or energy emergency. In developing any energy 9 allocation programs, provisions should be made for the 10 equitable distribution of energy among the geographic areas H of the state.

Section 4. Emergency energy powers of governor. In addition to his existing powers and duties, the governor shall have the following duties and special energy emergency powers subject to the definitions and limitations in this act:

17 (1) The governor may, upon finding that a situation 18 exists which threatens to seriously disrupt or diminish 19 energy supplies to the extent that life, health, or property 20 may be jeopardized, declare a condition or state of energy 21 supply alert, at which time all of the general and specific 22 emergency powers further enumerated in this section shall 23 become effective. Concurrently with the declaration, the governor shall convene the council which shall then meet 24 25 within 5 days of the declaration of the alert, if it is not 1 already in session.

25

(2) The condition of energy supply alert terminates 2 3 after 60 consecutive days unless a continuing condition of energy supply alert exists, which is defined as the 4 occurrence of either of the following: 5 (a) extension by the governor based on . a declaration 6 7 by the president of the United States of a national state of emergency in regard to emergy supply; or 8 9 (b) declaration of the legislature by joint resolution of a continuing condition of energy supply alert. 10 (3) The conditions of an energy supply alert 11 12 alternatively cease to exist upon a declaration to that 13 effect by either of the following: 14 (a) the governor; or (b) the legislature, by joint resolution, if in 15 regular or extraordinary session. 16 17 (4) In a declared state of energy supply alert, the 18 governor may, upon recommendation or approval of the energy 19 advisory council: 20 (a) implement such programs, controls, standards, priorities, and quotas for the production, allocation, 21 22 conservation, and consumption of energy; 23 (b) suspend and modify existing pollution control 24 standards and requirements or any other standards or

-4-

requirements affecting or affected by the use of energy,

including those relating to air or water quality control;
 and

3 (c) establish and implement regional programs and 4 agreements for the purposes of coordinating the energy 5 programs and actions of the state with those of the federal 6 government and of other states and localities.

7 (5) Nothing in this act means that any program, 8 control, standard, priority quota, or other policy created 9 under the authority of the emergency powers authorized by 10 this act has any continuing legal effect after the cessation 11 of a declared state of energy supply alert.

12 (6) If any provision of this act is in conflict with 13 any other provision, limitation, or restriction which is now 14 in effect under any other law of this state, this act shall 15 govern and control and such other law or rule promulgated 16 thereunder is superseded for the purposes of this act.

17 (7) Because of the emergency nature of this act, all actions authorized or required hereunder or taken pursuant 19 to any order issued by the governor is exempted from all 20 requirements and provisions of the Montana Environmental 21 Policy Act of 1971, including but not limited to the 22 requirement for environmental impact statements.

(8) Except as provided in this section, nothing in
this act exempts a person from compliance with the
provisions of any other law, rule, or directive unless

1 specifically ordered by the governor.

2 Section 5. Obligations of state and local executives. 3 To protect the public welfare during conditions of energy 4 alerts or emergencies, the chief executive of each political 5 subdivision of the state and each state agency shall carry 6 out in his jurisdiction such energy supply alert or energy 7 emergency measures as may be ordered by the governor.

я Section 6. Coordination with federal provisions. In 9 order to attain uniformity, as far as is practicable throughout the country in measures taken to aid in energy 10 11 crisis management, all action taken under this act and all 12 orders and rules made pursuant to it shall be taken or made 13 with due consideration for and consistent when practicable 14 with the orders, rules, actions, recommendations, and 15 requests of federal authorities.

16 Section 7. Immediate compliance. Notwithstanding any 17 provision of law or contract to the contrary, all persons 18 who are affected by an order issued or action taken pursuant 19 to this act shall comply immediately.

20 Section 8. Orders to distributors. The governor may 21 order any distributor to take such action on his behalf as 22 may be required to implement orders issued pursuant to this 23 act and no distributor is liable for actions taken in 24 accordance with such order; provided, that orders to 25 regulated distributors shall be issued by the Montana public

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1 service commission in conformance with orders of the 2 governor.

3 Section 9. Remedies. (1) Any person aggrieved by an
4 order issued pursuant to this act may petition the governor
5 and request an exception from or modification of the order.
6 The governor may grant, modify, or deny the petition as the
7 public interest may require.

8 (2) An appeal from any order issued or action taken 9 under this act may be made to the state supreme court. Such 10 an appeal shall be in the form of an application for a writ 11 of mandamus or prohibition under Title 93, chapter 91 or 92. The supreme court has exclusive jurisdiction to hear and act 12 13 upon such an appeal. The district courts of this state have no jurisdiction to entertain any action or suit relating to 14 15 any order issued or action taken pursuant to this act or to 16 hear and determine any appeal from any such order.

Section 10. Penalties. A person convicted of violating
 this act is guilty of a misdemeanor.

Section 11. Section 79-2501, R.C.M. 1947, is amended
 to read as follows:

21 \*\*79-2501. Governor may authorize expenditure in case 22 of emergency or disaster. The governor may authorize the 23 incurring of liabilities and expenses to be paid as other 24 claims against the state from the general fund, in the 25 amount necessary, when an emergency or disaster justifies

1 the expenditure and is declared by the governor, to meet 2 contingencies and emergencies arising from hostile attacks, 3 riots or insurrections, epidemics of disease, plagues of 4 insects, fires, floods, energy emergencies or other acts of God resulting in damage or disaster to the works, building 5 ~ or property of the state or any political subdivision thereof, or which menace the health, welfare, safety, lives 7 8 or property of any considerable number of persons in any 9 county or community of the state, upon demonstration by the 10 political jurisdiction that such political jurisdiction has 11 exhausted all available emergency levies, that the emergency 12 is beyond the financial capability of the political 13 jurisdiction to respond, and for which no appropriation is available in sufficient amount to meet the emergency or 14 15 disaster, or that federal funds available for such emergency 16 or disaster require either matching state funds or specific 17 expenditures prior to eligibility for assistance under federal laws." 18

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# STAVE OF MONTANA

REQUEST NO. 630-77

# FISCAL NOTE

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Farm: BD 15

In compliance with a written request r	eceived March 22, 1977, there is hereby submitted a Fiscal Note
for House Bill 762	- pursuant to Chopter 50, Lows of Montana, 1985 - Thirty-Minth Legislative Assembly.
Brokground information used in developing	ng 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 establish necessary energy supply alert and emergency powers for the Governor; defining conditions under which such powers are to be exercised.

## **ASSUMPTIONS:**

- 1. All public utilities or corporations engaged in the sale or resale of energy resources in this state will be required to file a plan for curtailment of such sale or resale in the event of an energy resource emergency or disaster.
- 2. One (1) resource planner and one (1) secretary will be necessary to implement the act.
- 3. General Fund monies will be required,
- 4. No emergencies or disasters as defined will occur.

FISCAL IMPACT:

	<u>FY 78</u>	<u>FY 79</u>
Personal Services	\$23,247	\$23,775
Operating costs	20,000	20,000
Equipment	2,000	500
Additional cost of proposed legislation	<u>\$45,247</u>	<u>\$44,275</u>

## LONG-RANGE IMPACT:

Once the required plan has been prepared and approved, it is possible that less staff will be required.

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BUDGET DIRECTOR Office of Budget and Program Plannin Date: 3 · 2 2 - 7 7

# STATE OF MONTANA

REQUEST NO. 630-77

## FISCAL NOTE

Form BD-15

In compliance with a written request received <u>April 5</u>, 19 77, there is hereby submitted a Fiscal Note for <u>HB 762 as amended</u> 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 establish necessary energy supply alert and emergency energy powers for the Governor; establishing an Energy Policy Committee and an Energy Emergency Advisory Council; defining conditions under which energy emergency powers may be exercised; providing penalties; and providing a period of effectiveness.

## **ASSUMPTIONS:**

- 1. No condition will arise in the 1979 Biennium which will necessitate the use of the energy supply alert and emergency energy powers provided.
- 2. One full-time staff member (Grade 13) is necessary, to include related operating costs.
- 3. The eight member Legislative Energy Policy Council will meet 12 times each year. Each meeting will be for one day.
- 4. The twelve member Energy Emergency Advisory Council will meet 4 times each year. Each meeting will be for one day.
- 5. General Fund monies will be required.
- 6. A fully funded Energy and Resource Policy Office will be available to assist in the collection of information and preparation of curtailment plans contemplated in the proposed legislation.

FISCAL IMPACT:	FY78	FY79
Operating expenses (includes 1.00 FTE employee)	\$18,801	\$18,697
Legislative Energy Policy Council cost	11,468	11,468
Energy Emergency Advisory Council cost	4,320	4,320
Total additional cost of proposed legislation	<u>\$34,589</u>	<u>\$34,485</u>

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BUDGET DIRECTOR Office of Budget and Program Planning Date: <u>4 - 7 - 7 7</u>

#### 45th Legislature

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1	HOUSE BILL NO. 762
2	INTRODUCED BY BRADLEY, SOUTH
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4	A BILL FOR AN ACT ENTITLED: "AN ACT TO ESTABLISH NECESSARY
5	ENERGY <u>Supply_alert_and</u> emergency powers for the governor;
6	DEFINING CONDITIONS UNDER WHICH SUCH POWERS ARE TO BE
7	EXERCISED; PROVIDING PENALTIES; AND AMENDING SECTION
ដ	79-2501, R.C.H. 1947."
9	
10	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
11	Section 1. Legislative findings and intent. (1) The
12	legislature finds that energy in various forms is
13	increasingly subject to possible shortages and supply
14	disruptions, to the point that there may be foreseen an
15	emergency situation, and that without the ability to
16	institute appropriate emergency measures to reduce or
17	allocate the usage of energy through a program of mandatory
18	usage curtailment or allocation, a severe impact on the
19	health, safety, and general welfare of our state's citizens
20	may occur. The prevention or mitigation of the effects of
21	such energy shortages or disruptions is necessary for
22	preservation of the public health and welfare of the
23	citizens of this state.

24 (2) It is the intent of this act to:

25 (a) establish necessary energy <u>SUPPLY\_ALEBT\_AND</u>

SECOND READING

1	emergency powers for the governor and define the conditions
2	under which such powers are to be exercised;
3	(b) provide penalties for violations of this act.
4	Section 2. Definitions. As used in this act, the
5	following definitions apply:
6	<ol> <li>"Energy facility" means a facility which produces.</li> </ol>
7	extracts, converts, transports, or stores energy.
9	(2) "Energy" means petroleum or other liquid fuels,
9	natural or synthetic fuel gas, solid carbonaceous fuels, or
10	electricity.
11	(3) "Person" means an individualy partnershipy joint
12	venture, private or public corporation, association, firm,
13	public service company, political subdivision, municipal
14	corporation, government agency, joint operating agency, or
15	any other entity, public or private, however organized.
16	(4) "Council" means the Montana energy advisory
17	council <u>. OR ITS SUCCESSOR IN THE GOVERNOR'S DEFICE</u> .
18	(5) "Distributor" means any person∗ priv∋te
19	corporation, partnership, individual proprietorship,
20	utility, joint operating agency, or cooperative which
21	engages in or is authorized to engage in the activity of
22	generating, transmitting, or distributing energy in this

Section 3. Supply of vital public services during 24 25 energy emergency. It is the intent of the legislature that

-2-

the jovernor and the council, in developing provisions for 1 2 the allocation, conservation, and consumption of energy. 3 give due consideration to supplying vital public services such as essential governmental operations, health and safety 4 functions, emergency services, public mass transportation 5 6 systems, food production and processing facilities, and energy supply facilities during conditions of an energy 7 8 supply alert or energy emergency. In developing any energy 9 allocation programs, provisions should be made for the equitable distribution of energy among the geographic areas 10 of the state. 11

 12
 SECTION 4. ENERGY SUPPLY ALERT -- POWERS OF GOVERNOR.

 13
 (1) THE GOVERNOR MAY. UPON FINDING THAT A SITUATION EXISTS

 14
 WHICH IS LIKELY TO THREATEN THE AVAILABILITY OF ESSENTIAL

 15
 SERVICES. TRANSPORTATION. OR THE OPERATION OF THE ECONOMY.

 16
 DECLARE A STATE OF ENERGY SUPPLY ALERT AND SET FORTH REASONS

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20 (A)\_REDUCING\_ENERGY\_RESOURCE\_USAGE\_BY\_STATE\_AGENCIES 21 AND\_POLITICAL\_SUBDIVISIONS:

22 LB1\_\_PROMOTING\_CONSERVATION\_PREVENTION\_OF\_WASTE\_AND
 23 SALVAGE\_OF\_ENERGY\_RESOURCES\_AND\_THE\_MATERIALS\_SERVICES\_AND
 24 FACILITIES\_DERIVED\_THEREFROM\_OR\_DEPENDENT\_THEREON\_BY\_STATE
 25 AGENCIES\_AND\_POLITICAL\_SUBDIVISIONS\_

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Section 5. Emergency energy powers of governor. In
 addition to his existing powers and duties, the governor
 shall have the following duties and special energy emergency
 powers subject to the definitions and limitations in this
 act:

6 (1) The governor may, upon finding that a situation exists which threatens to seriously disrupt or diminish 7 8 energy supplies to the extent that life, health, or property 9 may be iconardized, declare a condition or state of energy 10 supply-alert EMERGENCY, at which time all of the general and 11 specific emergency powers further enumerated in this section 12 shall become effective. Concurrently with the declaration, 13 the governor shall convene the council which shall then meet within 5 days of the declaration of the ofert EMERGENCY, if 14 15 it is not already in session.

16 (2) The condition of energy supply--elect EMERGENCY
17 terminates after 60 consecutive days unless a continuing
18 condition of energy supply-sleet EMERGENCY exists, which is
19 defined as the occurrence of either of the following:

(a) extension by the governor based on a declaration
by the president of the United States of a national state of
emergency in regard to energy supply; or

(b) declaration of the legislature by joint resolution
 of a continuing condition of energy supply-alert EMERGENCY.
 (3) The conditions of an energy supply-alert EMERGENCY

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alternatively cease to exist upon a declaration to that
 effect by either of the following:

(a) the governor; or

ъ

4 (b) the legislature, by joint resolution, if in 5 regular or extraordinary <u>SPECIAL</u> session.

6 (4) In a declared state of energy supply-alert
7 <u>EMERGENCY</u>, the governor may, upon recommendation or approval
8 of the energy advisory council:

9 (a) implement such programs, controls, standards, 10 priorities, and quotas for the production, allocation, 11 conservation, and consumption of energy;

(b) suspend and modify existing pollution control
standards and requirements or any other standards or
requirements affecting or affected by the use of energy,
Including those relating to air or water quality control;
and

(c) establish and implement regional programs and
agreements for the purposes of coordinating the energy
programs and actions of the state with those of the federal
apprendent and of other states and localities.

(5) Nothing in this act means that any program,
control, standard, priority quota, or other policy created
under the authority of the emergency powers authorized by
this act has any continuing legal effect after the cessation
of a declared state of energy supply-alert EMERGENCY.

1 (6) If any provision of this act is in conflict with 2 any other provision, limitation, or restriction which is now 3 in effect under any other law of this state, this act shall 4 govern and control and such other law or rule promulqated 5 thereunder is superseded for the purposes of this act.

6 (7) Because of the emergency nature of this act, all 7 actions authorized or required hereunder or taken pursuant 8 to any order issued by the governor is exempted from all 9 requirements and provisions of the Montana Environmental 10 Policy Act of 1971, including but not limited to the 11 requirement for environmental impact statements.

12 (8) Except as provided in this section, nothing in 13 this act exempts a person from compliance with the 14 provisions of any other law, rule, or directive unless 15 specifically ordered by the governor.

Section 6. Obligations of state and local executives.
To protect the public welfare during conditions of energy alerts or emergencies, the chief executive of each political subdivision of the state and each state agency shall carry out in his jurisdiction such energy supply alert or energy emergency measures as may be ordered by the governor.

22 Section 7. Coordination with federal provisions. In 23 order to attain uniformity. as far as is practicable 24 throughout the country in measures taken to aid in energy 25 crisis management. all action taken under this act and all

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orders and rules made pursuant to it shall be taken or made
 with due consideration for and consistent when practicable
 with the orders, rules, actions, recommendations, and
 requests of federal authorities.

Section 8. Immediate compliance. Notwithstanding any
provision of law or contract to the contrary, all persons
who are affected by an order issued or action taken pursuant
to this act shall comply immediately.

9 Section 9. Orders to distributors. The governor may 10 order any distributor to take such action on his behalf as 11 may be required to implement orders issued pursuant to this 12 ect [SECIION\_5] and no distributor is liable for actions 13 taken in accordance with such ordert-providedy-that-orders. 14 QRDERS to regulated distributors shall be issued by the Montana public service commission in conformance with orders 15 16 of the governor.

 17
 SECTION 10. LIABILITY. NO PERSON IS LIABLE FOR

 18
 DAMAGES TO PERSONS OR PROPERTY RESULTING FROM ACTION TAKEN

 19
 IN ACCORDANCE WITH ORDERS OR REGULATIONS ISSUED PURSUANT TO

 20
 IHIS ACT OR ACTIONS TAKEN PURSUANT TO ORDERS. RULES.

 21
 ACTIONS. RECOMMENDATIONS. AND REQUESTS OF FEDERAL

 22
 AUTHORITIES.

 23
 Section 11. Remedies. (1) Any person aggrieved by an

order issued pursuant to this.act may petition the covernor
and request an exception from or modification of the order.

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The governor may grant, modify, or deny the petition as the
 public interest may require.

3 (2) An appeal from any order issued or action taken 4 under this act may be made to the state supreme court. Such 5 an appeal shall be in the form of an application for a writ of mandamus or prohibition under Title 93. chapter 91 or 92. 6 The supreme court has exclusive jurisdiction to hear and act 7 8 upon such an appeal. The district courts of this state have 9 no jurisdiction to entertain any action or suit relating to 10 any order issued or action taken pursuant to this act or to 11 hear and determine any appeal from any such order.

Section 12. Penalties. A person convicted of violating
 this act is guilty of a misdemeanor.

14 Section 13. Section 79-2501, R.C.M. 1947, is amended 15 to read as follows:

16 #79-2501. Governor may authorize expenditure in case of emergency or disaster. The governor may authorize the 17 18 incurring of liabilities and expenses to be paid as other claims against the state from the general fund, in the 19 20 amount necessary, when an emergency or disaster justifies the expenditure and is declared by the governor, to meet 21 22 contingencies and emergencies arising from hostile attacks, 23 riots or insurrections, epidemics of disease, plaques of 24 insects, fires, floods, energy emergencies or other acts of 25 God resulting in damage or disaster to the works, building

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1 or property of the state or any political subdivision 2 thereof, or which menace the health, welfare, safety, lives 3 or property of any considerable number of persons in any 4 county or community of the state, upon demonstration by the 5 political jurisdiction that such political jurisdiction has exhausted all available emergency levies, that the emergency 6 7 is beyond the financial capability of the political jurisdiction to respond, and for which no appropriation is 6 9 available in sufficient amount to meet the emergency or 10 disaster, or that federal funds available for such emergency 11 or disaster require either matching state funds or specific expenditures prior to eligibility for assistance under 12 federal laws." 13

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79-2501; R.C.H. 1947."

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10 11 HB 0762/02

HOUSE BILL NO. 762 INTRODUCED BY BRADLEY, SOUTH A BILL FOR AN ACT ENTITLED: "AN ACT TO ESTABLISH NECESSARY ENERGY SUPPLY ALERT AND EMERGENCY POWERS FOR THE GOVERNOR; DEFINING CONDITIONS UNDER WHICH SUCH POWERS ARE TO BE EXERCISED; PROVIDING PENALTIES; AND AMENDING SECTION BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA: Section 1. Legislative findings and intent. (1) The legislature finds that energy in various forms is

12 increasingly subject to possible shortages and supply 13 disruptions, to the point that there may be foreseen an 14 15 emergency situation, and that without the ability to 16 institute appropriate emergency measures to reduce or 17 allocate the usage of energy through a program of mandatory 18 usage curtailment or allocation, a severe impact on the health, safety, and general welfare of our state's citizens 19 may occur. The prevention or mitigation of the effects of 20 such energy shortages or disruptions is necessary for 21 preservation of the public health and welfare of the 22 citizens of this state. 23

8.5 (2) It is the intent of this act to: 24

(a) establish necessary energy <u>SUPPLY\_ALERT\_AND</u> 25

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1	emergancy powers for the governor and define the conditions
2	under which such powers are to be exercised;
3	(b) provide penalties for violations of this act.
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6	<ol> <li>"Energy facility" means a facility which produces,</li> </ol>
7	extracts, converts, transports, or stores energy.
8	(2) "Energy" means petroleum or other liquid fuels,
9	natural or synthetic fuel gas, solid carbonaceous fuels, or
10	electricity.
11	(3) "Person" means an individual, partnership, joint
12	venture, private or public corporation, association, firm,
13	public service company, political subdivision, municipal
14	corporation, government agency, joint operating agency, or
15	any other entity, public or private, however organized.
16	(4) "Council" means the Montana energy advisory
17	council <u>. OR IIS SUCCESSOR IN THE GOVERNOR'S OFFICE</u> .
18	(5) "Distributor" means any person, private
19	corporation, partnership, individual proprietorship,
20	utility, joint operating agency, or cooperative which
21	engages in or is authorized to engage in the activity of
22	generating, transmitting, or distributing energy in this
23	state.
24	Section 3. Supply of vital public services during
25	energy emergency. It is the intent of the legislature that

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HB 762

READING

1 the governor and the council, in developing provisions for Z the allocation, conservation, and consumption of energy, 3 give due consideration to supplying vital public services such as essential governmental operations, health and safety 4 functions, emergency services, public mass transportation 5 6 systems, food production and processing facilities, and 7 energy supply facilities during conditions of an energy 8 supply alert or energy emergency. In developing any energy 9 allocation programs, provisions should be made for the 10 equitable distribution of energy among the geographic areas 11 of the state.

12 SECTION 4. ENERGY SUPPLY ALERT -- POWERS OF GOVERNOR. 13 (1) THE GOVERNOR MAY. UPON FINDING THAT A SITUATION EXISTS 14 WHICH IS LIKELY TO THREATEN THE AVAILABILITY OF ESSENTIAL 15 SERVICES. TRANSPORTATION. OR THE OPERATION OF THE ECONOMY. 16 DECLARE A STATE OF ENERGY SUPPLY ALERT AND SET FORTH REASONS 17 INEREFORE.

18 (2) WHENEVER THE GOVERNOR HAS DECLARED AN ENERGY 19 SUPPLY ALERT. HE MAY BY EXECUTIVE ORDER DIRECT ACTIONS:

(A) REDUCING ENERGY RESOURCE USAGE BY STATE AGENCIES 20 21 AND POLITICAL SUBDIVISIONS:

(B) PROMOTING CONSERVATION. PREVENTION OF WASTE AND 22 23 SALVAGE OF ENERGY RESOURCES AND THE MATERIALS, SERVICES, AND FACILITIES DERIVED THEREFROM OR DEPENDENT THEREON BY STATE 24 AGENCIES AND POLITICAL SUBDIVISIONS. 25

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1 Section 5. Emergency energy powers of governor. In 2 addition to his existing powers and duties, the governor 3 shall have the following duties and special energy emergency 4 powers subject to the definitions and limitations in this 5 act:

6 (1) The governor may, upon finding that a situation 7 exists which threatens to seriously disrupt or diminish A energy supplies to the extent that life, health, or property 9 may be jeopardized, declare a condition or state of energy supply-alert EMERGENCY, at which time all of the general and 10 11 specific emergency powers further enumerated in this section shall become effective. Concurrently with the declaration, 12 the governor shall convene the council which shall then meet 13 within 5 days of the declaration of the alert EMERGENCY, if 14 15 it is not already in session.

16 (2) The condition of energy supply-stert EMERGENCY 17 terminates after 60 consecutive days unless a continuing condition of energy supply-alert EMERGENCY exists, which is 18 19 defined as the occurrence of either of the following:

(a) extension by the governor based on a declaration 20 21 by the president of the United States of a national state of 22 emergency in regard to energy supply; or

23 (b) declaration of the legislature by joint resolution 24

of a continuing condition of energy supply-alert EMERGENCY.

25 (3) The conditions of an energy supply-elect EMERGENCY

-4-

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1 alternatively cease to exist upon a declaration to that

2 effect by either of the following:

3 (a) the governor; or

4 (b) the legislature, by joint resolution, if in
5 regular or extraordinary <u>SPECIAL</u> session.

6 (4) In a declared state of energy supply--alert
 7 <u>EMERGENCY</u>, the governor may, upon recommendation or approval
 8 of the energy advisory council:

9 (a) implement such programs, controls, standards,
10 priorities, and quotas for the production, allocation,
11 conservation, and consumption of energy;

(b) suspend and modify existing pollution control
standards and requirements or any other standards or
requirements affecting or affected by the use of energy,
including those relating to air or water quality control;
and

17 (c) establish and implement regional programs and
18 agreements for the purposes of coordinating the energy
19 programs and actions of the state with those of the federal
20 government and of other states and localities.

(5) Nothing in this act means that any program, control, standard, priority quota, or other policy created under the authority of the emergency powers authorized by this act has any continuing legal effect after the cessation of a declared state of energy supply-alert EMERGENCY.

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any other provision, limitation, or restriction which is now 2 in effect under any other law of this state, this act shall 3 4 govern and control and such other law or rule promulgated 5 thereunder is superseded for the purposes of this act. 6 (7) Because of the emergency nature of this act, all 7 actions authorized or required hereunder or taken pursuant 8 to any order issued by the governor is exempted from all 9 requirements and provisions of the Montana Environmental 10 Policy Act of 1971, including but not limited to the 11 requirement for environmental impact statements. 12 (8) Except as provided in this section, nothing in 13 this act exempts a person from compliance with the 14 provisions of any other law, rule, or directive unless 15 specifically ordered by the governor. 16 Section 6. Obligations of state and local executives. 17 To protect the public welfare during conditions of energy 18 alerts or emergencies, the chief executive of each political 19 subdivision of the state and each state agency shall carry

(6) If any provision of this act is in conflict with

20 out in his jurisdiction such energy supply elert or energy
21 emergency measures as may be ordered by the governor.

22 Section 7. Coordination with federal provisions. In 23 order to attain uniformity, as far as is practicable 24 throughout the country in measures taken to aid in energy 25 crisis management, all action taken under this act and all

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orders and rules made pursuant to it shall be taken or made
 with due consideration for and consistent when practicable
 with the orders, rules, actions, recommendations, and
 requests of federal authorities,

Section 8. Immediate compliance. Notwithstanding any
provision of law or contract to the contrary, all persons
who are affected by an order issued or action taken pursuant
to this act shall comply immediately.

9 Section 9. Orders to distributors. The governor may 10 order any distributor to take such action on his behalf as 11 may be required to implement orders issued pursuant to this 12 act [SECTION 5] and no distributor is liable for actions 13 taken in accordance with such order<del>1-providedy-that--orders</del>. 14 ORDERS to regulated distributors shall be issued by the 15 Montana public service commission in conformance with orders 16 of the governor.

 17
 SECTION 10. LIABILITY. NO. PERSON IS. LIABLE FOR

 18
 DAMAGES TO PERSONS OR PROPERTY RESULTING FROM ACTION TAKEN

 19
 IN ACCORDANCE WITH ORDERS OR REGULATIONS ISSUED PURSUANT TO

 20
 IHIS ACT. OR ACTIONS TAKEN PURSUANT TO ORDERS. RULES.

 21
 ACTIONS. RECOMMENDATIONS. AND REQUESTS OF FEDERAL

 22
 AUTHORITIES.

Section 11. Remedies. (1) Any person aggrieved by an
 order issued pursuant to this act may petition the governor
 and request an exception from or modification of the order.

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The governor may grant, modify, or deny the petition as the
 public interest may require.

(2) An appeal from any order issued or action taken 3 under this act may be made to the state supreme court. Such 4 an appeal shall be in the form of an application for a writ 5 of mandamus or prohibition under Title 93, chapter 91 or 92. 6 7 The supreme court has exclusive jurisdiction to hear and act 8 upon such an appeal. The district courts of this state have 9 no jurisdiction to entertain any action or suit relating to 10 any order issued or action taken pursuant to this act or to 11 hear and determine any appeal from any such order.

Section 12. Penalties. A person convicted of violating
 this act is guilty of a misdemeanor.

14 Section 13. Section 79-2501, R.C.M. 1947; is amended 15 to read as follows:

\*79-2501. Governor may authorize expenditure in case 16 17 of emergency or disaster. The governor may authorize the 18 incurring of liabilities and expenses to be paid as other 19 claims against the state from the general fund, in the 20 amount necessary, when an emergency or disaster justifies 21 the expenditure and is declared by the governor, to meet contingencies and emergencies arising from hostile attacks, 22 riots or insurrections, epidemics of disease, plagues of 23 24 insects, fires, floods, epergencies or other acts of 25 God resulting in damage or disaster to the works, building

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or property of the state or any political subdivision 1 2 thereof, or which menace the health, welfare, safety, lives or property of any considerable number of persons in any 3 county or community of the state, upon demonstration by the 4 5 political jurisdiction that such political jurisdiction has 6 exhausted all available emergency levies, that the emergency is beyond the financial capability of the political 7 jurisdiction to respond, and for which no appropriation is 8 available in sufficient amount to meet the emergency or 9 10 disaster, or that federal funds available for such emergency 11 or disaster require either matching state funds or specific 12 expenditures prior to eligibility for assistance under 13 federal laws."

-End-

April 6, 1977

# STANDING COMMITTEE REPORT Senate Committee on Natural Resources

That House Bill No. 762 be amended as follows:

1. Amend title, line 5. Following: "AND" Insert: "ENERGY"

2. Amend title, following line 5. Insert: "ESTABLISHING AN ENERGY POLICY COMMITTEE AND AN ENERGY EMERGENCY ADVISORY COUNCIL;"

3. Amend title, line 7. Following: "PENALTIES;" Insert: "PROVIDING A PERIOD OF EFFECTIVENESS;"

4. Amend the bill, pages 1 through 9. Strike: all of the bill following the enacting clause Insert: "Section 1. Legislative findings and intent. (1) The legislature finds that energy in various forms is increasingly subject to possible shortages and supply disruptions, to the point that there

may be foreseen an emergency situation, and that without the ability to gather information, formulate plans, and institute appropriate emergency measures to reduce or allocate the usage of energy through a program of mandatory usage curtailment or allocation, a severe impact on the health, safety, and general welfare of our state's citizens may occur. The prevention or mitigation of the effects of such energy shortages or disruptions is necessary for preservation of the public health and welfare of the citizens of this state.

(2) It is the intent of this act to:

(a) establish necessary planning, information gathering, energy emergency powers for the governor and define the conditions under which such powers are to be exercised;

(b) provide penalties for violations of this act.

Section 2. Definitions. As used in this act, the following definitions apply:

(1) "Energy facility" means a facility which produces, extracts, converts, transports, or stores energy.

(2) "Energy" means petroleum or other liquid fuels, natural or synthetic fuel gas, or electricity.

(3) "Person" means an individual, partnership, joint venture, private or public corporation, cooperative, association, firm, public utility, political subdivision, municipal corporation, government agency, joint operating agency, or any other entity, public or private, however organized.

(4) "Committee" means the energy policy committee established in [Section 3].

(5) "Council" means the energy emergency advisory council established in [Section 6].

(6) "Distributor" means any person, private corporation, partnership, producer, individual proprietorship, public utility, joint operating agency, or cooperative which engages in or is authorized to engage in the activity of generating, producing, transmitting, or distributing energy in this state April 6, 1977 Page 2 House Bill No. 762

(7) "Energy emergency" means an existing or imminent domestic, regional or national shortage of energy which will result in a curtailment of essential services or production of essential goods, or the disruption of significant sectors of the economy unless action is taken to conserve or limit the use of the energy form involved, and the allocation of available energy supplies among users.

(8) "Energy supply alert" means a condition of energy supply on a national, regional, state or local basis which foreseeably will affect significantly the availability of essential energy supplies within the ensuing 90-day period unless action is taken under [Section 9] to reduce energy usage by state agencies and political subdivisions.

Section 3. Energy policy committee. (1) There is established a legislative energy policy committee which consists of eight members. vo members shall be appointed by the senate committee on committees from the membership of the senate with no more than one member being appointed from the same political party. Two members shall be appointed by the speaker of the house of representatives from the members of the house of representatives with no more than one member being appointed from the same political party. The remainder of the members shall consist of the president of the senate and the floor leader of the opposite party in the senate and the speaker and minority leader of the house of representatives. These four leadership members may each designate an alternate to serve for them, except during periods of declared emergency under [Section 10].

(2) The committee shall organize no later than 10 days following the set of the 1977 legislative session by electing one of its members to serve as chairman and one to serve as vice chairman. Five members of the committee shall constitute a quorum.

(3) Members of the committee shall receive per diem and expenses for each day devoted to committee business in the same amount as for service on interim legislative committees.

(4) Vacancies in the membership of the committee shall be filled in the manner of original appointment. A vacancy shall occur when a member ceases to be a member of the legislature.

(5) The committee shall meet at its discretion.

(6) The committee shall review, propose, and recommend legislation relating to the development and use of energy in Montana.

Section 4. Supply of vital public services during an energy supply alert and energy emergency. The governor shall, with the advice of the committee, in developing provisions for the allocation, conservation, and consumption of energy, give due consideration to supplying vital public services such as essential governmental operations, health and safety functions, emergency services, public mass transportation systems, food production and processing facilities, and energy supply facilities during conditions of an energy supply alert or energy emergency. In developing any energy allocation programs, provisions shall be made for the equitable distribution of energy among the geographic areas of the state which are experiencing an energy shortage.

Section 5. Information obtainable by governor. (1) The governor may obtain information from energy resource producers, suppliers, public

encies, and consumers and from political subdivisions in this state ecessary for him, with advice of the committee, to determine the need for energy supply alert and emergency declarations. Such information may include but is not limited to: April 6, 1977 Page 3 House Bill No. 762

(a) sales volumes by customer classifications;

(b) forecasts of energy resource requirements for the particular type of energy involved for a period not to exceed 2 years; and

(c) inventory of energy resources and reserves available for use in meeting a shortage in a particular energy source.

(2) In obtaining information under subsection (1) of this section during a state of energy emergency the governor may subpoena witnesses, material, and relevant books, papers, accounts, records, and memoranda; administer oaths; and cause the depositions of persons residing within or without Montana to be taken in the manner prescribed for depositions in civil actions in district courts, to obtain information relevant to energy resources that are the subject of the proclaimed emergency of associated disaster.

(3) In obtaining information under this section, the governor shall:

(a) seek to avoid eliciting information already furnished by a person or political subdivision in this state to a federal, state, or

local regulatory authority that is available for his study; and

(b) cause reporting procedures, including forms, to conform to existing requirements of federal, state, and local regulatory authorities.

(4) Nothing in this act shall require the disclosure by a distributor of confidential information, trade secrets, or other facts of a proprietary nature.

(5) The governor shall forward to the committee such information collected under this section as the committee may request and shall advise the committee of the progress of the information gathering process.

Section 6. Energy emergency advisory council. (1) There is established an energy emergency advisory council which consists of no more than twelve members appointed by the governor. The members shall include representatives of distributors and consumers of energy with equal representation from each interest.

(2) The energy emergency advisory council shall provide information and advice to the governor throughout the energy emergency process described in [sections 4 through 10 of this act].

(3) The governor shall solicit the advice of the energy emergency advisory council throughout the information gathering, planning, and administrative process.

(4) The energy emergency advisory council shall operate under the provisions of Title 82A, Chapter 1.

Section 7. Submission and approval of curtailment plans.

(1) The governor may at any time require a distributor of an energy resource to prepare for his approval a plan for the curtailment of the distribution of that resource in the event of a state of energy emergency. Plans shall be submitted in such form and within such limits as the governor shall specify, and shall recognize the obligations and duties which may be placed upon distributors subject to this act by other jurisdictions, both state and federal.

(2) Approval of plans for curtailment shall be based on the following factors:

(a) the consistency of the plan with the public health, safety, and welfare;

(b) the technical feasibility of implementation of the plan;

(c) the effectiveness with which the plan minimizes the impact of any curtailment;

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(d) the needs of commercial, agricultural, retail, professional, and service establishments whose normal function is to supply goods or services, or both, of an essential nature, including but not limited to food, lodging, fuel, and medical care facilities;

(e) the regional agreements or contracts of the distributors; and (f) the advice of the committee.

(1) the advice of the committee.

Section 8. In determining whether to declare an energy supply alert or energy emergency, the governor shall consider:

(1) availability of regional and national energy resources;

(2) local, state, regional, and national energy needs and shortages;
(3) availability of short-term alternative supplies on a local, state, regional, and national basis;

(4) the economic effect of such declaration and the implementatic of any curtailment or conservation plans; and

(5) any other relevant factors.

Section 9. Energy supply alert. (1) The governor may upon finding that an energy alert condition exists, declare the same for a period of not longer than 90 days, setting forth the reasons therefor. Such declaration may be renewed for 90-day periods thereafter upon a finding that the energy alert condition will continue for such further period.

(2) Whenever the governor has declared an energy supply alert, he may by executive order direct actions:

(a) reducing energy resource usage by state agencies and political subdivisions;

(b) promoting conservation, prevention of waste and salvage of errgy resources and the materials, services, and facilities derived therefrom or dependent thereon, by state agencies and political subdivisions.

Section 10. Energy emergency -- powers of governor. In addition to his existing powers and duties, the governor shall have the following duties and special energy emergency powers subject to the definitions and limitations in this act:

(1) The governor with the advice of the committee may, upon finding that a situation exists which threatens to seriously disrupt or diminish energy supplies to the extent that life, health, or property may be jeopardized, declare a condition or state of energy emergency, at which time all of the general and specific emergency powers further enumerated in this section shall become effective.

(2) The condition of energy emergency terminates after 14 consecutive days unless extended by a declaration of the legislature by joint resolution of a continuing condition of energy emergency of a duration to be established by the legislature.

(3) The conditions of an energy emergency alternatively cease to exist upon a declaration to that effect by either of the following:

(a) the governor; or

(b) the legislature, by joint resolution if in regular or special session.

(4) In a declared state of energy emergency, the governor may, with the advice of the committee:

(a) implement such programs, controls, standards, priorities, and rotas for the production, allocation, conservation, and consumption of ergy, including plans for the curtailment of energy; provided that in so doing, the governor shall impose controls, quotas, or curtailments according to the nature of the end use to be made of the energy consistent with existing transmission and distribution systems serving the geographic area affected by the energy emergency. April 6, 1977 Page 5 House Bill No. 762

(b) suspend and modify existing pollution control standards and requirements or any other standards or requirements affecting or affected by the use of energy, including those relating to air or water quality control; and

(c) establish and implement regional programs and agreements for the purposes of coordinating the energy programs and actions of the state with those of the federal government and of other states, localities, and other persons.

(5) Nothing in this act means that any program, control, standard, priority quota, or other policy created under the authority of the emergency powers authorized by this act has any continuing legal effect after the cessation of a declared state of energy emergency.

(6) If any provision of this act is in conflict with any other provision, limitation, or restriction which is now in effect under any other law of this state, this act shall govern and control and such other law or rule promulgated thereunder is superseded for the purposes of this act.

(7) Because of the emergency nature of this act, all actions authorized or required hereunder or taken pursuant to any order issued by the governor are exempted from all requirements and provisions of the Montana Environmental Policy Act of 1971, including but not limited to the requirement for environmental impact statements.

(8) Except as provided in this section, nothing in this act exempts a person from compliance with the provisions of any other law, rule, or directive unless specifically ordered by the governor, or unless impossibility of compliance is a direct result of an order of the governor.

Section 11. Obligations of state and local executives. To protect the public welfare during conditions of energy alerts or emergencies, the chief executive of each political subdivision of the state, including local governments with self-government power, and each state agency shall carry out in his jurisdiction such energy supply alert or energy emergency measures as may be ordered by the governor.

Section 12. Coordination with federal provisions. In order to attain uniformity, as far as is practicable throughout the country in measures taken to aid in energy crisis management, all action taken under this act and all orders and rules made pursuant to it shall be taken or made with due consideration for and consistent when practicable with the orders, rules, actions, recommendations, and requests of federal authorities.

Section 13. Immediate compliance. Notwithstanding any provision of law or contract to the contrary, all persons who are affected by an order issued or action taken pursuant to this act shall comply immediately.

Section 14. Orders to distributors. The governor may order any distributor to take such action on his behalf as may be required to implement orders issued pursuant to [section 10] and no distributor or person is liable for actions taken in accordance with such order.

Section 15. Liability. No distributor or person is liable for damages to persons or property resulting from action taken in accordance with orders or regulations issued pursuant to this act or actions taken pursuant to orders, rules, actions, recommendations, and requests of federal authorities.

Section 16. Rules and executive orders. Notwithstanding the exemption from the provisions of the Montana Administrative Procedure Act granted to the governor in Title 82, chapter 42, R.C.M. 1947, the governor may adopt rules necessary to implement this act and cause their adoption and

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blication to be completed in the same manner as the adoption and publication of agency rules. In addition, executive orders of the governor implementing provisions of this act shall be published in the Montana Administrative Register upon request of the governor.

Section 17. Civil defense laws supplemented. The powers vested in the governor under this act are in addition to and not in lieu of emergency powers vested in him under Title 77, chapter 23, or any other law of Montana.

Section 18. Penalties. A person convicted of violating this act is guilty of a midsemeanor. Each day of violation, after notice of violation, shall constitute a separate offense.

Section 19. Section 79-2501, R.C.M. 1947, is amended to read as follows:

"79-2501. Governor may authorize expenditure in case of emergency or disaster. The governor may authorize the incurring of liabilities and expenses to be paid as other claims against the state from the general fund, in the amount necessary, when an emergency or disaster justifies the expenditure and is declared by the governor, to mercontingencies and emergencies arising from hostile attacks, riot: or insurrections, epidemics or disease, plagues of insects, fires, floods, energy emergencies or other acts of God resulting in damage or disaster to the works, building or property of the state or any political subdivision thereof, or which menace the health, welfare, safety, lives or property of any considerable number of persons in any county or community of the state, "" on demonstration by the political jurisdiction that such political cisdiction has exhausted all available emergency levies, that the emergency is beyond the financial capability of the political jurisdiction to respond, and for which no appropriation is available in sufficient amount to meet the emergency or disaster, or that federal funds available for such emergency or disaster require either matching state funds or specific expenditures prior to eligibility for assistance under federal laws."

Section 19. Severability. If a part of this act is invalid, all valid parts that are severable from the invalid part remain in effect. If a part of this act is invalid in one or more of its applications, the part remains in effect in all valid applications that are severable from the invalid applications.

Section 20. Period of effectiveness. This act is effective on passage and approval and shall remain in effect until March 1, 1979."

April 7, 1977

# SENATE COMMITTEE OF THE WHOLE

That House Bill No. 762 be amended as follows: 1. Amend amendment No. 4, insertion paragraph, section 7, subsection (f). Following: "committee" Insert: "and the advisory council" 2. Amend amendment No. 4, insertion paragraph, section 8, su  $3 \in C^{\pm}$  ion (4). Following: subsection (4) Insert: "(5) the advice of the committee and the council; and Renumber: subsequent subsection Amend amendment No. 4, insertion paragraph, section 10. 3. Following: subsection (5) Strike: subsection (6) in its entirety. Renumber: subsequent subsections 4. Amend amendment No. 4, insertion paragraph, section 13. Following: "Section 13" Strike: "Immediate" 5. Amend amendment No. 4, insertion paragraph, section 13, line ?. Following: "all persons who are" Strike: "affected by" "specifically ordered by the governor with the advice of Insert: committee to comply with"

6. Amend amendment No. 4, insertion paragraph, section 13, line 3. Following: "act shall comply" Strike: "immediately" HB 0762/03

ł	HOUSE 3ILL NO. 762	1	sh
2	INTRODUCED BY BRADLEY, SOUTH	2	th
3		3	
4	A BILL FOR AN ACT ENTITLED: "AN ACT TO ESTABLISH NECESSARY	4	
5	ENERGY SUPPLY ALERT AND ENERGY EMERGENCY POWERS FOR THE	5	ga
6	GOVERNOR; ESTABLISHING AN ENERGY POLICY COMMITTEE AND AN	6	de
7	ENERGY EMERGENCY ADVISORY COUNCIL: DEFINING CONDITIONS UNDER	г	ex
8	WHICH SUCH POWERS ARE TO BE EXERCISED; PROVIDING PENALTIES;	8	
9	PROVIDING A PERIOD OF EFFECTIVENESS: AND AMENDING SECTION	9	
10	79-2501, R.C.N. 1947."	10	fo
11		11	
12	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:	12	ex
13	Refer to Third Reading Bill	13	
14	(Strike everything after the enacting clause and insert:)	14	na
15	Section 1. Legislative findings and intent. (1) The	15	
16	legislature finds that energy in various forms is	16	ve
17	increasingly subject to possible shortages and supply	17	as
18	disruptions, to the point that there may be foreseen an	18	₽U
19	emergency situation, and that without the ability to gather	19	ag
20	information, formulate plans, and institute appropriate	20	or
21	emergency measures to reduce or allocate the usage of energy	21	
22	through a program of mandatory usage curtailment or	22	es
23	allocation, a severe impact on the health, safety, and	23	
24	general welfare of our state's citizens may occur. The	24	co
25	prevention or mitigation of the effects of such energy	25	

# REFERENCE BILL

nortages or disruptions is necessary for preservation of e public health and welfare of the citizens of this state. (2) It is the intent of this act to: (a) establish necessary planning, information thering, energy emergency powers for the governor and fine the conditions under which such powers are to be ercised; (b) provide penalties for violations of this act. Section 2. Definitions. As used in this act. the llowing definitions apply: "Energy facility" means a facility which produces, tracts, converts, transports, or stores energy. (2) "Energy" means petroleum or other liquid fuels, tural or synthetic fuel gas, or electricity. (3) "Person" means an individual, partnership, joint nture, private or public corporation, cooperative, sociation, firm, public utility, political subdivision, inicipal corporation, government agency, joint operating ency, or any other entity, public or private, however ganized. (4) "Committee" means the energy policy committee tablished in [Section 3]. (5) "Council" means the energy emergency advisory uncil established in [Section 6].

25 (6) "Distributor" means any person, private

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corporation, partnership, producer, individual
 proprietorship, public utility, joint operating agency, or
 cooperative which engages in or is authorized to engage in
 the activity of generating, producing, transmitting, or
 distributing energy in this state.

6 (7) "Energy emergency" means an existing or imminent 7 domestic, regional or national shortage of energy which will 8 result in a curtailment of essential services or production 9 of essential goods, or the disruption of significant sectors 10 of the economy unless action is taken to conserve or limit 11 the use of the energy form involved, and the allocation of 12 available energy supplies among users.

13 (8) "Energy supply alert" means a condition of energy 14 supply on a national, regional, state or local basis which 15 foreseeably will affect significantly the availability of 16 essential energy supplies within the ensuing 90-day period 17 unless action is taken under [Section 9] to reduce energy 18 usage by state agencies and political subdivisions.

19 Section 3. Energy policy committee. (1) There is 20 established a legislative energy policy committee which 21 consists of eight members. Two members shall be appointed by 22 the senate committee on committees from the membership of 23 the senate with no more than one member being appointed from 24 the same political party. Two members shall be appointed by 25 the speaker of the house of representatives from the members 1 of the house of representatives with no more than one member 2 being appointed from the same political party. The 3 remainder of the members shall consist of the president of 4 the senate and the floor leader of the opposite party in the 5 senate and the speaker and minority leader of the house of 6 representatives. These four leadership members may each 7 designate an alternate to serve for them except during periods of declared emergency under [Section 10]. 8

9 (2) The committee shall organize no later than 10 days 10 following the close of the 1977 legislative session by 11 electing one of its members to serve as chairman and one to 12 serve as vice chairman. Five members of the committee shall 13 constitute a quorum.

14 (3) Members of the committee shall receive per diem
15 and expenses for each day devoted to committee business in
16 the same amount as for service on interim legislative
17 committees.

18 (4) Vacancies in the membership of the committee shall
19 be filled in the manner of original appointment. A vacancy
20 shall occur when a member ceases to be a member of the
21 legislature.

22 (5) The committee shall meet at its discretion.

(6) The committee shall review, propose, and recommend
legislation relating to the development and use of energy in
Montana.

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1 Section 4. Supply of vital public services during an 2 energy supply alert and energy emergency. The governor shall, with the advice of the committee, in developing 3 4 provisions for the allocation, conservation, and consumption 5 of energy, give due consideration to supplying vital public services such as essential governmental operations, health 6 7 and safety functions, emergency services, public mass 8 transportation systems, food production and processing 9 facilities, and energy supply facilities during conditions of an energy supply alert or energy emergency. In developing 10 any energy allocation programs, provisions shall be made for 11 the equitable distribution of energy among the geographic 12 13 areas of the state which are experiencing an energy 14 shortage.

15 Section 5. Information obtainable by governor. (1) The 15 governor may obtain information from energy resource 17 producers, suppliers, public agenciés, and consumers and 18 from political subdivisions in this state necessary for him, 19 with advice of the committee, to determine the need for 20 energy supply alert and emergency declarations. Such 21 information may include but is not limited to:

(a) sales volumes by customer classifications;
(b) forecasts of energy resource requirements for the

24 particular type of energy involved for a period not to 25 exceed 2 years; and (c) inventory of energy resources and reserves
 available for use in meeting a shortage in a particular
 energy source.

(2) In obtaining information under subsection (1) of 4 5 this section during a state of energy emergency the governor may subpoena witnesses, material, and relevant books, 6 7 papers, accounts, records, and memoranda; administer oaths; 8 and cause the depositions of persons residing within or without Montana to be taken in the manner prescribed for 9 10 depositions in civil actions in district courts, to obtain information relevant to energy resources that are the 11 12 subject of the proclaimed emergency of associated disaster. 13 (3) In obtaining information under this section, the 14 governor shall: (a) seek to avoid eliciting information already 15

15 (a) seek to avoid enciring information already 16 furnished by a person or political subdivision in this state 17 to a federal, state, or local regulatory authority that is 18 available for his study; and

19 (b) cause reporting procedures, including forms, to
20 conform to existing requirements of federal, state, and
21 local regulatory authorities.

(4) Nothing in this act shall require the disclosure
by a distributor of confidential information, trade secrets,
or other facts of a proprietary nature.

25 (5) The governor shall forward to the committee such

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information collected under this section as the committee
 may request and shall advise the committee of the progress
 of the information gathering process.

4 Section 6. Energy emergency advisory council. (1) 5 There is established an energy emergency advisory council 6 which consists of no more than twelve members appointed by 7 the governor. The members shall include representatives of 8 distributors and consumers of energy with equal 9 representation from each interest.

10 (2) The energy emergency advisory council shall 11 provide information and advice to the governor throughout 12 the energy emergency process described in [sections 4 13 through 10 of this act].

14 (3) The governor shall solicit the advice of the
15 energy emergency advisory council throughout the information
16 gathering, planning, and administrative process.

17 (4) The energy emergency advisory council shall
18 operate under the provisions of Title 82A, Chapter 1.

19 Section 7. Submission and approval of curtailment 20 plans. (1) The governor may at any time require a 21 distributor of an energy resource to prepare for his 22 approval a plan for the curtailment of the distribution of 23 that resource in the event of a state of energy emergency. 24 Plans shall be submitted in such form and within such limits 25 as the governor shall specify, and shall recognize the HB 0762/03

1	obligations and duties which may be placed upon distributors
2	subject to this act by other jurisdictions, both state and
3	federal.
4	(2) Approval of plans for curtailment shall be based
5	on the following factors:
6	(a) the consistency of the plan with the public
7	health, safety, and welfare;
8	(b) the technical feasibility of implementation of the
9	plan;
10	(c) the effectiveness with which the plan minimizes
11	the impact of any curtailment;
12	(d) the needs of commercial, agricultural, retail,
13	professional, and service establishments whose normal
14	function is to supply goods or services, or both, of an
15	essential nature, including but not limited to food,
16	lodging, fuel, and medical care facilities;
17	(e) the regional agr <del>eem</del> ents or contracts of the
18	distributors; and
19	(f) the advice of the committee <u>AND_THE_ADVISORY</u>
20	COUNCIL.
21	Section 8. In determining whether to declare an energy
22	supply alert or energy emergency, the governor shall
23	consider:
24	(1) availability of regional and national energy

25 resources;

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1 (2) local, state, regional, and national energy needs and shortages; 2 (3) availability of short-term alternative supplies on 3 4 a local, state, regional, and national basis; 5 (4) the economic effect of such declaration and the implementation of any curtailment or conservation plans; and 6 7 (5) THE ADVICE OF THE COMMITTEE AND THE COUNCIL: AND f5+(6) any other relevant factors. 8 9 Section 9. Energy supply alert. (1) The governor may upon finding that an energy alert condition exists, declare 10 the same for a period of not longer than 90 days, setting 11 12 forth the reasons therefor. Such declaration may be renewed 13 for 90-day periods thereafter upon a finding that the energy alert condition will continue for such further period. 14 (2) Whenever the governor has declared an energy 15 16 supply alert, he may by executive order direct actions: 17 (a) reducing energy resource usage by state agencies 18 and political subdivisions: 19 (b) promoting conservation, prevention of waste and salvage of energy resources and the materials, services, and 20 21 facilities derived therefrom or dependent thereon, by state 22 agencies and political subdivisions. 23 Section 10. Emergency energy -- powers of governor. In 24 addition to his existing powers and duties, the governor 25 shall have the following duties and special energy emergency

powers subject to the definitions and limitations in this
act:

3 (1) The governor with the advice of the committee may, 4 upon finding that a situation exists which threatens to 5 seriously disrupt or diminish energy supplies to the extent 6 that life, health, or property may be jeopardized, declare a 7 condition or state of energy emergency, at which time all of 8 the general and specific emergency powers further enumerated 9 in this section shall become effective.

10 (2) The condition of energy emergency terminates after 11 14 consecutive days unless extended by a declaration of the 12 legislature by joint resolution of a continuing condition of 13 energy emergency of a duration to be established by the 14 legislature.

15 (3) The conditions of an energy emergency
16 alternatively cease to exist upon a declaration to that
17 effect by either of the following:

18 (a) the governor; or

19 (b) the legislature, by joint resolution if in regular20 or special session.

(4) In a declared state of energy emergency, the
governor may, with the advice of the committee:

(a) implement such programs, controls, standards,
 priorities, and quotas for the production, allocation,
 conservation, and consumption of energy, including plans for

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1 the curtailment of energy; provided that in so doing, the 2 governor shall impose controls, quotas, or curtailments 3 according to the nature of the end use to be made of the 4 energy consistent with existing transmission and 5 distribution systems serving the geographic area affected by 6 the energy emergency.

7 (b) suspend and modify existing pollution control 8 standards and requirements or any other standards or 9 requirements affecting or affected by the use of energy, 10 including those relating to air or water quality control; 11 and

12 (c) establish and implement regional programs and 13 agreements for the purposes of coordinating the energy 14 programs and actions of the state with those of the federal 15 government and of other states, localities, and other 16 persons.

17 (5) Nothing in this act means that any program.
18 control, standard, priority guota, or other policy created
19 under the authority of the emergency powers authorized by
20 this act has any continuing legal effect after the cessation
21 of a declared state of energy emergency.

22 (6)--If-any-provision-of-this-act-is-in--conflict--with
 any-ather-provisiony-limitationy-or-restriction-which-is-now
 in--effect-under-any-other-law-of-this-statey-this-act-shall
 govern-and-control-and-such-other-law-or--rule--promulgated

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#### 1 thereunder-is-superseded-for-the-purposes-of-this-act+

2 (77)(6) Because of the emergency nature of this act, 3 all actions authorized or required hereunder or taken 4 pursuant to any order issued by the governor are exempted 5 from all requirements and provisions of the Montana 6 Environmental Policy Act of 1971, including but not limited 7 to the requirement for environmental impact statements.

8 (0)(7) Except as provided in this section, nothing in 9 this act exempts a person from compliance with the 10 provisions of any other law, rule, or directive unless 11 specifically ordered by the governor, or unless 12 impossibility of compliance is a direct result of an order 13 of the governor.

Section 11. Obligations of state and local executives. To protect the public welfare during conditions of energy alerts or emergencies, the chief executive of each political subdivision of the state, including local governments with self-government power, and each state agency shall carry out in his jurisdiction such energy supply alert or energy emergency measures as may be ordered by the governor.

21 Section 12. Coordination with federal provisions. In 22 order to attain uniformity, as far as is practicable 23 throughout the country in measures taken to aid in energy 24 crisis management, all action taken under this act and all 25 orders and rules made pursuant to it shall be taken or made

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with due consideration for and consistent when practicable
 with the orders, rules, actions, recommendations, and
 requests of federal authorities.

Section 13. Immediate compliance. Notwithstanding any
provision of law or contract to the contrary, all persons
who are affected--by SPECIFICALLY ORDERED BY THE GOVERNOB
HITH THE ADVICE OF COMMITTEE TO COMPLY WITH an order issued
or action taken pursuant to this act shall comply
immediately.

10 Section 14. Orders to distributors. The governor may 11 order any distributor to take such action on his behalf as 12 may be required to implement orders issued pursuant to 13 [section 10] and no distributor or person is liable for 14 actions taken in accordance with such order.

15 Section 15. Liability. No distributor or person is 16 liable for damages to persons or property resulting from 17 action taken in accordance with orders or regulations issued 18 pursuant to this act or actions taken pursuant to orders, 19 rules, actions, recommendations, and requests of federal 20 authorities.

21 Section 16. Rules and executive orders. 22 Notwithstanding the exemption from the provisions of the 23 Montana Administrative Procedure Act granted to the governor 24 in Title 82, chapter 42, R.C.M. 1947, the governor may adopt 25 rules necessary to implement this act and cause their adoption and publication to be completed in the same manner
 as the adoption and publication of agency rules. In
 addition, executive orders of the governor implementing
 provisions of this act shall be published in the Montana
 Administrative Register upon request of the governor.

6 Section 17. Civil defense laws supplemented. The
7 powers vested in the governor under this act are in addition
8 to and not in lieu of emergency powers vested in him under
9 Title 77, chapter 23, or any other law of Montana.

Section 18. Penalties. A person convicted of violating
 this act is guilty of a misdemeanor. Each day of violation,
 after notice of violation, shall constitute a separate
 offense.

14 Section 19. Section 79-2501, R.C.M. 1947, is amended 15 to read as follows:

16 #79-2501. Governor may authorize expenditure in case 17 of emergency or disaster. The governor may authorize the 18 incurring of liabilities and expenses to be paid as other 19 claims against the state from the general fund, in the 20 amount necessary, when an emergency or disaster justifies 21 the expenditure and is declared by the governor, to meet 22 contingencies and emergencies arising from hostile attacks, 23 riots or insurrections, epidemics of disease, plagues of 24 insects, fires, floods, energy emergencies or other acts of 25 God resulting in damage or disaster to the works, building

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or property of the state or any political subdivision 1 2 thereof, or which menace the health, welfare, safety, lives or property of any considerable number of persons in any З county or community of the state, upon demonstration by the 4 5 political jurisdiction that such political jurisdiction has exhausted all available emergency levies, that the emergency 6 7 is beyond the financial capability of the political 8 jurisdiction to respond, and for which no appropriation is 9 available in sufficient amount to meet the emergency or 10 disaster, or that federal funds available for such emergency or disaster require either matching state funds or specific 11 12 expenditures prior to eligibility for assistance under federal laws." 13

Section 20. Severability. If a part of this act is invalid, all valid parts that are severable from the invalid part remain in effect. If a part of this act is invalid in one or more of its applications, the part remains in effect in all valid applications that are severable from the invalid applications.

20 Section 21. Period of effectiveness. This act is 21 effective on passage and approval and shall remain in effect 22 until March 1, 1979.

-End-

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1	HOUSE BILL NO. 762
1	
2	INTRODUCED BY BRADLEY, SOUTH
3	
4	A BILL FOR AN ACT ENTITLED: #AN ACT TO ESTABLISH NECESSARY
5	ENERGY <u>SUPPLY ALERT AND ENERGY</u> EMERGENCY POWERS FOR THE
6	GOVERNOR;
7	ENERGYEMERGENCYADVISORYCOUNCIE: ESTABLISHING AN ENERGY
8	<u>POLICY COMMITTEE:</u> DEFINING CONDITIONS UNDER WHICH SUCH
9	POWERS ARE TO BE EXERCISED; PROVIDING PENALTIES; PROVIDING A
10	PERIOD_DF_EFFECTIVENESS: AND AMENDING SECTION 79-2501.
11	R.C.M. 1947."
12	
13	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
14	Refer to Third Reading Bill
15	(Strike everything after the enacting clause and insert:)
16	Section 1. Legislative findings and intent. (1) The
17	legislature finds that energy in various forms is
18	increasingly subject to possible shortages and supply
19	disruptions, to the point that there may be foreseen an
20	emergency situation, and that without the ability to gather
21	information, formulate plans, and institute appropriate
22	emergency measures to reduce or allocate the usage of energy
23	through a program of mandatory usage curtailment or
24	allocation, a severe impact on the health, safety, and
25	general welfare of our state's citizens may occur. The

1	prevention or mitigation of the effects of such energy
2	shortages or disruptions is necessary for preservation of
3	the public health and welfare of the citizens of this state.
4	(2) It is the intent of this act to:
5	(a) establish necessary planning, information
6	gathering, energy emergency powers for the governor and
7	define the conditions under which such powers are to be
8	exercised;
9	(b) provide penalties for violations of this act.
10	Section 2- Befinitions - As - used - In - this - ecty - the
11	following-definitions-applys-
12	. <del>(1)"Energy Facility" weaks to facility which produces</del>
13	extractsy-convertsy-transportsy-or-stores-energy.
14	<del>{2}#Energy#bebn3petroleum-or-other-liquid-fuelss</del>
15	natural-or-synthetic-fuel-gass-or-electricity=
16	<del>(3)</del> <b>"<sup>person"-seans</sup></b> -an-individualyportnership <del>yjoint</del>
17	ventureyprivateorpubliccorporationycooperativey
18	associationy-firmy-publicutilityypoliticalsubdivisiony
19	municipalcorporationygovernment-agencyy-joint-operating
20	agencys-or-any-otherentityspublicorprivateshowever
21	organized#
21 22	
	organizede
22	orgonizeds {4}*Committee*meanstheenergypolicycommittee

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1 1	13	<u>n</u>			13	1		_	<u> </u>	<u> </u>	~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~

ADOPTED BY HOUSE OF REPRESENTATIVES -2- HB 762 AND SENATE

1	<del>{6}¤Distributor¤meansanypersony-</del> <del>private</del>
2	corporationypartnershipyproduceryindividual
3	proprietorshipypublicutilityy-joint-operating-agencyy-or
4	cooperative-which-engages-in-or-is-authorized-toengagein
5	theactivityofgenerating,producing,transmitting,-or
6	distributing-energy-in-this-state.
7	<del>{7}#Energy-emergency#-means-an-existingori</del> mm <del>inent</del>
8	domesticy-regional-or-national-shortage-of-energy-which-will
9	resultin-a-curtailment-of-essential-services-or-production
10	of-essential-goodsy-or-the-disruption-of-significant-sectors
11	of-the-economy-unless-action-is-taken-to-conserveorlimit
12	theuseof-the-energy-form-involvedy-and-the-allocation-of
13	ovailable-energy-supplies-among-users+
14	<del>(8]"E</del> nergy-supply-alert"-means-a-condition-ofenergy
15	supplyona-nationaly-regionaly-state-or-local-basis-which
16	foresceably-will-affect-significantly:-theavailabilityof
17	essentialenergysupplies-within-the-ensuing-70-day-period
18	unless-action-is-taken-under-{Section-9]toreduceenergy
19	usage-by-state-agencies and-political-subdivisions.
20	SECTION 2. THERE IS A NEW R.C.M. SECTION THAT READS AS
21	EOLLOWS:
22	Definitions. As used in this act, the following
23	definitions apply:
24	<ol> <li>"Energy facility" means a facility which produces,</li> </ol>
25	ext racts, converts, transports, or stores energy.

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1 (2) "Energy" means petroleum or other liquid fuels, 2 natural or synthetic fuel das, or electricity.

3 (3) "Person" means an individual, partnership, joint 4 venture, private or public corporation, cooperative, association, firm, public utility, political subdivision, 5 municipal corporation, government agency, joint operating 6 7 agency, or any other entity, public or private, however, 8 organized.

(4) "Committee" means the energy policy committee 9 established in [Section 3]. 10

11 (5) "Distributor" means any person. private corporation. individual 12 partnership. producer, 13 proprietorship, public utility, joint operating agency or cooperative which engages in or is authorized to engage in 14 the activity of generating, producing, transmitting, or 15 16 distributing energy in this state.

17 (6) "Energy emergency" means an existing or imminent domestic, regional or national shortage of energy which will 18 19 result in curtailment of essential services or production of 20 essential goods, or the disruption of significant sectors of the economy unless action is taken to conserve or limit the 21 22 use of the energy form involved, and the allocation of 23 available energy supplies among users.

(7) "Energy supply alert" means a condition of energy 24 25 supply on a national, regional, state or local basis which

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ı	foresceably will affect significantly the availability of
2	essential energy supplies within the ensuing 90-day period
3	unless action is taken under [Section 9] to reduce energy
4	usage by state agencies and political subdivisions.
5	Section-3wEnergy-policy-committeew{1}Thereis
6	establishedalegislativeenergy-policy-committee-which
7	<del>consists-of-eight-members-Two-members-shall-be-eppointed-by</del>
8	the-senate-committee-on-committees-fromthemembershipof
9	t <del>he-senate-with-no-more-th</del> an <del>-one-me</del> mb <del>er-being-appointed-fro</del> m
10	thesame-political-party-Two-members-shall-be-appointed-by
11	the-speaker-of-the-house-of-representatives-from-the-members
12	o <del>f-the-nouse-of-representatives-with-no-more-than-one-member</del>
13	beingappointedfromthesamepoliticalportyThe
14	renainderofthe-members-shall-consist-of-the-president-of
15	the-senate-and-the-floor-leader-of-the-opposite-party-in-the
16	<del>senate-und-the-speaker-and-minority</del> -leader-of <del>-thehouse-of</del>
17	<del>representatives</del>
18	<del>designate-an-alternatetoserveforthemexceptduring</del>
19	<del>periods-of-declared-emergency-under-{Section-10]s</del>
20	<del>{2}The-committee-shall-organize-no-later-than-10-days</del>
21	followingthecloseofthe1977legislative-session-by
22	electing-one-of-its-members-to-serve-as-chairman-and-oneto
23	serveas-vice-chairmanw-Five-members-of-the-committee-shall
24	<del>consititute-a-quorum=</del>
25	<del>{}}hembers-of-the-committes-shallreceiveper4icm</del>

1	endexpensesfor-each-day-devoted-to-committee-business-in
2	the-sameamountasforserviceoninterim-legislative
3	committees
4	<del>{4}Vocancies-in-the-membership-of-the-committee-shall</del>
5	befilledin-the-manner-of-original-appointment#-A-vacancy
6	shall-occur-when-a-member-ceasestobeamemberofthe
7	<del>legislatures</del>
8	<del>(5)The-committee-shall-meet-at-its-discretion=</del>
9	<del>{6}~~The-committee-shall-reviewy-proposey-and-recommend</del>
10	legislation-relating-to-the-development-and-use-of-energy-in
11	Montone
12	SECTION 3. THERE IS A NEW R.C.M. SECTION THAT READS AS
13	FOLLOWS:
14	Energy policy committee. (1) There is established a
15	legislative energy policy committee which consists of four
16	members. The members shall consist of the president of the
17	senate and the floor leader of the opposite party in the
18	senate and the speaker and minority leader of the house of
19	representatives. Each leadership member shall designate,
20	within 15 days following the close of the 1977 session; an
21	alternate to serve for him when he is unable to attend
22	meetings of the committee.
23	Section 4. Supply of vital public services during an
24	energy supply alert and energy emergency. The governor

shall, with the advice of the committee, in developing

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1 provisions for the allocation, conservation, and consumption 2 of energy, give due consideration to supplying vital public 3 services such as essential governmental operations, health 4 and safety functions, emergency services, public mass 5 transportation systems, food production and processing facilities, and energy supply facilities during conditions 6 7 of an energy supply alert or energy emergency. In developing any energy allocation programs, provisions shall be made for 8 9 the equitable distribution of energy among the geographic 10 areas of the state which are experiencing an energy 11 shortage.

12 Section 5. Information obtainable by governor. (1) The 13 governor may obtain information from energy resource 14 producers, suppliers, public agencies, and consumers and 15 from political subdivisions in this state necessary for him, 16 with advice of the committee, to determine the need for 17 energy supply alert and emergency declarations. Such 18 information may include but is not limited to:

19 (a) sales volumes by customer classifications;

(b) forecasts of energy resource requirements for the
particular type of energy involved for a period not to
exceed 2 years; and

23 (c) inventory of energy resources and reserves
24 available for use in meeting a shortage in a particular
25 energy source.

1 (2) In obtaining information under subsection (1) of 2 this section during a state of energy emergency the governor 3 may subpoena witnesses, material, and relevant books, papers, accounts, records, and memoranda; administer oaths; 4 and cause the depositions of persons residing within or 5 6 without Montana to be taken in the manner prescribed for depositions in civil actions in district courts, to obtain 7 information relevant to energy resources that are the в 9 subject of the proclaimed emergency of associated disaster. 10 (3) In obtaining information under this section, the governor shall: 11

12 (a) seek to avoid eliciting information already
13 furnished by a person or political subdivision in this state
14 to a federal, state, or local regulatory authority that is
15 available for his study; and

(b) cause reporting procedures, includin, forms, to
conform to existing requirements of federal, state, and
local regulatory authorities.

19 (4) Nothing in this act shall require the disclosure
20 by a distributor of confidential information, trade secrets,
21 or other facts of a proprietary nature.

22 (5) The governor shall forward to the committee such 23 information collected under this section as the committee 24 may request and shall advise the committee of the progress 25 of the information gathering process.

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#### HB 0762/04

1	Section-6=Energyemergencyadvisorycouncils{1}
2	Thereisestablishedan-energy-emergency-advisory-council
3	which-consists-of-no-more-than-twelve-membersappointesby
4	theyovernorThe-members-shall-include-representatives-of
5	distribute:sandconsumersofenergywithequal
6	representation-from-each-interests
7	<del>{2}`fheenergyemergencyadvisorycounci}shall</del>
8	<del>provide-information-and-advice-tothegovernorthroughout</del>
9	theenergyemergencyprocessdescribedin{sections4
10	through-10-of-this-act]#
11	<del>{</del> 3} <del>The-governorshallsolicittheadviceofthe</del>
12	energy-emergency-advisory-council-throughout-the-information
13	getheringy-planningy-and-administrative-processy
14	{+} <del>Theenergyemergencyadvisorycouncilshall</del>
15	o <del>perate-under-the-provisions-of-Title-02Ay-Chapter-lw</del>
16	SECTION OF THERE IS A NEW ROCOME SECTION THAT READS AS
17	EQLLOWS:
18	Advice of distributors and consumers. The governor
19	snall actively solicit the advice of consumers, through the
25	legislative consumer committee established in 70-703, and of
21	distributors throughout the information gathering, planning,
22	and implementation process described in this act.
23	Section 7. Submission and approval of curtailwant
24	plans. (1) The governor may at any time require a
25	distributor of an energy resource to prepare for his

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1 approval a plan for the curtailment of the distribution of that resource in the event of a state of energy emergency. 2 Plans shall be submitted in such form and within such limits 3 4 as the governor shall specify, and shall recognize the 5 obligations and duties which may be placed upon distributors 6 subject to this act by other jurisdictions, both state and 7 federal. 8 (2) Approval of plans for curtailment shall be based 9 on the following factors: 10 (a) the consistency of the plan with the public 11 health, safety, and welfare; (b) the technical feasibility of implementation of the 12 13 plan; (c) the effectiveness with which the plan minimizes 14 the impact of any curtailment; 15 (d) the needs of commercial, agricultural, retail, 16 17 professional, and service establishments whose normal function is to supply goods or services, or both, of an 18 19 essential nature, including but not limited to food, 20 lodging, fuel, and medical care facilities; 21 (e) the regional agreements or contracts of the 22 distributors; and 23 (f) the advice of the committee AND--THE-ADVISORY EBUNCIL. 24

25 Section 8. In determining whether to declare an energy

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1	supply alert or energy emergency, the governor shall
2	consider:
3	(1) availability of regional and national energy
4	resources;
5	(2) local, state, regional, and national energy needs
6	and shortages;
7	(3) availability of short-term alternative supplies on
8	a local, state, regional, and national basis;
9	(4) the economic affect of such declaration and the
10	implementation of any curtailment or conservation plans; and
11	<u>{\$}:-*THE #ADVICE=BE#THE#COMMITTEE#AND#THE#COUNCREAF_AND</u>
12	(5) THE ADVICE OF THE COMMITTEE: AND
13	<del>(5)<u>16)(5)(6)</u> any other relevant factors.</del>
14	Section 9. Energy supply alert. (1) The Governor may
15	upon finding that an energy alert condition exists, declare
16	the same for a period of not longer than 90 days, setting
17	forth the reasons therefor. Such declaration may be renewed
18	for 90-day periods thereafter upon a finding that the energy
19	alert condition will continue for such further period.
20	(2) Whenever the governor has declared an energy
21	supply alert, he may by executive order direct actions:
22	(a) reducing energy resource usage by state agencies
23	and political subdivisions;
24	(b) promoting conservation, prevention of waste and
25	salvage of energy resources and the materials, services, and

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1 facilities derived therefrom or dependent thereon, by state
2 agencies and political subdivisions.

3 Section 10. Emergency energy -- powers of governor. In 4 addition to his existing powers and duties, the governor 5 shall have the following duties and special energy emergency 6 powers subject to the definitions and limitations in this 7 act:

8 (1) The governor with the advice of the committee may, 9 upon finding that a situation exists which threatens to 10 seriously disrupt or diminish energy supplies to the extent 11 that life, health, or property may be jeopardized, declare a 12 condition or state of energy emergency, at which time all of 13 the general and specific emergency powers further enumerated 14 in this section shall become effective.

15 (2) The condition of energy emergency terminates after 16 14 consecutive days unless extended by a declaration of the 17 legislature by joint resolution of a continuing condition of 18 energy emergency of a duration to be established by the 19 legislature.

20 (3) The conditions of an energy emergency
21 alternatively cease to exist upon a declaration to that
22 effect by either of the following:

23 (a) the governor; or

(b) the legislature, by joint resolution if in regularor special session.

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1 (4) In a declared state of energy emergency, the 2 povernor may, with the advice of the committee:

(a) implement such programs, controls, standards, 3 4 priorities, and quotas for the production, allocation, conservation, and consumption of energy, including plans for 5 the curtailment of energy; provided that in so doing, the 6 governor shall impose controls, guotas, or curtailments 7 according to the nature of the end use to be made of the 8 9 energy consistent with existing transmission and distribution systems serving the geographic area affected by 10 the energy emergency. 11

(b) suspend and modify existing pollution control
standards and requirements or any other standards or
requirements affecting or affected by the use of energy,
including those relating to air or water quality control;
and

(c) establish and implement regional programs and
agreements for the purposes of coordinating the energy
programs and actions of the state with those of the federal
government and of other states, localities, and other
persons.

(5) Nothing in this act means that any program,
control, standard, priority quota, or other policy created
under the authority of the emergency powers authorized by
this act has any continuing legal effect after the cessition

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1 of a declared state of energy emergency.

2 (6)--If-any-provision of this act-is in -conflict with 3 any-other-provisiony-limitationy-or-restriction-which is now 4 in--effect under-any-other-low-of-this-statey-this-act-shall 5 govern-and-control-and-such-other-law-or--rule--promulgated 6 thereunder-is-superseded-for-the-purposes-of-this-acty 7 (7)(6) Because of the emergency nature of this act, 8 all actions authorized or required hereunder or taken

9 pursuant to any order issued by the governor are exempted 10 from all requirements and provisions of the Montana 11 Environmental Policy Act of 1971, including but not limited 12 to the requirement for environmental impact statements.

13 (B)(1) Except as provided in this section, nothing in 14 this act exempts a person from compliance with the 15 provisions of any other law, rule, or directive unless 16 specifically ordered by the governor, or unless 17 impossibility of compliance is a direct result of an order 18 of the governor.

Section 11. ubligations of state and local executives. To protect the public welfare during conditions of energy alerts or emergencies, the chief executive of each political subdivision of the state, including local governments with self-government power, and each state agency shall carry out in his jurisdiction such energy supply alert or energy emergency measures as may be ordered by the governor.

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1 Section 12. Coordination with federal provisions. In order to attain uniformity, as far as is practicable 2 3 throughout the country in measures taken to aid in energy crisis management, all action taken under this act and all 4 orders and rules made pursuant to it shall be taken or made 5 with due consideration for and consistent when practicable 6 7 with the orders, rules, actions, recommendations, and 8 requests of federal authorities.

9 Section 13. Immediate-----compliance <u>Compliance</u>.
10 Notwithstanding any provision of law or contract to the
11 contrary, all persons who are affected-by <u>SPECIFICALLY</u>
12 <u>DRDERED BY THE GOVERNOR WITH THE ADVICE OF COMMITTEE TO</u>
13 <u>COMPLY WITH</u> an order issued or action taken pursuant to this
14 act shall comply immediately.

15 Section 14. Orders to distributors. The governor may 16 order any distributor to take such action on his behalf as 17 may be required to implement orders issued pursuant to 18 [section 10] and no distributor or person is liable for 19 actions taken in accordance with such order.

20 Section 15. Liability. No distributor or person is 21 liable for damages to persons or property resulting from 22 action taken in accordance with orders or regulations issued 23 pursuant to this act or actions taken pursuant to orders, 24 rules, actions, recommendations, and requests of federal 25 authorities.

1 Section 16. kules and executive orders. Notwithstanding the exemption from the provisions of the 2 Montana Administrative Procedure Act granted to the governor 3 in Title 32, chapter 42, R.C.M. 1947, the governor may adopt 4 rules necessary to implement this act and cause their 5 adoption and publication to be completed in the same wanner 6 as the adoption and publication of agency rules. In 7 addition, executive orders of the covernor implementing 8 9 provisions of this act shall be published in the Montana Administrative Register upon request of the governor. 10

Section 17. Civil defense laws supplemented. The
 powers vested in the governor under this act are in addition
 to and not in lieu of emergency powers vested in him under
 Title 77, chapter 23, or any other law of Montana.
 Section 18. Penalties. A person convicted of violating

15 Section 18. Penalties. A person convicted of violating
16 this act is guilty of a misdemeanor. Each day of violation,
17 after notice of violation, shall constitute a separate
18 offense.

Section 19. Section 79-2501, R.C.M. 1947, is amended
to read as follows:

21 "79-2501. Governor may authorize expenditure in case 22 of emergency or disaster. The governor may authorize the 23 incurring of liabilities and expenses to be paid as other 24 claims against the state from the general fund, in the 25 amount necessary, when an emergency or disaster justifies

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1 the expenditure and is declared by the governor, to meet contingencies and emergencies arising from hostile attacks, 2 3 riots or insurrections, epidemics of disease, plaques of 4 insects, fires, floods, energy emergencies or other acts of 5 God resulting in damage or disaster to the works, building or property of the state or any political subdivision 6 thereof, or which menace the health, welfare, safety, lives 7 or property of any considerable number of persons in any 8 9 county or community of the state, upon demonstration by the political jurisdiction that such political jurisdiction has 10 11 exhausted all available emergency levies, that the emergency 12 is beyond the financial capability of the political jurisdiction to respond, and for which no appropriation is 13 available in sufficient amount to meet the emergency or 14 15 disaster, or that federal funds available for such emergency 16 or disaster require either matching state funds or specific 17 expenditures prior to eligibility for assistance under 18 federal laws."

19 Section 20. Severability. If a part of this act is 20 invalid, all valid parts that are severable from the invalid 21 part remain in effect. If a part of this act is invalid in 22 one or more of its applications, the part remains in effect 23 in all valid applications that are severable from the 24 invalid applications.

25 Section 21. Period of effectiveness. This act is

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- 1 effective on passage and approval and shall remain in effect
- 2 until March 1, 1979.

-End-