1 Senate BILL NO. 16

A BILL FOR AN ACT ENTITLED: "AN ACT REQUIRING STATE
AGENCIES TO UTILIZE COAL BYPRODUCTS IN PUBLIC CONSTRUCTION
WHERE FEASIBLE."

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

Section 1. Public construction to use coal byproducts — coal byproducts defined. (1) In any public works undertaken, directly or by contract, by a state agency, the design specifications shall provide for utilization of coal byproducts whenever such byproducts are reasonably available and reasonably suitable for some purpose in the construction.

(2) For purposes of this section, "coal byproducts" means materials such as fly ask which remain after and as a consequence of the utilization of mined coal in an industrial process.

Section 2. Publicity to potential bidders. The department of administration shall by rule provide procedures by which state agencies shall adequately publicize the requirements of [Section 1] to potential bidders and by which state agencies shall directly notify bidders whenever feasible.

-End=

SB. 160

#### STATE OF MONTANA

# FISCAL NOTE

REQUEST NO. \_\_\_128-77\_\_\_\_

Form BD-15

·	st received January 21 , 19, 19, there is hereby submitted a Fiscal Note 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 requiring the state agencies to utilize coal byproducts in public construction where feasible.

#### **ASSUMPTIONS:**

- 1. Assume Department of Administration to provide procedures to state contracting agencies only.
- 2. Assume only one A.P.A. hearing is necessary to adopt rules.
- The cost of an A.P.A. hearing varies widely. The Insurance & Legal Division, Department of Administration estimates an average, non-controversial hearing at around \$500.00.
- Because of negligible impact on the construction industry, it is anticipated that any activity generated by S.B. 160 could be routinely handled by the contracting agencies without additional cost to the state.

## FISCAL IMPACT:

The fiscal impact of the proposed legislation is estimated to be an additional expenditure of \$500 in FY 78 due to an Administrative Procedures Act hearing.

> Richard J. Dra **BUDGET DIRECTOR**

Office of Budget and Program Planning

Date: /-24-77

\$8 0160/02

45th Legislature \$5.0160/02

# Approved by Committee on Highways & Transportation

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- 10 -- coal byproducts defined. (1) In any public works
- 11 undertaken, directly or by contract, by a state agency, the
- 12 design -specifications-shall-provide-for-utilization of-coal
- 13 STATE AGENCY SHALL USE COAL byproducts whenever such
- 14 byproducts are reasonably available and reasonably IT IS
- 15 <u>DETERMINED AFTER ENGINEERING TESTS</u> suitable for some purpose
- 16 in-the-construction WITHIN THE SCOPE OF THE INTENDED
- 17 PROJECT .
- 18 (2) For purposes of this section, "coal byproducts"
- 19 means materials such as fly ash which remain after and as a
- 20 consequence of the utilization of mined coal in an
- 21 industrial process.
- 22 Section 2. Publicity to potential bidders. The
- 23 department of administration shall by rule provide
- 24 procedures by which state adencies shall adequately
- 25 publicize the requirements of [Section 1] to potential

- bidders and by which state agencies shall directly notify
- 2 bidders whenever feasible. <u>THE REQUIREMENTS OF THIS SECTION</u>
- 3 ARE HEREDY WAIVED FOR THOSE AGENCIES HAVING ADEQUATE PUBLIC
- 4 BIDDIEG AND NOTIFICATION PROCEDURES.

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-End-

COMMITTEE OF THE WHOLE AMENDMENTS TO SENATE BILL 160 - March 21, 1977

## HOUSE OF REPRESENTATIVES

1. Amend page 1, section 1, subsection (1), line 13.

Following: "AGENCY" Strike: "SHALL" Insert: "MAY"

2. Amend page 1, section 1, subsection (1), line 14.

Following: "available"

Insert: ","

Following: "reasonably"

Strike: "IT IS DETERMINED AFTER ENGINEERING TESTS suitable for some purpose in-the

construction WITHIN THE SCOPE OF THE INTENDED PROJECT"

Insert: "whenever it is determined after engineering tests that an additive is needed,

Insert: "whenever it is determined after engineering tests that an additive is needed, the state agency shall use coal byproducts when they are the economically justified additive within the scope of the intended project"

3. Amend page 1, section 1, subsection (2), line 21.

Following: "process."

Insert: "Components of cement shall not be included in or affected by this act in any way."

4. Amend page 2. Following: line 4

Insert: "Section 3. Reimbursement. The state shall be entitled to 1% of the wholesale price as a reimbursement for promoting the sale of the byproduct."

THE END