HOUSE BILL NO. 37

INTRODUCED BY COBB, GOULD, HANNAH

IN THE HOUSE

June	20,	1986		Introduced and referred to Committee on State Administration.
June	23,	1986		Committee recommend bill do pass as amended. Report adopted.
				Bill printed and placed on members' desks.
June	24,	1986		Second reading, do pass.
				Third reading, passed.
				Transmitted to Senate.
			IN TH	E SENATE
June	25,	1986		Introduced and referred to Committee on Finance and Claims.
June	26,	1986		Committee recommend bill be concurred in as amended. Report adopted.
June	27,	1986		Second reading, concurred in.
				Third reading, concurred in.
				Returned to House with amendments.
			IN TH	E HOUSE
June	27,	1986		Received from Senate.
June	28,	1986		Second reading, amendments concurred in.

June 28, 1986

Third reading, amendments concurred in.

Sent to enrolling.

Reported correctly enrolled.

1	Nouse BILL NO. 37
2	INTRODUCED BY LOOK of Same
3	· And ·

A BILL FOR AN ACT ENTITLED: "AN ACT INCREASING THE AMOUNT OF INCENTIVE AWARDS FOR STATE EMPLOYEE SUGGESTIONS OR INVENTIONS RESULTING IN MONETARY SAVINGS TO THE STATE; PROVIDING FOR PAYMENT OF SUCH AWARDS; APPROPRIATING \$200,000 TO THE DEPARTMENT OF ADMINISTRATION FOR PAYMENT OF CERTAIN AWARDS; AMENDING SECTION 2-18-1106, MCA; AND PROVIDING AN IMMEDIATE EFFECTIVE DATE, AN APPLICABILITY DATE, AND A TERMINATION DATE."

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

Section 1. Section 2-18-1106, MCA, is amended to read:

"2-18-1106. Agency head to grant award -- amount and source of award. (1) After an agency implements an employee's suggestion or invention and the monetary savings to the state is estimated, an agency head, upon written application to and approval from the department and the incentive awards advisory council, may grant an incentive award to an employee whose proposal meets the requirements enumerated in 2-18-1105.

(2) The incentive award may-not shall be more-than 10% of the savings resulting from implementing the employee's proposal for 1 year up to a maximum of \$1,500 \$10,000.



1	Larger	awards	may	be	proposed	and	submitted	to	the
2	legislat	ure for c	onsid	erat	ion.				

- (3) The agency head shall pay the employee from the savings in the agency's budget in a single, lump-sum award. If the money saved as a result of the employee's proposal is restricted or unavailable for payment of this kind of award, then the award must be paid by the department from money appropriated for that purpose. This award is in addition to
- NEW SECTION. Section 2. Appropriation. There is appropriated to the Department of Administration \$200,000 from the general fund for the period ending June 30, 1987, to pay awards granted as provided in section 1.

the recipient's regular compensation."

- NEW SECTION. Section 3. Applicability. This act applies to employee suggestions or inventions submitted to the department prior to November 1, 1986. To allow time for evaluation of those suggestions or inventions, awards may be granted pursuant to section 1 until June 30, 1987.
- NEW SECTION. Section 4. Effective date -termination. This act is effective on passage and approval,
 and section 1 terminates November 1, 1986.

-End-

INTRODUCED BILL
-2- HB 37

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APPROVED BY COMMITTEE ON STATE ADMINISTRATION

2	INTRODUCED BY COBB, GOULD, HANNAH
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4	A BILL FOR AN ACT ENTITLED: "AN ACT INCREASING THE AMOUNT
5	OF INCENTIVE AWARDS FOR STATE EMPLOYEE SUGGESTIONS OR
6	INVENTIONS RESULTING IN MONETARY SAVINGS TO THE STATE;
7	PROVIDING FOR PAYMENT OF SUCH AWARDS; APPROPRIATING-\$200,000
8	TO REQUIRING THE DEPARTMENT OF ADMINISTRATION TO REQUEST AN
9	APPROPRIATION FOR PAYMENT OF CERTAIN AWARDS; AMENDING
10	SECTION 2-18-1106, MCA; AND PROVIDING AN IMMEDIATE EFFECTIVE
11	DATE, AN APPLICABILITY DATE, AND A TERMINATION DATE."
12	
13	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
14	Section 1. Section 2-18-1106, MCA, is amended to read:
15	"2-18-1106. Agency head to grant award amount and
16	source of award. (1) After an agency implements an
17	employee's suggestion or invention and the monetary savings
18	to the state is estimated, an agency head, upon written
19	application to and approval from the department and the
20	incentive awards advisory council, may grant an incentive
21	award to an employee whose proposal meets the requirements
22	enumerated in 2-18-1105.
23	(2) The incentive award may-not shall be more-than 10%

of the savings resulting from implementing the employee's

proposal for 1 year up to a maximum of \$1,7500 \$10,000.

HOUSE BILL NO. 37

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Montana	Legislative	Counci

- Larger awards may be proposed and submitted to the
 legislature for consideration.
- 3 (3) The agency head shall pay the employee from the
- 4 savings in the agency's budget in a single, lump-sum award.
- If the money saved as a result of the employee's proposal is
- restricted or unavailable for payment of this kind of award,
 then the award must be paid by the department from money
- 8 appropriated for that purpose. This award is in addition to
- 9 the recipient's regular compensation."
- 10 NEW SECTION. Section 2. Appropriation REQUEST FOR
- 11 APPROPRIATION. There-is-appropriated-to-the DURING THE 50TH
- 12 <u>LEGISLATURE</u>, THE Department of Administration \$200,000-from
- 13 the-general-fund-for-the-period-ending-June-30,-1987, SHALL
- 14 REQUEST AN APPROPRIATION to pay awards granted APPROVED as
- 15 provided in section 1.
- 16 NEW SECTION. Section 3. Applicability. This act
- 17 applies to employee suggestions or inventions submitted to
- 18 the department prior to November 1, 1986. To allow time for
- 19 evaluation of those suggestions or inventions, awards may be
- 20 granted pursuant to section 1 until June 30, 1987.
- 21 NEW SECTION. Section 4. Effective date --
- 22 termination. This act is effective on passage and approval,
- 23 and section 1 terminates November 1, 1986.

-End-

SECOND READING

-2-

HB 37

La Montana Legislative Council

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2	INTRODUCED BY COBB, GOULD, HANNAH
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4	A BILL FOR AN ACT ENTITLED: "AN ACT INCREASING THE AMOUNT
5	OF INCENTIVE AWARDS FOR STATE EMPLOYEE SUGGESTIONS OR
6	INVENTIONS RESULTING IN MONETARY SAVINGS TO THE STATE;
7	PROVIDING FOR PAYMENT OF SUCH AWARDS; APPROPRIATING-\$200,000
8	TO REQUIRING THE DEPARTMENT OF ADMINISTRATION TO REQUEST AN
9	APPROPRIATION FOR PAYMENT OF CERTAIN AWARDS; AMENDING
10	SECTION 2-18-1106, MCA; AND PROVIDING AN IMMEDIATE EFFECTIVE
11	DATE, AN APPLICABILITY DATE, AND A TERMINATION DATE."
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13	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
14	Section 1. Section 2-18-1106, MCA, is amended to read:
15	"2-18-1106. Agency head to grant award amount and
16	source of award. (1) After an agency implements an
17	employee's suggestion or invention and the monetary savings
18	to the state is estimated, an agency head, upon written
19	application to and approval from the department and the
20	incentive awards advisory council, may grant an incentive
21	award to an employee whose proposal meets the requirements
22	enumerated in 2-18-1105.
23	(2) The incentive award may-not shall be more-than 10%
24	of the savings resulting from implementing the employee's
25	proposal for 1 year up to a maximum of \$1,500 \$10,000.

Larger awards may be proposed and submitted to the
legislature for consideration.
(3) The agency head shall pay the employee from the
savings in the agency's budget in a single, lump-sum award.
If the money saved as a result of the employee's proposal is
restricted or unavailable for payment of this kind of award,
then the award must be paid by the department from money
appropriated for that purpose. This award is in addition to
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NEW SECTION. Section 2. Appropriation REQUEST FOR
APPROPRIATION. There-is-appropriated-to-the DURING THE 50TH
LEGISLATURE, THE Department of Administration \$200,000-from
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the department prior to November 1, 1986. To allow time for
evaluation of those suggestions or inventions, awards may be
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NEW SECTION Section 4 Effective date

-End-

and section 1 terminates November 1, 1986.

termination. This act is effective on passage and approval,

1	HOUSE BILL NO. 37
2	INTRODUCED BY COBB, GOULD, HANNAH
3	
4	A BILL FOR AN ACT ENTITLED: "AN ACT INCREASING THE AMOUNT
5	OF INCENTIVE AWARDS FOR STATE EMPLOYEE SUGGESTIONS OR
6	INVENTIONS RESULTING IN MONETARY SAVINGS TO THE STATE;
7	PROVIDING FOR PAYMENT OF SUCH AWARDS; APPROPRIATING-\$200,000
8	TO REQUIRING THE DEPARTMENT OF ADMINISTRATION TO REQUEST AN
9	APPROPRIATION FOR PAYMENT OF CERTAIN AWARDS; AMENDING THE
LO	DUTIES OF THE DEPARTMENT OF ADMINISTRATION; AMENDING SECTION
.1	SECTIONS 2-18-1103 AND 2-18-1106, MCA; AND PROVIDING AN
. 2	IMMEDIATE EFFECTIVE DATE, AN APPLICABILITY DATE, AND A
.3	TERMINATION DATE."
4	
. 5	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
16	SECTION 1. SECTION 2-18-1103, MCA, IS AMENDED TO READ:
.7	"2-18-1103. Powers and duties of the department. The
18	department shall:
.9	(1) adopt rules to equitably administer the employee
20	incentive award program;
1	(2) provide an opportunity for all employees to
2	participate in the program;
23	(3) assist agencies in making incentive awards under
24	the program;
	- -

(4) grant or deny incentive awards in consultation

1	with the incentive awards advisory council and determine the
2	amount of each incentive award based on first-year monetary
3	savings;
4	(5) hear appeals from employees on the operation of
5	the program; and
6	(6) prepare a biennial report to the legislature
7	containing a list of incentive awards and the corresponding
8	savings to the state resulting from each employee's
9	suggestion or invention and providing a general review of
10	and recommendations for improving the program; and
11	(7) send a copy of all suggestions or inventions
12	submitted under this program to the office of the
13	legislative fiscal analyst."

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Section 2. Section 2-18-1106, MCA, is amended to read: "2-18-1106. Agency head to grant award -- amount and source of award. (1) After an agency implements an employee's suggestion or invention and the monetary savings to the state is estimated, an agency head, upon written application to and approval from the department and the incentive awards advisory council, may grant an incentive award to an employee whose proposal meets the requirements enumerated in 2-18-1105.

(2) The incentive award may-not shall be more-than 10% of the savings resulting from implementing the employee's proposal for 1 year up to a maximum of \$1,500 \$10,000.

- 1 Larger awards may be proposed and submitted to the 2 legislature for consideration.
- 3 (3) The agency head shall pay the employee from the
 4 savings in the agency's budget in a single, lump-sum award.
 5 If the money saved as a result of the employee's proposal is
 6 restricted or unavailable for payment of this kind of award,
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 8 appropriated for that purpose. This award is in addition to
- 10 NEW SECTION. Section 3. Appropriation REQUEST FOR

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 12 LEGISLATURE, THE Department of Administration \$2807000-from

 13 the--general-fund-for-the-period-ending-June-307-19877 SHALL

 14 REQUEST AN APPROPRIATION to pay awards granted APPROVED as
- 15 provided in section ± 2.

the recipient's regular compensation."

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- NEW SECTION. Section 4. Applicability. This act applies to employee suggestions or inventions submitted to the department prior to November 1, 1986. To allow time for evaluation of those suggestions or inventions, awards may be granted pursuant to section ± 2 until June 30, 1987.
- NEW SECTION. Section 5. Effective date --termination. This act is effective on passage and approval,
 and section ± 2 terminates November 1, 1986.

-End-

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STANDING COMMITTEE REPORT

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MR PRESIDENT	Juna26,
WIR. PRESIDENT	
We, your committee on F.INANCE - AND - CLAIMS	······································
having had under consideration	OUSE BILL No. 37
third reading copy (<u>blue</u>) color	
TEMPORARILY INCREASE EMPLOYEE INCENTIV	'E AWARDS AND PROVIDE APPROPRIATION
Cobb (Jacobson)	
Respectfully report as follows: That	BILL No . 37.,
be amended as follows:	
1. Title, line 9.	
Following: "AWARDS;"	
Insert: "AMENDING THE DUTIES OF THE D	EPARTMENT OF ADMINISTRATION;"
2. Title, line 10.	
Following: line 9	
Strike: "SECTION"	
Insert: "SECTIONS 2-18-1103 AND"	
1 . Dame 1 . 14 14	
3. Page 1, line 14. Following: line 13	
Insert: "Section 1. Section 2-18-110	2 MCN is amonded to read.
"2-18-1103. Powers and duties of t	he department. The department
shall:	ne department. The department
(1) adopt rules to equitably ad	minister the employee incentive
award program;	
(2) provide an opportunity for	all employees to participate
in the program;	
	ncentive awards under the program;
(4) grant or deny incentive awa	
incentive awards advisory council a	
incentive award based on first-year	
	on the operation of the program;
(6) prepare a biennial report t list of incentive awards and the co	
resulting from each employee's sugg	
a general review of and recommendat	
and	tone for rubroating one brodram.

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June 26

(7) send a copy of all suggestions or inventions submitted under this program to the office of the legislative fiscal analyst.

Renumber: subsequent sections

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AND AS AMENDED BE CONCURRED IN

(continued)

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7 1 86 6 11:2 6 11:2