#### HOUSE BILL NO. 462

# INTRODUCED BY DONALDSON, MARKS, KOEHNKE, MAZUREK, FULLER, CAMPBELL

### IN THE HOUSE

January 24, 1985	Introduced and referred to Committee on Business and Labor.
February 5, 1985	Committee recommend bill do pass as amended. Report adopted.
February 6, 1985	Bill printed and placed on members' desks.
February 8, 1985	Second reading, do pass.
February 9, 1985	Considered correctly engrossed.
February 11, 1985	Third reading, passed.
	Transmitted to Senate.
IN THE	SENATE
February 12, 1985	Introduced and referred to Committee on Business and Industry.
March 28, 1985	Committee recommend bill be concurred in as amended. Report adopted.
March 30, 1985	Second reading, concurred in.
April 1, 1985	Third reading, concurred in. Ayes, 39; Noes, 8.
	Returned to House with amendments.

## IN THE HOUSE

April 2, 1985	Received from Senate.
April 5, 1985	Second reading, amendments concurred in.
April 8, 1985	Third reading, amendments concurred in.
	Sent to enrolling.
	Reported correctly enrolled.

1	HOUSE BILL NO. 462
2	INTRODUCED BY Such se Fachs be
3	Maguel Tuller Constant
4	A BILL FOR AN ACT ENTITLED: "AN ACT TO LIMIT THE MARKETING
5	OF FURNITURE MADE IN THE MONTANA STATE PRISON; AMENDING
6	SECTION 53-1-301, MCA; AND PROVIDING AN EFFECTIVE DATE."
7	
8	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
9	Section 1. Section 53-1-301, MCA, is amended to read:
10	"53-1-301. Permitted institutional industries, powers
11	of department, and incentive pay to inmates. The (1) Except
12	as provided in subsection (3), the department may:
13	(1)(a) establish industries in institutions which will
14	result in the production or manufacture of such products and
15	the rendering of such services as may be needed by any
16	department or agency of the state or any political
17	subdivision thereof, by any agency of the federal
18	government, by any other states or their political
19	subdivisions, or by nonprofit organizations and that will
20	assist in the rehabilitation of residents in institutions;
21	(2)(b) contract with private industry for the sale of
22	goods or components manufactured or produced in shops under
23	its jurisdiction;
24	(3)(c) print catalogs describing goods manufactured or

produced by institutions and distribute the catalogs;

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(d) fix the sale price for goods produced or tured at institutions. Prices shall not exceed prices g in the open market for goods of comparable quality. it(e) require institutions to purchase needed goods her institutions; (f) provide for the repair and maintenance of y and equipment of institutions by residents of tions; (g) provide for construction projects up to the te sum of \$25,000 per project, by residents of tions; provided, however, said construction work is ered by a collective bargaining agreement; (h) provide for the repair and maintenance at an tion of furniture and equipment of any state agency; (i) provide for the manufacture at an institution or vehicle license plates and other related articles; (b)(j) with the approval of the department, sell tured or agricultural products and livestock on the rket; th(k) provide for the manufacture at an institution phway, road, and street marking signs for the use of te or any of its political subdivisions, except when sufacture of the signs is in violation of a collective 24 bargaining contract;

inmate

 $(\pm 2)$  (a)(1) pay an

resident

of an

- institution from receipts from the sale of products produced or manufactured or services rendered in a program in which he is working.
- 4 (b)(2) (a) Payment for the performance of work may be based on the following criteria:
- 6 (i) knowledge and skill;
- 7 (ii) attitude toward authority;
- 8 (iii) physical effort;
- 9 (iv) responsibility for equipment and materials;
- 10 (v) regard for safety of others.
- 11 (e)(b) The maximum rate of pay shall be determined by
- 12 the appropriation established for each program.
- 13 (3) Furniture made in the prison may be purchased by
- state agencies in accordance with the procurement provisions
- 15 under Title 18, chapter 4. All other prison-made furniture
- 16 may be sold only through licensed wholesale furniture
- 17 outlets."
- 18 NEW SECTION. Section 2. Effective date. This act is
- 19 effective July 1, 1985.

-End-

#### HB 0462/02 APPROVED BY COMM. ON BUSINESS AND LABOR

1	HOUSE BILL NO. 462
2	INTRODUCED BY DONALDSON, MARKS, KOEHNKE,
3	MAZUREK, FULLER, CAMPBELL
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6	OF FURNITURE MADE IN THE MONTANA STATE PRISON; AMENDING
7	SECTION 53-1-301, MCA; AND PROVIDING AN EFFECTIVE DATE."
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9	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
.0	Section 1. Section 53-1-301, MCA, is amended to read:
1	"53-1-301. Permitted institutional industries, powers
.2	of department, and incentive pay to inmates. The (1) Except
.3	as provided in subsection (3), the department may:
.4	(1)(a) establish industries in institutions which will
.5	result in the production or manufacture of such products and
.6	the rendering of such services as may be needed by any
.7	department or agency of the state or any political
. 8	subdivision thereof, by any agency of the federal
19	government, by any other states or their political
20	subdivisions, or by nonprofit organizations and that will
	assist in the rehabilitation of residents in institutions;
21	†27(b) contract with private industry for the sale of
22	
23	goods or components manufactured or produced in shops under
2.4	its inrisdiction:

(3)(c) print catalogs describing goods manufactured or

1	produced by institutions and distribute the catalogs;
2	+4+(d) fix the sale price for goods produced or
3	manufactured at institutions. Prices shall not exceed prices
4	existing in the open market for goods of comparable quality.
5	(5)(e) require institutions to purchase needed goods
6	from other institutions;
7	+6 $+(f)$ provide for the repair and maintenance of
8	property and equipment of institutions by residents of
9	institutions;
10	(7)(g) provide for construction projects up to the
11	aggregate sum of \$25,000 per project, by residents of
12	institutions; provided, however, said construction work is
13	not covered by a collective bargaining agreement;
14	(0) provide for the repair and maintenance at an
15	institution of furniture and equipment of any state agency;
16	(9)(i) provide for the manufacture at an institution
17	of motor vehicle license plates and other related articles;
18	$\{10\}$ with the approval of the department, sell
19	manufactured or agricultural products and livestock on the
20	open market;
21	(11)(k) provide for the manufacture at an institution
22	of highway, road, and street marking signs for the use of
23	the state or any of its political subdivisions, except when
24	the manufacture of the signs is in violation of a collective
25	bargaining contract; SECOND READING

- 1 (#2) (a)(1) pay an inmate or resident of an 2 institution from receipts from the sale of products produced 3 or manufactured or services rendered in a program in which 4 he is working.
- 7 (i) knowledge and skill;
- 8 (ii) attitude toward authority;
- 9 (iii) physical effort;
- 10 (iv) responsibility for equipment and materials;
- 11 (v) regard for safety of others.
- 12 (e)(b) The maximum rate of pay shall be determined by
  13 the appropriation established for each program.
- 14 (3) Furniture made in the prison may be purchased by
- 15 state agencies in accordance with the procurement provisions
- 16 under Title 18, chapter 4. All other prison-made furniture
- 17 may be sold only through licensed wholesale OR RETAIL
- 18 furniture outlets OR THROUGH EXPORT FIRMS FOR SALE TO
- 19 INTERNATIONAL MARKETS.
- 20 (4) SUBSECTION (3) DOES NOT PREVENT THE SALE OF
- 21 PRISON-MADE FURNITURE TO ANY STATE INSTITUTION, FACILITY, OR
- 22 PROGRAM OPERATED BY THE DEPARTMENT."
- NEW SECTION. Section 2. Effective date. This act is
- 24 effective July 1, 1985.

-End-

HB 0462/02

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2	INTRODUCED BY DONALDSON, MARKS, KOEHNKE,
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14	(1)(a) establish industries in institutions which will
15	result in the production or manufacture of such products and
16	the rendering of such services as may be needed by any
17	department or agency of the state or any political
18	subdivision thereof, by any agency of the federal
19	government, by any other states or their political
20	subdivisions, or by monprofit organizations and that will
21	assist in the rehabilitation of residents in institutions;
22	<pre>+2+(b) contract with private industry for the sale of</pre>
23	goods or components manufactured or produced in shops under
24	its jurisdiction;
25	(3)(c) print catalogs describing goods manufactured or

1	produced by institutions and distribute the catalogs;
2	$\{4\}$ (d) fix the sale price for goods produced or
3	manufactured at institutions. Prices shall not exceed prices
4	existing in the open market for goods of comparable quality
5	(5)(e) require institutions to purchase needed good
6	from other institutions;
7	<pre>+6+(f) provide for the repair and maintenance or</pre>
8	property and equipment of institutions by residents of
9	institutions;
10	(7)(g) provide for construction projects up to the
11	aggregate sum of \$25,000 per project, by residents of
12	institutions; provided, however, said construction work is
13	not covered by a collective bargaining agreement;
14	(8)(h) provide for the repair and maintenance at a
15	institution of furniture and equipment of any state agency
16	(9)(i) provide for the manufacture at an institution
17	of motor vehicle license plates and other related articles
18	(18)(j) with the approval of the department, sell
19	manufactured or agricultural products and livestock on the
20	open market;
21	$\{\pm\pm\}\{k\}$ provide for the manufacture at an institution

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of highway, road, and street marking signs for the use of the state or any of its political subdivisions, except when

the manufacture of the signs is in violation of a collective

-2-

THIRD READING

- (±2) (a)(1) pay an inmate or resident of an institution from receipts from the sale of products produced or manufactured or services rendered in a program in which he is working.
- 5 (b)(2) (a) Payment for the performance of work may be 6 based on the following criteria:
- 7 (i) knowledge and skill;
- 8 (ii) attitude toward authority;
- (iii) physical effort;

- 10 (iv) responsibility for equipment and materials;
- 11 (v) regard for safety of others.
- 12 fe; (b) The maximum rate of pay shall be determined by
- 13 the appropriation established for each program.
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- 15 state agencies in accordance with the procurement provisions
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- 21 PRISON-MADE FURNITURE TO ANY STATE INSTITUTION, FACILITY, OR
- 22 PROGRAM OPERATED BY THE DEPARTMENT."
- 23 <u>NEW SECTION.</u> Section 2. Effective date. This act is
- 24 effective July 1, 1985.

# SENATE

## **STANDING COMMITTEE REPORT**

	MARCH 28	. 1985
MR. PRESIDENT		
We, your committee on BUSINESS & INDUSTRY		
having had under consideration	HOUSE BILL. No	462
third reading copy ( blue ) color		
LIMITING THE MARKETING OF INSTITUTIONAL	INDUSTRY PRODUCTS (Fuller)	
Respectfully report as follows: That	HOUSE BILL No	462
be amended as follows:  1. Page 3, line 14. Following: "(3)" Strike: "Furniture" Insert: "Except as provided in subsect	ion (4), furniture"	
<pre>2. Page 3, lines 20 and 21. Following: "(4)" Strike: remainder of line 20 through ". Insert: "Any"</pre>	ANY" on line 21	
3. Page 3, line 22. Following: "DEPARTMENT" Insert: "may purchase prison-made furn with the procurement provisions under T	iture without complying itle 18, chapter 4"	3

AND AS AMENDED BE CONCURRED IN

YDD PASS

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Sen. Mike Halligan Chairman.

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24	Pts jurisdiction;
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2	(4)(d) fix the sale price for goods produced or
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20	open market;
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22	of highway, road, and street marking signs for the use of
23	the state or any of its political subdivisions, except when
24	the manufacture of the signs is in violation of a collective

bargaining contract;

- 1 (12) (a)(1) pay an inmate or resident of an
  2 institution from receipts from the sale of products produced
  3 or manufactured or services rendered in a program in which
  4 he is working.
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(3) Purniture EXCEPT AS PROVIDED IN SUBSECTION (4),

- 16 agencies in accordance with the procurement provisions under
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- 20 MARKETS.

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- 21 (4) SUBSECTION--(3)--DOES--NOT--PREVENT--THE--SALE--OP
- 22 PRISON-MADE---PURNITURE---TO---ANY ANY STATE INSTITUTION,
- 23 FACILITY, OR PROGRAM OPERATED BY THE DEPARTMENT MAY PURCHASE
- 24 PRISON-MADE FURNITURE WITHOUT COMPLYING WITH THE PROCUREMENT
- 25 PROVISIONS UNDER TITLE 18, CHAPTER 4."

- 1 NEW SECTION. Section 2. Effective date. This act is
- 2 effective July 1, 1985.

-End-

HB 462