# HOUSE BILL NO. 77

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INTRODUCED BY THOFT, ADDY

## IN THE HOUSE

JANUARY 5, 1989	INTRODUCED AND REFERRED TO COMMITTEE ON EDUCATION & CULTURAL RESOURCES.
JANUARY 6, 1989	FIRST READING.
JANUARY 16, 1989	COMMITTEE RECOMMEND BILL DO PASS. REPORT ADOPTED.
JANUARY 17, 1989	POSTED ON CONSENT CALENDAR.
	ENGROSSING REPORT.
JANUARY 19, 1989	CONSENT CALENDAR, QUESTIONS AND ANSWERS.
	THIRD READING, PASSED. AYES, 97; NOES, 1.
	TRANSMITTED TO SENATE.
IN	THE SENATE
JANUARY 20, 1989	INTRODUCED AND REFERRED TO COMMITTEE ON STATE ADMINISTRATION.
	FIRST READING.
MARCH 10, 1989	COMMITTEE RECOMMEND BILL BE CONCURRED IN, REPORT ADOPTED.
MARCH 11, 1989	SECOND READING, CONCURRED IN.
MARCH 14, 1989	THIRD READING, CONCURRED IN. AYES, 46; NOES, 0.

RETURNED TO HOUSE.

IN THE HOUSE

MARCH 15, 1989

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RECEIVED FROM SENATE. SENT TO ENROLLING.

REPORTED CORRECTLY ENROLLED.

INTRODUCED BY This Add

4 A BILL FOR AN ACT ENTITLED: "AN ACT ALLOWING LOCAL 5 NONPROFIT CORPORATIONS TO MANAGE HISTORIC PROPERTIES OWNED 6 BY THE STATE OF MONTANA; ALLOWING THE MONTANA HISTORICAL 7 SOCIETY TO CONTRACT FOR MANAGEMENT OF SUCH PROPERTIES; AND 8 PROVIDING FOR DONATIONS AND DISPOSITION OF INCOME."

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

Section 1. Short title. [This act] may be cited as the
 "Local Management of Historic Sites and Buildings Act".

13 Section 2. Purpose. The purposes of [this act] are to: 14 (1) encourage the restoration, preservation, and 15 maintenance of historic sites and buildings owned by the 16 state of Montana;

17 (2) encourage the participation of Montana citizens
18 and groups in the local management, on a nonprofit basis, of
19 historic sites and buildings through the donation of time,
20 materials, and resources toward the restoration and
21 preservation of these properties;

(3) remove unnecessary barriers to the efficient and
cost-effective management of historic sites and buildings by
qualified and responsible local nonprofit corporations as
contracted managers; and



1 (4) retain state ownership of historic sites and 2 buildings and state control over decisions concerning their 3 historic integrity and preservation so that the citizens of 4 the state may realize the greatest benefits available from 5 each property.

6 Section 3. Management of historic sites and buildings 7 -- contracts. (1) The Montana historical society may accept 8 gifts, grants, bequests, or contributions of money, 9 property, labor, or materials for use in the operation, 10 maintenance, repair, preservation, or renovation of any 11 historic site or building owned by the state of Montana.

12 (2) The Montana historical society may contract with a 13 local nonprofit corporation for the operation, maintenance, preservation, repair, or renovation of any historic site or 14 15 building owned by the state. The nonprofit corporation may 16 not be considered a public agency for purposes of Title 18, 17 except for the provisions in chapter 2, part 2, or for the 16 purposes of other statutes applicable to the historical society if 25% of the total annual expenses for all costs of 19 20 operation, maintenance, repair, preservation, and renovation 21 of the historic site or building is provided by in-kind or 22 donated labor or materials by or on behalf of the contracting local nonprofit corporation. The nonprofit 23 24 corporation must conform to the provisions of Title 18, chapter 2, part 2, and Title 35, chapter 2. 25

> --- INTRODUCED BILL H877

1 (3) No contract may be entered into nor any other 2 obligation incurred for the purposes in subsection (1) until 3 money has been appropriated by the legislature or is 4 otherwise available. If funds are otherwise available, Title 5 18, chapter 2, parts 1, 3, and 4 are not applicable.

6 (4) The Montana historical society may require a 7 corporation managing a property pursuant to subsection (3) 8 to deposit in a local financial institution all profits, 9 revenues, royalties, or fees received or all gifts, grants, 10 bequests, or other contributions collected by the 11 corporation for the benefit of the property. All funds must 12 be accounted for pursuant to the management contract and 13 audited quarterly by the society or its designee, and expenditures of the funds may be used only for the 14 operation, maintenance, preservation, repair, renovation, 15 16 and management of the property.

Section 4. Extension of authority. Any existing
authority to make rules on the subject of the provisions of
(this act) is extended to the provisions of (this act).

20 Section 5. Codification instruction. [Sections 1 21 through 3] are intended to be codified as an integral part 22 of Title 22, chapter 3, and the provisions of Title 22, 23 chapter 3, apply to [sections 1 through 3].

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#### STATE OF MONTANA - FISCAL NOTE Form BD-15

In compliance with a written request, there is hereby submitted a Fiscal Note for HB077, as introduced.

## DESCRIPTION OF PROPOSED LEGISLATION:

HB77 would allow the Historical Society with local non-profit groups to manage and restore Society owned properties.

### ASSUMPTIONS:

- 1. This bill affects only two properties, the Daly Mansion (Hamilton) and the Moss Mansion (Billings).
- 2. No other properties would be acquired in the biennium.
- 3. The only expenditures of state funds would be travel to audit the accounts of the two non-profit groups.

### FISCAL IMPACT:

The Historical Society agrees to absorb the \$800 identified as travel and costs per year.

RAY SHACKLEFORD, BUDGET DIRECTOR DATE

BOB THOFT, PRIMARY SPONSOR

DATE

Fiscal Note for HB077, as introduced

BILL NO. 77 1 INTRODUCED BY That 2 3 A BILL FOR AN ACT ENTITLED: "AN ACT ALLOWING LOCAL 4 NONPROFIT CORPORATIONS TO MANAGE HISTORIC PROPERTIES OWNED 5 BY THE STATE OF MONTANA; ALLOWING THE MONTANA HISTORICAL 6 SOCIETY TO CONTRACT FOR MANAGEMENT OF SUCH PROPERTIES; AND 7

8 PROVIDING FOR DONATIONS AND DISPOSITION OF INCOME."

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

Section 1. Short title. [This act] may be cited as the
 "Local Management of Historic Sites and Buildings Act".

Section 2. Purpose. The purposes of [this act] are to:
(1) encourage the restoration, preservation, and
maintenance of historic sites and buildings owned by the
state of Montana;

17 (2) encourage the participation of Montana citizens
18 and groups in the local management, on a nonprofit basis, of
19 historic sites and buildings through the donation of time,
20 materials, and resources toward the restoration and
21 preservation of these properties;

(3) remove unnecessary barriers to the efficient and
cost-effective management of historic sites and buildings by
qualified and responsible local nonprofit corporations as
contracted managers; and



1 (4) retain state ownership of historic sites and 2 buildings and state control over decisions concerning their 3 historic integrity and preservation so that the citizens of 4 the state may realize the greatest benefits available from 5 each property.

6 Section 3. Management of historic sites and buildings 7 -- contracts. (1) The Montana historical society may accept 8 gifts, grants, bequests, or contributions of money, 9 property, labor, or materials for use in the operation, 10 maintenance, repair, preservation, or renovation of any 11 historic site or building owned by the state of Montana.

12 (2) The Montana historical society may contract with a 13 local nonprofit corporation for the operation, maintenance, 14 preservation, repair, or renovation of any historic site or 15 building owned by the state. The nonprofit corporation may not be considered a public agency for purposes of Title 18, 16 except for the provisions in chapter 2, part 2, or for the 17 18 purposes of other statutes applicable to the historical 19 society if 25% of the total annual expenses for all costs of 20 operation, maintenance, repair, preservation, and renovation 21 of the historic site or building is provided by in-kind or 22 donated labor or materials by or on behalf of the 23 contracting local nonprofit corporation. The nonprofit corporation must conform to the provisions of Title 18, 24 chapter 2, part 2, and Title 35, chapter 2. 25

> THIRD READING H877 Consent Calendar

1 (3) No contract may be entered into nor any other 2 obligation incurred for the purposes in subsection (1) until 3 money has been appropriated by the legislature or is 4 otherwise available. If funds are otherwise available, Title 5 18, chapter 2, parts 1, 3, and 4 are not applicable.

6 (4) The Montana historical society may require a corporation managing a property pursuant to subsection (3) 7 to deposit in a local financial institution all profits, 8 9 revenues, royalties, or fees received or all gifts, grants, 10 bequests, or other contributions collected by the corporation for the benefit of the property. All funds must 11 be accounted for pursuant to the management contract and 12 audited quarterly by the society or its designee, and 13 14 expenditures of the funds may be used only for the 15 operation, maintenance, preservation, repair, renovation, and management of the property. 16

Section 4. Extension of authority. Any existing
authority to make rules on the subject of the provisions of
[this act] is extended to the provisions of [this act].

20 Section 5. Codification instruction. [Sections 1 21 through 3] are intended to be codified as an integral part 22 of Title 22, chapter 3, and the provisions of Title 22, 23 chapter 3, apply to [sections 1 through 3].

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HB 0077/02

1 HOUSE BILL NO. 77 1 2 INTRODUCED BY THOFT, ADDY 2 3 3 ۵ A BILL FOR AN ACT ENTITLED: "AN ACT ALLOWING LOCAL · 4 5 NONPROFIT CORPORATIONS TO MANAGE HISTORIC PROPERTIES OWNED 5 6 BY THE STATE OF MONTANA: ALLOWING THE MONTANA HISTORICAL 6 SOCIETY TO CONTRACT FOR MANAGEMENT OF SUCH PROPERTIES: AND 7 7 each property. 8 PROVIDING FOR DONATIONS AND DISPOSITION OF INCOME." 8 9 9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA: 10 10 11 NEW SECTION. Section 1. Short title. [This act] may 11 12 be cited as the "Local Management of Historic Sites and 12 13 Buildings Act". 13 NEW SECTION. Section 2. Purpose. The purposes 14 Montana. 14 of 15 15 [this act] are to: (1) encourage the restoration, preservation, and 16 16 17 maintenance of historic sites and buildings owned by the 17 18 state of Montana; 18 19 (2) encourage the participation of Montana citizens 19 20 and groups in the local management, on a nonprofit basis, of 20 historic sites and buildings through the donation of time, 21 21 22 materials, and resources toward the restoration and 22 23 preservation of these properties; 23 24 (3) remove unnecessary barriers to the efficient and 24 cost-effective management of historic sites and buildings by 25 25

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qualified and responsible local nonprofit corporations as
 contracted managers; and

3 (4) retain state ownership of historic sites and 4 buildings and state control over decisions concerning their 5 historic integrity and preservation so that the citizens of 6 the state may realize the greatest benefits available from 7 each property.

8 <u>NEW SECTION.</u> Section 3. Management of historic sites 9 and buildings -- contracts. (1) The Montana historical 10 society may accept gifts, grants, bequests, or contributions 11 of money, property, labor, or materials for use in the 12 operation, maintenance, repair, preservation, or renovation 13 of any historic site or building owned by the state of 14 Montana.

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contracting local nonprofit corporation. The nonprofit
 corporation must conform to the provisions of Title 18,
 chapter 2, part 2, and Title 35, chapter 2.

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20 <u>NEW SECTION.</u> Section 4. Extension of authority. Any 21 existing authority to make rules on the subject of the 22 provisions of [this act] is extended to the provisions of 23 [this act].

24NEW SECTION.Section 5.Codificationinstruction.25[Sections 1 through 3] are intended to be codified as an

integral part of Title 22, chapter 3, and the provisions of

2 Title 22, chapter 3, apply to [sections 1 through 3].

-End-

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