# SENATE BILL 247

IN THE SENATE

January 24, 1979	Introduced and referred to Committee on State Administration.
January 25, 1979	Fiscal note requested.
January 31, 1979	Fiscal note returned.
February 19, 1979	Committee recommend bill, do not pass.
	On motion, Senate reconsider

On motion, Senate reconsider its action taken on Adverse Committee report and ordered printed and placed on second reading. Motion failed. 46th Legislature

LC 1275/01

Laxan Theresen Derges 1 INTRODUCED BY 2 BY REQUEST OF THE LEGISLATIVE AUDIT COMMITTEE 3

A BILL FOR AN ACT ENTITLED: #AN ACT TO PROVIDE FOR THE 5 LICENSING AND REGULATION OF VARIOUS TRADES, INDUSTRIES, AND €, PROFESSIONS BY CREATING A BOARD OF PUBLIC SAFETY IN THE 7 8 DEPARTMENT OF ADMINISTRATION. BY CREATING A BOARD OF 9 PROFESSIONAL SERVICE REGULATION IN THE DEPARTMENT OF BUSINESS REGULATION. AND BY CREATING A BOARD OF HEALTH 10 11 SERVICE REGULATION IN THE DEPARTMENT OF HEALTH AND 12 ENVIRONMENTAL SCIENCES; PROVIDING THAT THE BOARDS ADMINISTER THOSE LICENSING AND REGULATORY FUNCTIONS AS ARE ASSIGNED BY 13 LAW; AND PROVIDING AN EFFECTIVE DATE." 14

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16 WHEREAS, the sunset law, sections 2-8-103 and 2-8-112, 17 \*\*CA, will terminate various state regulatory boards and 18 require an evaluation of the regulatory process by the 19 legislative audit committee; and

20 WHEREAS, as a result of the evaluation of various 21 regulatory boards, the legislative audit committee 22 recommends that a board of public safety be created in the 23 department of administration, that a board of professional 24 service regulation be created in the department of business 25 regulation, and that a board of health service regulation be created in the department of health and environmental sciences, each board to administer those licensing and regulatory functions as are assigned by law.

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

Section 1. Board of public safety. (1) There is a
board of public safety in the department of administration.
(2) The board consists of three members appointed by
the governor with the consent of the senate. No board member
may be a member of a trade or profession regulated by the
board.

12 (3) The members shall serve staggered terms of 4 years13 and shall elect a chairman each year.

14 (4) Board members are entitled to receive \$35 for each
15 day spent on board business and are entitled to be
16 reimbursed for travel expenses, as provided for in 2-18-501
17 through 2-18-503, incurred while in the performance of board
18 duties.

19 (5) The board is allocated to the department for
20 administrative purposes as provided in 2-15-121.

(6) The board has the power to adopt and amend all
rules, including rules of procedure, which may be reasonably
necessary for the proper performance of its duties and the
regulation of the proceedings before it.

(7) The board shall carry out other duties as assigned

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1 by law.

2 Section 2. Board of professional service regulation.
3 (1) There is a board of professional service regulation in
4 the department of business regulation.

5 (2) The board consists of three members appointed by 6 the governor with the consent of the senate. No board member 7 may be a member of a trade or profession regulated by the 8 board.

9 (3) The members shall serve staggered terms of 4 years
10 and shall elect a chairman each year.

11 (4) Board members are entitled to receive \$35 for each 12 day spent on board business and are entitled to be 13 reimbursed for travel expenses, as provided for in 2-18-501 14 through 2-18-503, incurred while in the performance of board 15 duties.

16 (5) The board is allocated to the department for
17 administrative purposes as provided in 2-15-121.

18 (6) The board has the power to adopt and amend all
19 rules, including rules of procedure, which may be reasonably
20 necessary for the proper performance of its duties and the
21 regulation of the proceedings before it.

22 (7) The board shall carry out other duties as assigned23 by law.

24 Section 3. Board of health service regulation. (1)
25 There is a board of health service regulation in the

1 department of health and environmental sciences.

2 (2) The board consists of three members appointed by
3 the governor with the consent of the senate. No board member
4 may be a member of a trade or profession regulated by the
5 board.

6 (3) The members shall serve staggered terms of 4 years
7 and shall elect a chairman each year.

8 (4) Board members are entitled to receive \$35 for each
9 day spent on board business and are entitled to be
10 reimbursed for travel expenses, as provided for in 2-19-501
11 through 2-18-503, incurred while in the performance of board
12 duties.

13 (5) The board is allocated to the department for
14 administrative purposes as provided in 2-15-121.

15 (6) The board has the power to adopt and amend all rules. including rules of procedure. which may be reasonably 17 necessary for the proper performance of its duties and the 18 regulation of the proceedings before it.

19 (7) The board shall carry out other duties as assigned20 by law.

21 Section 4. Codification. Section 1 is intended to be 22 codified as an integral part of Title 2. chapter 15. part 23 10, and the provisions of Title 2. chapter 15. part 10. 24 apply to section 1. Section 2 is intended to be codified as 25 an integral part of Title 2. chapter 15. part 12. and the

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provisions of Title 2, chapter 15, part 18, apply to section
 Section 3 is intended to be codified as an integral part
 of Title 2, chapter 15, part 21, and the provisions of Title
 chapter 15, part 21, apply to section 3.

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5 Section 5. Transition. The initial appointments to 6 each board shall be made by the governor within 30 days of 7 the date upon which each board is activated. The initial 8 appointments shall consist of one term of 2 years, one term 9 of 3 years, and one term of 4 years. All succeeding 10 appointments shall be for 4-year terms.

Section 6. Effective date. Sections 1, 2, 4, and 5 are
 effective July 1, 1979. Section 3 is effective July 1, 1981.

-End-

SE 271

# STATE OF MONTANA

REQUEST NO. 107-79

# FISCAL NOTE

Form BD-15

In compliance with a written request received <u>January 25</u>, <u>19</u>, there is hereby submitted a Fiscal Note for <u>SB 247</u> pursuant to Chapter 53, Laws of Montana, <u>1965</u> - 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:

SB 247 creates a Board of Public Safety in the Department of Administration, a Board of Professional Service Regulation in the Department of Business Regulation, and a Board of Health Service Regulation in the Department of Health and Environmental Sciences; provides that the Boards administer those licensing and regulatory functions as are assigned by law.

### This fiscal note is presented with two separate main assumptions:

### **ASSUMPTION 1.**

The various boards scheduled for sunset will be terminated.

- a. Three boards will be established each with three members.
- b. The three boards will be attached for administrative purposes only
- c. The three boards will replace existing boards and will assume the licensing and regulatory functions of the terminated boards.
- d. The three boards will be funded with earmarked funds provided by the functions assigned to them.

FISCAL IMPACT: Minimal.

### **ASSUMPTION 2.**

The various boards scheduled for sunset will not be terminated.

- a. Refer to sub-assumptions a, b, and d above which are the same.
- b. The new 3 member boards will be in addition to existing boards assigned to it by law until such time as the existing boards are terminated under the sunset law.

## FISCAL IMPACT:

The additional cost to each of the three Departments under which the new boards are created will be as follows:

- 1. \$35 per day compensation for 3 board members.
- 2. Travel compensation for 3 board members.
- 3. Administrative costs
- 4. Legal Assistance

Department Estimates:	<u>FY80</u>	FY81
Department of Administration	\$19,312	\$21,233
Dept. of Business Regulation	\$19,201	\$19,726
Department of Health	\$34,845	\$34,035

", the start BUDGET DIRECTOR

Office of Budget and Program Planning Date: \_\_\_\_\_\_3//7/

These increased costs will diminish as existing boards are terminated.