1	HOUSE BILL NO. 68
2	INTRODUCED BY SCHWINDEN
3	BY REQUEST OF THE DEPARTMENT OF LABOR AND INDUSTRY
4	
5	A BILL FOR AN ACT ENTITLED: "AN ACT REVISING CERTAIN INDUSTRIAL SAFETY LAWS; REQUIRING
6	SAFETY COMPLIANCE LANGUAGE TO BE EXPRESSLY STATED IN THE CONTRACT BETWEEN A
7	CONTRACTOR AND A GOVERNMENTAL ENTITY; AUTHORIZING THE DEPARTMENT TO ESTABLISH
8	BOILER ENGINEER LICENSE FEE SCHEDULES, INSPECTION FEE SCHEDULES, AND APPROPRIATE
9	TRAINING COURSES BY ADMINISTRATIVE RULE; IMPOSING A FEE FOR ALL BOILER INSPECTIONS;
10	CLARIFYING BOILER ENGINEER EXPERIENCE REQUIREMENTS; ELIMINATING HEARING OR COMPLAINT
11	REQUIREMENTS PRIOR TO THE DEPARTMENT ORDERING WORKPLACE SAFETY IMPROVEMENTS;
12	MODIFYING HOISTING ENGINEER LICENSE STANDARDS TO INCLUDE EITHER CRANE BOOM LENGTH OR
13	TONNAGE RATING; AND AMENDING SECTIONS 50-71-103, 50-71-323, 50-74-101, 50-74-219,
14	50-74-304, 50-74-305, 50-74-309, AND 50-76-103, MCA."
15	
16	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
17	
18	Section 1. Section 50-71-103, MCA, is amended to read:
19	"50-71-103. Public contractors Contractors subject to chapter contract provision required. Every
20	(1) A contractor performing services for the state or any of its political subdivision thereof shall be
21	subdivisions is required to comply with the safety rules, codes, and provisions of this chapter as a part of
22	his the contract.
23	(2) The requirement imposed by subsection (1) must be expressly stated in a contract between a
24	contractor and a governmental entity."
25	
26	Section 2. Section 50-71-323, MCA, is amended to read:
27	"50-71-323. Order directing additions, repairs, and improvements, or changes. (1) Whenever the
28	department, after a hearing had upon its own motion or upon complaint an inspection and a closing
29	conference with an employer, finds that an employment or place of employment is not safe or that the
30	practices, or methods, or operations, or processes employed or used in connection therewith by the



employer are unsafe or do not afford adequate protection to the life and safety of the employees in such
employments and the employment or place of employment, the department shall make and enter and serve
such issue an order relative thereto as may be necessary to render such outlining the unsafe or inadequate
practices, methods, operations, or processes currently used and directing additions, repairs, improvements,
or changes in the employment or place of employment safe and that are necessary to protect the life and
safety of employees in such the employment and places or place of employment.
(2) The department may in the order direct that such additions, repairs, improvements, or changes
be made and such that safety devices and safeguards be furnished, provided, and used as that are
reasonably required necessary to render such ensure a safe employment or places place of employment safe
in the manner and within the time specified in the order."
Section 3. Section 50-74-101, MCA, is amended to read:
"50-74-101. Department Definition department to formulate adopt rules. (1) As used in this
chapter, the term "department" means the department of labor and industry.
(2) The department shall formulate adopt definitions and rules for the safe construction, installation,
operation, inspection, and repair of equipment covered by this chapter. The definitions and rules se
formulated shall must follow generally accepted nationwide engineering standards as published by the
American society of mechanical engineers.
(3) The department shall also adopt rules:
(a) establishing a license fee schedule for engineers;
(b) establishing a fee schedule for inspections; and
(c) identifying training courses that may provide credit toward experience requirements."
Section 4. Section 50-74-219, MCA, is amended to read:
"50-74-219. Fee for special inspection. Whenever, upon request of the owner or operator of any
boiler, it is necessary for the a department inspector to make a special trip for the inspection of the inspects
a boiler, the mileage and per diem allowed fee set by law shall rule must be charged and collected by the
department prior to issuance of an inspection certificate."



Section 5. Section 50-74-304, MCA, is amended to read:

- "50-74-304. Requirements for engineer's license. Each applicant for an engineer's license must be physically and mentally capable of performing the required duties and <u>must</u> meet the following minimum requirements for the class of engineer's license for which application is being made:
- (1) An applicant for a low-pressure engineer's license must have at least 3 months' full-time experience in the operation of a boiler in this classification <u>under an engineer who holds a valid low-pressure</u> or higher license, have successfully pass passed a written examination prescribed by the department, have passed his 18th birthday be 18 years of age or older, and be found to be competent to operate a boiler in this classification.
- (2) An applicant for a third-class engineer's license must have at least 6 months' full-time experience in the operation of a boiler in this classification under an engineer helding who holds a valid third-class or higher license, have successfully pass passed a written examination prescribed by the department, have passed his 18th birthday be 18 years of age or older, and be found to be competent to operate a boiler in this classification.
 - (3) An applicant for a second-class engineer's license must:
- (a) have at least 2 years' full-time experience in the operation of a boiler and steam-driven machinery in this classification under an engineer holding who holds a valid second-class or first-class license, have successfully pass passed a written examination prescribed by the department, have passed his 18th birthday be 18 years of age or older, and be found to be competent to operate a boiler and steam-driven machinery in this classification; or
- (b) hold a valid third-class engineer's license, and have at least 1 year's full-time experience in the operation of a boiler and steam-driven machinery in this classification under an engineer helding who holds a valid second-class or first-class license, have successfully pass passed a written examination prescribed by the department, have passed his 18th birthday be 18 years of age or older, and be found to be competent to operate a boiler and steam-driven machinery in this classification.
 - (4) An applicant for a first-class engineer's license must:
- (a) have at least 3 years' full-time experience in the operation of a boiler and steam-driven machinery in this classification under an engineer holding who holds a valid first-class license, have successfully pass passed a written examination prescribed by the department, have passed his 18th birthday be 18 years of age or older, and be found to be competent to operate a boiler and steam-driven machinery in this classification;



- (b) hold a valid second-class engineer's license, and have at least 1 year's full-time experience in the operation of a boiler and steam-driven machinery in this classification under an engineer holding who holds a valid first-class license, have successfully pass passed a written examination prescribed by the department, have passed his 18th birthday be 18 years of age or older, and be found to be competent to operate a boiler and steam-driven machinery in this classification; or
- (c) hold a valid third-class engineer's license, and have at least 2 year's years' full-time experience in the operation of a boiler and steam-driven machinery in this classification under an engineer holding who holds a valid first-class license, have successfully passed a written examination prescribed by the department, have passed his 18th birthday be 18 years of age or older, and be found to be competent to operate a boiler and steam-driven machinery in this classification."

- Section 6. Section 50-74-305, MCA, is amended to read:
- "50-74-305. Exceptions to requirements for engineer's license. Allowable exceptions or variances to the minimum requirements set out listed in 50-74-304 are as follows:
- (1) An applicant for an engineer's license in any classification holding who holds a valid license in that classification from another state having that has licensing requirements equal to or exceeding the minimum requirements set out in 50-74-304, who successfully passing passes a written examination prescribed by the department, and who is found to be competent to operate a boiler and steam-driven machinery in that classification shall must be granted a license in that classification.
- (2) Operating experience in a classification that is accumulated in the United States military services or the merchant marine service and that is satisfactory to the department may be accepted in lieu of the operating experience required for licensing of engineers in each of the license classifications.
- (3) An applicant having who has training in the operation of steam or water boilers and steam machinery and who has been certified as having satisfactorily completed a prescribed training course from a recognized vocational-technical training school or center or other department-approved institution or training program in the classification for which he the applicant is applying may, at the discretion of the pursuant to department rule, be credited with a maximum of 6 months' experience toward a first-, second-, or third-class or low-pressure engineer's license."

Section 7. Section 50-74-309, MCA, is amended to read:



1	"50-74-309. License fees. Applicants An applicant for an engineer's license shall pay fees a fee
2	according to the class of license for which application is made, as specified in the following schedule:
3	(1) first class \$30
4	(2) second class \$20
5	(3) third class \$12
6	(4) low pressure \$8
7	(5) traction \$12
8	(6) renewal of license \$4
9	(7) replacement of lost certificate \$2 by department rule."
10	
11	Section 8. Section 50-76-103, MCA, is amended to read:
12	"50-76-103. Crane and hoist license required. (1) (a) It is unlawful for a person to operate any
13	hoisting equipment, when used in hoisting or lowering personnel or material, that has a manufacturer's
14	rating of above more than 6 tons and or a boom length of more than 25 feet without first obtaining a
15	license from the department. This equipment includes overhead trolley cranes used in construction only and
16	excludes equipment with excavation attachments or log loading equipment when in use.
17	(b) In emergencies, 50-74-317 shall apply applies to the operation of the equipment named referred
18	to in this section.
19	(2) Licensing is as follows:
20	(a) First-class hoisting engineers are licensed to operate any hoisting equipment in industrial or
21	construction operations.
22	(b) (i) An applicant for a first-class hoisting engineer's license shall have must:
23	(A) have no less than 3 years' experience operating equipment requiring a second-class hoisting
24	engineer's license or shall otherwise be shown to be equivalently competent by examination;
25	(B) passed his 18th birthday be 18 years of age or older; and
26	(C) have successfully passed a written test prescribed by the department.
27	(ii) An annual physical exam is required of all licensees.
28	(c) Second-class hoisting engineers are licensed to operate hoisting equipment with a
29	manufacturer's rating of 6 tons and or a boom length of 25 feet up to equipment with a rating of 15 tons



and or a boom length of 60 feet.

30

1	(d) (i) Applicants for a second-class hoisting engineer's license shall must:
2	(A) have no less than 2 years' experience in actual operation of hoisting equipment covered by this
3	section or shall otherwise be shown to be equivalently competent by examination;
4	(B) have successfully pass passed a written examination prescribed by the department; and
5	(C) have passed their 18th birthday be 18 years of age or older.
6	(ii) An annual physical exam is required of all licensees.
7	(e) Third-class hoisting engineers are licensed to move all truck cranes driven by any power and
8	of any capacity. This license requirement applies to truck crane oilers who move truck cranes.
9	(f) Applicants for a third-class hoisting engineer's license shall must have successfully pass passed
10	a written test prescribed by the department and shall must be at least 18 years old of age or older before
11	receiving this <u>a</u> license.
12	(3) The department shall reexamine each licensed engineer or operator every 5 years during the
13	anniversary month of his the license if the licensee has not worked at the trade for 5 years."
14	-END-

STATE OF MONTANA - FISCAL NOTE

Fiscal Note for HB0068, as introduced

DESCRIPTION OF PROPOSED LEGISLATION:

A bill revising certain industrial safety laws; requiring safety compliance language to be expressly stated in contract between a contractor and governmental entity; authorizing the department to establish boiler engineer license fee schedules, inspection fee schedules, and appropriate training courses by administrative rule; imposing a fee for all boiler inspections; clarifying boiler engineer experience requirements; eliminating hearing or complaint requirements prior to the department ordering workplace safety improvements; and modifying hoisting engineer license standards to include either crane boom length or tonnage rating.

ASSUMPTIONS:

- This is a housekeeping bill at the request of the Department of Labor and Industry.
- Currently, administration of licensing and inspection functions is partially 2. supported by license and inspection fees and about \$36,000 of Workers' Compensation Assessment fees are subsidizing the balance of the functions.
- During the 1997 biennium the license and inspection fees will begin to pay complete 3. program costs and there will be a corresponding reduction in fees from Plan I, Plan II and Plan III insurance providers.

FISCAL IMPACT:

There is no impact other than the revenue shift.

TECHNICAL NOTES:

HB66 as introduced transfers the licensing for boiler engineers to the Department of Commerce whereas HB68 allows the Department of Labor and Industry to adopt rules and set fees. HB66 and HB68 may require technical coordination.

BUDGET DIRECTOR Office of Budget and Program Planning

DORE SCHWINDEN, PRIMARY SPONSOR

Fiscal Note for HB0068, as introduced

ı	HOUSE BILL NO. 68
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3	BY REQUEST OF THE DEPARTMENT OF LABOR AND INDUSTRY
4	
5	A BILL FOR AN ACT ENTITLED: "AN ACT REVISING CERTAIN INDUSTRIAL SAFETY LAWS; REQUIRING
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7	CONTRACTOR AND A GOVERNMENTAL ENTITY; AUTHORIZING THE DEPARTMENT TO ESTABLISH
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11	REQUIREMENTS PRIOR TO THE DEPARTMENT ORDERING WORKPLACE SAFETY IMPROVEMENTS;
12	MODIFYING HOISTING ENGINEER LICENSE STANDARDS TO INCLUDE EITHER CRANE BOOM LENGTH OR
13	TONNAGE RATING; AND AMENDING SECTIONS 50-71-103, 50-71-323, 50-74-101, 50-74-219,
14	50-74-304, <u>AND</u> 50-74-305, 50-74-309, AND 50-76-103, MCA."
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16	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
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18	Section 1. Section 50-71-103, MCA, is amended to read:
19	"50-71-103. Public contractors Contractors subject to chapter contract provision required. Every
20	(1) A contractor performing services for the state or any of its political subdivision thereof shall be
21	subdivisions is required to comply with the safety rules, codes, and provisions of this chapter as a part of
22	his the contract.
23	(2) The requirement imposed by subsection (1) must be expressly stated in a contract between a
24	contractor and a governmental entity."
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26	Section 2. Section 50-71-323, MCA, is amended to read:
27	"50-71-323. Order directing additions, repairs, and improvements, or changes. (1) Whenever the
28	department, after a hearing had upon its own motion or upon complaint an inspection and a closing
29	conference with an employer AND AN EMPLOYEE REPRESENTATIVE, finds that an employment or place
30	of employment is not safe or that the practices, or methods, or processes employed or used

54th Legislature HB0068.02

(2) The department may in the order direct that such additions, repairs, improvements, or changes be made and such that safety devices and safeguards be furnished, provided, and used as that are reasonably required necessary to render such ensure a safe employment or places place of employment safe in the manner and within the time specified in the order."

Section 3. Section 50-74-101, MCA, is amended to read:

"50-74-101. Department Definition -- department to formulate adopt rules. (1) As used in this chapter, the term "department" means the department of labor and industry.

- (2) The department shall formulate adopt definitions and rules for the safe construction, installation, operation, inspection, and repair of equipment covered by this chapter. The definitions and rules se formulated shall must follow generally accepted nationwide engineering standards as published by the American society of mechanical engineers.
- (3) The department shall also adopt rules:
- 21 (a) establishing a license fee schedule for engineers;
- 22 (b) establishing a fee schedule for inspections,; and
- 23 (e) identifying training courses that may provide credit toward experience requirements."

- Section 4. Section 50-74-219, MCA, is amended to read:
- "50-74-219. Fee for special inspection. Whenever, upon request of the owner or operator of any boiler, it is necessary for the a department inspector to make a special trip for the inspection of the inspects a boiler, the mileage and por diom allowed fee set by law shall rule must be charged and collected by the department prior to issuance of an inspection certificate."



- 2 - HB 68

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OCUMUNT U.	OUCTION OF	7 7 00 7	14167 (15	-unchaca	to read.

"50-74-304. Requirements for engineer's license. Each applicant for an engineer's license must be physically and mentally capable of performing the required duties and <u>must</u> meet the following minimum requirements for the class of engineer's license for which application is being made:

(1) An applicant for a low pressure engineer's license must have at least 3 months' full time experience in the operation of a boiler in this classification under an engineer who holds a valid low pressure or higher license, have successfully pass passed a written examination prescribed by the department, have passed his 18th birthday be 18 years of age or older, and be found to be competent to operate a boiler in this classification.

(2) An applicant for a third-class engineer's license must have at least 6 months' full time experience in the operation of a boiler in this classification under an engineer holding who holds a valid third-class or higher license, have successfully pass passed a written examination prescribed by the department, have passed his 18th birthday be 18 years of age or older, and be found to be competent to operate a boiler in this classification.

(3) An applicant for a second class engineer's license must:

(a) have at least 2 years' full-time experience in the operation of a boiler and steam driven machinery in this classification under an engineer holding who holds a valid second class or first class license, have successfully pass passed a written examination prescribed by the department, have passed his 18th birthday be 18 years of age or older, and be found to be competent to operate a boiler and steam driven machinery in this classification; or

(b) hold a valid third class engineer's license, and have at least 1 year's full time experience in the operation of a boiler and steam driven machinery in this classification under an engineer holding who holds a valid second class or first class license, have successfully pass passed a written examination prescribed by the department, have passed his 18th birthday be 18 years of age or older, and be found to be competent to operate a boiler and steam driven machinery in this classification.

(4) An applicant for a first class engineer's license must:

(a) have at least 3 years' full time experience in the operation of a boiler and steam driven machinery in this classification under an engineer holding who holds a valid first class license, have successfully pass passed a written examination prescribed by the department, have passed his 18th birthday be 18 years of age or older, and be found to be competent to operate a boiler and steam driven



machinery in this classification;

(b) hold a valid second class engineer's license, and have at least 1 year's full time experience in the operation of a boiler and steam driven machinery in this classification under an engineer holding who holds a valid first class license, have successfully pass passed a written examination prescribed by the department, have passed his 18th birthday be 18 years of age or older, and be found to be competent to operate a boiler and steam driven machinery in this classification; or

(c) hold a valid third class engineer's license, and have at least 2 year's <u>years'</u> full time experience in the operation of a boiler and steam driven machinery in this classification under an engineer holding <u>who holds</u> a valid first-class license, <u>have</u> successfully passed a written examination prescribed by the department, have passed his 18th birthday <u>be 18 years of age or older</u>, and be found to be competent to operate a boiler and steam driven machinery in this classification."

Section 5. Section 50-74-305, MCA, is amended to read:

"50-74-305. Exceptions to requirements for engineer's license. Allowable exceptions or variances to the minimum requirements set out listed in 50-74-304 are as follows:

- (1) An applicant for an engineer's license in any classification holding who holds a valid license in that classification from another state having that has licensing requirements equal to or exceeding the minimum requirements set out in 50-74-304, who successfully passing passes a written examination prescribed by the department, and who is found to be competent to operate a boiler and steam-driven machinery in that classification shall must be granted a license in that classification.
- (2) Operating experience in a classification that is accumulated in the United States military services or the merchant marine service and that is satisfactory to the department may be accepted in lieu of the operating experience required for licensing of engineers in each of the license classifications.
- (3) An applicant having who has training in the operation of steam or water boilers and steam machinery and who has been certified as having satisfactorily completed a prescribed training course from a recognized vocational-technical training school or center or other department-approved institution or training program in the classification for which he the applicant is applying may, at the discretion of the pursuant to department rule, be credited with a maximum of 6 months' experience toward a first-, second-, or third-class or low-pressure engineer's license."



- 4 - HB 68

l	Section 1. Section by 74-308, MUA, is amended to read:
2	"50-74-309. License fees. Applicants An applicant for an engineer's license shall pay fees a fee
3	according to the class of license for which application is made, as specified in the following schedule:
4	(1) -first class - \$30
5	(2) second class \$20
6	(3) third-class \$12
7	(4)-low pressure \$8
8	(5) traction \$12
9	(6) renewal of license \$4
10	(7) replacement of lost certificate \$2 by department rule."
11	
12	Section 8. Section 50 76 103, MCA, is amended to read:
13	"50-76-103. Crane and hoist license required. (1) (a) It is unlawful for a person to operate any
14	hoisting equipment, when used in hoisting or lowering personnel or material, that has a manufacturer's
15	rating of above more than 6 tons and or a boom length of more than 25 feet without first obtaining a
16	license from the department. This equipment includes overhead trolley cranes used in construction only and
17	excludes equipment with excavation attachments or log loading equipment when in use.
18	(b) In emergencies, 50-74-317 shall apply applies to the operation of the equipment named referred
19	to in this section.
20	(2) Licensing is as follows:
21	(a) First class-hoisting engineers are licensed to operate any hoisting equipment in industrial or
22	construction operations.
23	(b) (i) An applicant for a first class hoisting engineer's license shall have must:
24	(A) have no loss than 3 years' experience operating equipment requiring a second class hoisting
25	engineer's license or shall otherwise be shown to be equivalently competent by examination;
26	(B) passed his 18th birthday be 18 years of age or older; and
27	(G) have successfully passed a written test prescribed by the department.
28	(ii) An annual physical exam is required of all licensees.
29	(c) Second class hoisting engineers are licensed to operate hoisting equipment with a
30	manufacturer's rating of 6 tons and or a boom length of 25 feet up to equipment with a rating of 15 tons



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2	(d) (i) Applicants for a second-class hoisting engineer's license shall must:
3	(A) have no less than 2 years' experience in actual operation of hoisting equipment covered by this
4	section or shall otherwise be shown to be equivalently competent by examination;
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6	(C) have passed their 18th birthday be 18 years of age or older.
7	(ii) An annual physical exam is required of all licensees.
8	(e) Third class hoisting engineers are licensed to move all truck crance driven by any power and
9	of any capacity. This license requirement applies to truck crane oilers who move truck cranes.
10	(f) Applicants for a third-class hoisting engineer's license shall must have successfully pass passed
1	a written test prescribed by the department and shall must be at least 18 years old of age or older before
2	receiving this <u>a</u> license.
13	(3) The department shall reexamine each licensed engineer or operator every 5 years during the
4	anniversary month of his the license if the licensee has not worked at the trade for 5 years."
5	-END-



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16	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
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18	Section 1. Section 50-71-103, MCA, is amended to read:
19	"50-71-103. Public contractors Contractors subject to chapter contract provision required. Every
20	(1) A contractor performing services for the state or any of its political subdivision thereof shall be
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22	his the contract.
23	(2) The requirement imposed by subsection (1) must be expressly stated in a contract between a
24	contractor and a governmental entity."
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26	Section 2. Section 50-71-323, MCA, is amended to read:
27	"50-71-323. Order directing additions, repairs, and improvements, or changes. (1) Whenever the
28	department, after a hearing had upon its own motion or upon complaint an inspection and a closing
29	conference with an employer AND AN EMPLOYEE REPRESENTATIVE, finds that an employment or place
30	of employment is not safe or that the practices, or methods, or operations, or processes employed or used



in connection therewith by the employer are unsafe or do not afford adequate protection to the life and
safety of the employees in such employments and the employment or place of employment, the department
shall make and enter and serve such issue an order relative thereto as may be necessary to render such
outlining the unsafe or inadequate practices, methods, operations, or processes currently used and directing
additions, repairs, improvements, or changes in the employment or place of employment safe and that are
necessary to protect the life and safety of employees in such the employment and places or place of
employment.

(2) The department may in the order direct that such additions, repairs, improvements, or changes be made and such that safety devices and safeguards be furnished, provided, and used as that are reasonably required necessary to render such ensure a safe employment or places place of employment safe in the manner and within the time specified in the order."

Section 3. Section 50-74-101, MCA, is amended to read:

"50-74-101. Department <u>Definition department</u> to formulate <u>adopt rules</u>. (1) As used in this chapter, the term "department" means the department of labor and industry.

(2) The department shall formulate adopt definitions and rules for the safe construction, installation, operation, inspection, and repair of equipment covered by this chapter. The definitions and rules so formulated shall <u>must</u> follow generally accepted nationwide engineering standards as published by the American society of mechanical engineers.

(3) The department shall also adopt rules:

(a) establishing a license fee schedule for engineers;

22 (b) ostablishing a fee schedule for inspections; and

23 (c) identifying training courses that may provide credit toward experience requirements."

Section 3. Section 50-74-219, MCA, is amended to read:

"50-74-219. Fee for special inspection. Whenever, upon request of the owner or operator of any boiler, it is necessary for the a department inspector to make a special trip for the inspection of the inspects a boiler, the A mileage and per diem allowed fee set by law shall rule must be charged and collected by the department prior to issuance of an inspection certificate IN ACCORDANCE WITH THE FOLLOWING SCHEDULE:



1	(1) OPERATING CERTIFICATE, \$20;
2	(2) INTERNAL INSPECTION, \$40;
3	(3) EXTERNAL INSPECTION:
4	(A) HOT WATER HEATING SUPPLY, \$15;
5	(B) STEAM HEATING, \$20; AND
6	(C) POWER BOILER, \$30; AND
7	(4) SPECIAL INSPECTION, \$50 PER HOUR PLUS EXPENSES."
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9	Section 5. Section 50-74-304, MCA, is amended to read:
10	"50-74-304. Requirements for engineer's license. Each applicant for an engineer's license mus
11	be physically and mentally capable of performing the required duties and <u>must</u> meet the following minimum
12	requirements for the class of engineer's license for which application is being made:
13	(1) An applicant for a low pressure engineer's license must have at least 3 months' full time
14	experience in the operation of a boiler in this classification under an engineer who holds a valid low pressure
15	or higher license, have successfully pass passed a written examination prescribed by the department, have
16	passed his 18th birthday be 18 years of age or older, and be found to be competent to operate a boiler in
17	this classification.
18	(2) An applicant for a third-class engineer's license must have at least 6 months' full time
19	experience in the operation of a boiler in this classification under an engineer holding who holds a valid
20	third class or higher license, have successfully pass passed a written examination prescribed by the
21	department, have passed his 18th birthday be 18 years of age or older, and be found to be competent to
22	operate a boiler in this classification.
23	(3) An applicant for a second class engineer's license must:
24	(a) have at least 2 years' full-time experience in the operation of a boiler and steam driver
25	machinery in this classification under an engineer holding who holds a valid second class or first class
26	license, have successfully pass passed a written examination prescribed by the department, have passed
27	his 18th birthday be 18 years of age or older, and be found to be competent to operate a boiler and
28	steam driven machinery in this classification; or
29	(b) hold a valid third class engineer's license, and have at least 1 year's full time experience in the



operation of a boiler and steam driven machinery in this classification under an engineer holding who holds

a valid second class or first class license, have successfully pass passed a written examination prescribed by the department, have passed his 18th birthday be 18 years of age or older, and be found to be competent to operate a boiler and steam driven machinery in this classification.

(4) An applicant for a first class engineer's license must:

(a) have at least 3 years' full time experience in the operation of a boiler and steam driven machinery in this classification under an engineer holding who holds a valid first class license, have successfully pass passed a written examination prescribed by the department, have passed his 18th birthday be 18 years of age or older, and be found to be competent to operate a boiler and steam driven machinery in this classification;

(b) hold a valid second class engineer's license, and have at least 1 year's full time experience in the operation of a beiler and steam driven machinery in this classification under an engineer holding who holds a valid first class license, have successfully pass passed a written examination prescribed by the department, have passed his 18th birthday be 18 years of age or older, and be found to be competent to operate a boiler and steam driven machinery in this classification; or

(e) hold a valid third class engineer's license, and have at least 2 year's years' full time experience in the operation of a boiler and steam driven machinery in this classification under an engineer holding who holds a valid first class license, have successfully passed a written examination prescribed by the department, have passed his 18th birthday be 18 years of age or older, and be found to be competent to operate a boiler and steam driven machinery in this classification."

Section 4. Section 50-74-305, MCA, is amended to read:

"50-74-305. Exceptions to requirements for engineer's license. Allowable exceptions or variances to the minimum requirements set out listed in 50-74-304 are as follows:

- (1) An applicant for an engineer's license in any classification holding who holds a valid license in that classification from another state having that has licensing requirements equal to or exceeding the minimum requirements set out in 50-74-304, who successfully passing passes a written examination prescribed by the department, and who is found to be competent to operate a boiler and steam-driven machinery in that classification shall must be granted a license in that classification.
- (2) Operating experience in a classification that is accumulated in the United States military services or the merchant marine service and that is satisfactory to the department may be accepted in lieu



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of the operating experience required for licensing of engineers in each of the license classifications.

(3) An applicant having who has training in the operation of steam or water boilers and steam machinery and who has been certified as having satisfactorily completed a prescribed training course from a recognized vocational-technical training school or center or other department-approved institution or training program in the classification for which he the applicant is applying may, at the discretion of the pursuant to department rule, be credited with a maximum of 6 months' experience toward a first-, second-, or third-class or low-pressure engineer's license."

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Section 7. Section 50-74-309, MCA, is amended to read:

"50-74-309. License fees. Applicants An applicant for an engineer's license shall pay fees a fee according to the class of license for which application is made, as specified in the following schedule:

(1) first class \$30

13 (2) second class \$20

14 (3) third class \$12

15 (4) low prossure \$8

16 (5) traction \$12

17 (6) renewal of license \$4

18 (7) replacement of lost certificate \$2 by department rule."

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Section 8. Section 50 76-103, MCA, is amended to read:

"50-76-103. Crane and hoist license required. (1) (a) It is unlawful for a person to operate any hoisting equipment, when used in hoisting or lowering personnel or material, that has a manufacturer's rating of above more than 6 tens and or a boom length of more than 25 feet without first obtaining a license from the department. This equipment includes everhead trolley cranes used in construction only and excludes equipment with excavation attachments or log leading equipment when in use.

(b) In emergencies, 50-74-317 shall apply <u>applies</u> to the operation of the equipment named <u>referred</u> to in this section.

(2) Licensing is as follows:

(a) First class hoisting engineers are licensed to operate any hoisting equipment in industrial or construction operations.



1	(b) (i) An applicant for a first class hoisting engineer's license shall have must:
2	(A) have no less than 3 years' experience operating equipment requiring a second class hoisting
3	engineer's license or shall otherwise be shown to be equivalently competent by examination;
4	(B) passed his 18th birthday be 18 years of age or older; and
5	(C) have successfully passed a written test prescribed by the department.
6	(ii) An annual physical exam is required of all liconscos.
7	(e) Second class hoisting engineers are licensed to operate hoisting equipment with a
8	manufacturer's rating of 6 tons and or a boom longth of 25 feet up to equipment with a rating of 15 tons
9	and or a boom longth of 60 foot.
10	(d) (i) Applicants for a second-class-hoisting engineer's license shall must:
11	(A) have no less than 2 years' experience in actual operation of hoisting equipment covered by this
12	section or shall otherwise be shown to be equivalently competent by examination;
13	(B) have successfully pass passed a written examination prescribed by the department; and
14	(C) have passed their 18th birthday be 18 years of age or older.
15	(ii) An annual physical exam is required of all licensees.
16	(e) Third class hoisting engineers are licensed to move all truck aranes driven by any power and
17	of any capacity. This license requirement applies to truck crane cilers who move truck cranes.
18	(f) Applicants for a third-class hoisting engineer's license shall must have successfully pass passed
19	a written test prescribed by the department and shall must be at least 18 years old of age or older before
20	receiving this <u>a</u> license.
21	(3) The department-shall reexamine each licensed engineer or operator every 5 years during the
22	anniversary month of his the license if the licensee has not worked at the trade for 5 years."
23	-END-



SENATE STANDING COMMITTEE REPORT

Page 1 of 14 March 15, 1995

MR. PRESIDENT:

We, your committee on Labor and Employment Relations having had under consideration HB 68 (third reading copy -- blue), respectfully report that HB 68 be amended as follows and as so amended be concurred in.

Signed:

That such amendments read:

1. Title, line 5 Following: "ACT" Insert: "GENERALLY" Strike: "CERTAIN" Following: "LAWS;"

Insert: "TRANSFERRING THE LICENSING OF CONSTRUCTION BLASTERS, BOILER AND STEAM ENGINE OPERATORS, AND CRANE AND HOIST OPERATORS TO THE DEPARTMENT OF COMMERCE FROM THE DEPARTMENT OF LABOR AND INDUSTRY; AUTHORIZING THE DEPARTMENT OF COMMERCE TO ESTABLISH APPROPRIATE TRAINING COURSES; CLARIFYING BOILER ENGINEER EXPERIENCE REQUIREMENTS; ESTABLISHING A NEW CLASS OF LICENSE FOR SEASONAL AGRICULTURAL PURPOSES; TRANSFERRING LICENSURE FUNCTIONS OF THE FIRE PREVENTION AND INVESTIGATION PROGRAM FROM THE DEPARTMENT OF JUSTICE TO THE DEPARTMENT OF COMMERCE; TRANSFERRING BOILER SAFETY AND INSPECTIONS FROM THE DEPARTMENT OF LABOR AND INDUSTRY TO THE DEPARTMENT OF COMMERCE; "

2. Title, line 13.

Strike: "AND"

Following: "SECTIONS"

Insert: "37-72-101, 39-71-201, 50-5-115, 50-39-101, 50-39-102,

50-39-103, 50-39-104, 50-39-106, 50-39-107,"

Following: "50 74 101," Insert: "50-74-101,"

3. Title, line 14.

Strike: "AND"

Insert: "50-74-303, 50-74-304,"

Following: "50-74-305,"

Insert: "50-74-307, 50-74-309, 50-74-312, 50-74-314, 50-74-317,

50-76-102, 50-76-103, 50-76-104, 50-76-106, AND 50-76-110,"

Following: "MCA"

Insert: "; AND PROVIDING AN EFFECTIVE DATE"

Amd. Coord. Sec. of Senate

- 4. Page 1, line 18 through page 6, line 22. Strike: everything following the enacting clause Insert: "Section 1. Section 37-72-101, MCA, is amended to read:
- "37-72-101. Construction blasting restrictions -- license required -- definitions -- exemptions. (1) No \underline{A} person may not engage in the practice of construction blasting unless licensed or under the supervision of a person licensed as a construction blaster by the department.
 - (2) For the purposes of this chapter:
- (a) "construction blaster" means a person who engages in construction blasting;
 - (b) "construction blasting" means the use of explosives to:
- (i) reduce, destroy, or weaken any residential, commercial, or other building; or
- (ii) excavate any ditch, trench, cut, or hole or reduce, destroy, weaken, or cause a change in grade of any land formation in the construction of any building, highway, road, pipeline, sewerline, or electric or other utility line;
- (c) "department" means the department of labor and industry commerce;
 - (d) "explosive" has the meaning given in 61-1-506.
- (3) Nothing in this chapter applies to the private or commercial use of explosives by persons engaged in farming, ranching, logging, geophysical work, drilling or development of water, oil, or gas wells, or mining of any kind or to the private use of explosives in the removal of stumps and rocks from land owned by the person using the explosives, except that the persons exempted from this chapter by this subsection must shall comply with rules adopted under 37-72-201(1)(c) and the provisions of 37-72-102 apply to a violation of those rules by an exempted person.
- (4) This chapter does not apply to persons conducting blasting operations when the persons and operations are subject to rules adopted under and implementing 82-4-231(10)(e)."
- Section 2. Section 39-71-201, MCA, is amended to read:
 "39-71-201. Administration fund. (1) A workers'
 compensation administration fund is established out of which all
 costs of administering the Workers' Compensation and Occupational
 Disease Acts and the various occupational safety acts the
 department and the boiler inspections the department of commerce
 must administer, with the exception of the subsequent injury
 fund, as provided for in 39-71-907, and the uninsured employers'
 fund, are to be paid upon lawful appropriation. The following
 money collected by the department must be deposited in the state
 treasury to the credit of the workers' compensation
 administrative fund and must be used for the administrative
 expenses of the department and, for the biennium ending June 30,

- 1997, for the administrative expenses of the department of commerce for the purposes of 50-74-101:
- (a) all fees and penalties provided in 39-71-205 and 39-71-304;
- (b) all fees paid for inspection of boilers and issuance of licenses to operating engineers as required by law;
- (c) all fees paid from an assessment on each plan No. 1 employer, plan No. 2 insurer, and plan No. 3, the state fund. The assessments must be levied against the preceding calendar year's gross annual payroll of the plan No. 1 employers and the gross annual direct premiums collected in Montana on the policies of the plan No. 2 insurers, insuring employers covered under the chapter, during the preceding calendar year. However, an assessment of the plan No. 1 employer or plan No. 2 insurer may not be less than \$200. If at any time during the fiscal year a plan No. 1 employer is granted permission to self-insure or a plan No. 2 insurer is authorized to insure employers under this chapter, that plan No. 1 employer or plan No. 2 insurer is subject to assessment. The assessments must be sufficient to fund the direct costs identified to the three plans and an equitable portion of the indirect costs based on the ratio of the preceding fiscal year's indirect costs distributed to the plans, using proper accounting and cost allocation procedures. Plan No. 3 must be assessed an amount sufficient to fund the direct costs and an equitable portion of the indirect costs of regulating plan No. 3. Other sources of revenue, including unexpended funds from the preceding fiscal year, must be used to reduce the costs before levying the assessments.
- (2) The administration fund must be debited with expenses incurred by the department in the general administration of the provisions of this chapter, including the salaries of its members, officers, and employees and the travel expenses of the members, officers, and employees, as provided for in 2-18-501 through 2-18-503, as amended, incurred while on the business of the department either within or without the state.
- (3) Disbursements from the administration money must be made after being approved by the department upon claim therefor."
- Section 3. Section 50-5-115, MCA, is amended to read:
 "50-5-115. Receiverships. (1) If receivership has not
 already been instituted under medicaid or medicare, upon notice
 to the facility, the department may file a complaint in district
 court for receivership under any of the following conditions in
 addition to applicable conditions listed in 27-20-102:
- (a) a facility is operating without a license and residents are in danger of serious physical or mental harm;
- (b) a facility intending to close has not made arrangements within 30 days before closure for the orderly transfer of

residents;

- (c) a facility is abandoned by an owner; or
- (d) a life threatening situation exists for the residents of the facility.
- (2) If the department believes or has received notice from the department of justice that there is an emergency that presents or might present an immediate and serious threat to the health or safety of patients or residents of a facility, a receiver may be appointed by the court upon an ex parte application by the department. If a receiver is appointed upon an ex parte application, notice must be given by the department to the facility within 24 hours of issuance of the receivership order and a hearing must be offered the facility by the court within 10 days of issuance of the order to determine whether the order will be continued.
- (3) The department shall maintain a list of persons qualified to act as receivers.
- (4) The selection, appointment, and removal of receivers must be consistent with Title 27, chapter 20, parts 2 and 3.
- (5) Whenever possible, receivers must be paid from the income of the facility. however However, receivers may be paid from the patient protection account provided for in 50-5-232. The court shall direct the amount of payments to be made to the receiver, the payments to be made by the receiver, and the order of payments made to the receiver or to other entities. Payments owed to a facility that are made to the receiver must be used to discharge any obligation of the entity making the payments owed to the facility.
 - (6) The powers and duties of the receiver include:
- (a) the duty to protect the health, welfare, and safety of the residents;
 - (b) the power to hire, discipline, and fire staff;
 - (c) the power to collect debts due to the facility;
 - (d) the power to settle labor disputes;
- (e) the power to petition the court to set aside unreasonable contracts or leases entered into by the facility management;
- (f) the power to make capital investments in the facility with court approval; and
 - (g) all other powers granted receivers by 27-20-302."

Section 4. Section 50-39-101, MCA, is amended to read:
"50-39-101. License and endorsements required. (1) A
person or entity shall obtain a license from the department of
justice commerce before engaging in the business of servicing
fire extinguishers or before engaging in the business of selling,
servicing, or installing fire alarm systems, special agent fire
suppression systems, or fire extinguishing systems. Each

individual, except an apprentice, employed by the licensee to perform services under the license must shall obtain from the department an endorsement to sell, service, or install:

- (a) fire alarm systems;
- (b) special agent fire suppression systems; or
- (c) fire extinguishing systems.
- (2) The license and endorsement or endorsements must be prominently displayed at the business premises, and copies must be carried by the person conducting each installation or servicing and must be shown to anyone requesting to see them.
- (3) It is a misdemeanor to knowingly or purposely service a fire extinguisher or sell, service, or install a fire alarm system, special agent fire suppression system, or fire extinguishing system without the required license and endorsement."
- Section 5. Section 50-39-102, MCA, is amended to read: "50-39-102. Application for license and endorsements. (1) An application for a license and any endorsements must be made on a form prescribed by the department of justice commerce.
- (2) The department shall annually issue a license and endorsement to an applicant who:
- (a) submits satisfactory proof that the applicant is properly equipped and staffed to provide the sales or services to be licensed and endorsed; and
- (b) submits satisfactory proof that the applicant is insured to engage in the business covered by the license and endorsement or endorsements.
 - (3) The department shall:
- (a) issue an endorsement to an applicant who scores a passing grade on an examination devised or approved by the department; and
- (b) annually renew the endorsement upon payment of the endorsement fee and submission of satisfactory proof that the endorsee has completed continuing education, training, or testing required by the department."
- Section 6. Section 50-39-103, MCA, is amended to read:
 "50-39-103. Inspections, examinations, and hearings
 authorized. The When requested by the department of justice
 commerce may, the department of justice shall conduct
 inspections; of the applicant's business facilities and shall
 report to the department of commerce the results of its
 inspection. The department of commerce may consider the
 inspection report and conduct examinations; or hearings to
 determine an applicant's qualifications."
 - Section 7. Section 50-39-104, MCA, is amended to read:

- "50-39-104. Violations and penalties. The department of justice commerce may deny, revoke, suspend, or refuse to renew a license or endorsement for falsification of an application or for a violation of this part or a rule promulgated by the department under 50-39-107."
- Section 8. Section 50-39-106, MCA, is amended to read:
 "50-39-106. Deposit of fees. The fees collected under
 50-39-105 must be deposited in an account in the state special revenue fund to the credit of the department of justice commerce and appropriated to the department department of commerce and the department of justice to administer this part."
- Section 9. Section 50-39-107, MCA, is amended to read:
 "50-39-107. Rulemaking authority. The department of justice
 commerce may adopt rules to implement this part."
- Section 10. Section 50-71-103, MCA, is amended to read:
 "50-71-103. Public contractors Contractors subject to
 chapter -- contract provision required. Every (1) A contractor
 performing services for the state or any of its political
 subdivision thereof shall be subdivisions is required to comply
 with the safety rules, codes, and provisions of this chapter as a
 part of his the contract.
- (2) The requirement imposed by subsection (1) must be expressly stated in a contract between a contractor and a governmental entity."
- Section 11. Section 50-71-323, MCA, is amended to read: "50-71-323. Order directing additions, repairs, and improvements, or changes. (1) Whenever the department, after a hearing had upon its own motion or upon complaint an inspection and a closing conference with an employer and an employee representative, finds that an employment or place of employment is not safe or that the practices, or methods, or operations, or processes employed or used in connection therewith by the employer are unsafe or do not afford adequate protection to the life and safety of the employees in such employments and the employment or place of employment, the department shall make and enter and serve such issue an order relative thereto as may be necessary to render such outlining the unsafe or inadequate practices, methods, operations, or processes currently used and directing additions, repairs, improvements, or changes in the employment or place of employment safe and that are necessary to protect the life and safety of employees in such the employment and places or place of employment.
- (2) The department may in the order direct that such additions, repairs, improvements, or changes be made and such

that safety devices and safeguards be furnished, provided, and used as that are reasonably required necessary to render such ensure a safe employment or places place of employment safe in the manner and within the time specified in the order."

Section 12. Section 50-74-101, MCA, is amended to read: "50-74-101. Department Definition -- department to formulate rules. (1) As used in this chapter, the term "department" means the department of commerce.

- (2) The department shall formulate adopt definitions and rules for the safe construction, installation, operation, inspection, and repair of equipment covered by this chapter. The definitions and rules so formulated shall must follow generally accepted nationwide engineering standards as published by the American society of mechanical engineers."
- Section 13. Section 50-74-219, MCA, is amended to read: "50-74-219. Fee for special inspection. Whenever, -upon request of the owner or operator of any boiler, it is necessary for the a department inspector to make a special trip for the inspection of the inspects a boiler, the a mileage and per diem allowed fee by law shall must be charged and collected by the department prior to issuance of an inspection certificate in accordance with the following schedule:
 - (1) operating certificate, \$20;
 - (2) internal inspection, \$40;

 - (3) external inspection:(a) hot water heating and supply, \$15;
 - (b) steam heating, \$20; and
 - (c) power boiler, \$30; and
 - (4) special inspection, \$50 per hour plus expenses."
- Section 14. Section 50-74-303, MCA, is amended to read: "50-74-303. Engineer's license classifications. (1) Engineers entrusted with the operation, care, and management of steam or water boilers and steam machinery, as specified in 50-74-302, are divided into four five classes, namely: first-class engineers, second-class engineers, third-class engineers, agricultural-class engineers and low-pressure engineers.
- Licenses for the operation of steam or water boilers (2) and steam machinery are divided into four five classifications in accordance with the following schedule:
- (a) First-class engineers are licensed to operate all classes, pressures, and temperatures of steam and water boilers and steam-driven machinery with the exception of traction and hoisting engines.

- (b) Second-class engineers are licensed to operate steam boilers operating not in excess of 250 pounds per square inch gauge saturated steam pressure, water boilers operating not in excess of 375 pounds per square inch gauge pressure and 450 degrees F temperature, and steam-driven machinery not to exceed 100 horsepower per unit, with the exception of traction and hoisting engines.
- (c) Third-class engineers are licensed to operate steam boilers operating not in excess of 100 pounds per square inch gauge saturated steam pressure and water boilers operating not in excess of 160 pounds per square inch gauge pressure and 350 degrees F temperature.
- (d) <u>Agricultural class engineers are licensed to operate</u> steam boilers that operate not in excess of 150 pounds per square inch saturated steam pressure and that:
- (i) are not operated for more than 6 months of the year; and (ii) are not operated for purposes other than the harvesting or processing of agricultural products.
- (e) Low-pressure engineers are licensed to operate steam boilers operating not in excess of 15 pounds per square inch gauge pressure and water boilers operating not in excess of 50 pounds per square inch gauge pressure and 250 degrees F temperature."
- Section 15. Section 50-74-304, MCA, is amended to read:
 "50-74-304. Requirements for engineer's license. Each
 applicant for an engineer's license must be physically and
 mentally capable of performing the required duties and shall meet
 the following minimum requirements for the class of engineer's
 license for which application is being made:
- (1) An applicant for a low-pressure engineer's license must be 18 years of age or older, must have at least 3 months' full-time experience in the operation of a boiler in this classification, under an engineer who holds a valid low-pressure or higher license, is required to successfully pass a written examination prescribed by the department, have passed his 18th birthday, and must be found to be competent to operate a boiler in this classification by the department.
- (2) An applicant for an agricultural-class engineer's license must be 18 years of age or older, is required to successfully pass a written examination prescribed by the department, and must be found to be competent to operate a boiler in this classification.
- (2)(3) An applicant for a third-class engineer's license must be 18 years of age or older, must have at least 6 months' full-time experience in the operation of a boiler in this classification under an engineer holding a valid third-class or higher license, is required to successfully pass a written

examination prescribed by the department, have passed his 18th birthday, and must be found to be competent to operate a boiler in this classification by the department.

- (3) (4) An applicant for a second-class engineer's license must be 18 years of age or older and:
- (a) <u>must</u> have at least 2 years' full-time experience in the operation of a boiler and steam-driven machinery in this classification under an engineer holding a valid second-class or first-class license, <u>is required to</u> successfully pass a written examination prescribed by the department, have passed his 18th birthday, and <u>must</u> be found to be competent to operate a boiler and steam-driven machinery in this classification by the department; or
- (b) shall hold a valid third-class engineer's license, and must have at least 1 year's full-time experience in the operation of a boiler and steam-driven machinery in this classification under an engineer holding a valid second-class or first-class license, is required to successfully pass a written examination prescribed by the department, have passed his 18th birthday, and must be found to be competent to operate a boiler and steam-driven machinery in this classification by the department.
- (4)(5) An applicant for a first-class engineer's license must be 18 years of age or older and:
- (a) <u>must</u> have at least 3 years' full-time experience in the operation of a boiler and steam-driven machinery in this classification under an engineer holding a valid first-class license, <u>is required to</u> successfully pass a written examination prescribed by the department, have passed his 18th birthday, and <u>must</u> be found to be competent to operate a boiler and steam-driven machinery in this classification by the department;
- (b) <u>shall</u> hold a valid second-class engineer's license, and <u>must</u> have at least 1 year's full-time experience in the operation of a boiler and steam-driven machinery in this classification under an engineer holding a valid first-class license, <u>is</u> required to successfully pass a written examination prescribed by the department, have passed his 18th birthday, and <u>must</u> be found to be competent to operate a boiler and steam-driven machinery in this classification by the department; or
- (c) <u>shall</u> hold a valid third-class engineer's license, <u>and</u> <u>must</u> have at least 2 year's full-time experience in the operation of a boiler and steam-driven machinery in this classification under an engineer holding a valid first-class license, <u>is</u> required to successfully <u>passed pass</u> a written examination prescribed by the department, <u>have passed his 18th birthday</u>, and <u>must</u> be found to be competent to operate a boiler and steam-driven machinery in this classification <u>by the department</u>."

Section 16. Section 50-74-305, MCA, is amended to read:

- "50-74-305. Exceptions to requirements for engineer's license. Allowable exceptions or variances to the minimum requirements set out in 50-74-304 are as follows:
- (1) An applicant for an engineer's license in any classification holding a valid license in that classification from another state having licensing requirements equal to or exceeding the minimum requirements set out in 50-74-304, successfully passing a written examination prescribed by the department, and found to be competent to operate a boiler and steam-driven machinery in that classification shall by the department must be granted a license in that classification.
- (2) Operating experience in a classification accumulated in the United States military services or the merchant marine service satisfactory to the department may be accepted in lieu of the operating experience required for licensing of engineers in each of the license classifications.
- (3) An applicant having who has training in the operation of steam or water boilers and steam machinery and who has been certified as having satisfactorily completed a prescribed training course from a recognized vocational-technical training school or center or other department-approved institution or training program in the classification for which he the applicant is applying may, at the discretion of the pursuant to department rule, be credited with a maximum of 6 months' experience toward a first-, second-, or third-class or low pressure engineer's license."
- Section 17. Section 50-74-307, MCA, is amended to read: "50-74-307. Requirements for traction licenses. An applicant for a traction engineer's license must be 18 years of age or older, must have at least 6 months' full-time experience in the operation of steam traction engines, is required to successfully pass a written examination prescribed by the department, have passed his loth birthday, and must be found to be competent to operate a traction engine by the department."
- Section 18. Section 50-74-309, MCA, is amended to read: "50-74-309. License fees. Applicants An applicant for an engineer's license shall pay fees a fee according to the class of license for which application is made, as specified in the following schedule:
 - (1) first class \$30 (2) second class \$20 (3) third class \$12 (4) low pressure \$8 (5) traction \$12 (6) renewal of license \$4 (7) replacement of lost certificate \$2 by

administrative rule, commensurate with program area costs approved by the legislature. All fees must be deposited in the state special revenue fund for the use of the department. The account balance may not exceed one-half of 1 year's approved appropriation without either a reduction in fees or an increase in appropriation approved by the legislature."

Section 19. Section 50-74-312, MCA, is amended to read:
"50-74-312. Review of license rejection. (1) If any person
who has applied An applicant for a license under the provisions
of this chapter and whose application has been rejected feels
aggrieved, he may, at any time after the lapse of 10 days and
within 45 days after the date of his the rejection, in writing
set forth the causes of his grievance in writing any arguments
opposing the rejection and request a department review by the
department. Such The request must be addressed to the department
and shall must be signed by the rejected applicant.

- (2) Within 2 days after receiving such the request, the department shall notify the applicant in writing that on a certain day, which shall not be less than 5 days or more than 30 days after the date the department receives receipt of the written request, the department shall review and evaluate the application and any arguments opposing the rejection of the license application.
- (3) The applicant may appear in person at the review if he so desires. At least 2 days before the day set for the review, the applicant may designate in writing to the department of commerce the name of an engineer holding a valid license of equal or higher grade with than the one applied for, and such the engineer may present himself in testify on behalf of the applicant upon the day and at the hour fixed for at the review.
- (4) After the review is completed, if the department of commerce decides determines that the applicant is entitled to the license he has applied for license, the department shall without delay issue a the license accordingly but, if If the department rejects the applicant affirms the decision to not issue the license, it is a final rejection and he must not be granted another examination for the space of 45 days after such last rejection, when he may again apply the applicant is required to reapply to take the license examination, as provided by in 50-74-309 through 50-74-311, and may not take the examination within 45 days of the final decision to not issue the license."

Section 20. Section 50-74-314, MCA, is amended to read:
"50-74-314. Complaints and revocation of license. Whenever
a complaint is made against an engineer holding who holds a
license is made alleging that he, through negligence, want of
skill, or inattention to duty, the engineer permitted his a

boiler to burn or otherwise become in bad condition or <u>alleging</u> that he the engineer has been found intoxicated or under the influence of drugs while on duty, it is the duty of the department to make a thorough investigation of the charge and upon satisfactory proof of such the charge to revoke the license of the engineer <u>pursuant</u> to the contested case provisions of the Montana Administrative Procedure Act."

- Section 21. Section 50-74-317, MCA, is amended to read:
 "50-74-317. When unlicensed person may operate. (1) In case of accident, sickness, or any unforeseen prevention of the event that prevents a licensed engineer, employed by any an owner, renter, or user of an engine or boiler, from performing required duties, the owner, renter, or user may for 15 days employ any person of the age of 18 years or over whom he may consider of age or older whom the owner, renter, or user considers competent to run the engine or boiler.
- (2) Although such the person so employed may not be the holder of an engineer's license, he the person shall must have reasonable qualifications acceptable to the department.
- (3) The A person so employing the an unlicensed engineer shall immediately notify the department.
- (4) No An owner, renter, or user of boilers or steam machinery shall be allowed to so may not employ unlicensed engineers for more than 15 days in any one 1 calendar year."
- Section 22. Section 50-76-102, MCA, is amended to read: "50-76-102. Hoisting engine license required. (1) (a) It is unlawful for any a person to operate any hoisting engine driven by any power when used in lowering or hoisting personnel or material in industrial operations or on construction projects without first obtaining a license therefor from the department of commerce.
- (b) In emergencies under 50-74-317 relating to the employment of unlicensed engineers, the provisions of that section shall apply to the operation of the engines and machinery named herein in this section.
- (2) First-class hoisting engineers shall must be licensed to operate hoisting engines driven by any power and unlimited horsepower used in the lowering or hoisting of personnel or material in industrial operations or on construction projects.
- (3) Second-class hoisting engineers shall must be licensed to operate hoisting engines driven by any power and not in excess of 100 brake horsepower used in the lowering or hoisting of personnel or material in industrial operations or on construction projects.
- (4) The provisions of this section shall do not apply to hoists and cranes defined in 50-76-103."

- Section 23. Section 50-76-103, MCA, is amended to read: "50-76-103. Crane and hoist license required. (1) (a) It is unlawful for a person to operate any hoisting equipment, when used in hoisting or lowering personnel or material, that has a manufacturer's rating of above more than 6 tons and or a boom length of more than 25 feet without first obtaining a license from the department of commerce. This equipment includes overhead trolley cranes used in construction only and excludes equipment with excavation attachments or log loading equipment when in use.
- (b) In emergencies, 50-74-317 shall apply applies to the operation of the equipment named in this section.
 - (2) Licensing is as follows:
- (a) First-class hoisting engineers are licensed to operate any hoisting equipment in industrial or construction operations.
- (b) (i) An applicant for a first-class hoisting engineer's license <u>must be 18 years of age or older and shall have</u>:
- (A) <u>must have</u> no less than 3 years' experience operating equipment requiring a second-class hoisting engineer's license or shall otherwise be shown to be equivalently competent demonstrate equivalent competency by examination; and
 - (B) passed his 18th birthday; and
- (C) (B) is required to passed pass a written test prescribed by the department of commerce.
 - (ii) An annual physical exam is required of all licensees.
- (c) Second-class hoisting engineers are licensed to operate hoisting equipment with a manufacturer's rating of 6 tons and or a boom length of 25 feet up to equipment with a rating of 15 tons and a boom length of 60 feet.
- (d) (i) Applicants An applicant for a second-class hoisting engineer's license must be 18 years of age or older and shall:
- (A) <u>must</u> have no less than 2 years' experience in actual operation of hoisting equipment covered by this section or shall otherwise be shown to be equivalently competent <u>demonstrate</u> equivalent competency by examination; and
- (B) <u>is required to</u> successfully pass a written examination prescribed by the department <u>of commerce</u>; and
 - (C) have passed their 18th birthday.
 - (ii) An annual physical exam is required of all licensees.
- (e) Third-class hoisting engineers are licensed to move all truck cranes driven by any power and of any capacity. This license requirement applies to truck crane oilers who move truck cranes.
- (f) Applicants An applicant for a third-class hoisting engineer's license shall is required to successfully pass a written test prescribed by the department of commerce and shall must be at least 18 years old years of age or older before receiving this a license.
 - (3) The department of commerce shall reexamine each

licensed engineer or operator every 5 years during the anniversary month of his the issuance of the license if the licensee has not worked at the trade for 5 years."

Section 24. Section 50-76-104, MCA, is amended to read:
"50-76-104. Application and fee for license. Application
for licenses shall must be made to the department of commerce in
the same manner and the and submitted with the appropriate fee
that is set commensurate with the cost of administering this
program, to be deposited in the state special revenue fund for
use by the department. The same fee shall must be charged as
required by law for obtaining a license to operate steam engines,
boilers, and steam-driven machinery under chapter 74 of this
title."

Section 25. Section 50-76-106, MCA, is amended to read:
"50-76-106. Revocation of license. The department of
commerce may revoke any license issued under this chapter for any
of the reasons for which the department of commerce may revoke a
license to operate steam engines, boilers, or steam-driven
machinery under chapter 74 of this title."

Section 26. Section 50-76-110, MCA, is amended to read:
"50-76-110. Crane inspector. The department of commerce
shall employ at least one crane inspector. He The crane
inspector shall hold a first-class hoisting engineer's license
under this chapter for a minimum of 1 year and must have a
minimum of 3 years' experience operating cranes."

NEW SECTION. Section 27. Effective date. [This act] is effective July 1, 1995."

SENATE COMMITTEE OF THE WHOLE AMENDMENT

March 17, 1995 10:12 am

Mr. Chairman: I move to amend HB 68 (third reading copy -- blue).

ADOPT

REJECT

Signed

enator Keating

That such amendments read:

1. AMEND SENATE COMMITTEE ON LABOR AND EMPLOYMENT RELATIONS COMMITTEE REPORT DATED MARCH 15, 1995, AS FOLLOWS:

Amendment No. 4, on page 3, line 5 of committee report In section 39-71-201(1)(b), following: "boilers and" Strike: "issuance of licenses to operating engineers"

Insert: "inspection of boilers"

-END-

Amd. Coord.

HB 68

SENATE

1	HOUSE BILL NO. 68
2	INTRODUCED BY SCHWINDEN
3	BY REQUEST OF THE DEPARTMENT OF LABOR AND INDUSTRY
4	
5	A BILL FOR AN ACT ENTITLED: "AN ACT <u>GENERALLY</u> REVISING GERTAIN INDUSTRIAL SAFETY LAWS;
6	TRANSFERRING THE LICENSING OF CONSTRUCTION BLASTERS, BOILER AND STEAM ENGINE
7	OPERATORS, AND CRANE AND HOIST OPERATORS TO THE DEPARTMENT OF COMMERCE FROM THE
8	DEPARTMENT OF LABOR AND INDUSTRY; AUTHORIZING THE DEPARTMENT OF COMMERCE TO
9	ESTABLISH APPROPRIATE TRAINING COURSES; CLARIFYING BOILER ENGINEER EXPERIENCE
10	REQUIREMENTS; ESTABLISHING A NEW CLASS OF LICENSE FOR SEASONAL AGRICULTURAL
11	PURPOSES; TRANSFERRING LICENSURE FUNCTIONS OF THE FIRE PREVENTION AND INVESTIGATION
12	PROGRAM FROM THE DEPARTMENT OF JUSTICE TO THE DEPARTMENT OF COMMERCE;
13	TRANSFERRING BOILER SAFETY AND INSPECTIONS FROM THE DEPARTMENT OF LABOR AND INDUSTRY
14	TO THE DEPARTMENT OF COMMERCE; REQUIRING SAFETY COMPLIANCE LANGUAGE TO BE EXPRESSLY
15	STATED IN THE CONTRACT BETWEEN A CONTRACTOR AND A GOVERNMENTAL ENTITY; AUTHORIZING
16	THE DEPARTMENT TO ESTABLISH BOILER ENGINEER LICENSE FEE SCHEDULES, INSPECTION FEE
17	SCHEDULES, AND APPROPRIATE TRAINING COURSES BY ADMINISTRATIVE RULE; IMPOSING A FEE FOR
18	ALL BOILER INSPECTIONS; CLARIFYING BOILER ENGINEER EXPERIENCE REQUIREMENTS; ELIMINATING
19	HEARING OR COMPLAINT REQUIREMENTS PRIOR TO THE DEPARTMENT ORDERING WORKPLACE
20	SAFETY IMPROVEMENTS; MODIFYING HOISTING ENGINEER LICENSE STANDARDS TO INCLUDE EITHER
21	CRANE BOOM LENGTH OR TONNAGE RATING; AND AMENDING SECTIONS 37-72-101, 39-71-201,
22	<u>50-5-115,50-39-101,50-39-102,50-39-103,50-39-104,50-39-106,50-39-107,</u> 50-71-103,50-71-323,
23	60-74-101, <u>50-74-101,</u> 50-74-219, 50-74-304, <u>AND</u> <u>50-74-303, 50-74-304,</u> 50-74-305, <u>50-74-307,</u>
24	50-74-309, 50-74-312, 50-74-314, 50-74-317, 50-76-102, 50-76-103, 50-76-104, 50-76-106, AND
25	50-76-110, 50-74-309, AND 50-76-103, MCA; AND PROVIDING AN EFFECTIVE DATE."
26	
27	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
28	(Refer to Third Reading Bill)
29	Strike everything after the enacting clause and insert:



Section 1.	Section	37-72-101,	MCA,	is	amended	to	read:
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- "37-72-101. Construction blasting restrictions -- license required -- definitions -- exemptions. (1)

 No A person may <u>not</u> engage in the practice of construction blasting unless licensed or under the supervision of a person licensed as a construction blaster by the department.
 - (2) For the purposes of this chapter:
 - (a) "construction blaster" means a person who engages in construction blasting;
 - (b) "construction blasting" means the use of explosives to:
 - (i) reduce, destroy, or weaken any residential, commercial, or other building; or
- (ii) excavate any ditch, trench, cut, or hole or reduce, destroy, weaken, or cause a change in grade of any land formation in the construction of any building, highway, road, pipeline, sewerline, or electric or other utility line;
 - (c) "department" means the department of labor and industry commerce;
 - (d) "explosive" has the meaning given in 61-1-506.
- (3) Nothing in this chapter applies to the private or commercial use of explosives by persons engaged in farming, ranching, logging, geophysical work, drilling or development of water, oil, or gas wells, or mining of any kind or to the private use of explosives in the removal of stumps and rocks from land owned by the person using the explosives, except that the persons exempted from this chapter by this subsection must shall comply with rules adopted under 37-72-201(1)(c) and the provisions of 37-72-102 apply to a violation of those rules by an exempted person.
- (4) This chapter does not apply to persons conducting blasting operations when the persons and operations are subject to rules adopted under and implementing 82-4-231(10)(e)."

Section 2. Section 39-71-201, MCA, is amended to read:

"39-71-201. Administration fund. (1) A workers' compensation administration fund is established out of which all costs of administering the Workers' Compensation and Occupational Disease Acts and the various occupational safety acts the department and the boiler inspections the department of commerce must administer, with the exception of the subsequent injury fund, as provided for in 39-71-907, and the uninsured employers' fund, are to be paid upon lawful appropriation. The following money collected by the department must be deposited in the state treasury to the credit of the workers' compensation administrative fund and must be used for the administrative expenses of the department and, for the



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biennium ending June 30, 1997, for the administrative expenses of the department of commerce for the purposes of 50-74-101:

- (a) all fees and penalties provided in 39-71-205 and 39-71-304;
- (b) all fees paid for inspection of boilers and issuance of licenses to operating engineers
 INSPECTION OF BOILERS as required by law;
- (c) all fees paid from an assessment on each plan No. 1 employer, plan No. 2 insurer, and plan No. 3, the state fund. The assessments must be levied against the preceding calendar year's gross annual payroll of the plan No. 1 employers and the gross annual direct premiums collected in Montana on the policies of the plan No. 2 insurers, insuring employers covered under the chapter, during the preceding calendar year. However, an assessment of the plan No. 1 employer or plan No. 2 insurer may not be less than \$200. If at any time during the fiscal year a plan No. 1 employer is granted permission to self-insure or a plan No. 2 insurer is authorized to insure employers under this chapter, that plan No. 1 employer or plan No. 2 insurer is subject to assessment. The assessments must be sufficient to fund the direct costs identified to the three plans and an equitable portion of the indirect costs based on the ratio of the preceding fiscal year's indirect costs distributed to the plans, using proper accounting and cost allocation procedures. Plan No. 3 must be assessed an amount sufficient to fund the direct costs and an equitable portion of the indirect costs of regulating plan No. 3. Other sources of revenue, including unexpended funds from the preceding fiscal year, must be used to reduce the costs before levying the assessments.
- (2) The administration fund must be debited with expenses incurred by the department in the general administration of the provisions of this chapter, including the salaries of its members, officers, and employees and the travel expenses of the members, officers, and employees, as provided for in 2-18-501 through 2-18-503, as amended, incurred while on the business of the department either within or without the state.
- (3) Disbursements from the administration money must be made after being approved by the department upon claim therefor."

Section 3. Section 50-5-115, MCA, is amended to read:

"50-5-115. Receiverships. (1) If receivership has not already been instituted under medicaid or medicare, upon notice to the facility, the department may file a complaint in district court for receivership under any of the following conditions in addition to applicable conditions listed in 27-20-102:



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- (a) a facility is operating without a license and residents are in danger of serious physical or mental harm;
 - (b) a facility intending to close has not made arrangements within 30 days before closure for the orderly transfer of residents;
 - (c) a facility is abandoned by an owner; or
 - (d) a life threatening situation exists for the residents of the facility.
 - (2) If the department believes or has received notice from the department of justice that there is an emergency that presents or might present an immediate and serious threat to the health or safety of patients or residents of a facility, a receiver may be appointed by the court upon an ex parte application by the department. If a receiver is appointed upon an ex parte application, notice must be given by the department to the facility within 24 hours of issuance of the receivership order and a hearing must be offered the facility by the court within 10 days of issuance of the order to determine whether the order will be continued.
 - (3) The department shall maintain a list of persons qualified to act as receivers.
 - (4) The selection, appointment, and removal of receivers must be consistent with Title 27, chapter 20, parts 2 and 3.
 - (5) Whenever possible, receivers must be paid from the income of the facility; however However, receivers may be paid from the patient protection account provided for in 50-5-232. The court shall direct the amount of payments to be made to the receiver, the payments to be made by the receiver, and the order of payments made to the receiver or to other entities. Payments owed to a facility that are made to the receiver must be used to discharge any obligation of the entity making the payments owed to the facility.
 - (6) The powers and duties of the receiver include:
 - (a) the duty to protect the health, welfare, and safety of the residents;
- (b) the power to hire, discipline, and fire staff;
- 26 (c) the power to collect debts due to the facility;
- 27 (d) the power to settle labor disputes;
- 28 (e) the power to petition the court to set aside unreasonable contracts or leases entered into by 29 the facility management;
 - (f) the power to make capital investments in the facility with court approval; and



1	(g) all other powers granted receivers by 27-20-302."
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3	Section 4. Section 50-39-101, MCA, is amended to read:
4	"50-39-101. License and endorsements required. (1) A person or entity shall obtain a license from
5	the department of justice commerce before engaging in the business of servicing fire extinguishers or before
6	engaging in the business of selling, servicing, or installing fire alarm systems, special agent fire suppression
7	systems, or fire extinguishing systems. Each individual, except an apprentice, employed by the licensee to
8	perform services under the license must shall obtain from the department an endorsement to sell, service,
9	or install:
10	(a) fire alarm systems;
11	(b) special agent fire suppression systems; or
12	(c) fire extinguishing systems.
13	(2) The license and endorsement or endorsements must be prominently displayed at the business
14	premises, and copies must be carried by the person conducting each installation or servicing and must be
15	shown to anyone requesting to see them.
16	(3) It is a misdemeanor to knowingly or purposely service a fire extinguisher or sell, service, or
17	install a fire alarm system, special agent fire suppression system, or fire extinguishing system without the
18	required license and endorsement."
19	
20	Section 5. Section 50-39-102, MCA, is amended to read:
21	"50-39-102. Application for license and endorsements. (1) An application for a license and any
22	endorsements must be made on a form prescribed by the department of justice commerce.
23	(2) The department shall annually issue a license and endorsement to an applicant who:
24	(a) submits satisfactory proof that the applicant is properly equipped and staffed to provide the
25 -	sales or services to be licensed and endorsed; and
26	(b) submits satisfactory proof that the applicant is insured to engage in the business covered by
27	the license and endorsement or endorsements.
28	(3) The department shall:
29	(a) issue an endorsement to an applicant who scores a passing grade on an examination devised
30	or approved by the department; and



1	(b) annually renew the endorsement upon payment of the endorsement fee and submission of
2	satisfactory proof that the endorsee has completed continuing education, training, or testing required by
3	the department."
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5	Section 6. Section 50-39-103, MCA, is amended to read:
6	"50-39-103. Inspections, examinations, and hearings authorized. The When requested by the
7	department of justice commerce may, the department of justice shall conduct inspections, of the applicant's
8	business facilities and shall report to the department of commerce the results of its inspection. The
9	department of commerce may consider the inspection report and conduct examinations, or hearings to
10	determine an applicant's qualifications."
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12	Section 7. Section 50-39-104, MCA, is amended to read:
13	"50-39-104. Violations and penalties. The department of justice commerce may deny, revoke,
14	suspend, or refuse to renew a license or endorsement for falsification of an application or for a violation
15	of this part or a rule promulgated by the department under 50-39-107."
16	
17	Section 8. Section 50-39-106, MCA, is amended to read:
18	"50-39-106. Deposit of fees. The fees collected under 50-39-105 must be deposited in an account
19	in the state special revenue fund to the credit of the department of justice commerce and appropriated to
20	the department department of commerce and the department of justice to administer this part."
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22	Section 9. Section 50-39-107, MCA, is amended to read:
23	"50-39-107. Rulemaking authority. The department of justice commerce may adopt rules to
24	implement this part."
25	
26	Section 10. Section 50-71-103, MCA, is amended to read:
27	"50-71-103. Public contractors Contractors subject to chapter contract provision required. Every
28	(1) A contractor performing services for the state or any of its political subdivision thereof shall be
29	subdivisions is required to comply with the safety rules, codes, and provisions of this chapter as a part of
30	his the contract.



1	(2) The requirement imposed by subsection (1) must be expressly stated in a contract between a
2	contractor and a governmental entity."
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4	Section 11. Section 50-71-323, MCA, is amended to read:
5	"50-71-323. Order directing additions, repairs, and improvements, or changes. (1) Whenever the
6	department, after a hearing had upon its own motion or upon complaint an inspection and a closing
7	conference with an employer and an employee representative, finds that an employment or place o
8	employment is not safe or that the practices, or methods, or operations, or processes employed or used
9	in connection therewith by the employer are unsafe or do not afford adequate protection to the life and
10	safety of the employees in such employments and the employment or place of employment, the departmen
11	shall make and enter and serve such issue an order relative thereto as may be necessary to render such
12	outlining the unsafe or inadequate practices, methods, operations, or processes currently used and directing
13	additions, repairs, improvements, or changes in the employment or place of employment safe and that are
14	necessary to protect the life and safety of employees in such the employment and places or place or
15	employment.
16	(2) The department may in the order direct that such additions, repairs, improvements, or changes
17	be made and such that safety devices and safeguards be furnished, provided, and used as that are
18	reasonably required <u>necessary</u> to render such <u>ensure a safe</u> employment or places <u>place</u> of employment safe
19	in-the manner and within the time specified in the order."
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21	Section 12. Section 50-74-101, MCA, is amended to read:
22	"50-74-101. Department Definition department to formulate rules. (1) As used in this chapter
23	the term "department" means the department of commerce.
24	(2) The department shall formulate adopt definitions and rules for the safe construction, installation
25	operation, inspection, and repair of equipment covered by this chapter. The definitions and rules se
26	formulated shall must follow generally accepted nationwide engineering standards as published by the



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American society of mechanical engineers."

"50-74-219. Fee for special inspection. Whenever, upon request of the owner or operator of any

Section 13. Section 50-74-219, MCA, is amended to read:

1	boiler, it is necessary for the a department inspector to make a special trip for the inspection of the inspects
2	a boiler, the a mileage and per diem-allowed fee by law shall must be charged and collected by the
3	department prior to issuance of an inspection certificate in accordance with the following schedule:
4	(1) operating certificate, \$20;
5	(2) internal inspection, \$40;
6	(3) external inspection:
7	(a) hot water heating and supply, \$15;
8	(b) steam heating, \$20; and
9	(c) power boiler, \$30; and
10	(4) special inspection, \$50 per hour plus expenses."
11	
12	Section 14. Section 50-74-303, MCA, is amended to read:
13	"50-74-303. Engineer's license classifications. (1) Engineers entrusted with the operation, care,
14	and management of steam or water boilers and steam machinery, as specified in 50-74-302, are divided
15	into four five classes, namely: first-class engineers, second-class engineers, third-class engineers,
16	agricultural-class engineers and low-pressure engineers.
17	(2) Licenses for the operation of steam or water boilers and steam machinery are divided into four
18	five classifications in accordance with the following schedule:
19	(a) First-class engineers are licensed to operate all classes, pressures, and temperatures of steam
20	and water boilers and steam-driven machinery with the exception of traction and hoisting engines.
21	(b) Second-class engineers are licensed to operate steam boilers operating not in excess of 250
22	pounds per square inch gauge saturated steam pressure, water boilers operating not in excess of 375
23	pounds per square inch gauge pressure and 450 degrees F temperature, and steam-driven machinery not
24	to exceed 100 horsepower per unit, with the exception of traction and hoisting engines.
25	(c) Third-class engineers are licensed to operate steam boilers operating not in excess of 100
26	pounds per square inch gauge saturated steam pressure and water boilers operating not in excess of 160
27	pounds per square inch gauge pressure and 350 degrees F temperature.
28	(d) Agricultural-class engineers are licensed to operate steam hollers that operate not in excess of



150 pounds per square inch saturated steam pressure and that:

(i) are not operated for more than 6 months of the year; and

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1 (ii) are not operated for purposes other than the harvesting or processing of agricultural products.

(e) Low-pressure engineers are licensed to operate steam boilers operating not in excess of 15 pounds per square inch gauge pressure and water boilers operating not in excess of 50 pounds per square inch gauge pressure and 250 degrees F temperature."

Section 15. Section 50-74-304, MCA, is amended to read:

"50-74-304. Requirements for engineer's license. Each applicant for an engineer's license must be physically and mentally capable of performing the required duties and <u>shall</u> meet the following minimum requirements for the class of engineer's license for which application is being made:

- (1) An applicant for a low-pressure engineer's license must <u>be 18 years of age or older, must</u> have at least 3 months' full-time experience in the operation of a boiler in this classification, <u>under an engineer who holds a valid low-pressure or higher license</u>, is required to successfully pass a written examination prescribed by the department, <u>have passed his 18th birthday</u>, and <u>must</u> be found to be competent to operate a boiler in this classification by the department.
- (2) An applicant for an agricultural-class engineer's license must be 18 years of age or older, is required to successfully pass a written examination prescribed by the department, and must be found competent to operate a boiler in this classification.
- (2)(3) An applicant for a third-class engineer's license must be 18 years of age or older, must have at least 6 months' full-time experience in the operation of a boiler in this classification under an engineer holding a valid third-class or higher license, is required to successfully pass a written examination prescribed by the department, have passed his 18th birthday, and must be found to be competent to operate a boiler in this classification by the department.
 - (3)(4) An applicant for a second-class engineer's license must be 18 years of age or older and:
- (a) <u>must</u> have at least 2 years' full-time experience in the operation of a boiler and steam-driven machinery in this classification under an engineer holding a valid second-class or first-class license, <u>is required to</u> successfully pass a written examination prescribed by the department, have passed his 18th birthday, and <u>must</u> be found to be competent to operate a boiler and steam-driven machinery in this classification by the department; or
- (b) shall hold a valid third-class engineer's license, and must have at least 1 year's full-time experience in the operation of a boiler and steam-driven machinery in this classification under an engineer

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Montana Legislative Council

holding a valid second-class or first-class license, is required to successfully pass a written examination prescribed by the department, have passed his 18th birthday, and must be found to be competent to operate a boiler and steam-driven machinery in this classification by the department.

(4)(5) An applicant for a first-class engineer's license must be 18 years of age or older and:

- (a) must have at least 3 years' full-time experience in the operation of a boiler and steam-driven machinery in this classification under an engineer holding a valid first-class license, is required to successfully pass a written examination prescribed by the department, have passed his 18th birthday, and must be found to be competent to operate a boiler and steam-driven machinery in this classification by the department;
- (b) shall hold a valid second-class engineer's license, and must have at least 1 year's full-time experience in the operation of a boiler and steam-driven machinery in this classification under an engineer holding a valid first-class license, is required to successfully pass a written examination prescribed by the department, have passed his 18th birthday, and must be found to be competent to operate a boiler and steam-driven machinery in this classification by the department; or
- (c) shall hold a valid third-class engineer's license, and must have at least 2 year's full-time experience in the operation of a boiler and steam-driven machinery in this classification under an engineer holding a valid first-class license, is required to successfully passed pass a written examination prescribed by the department, have passed his 18th birthday, and must be found to be competent to operate a boiler and steam-driven machinery in this classification by the department."

Section 16. Section 50-74-305, MCA, is amended to read:

- "50-74-305. Exceptions to requirements for engineer's license. Allowable exceptions or variances to the minimum requirements set out in 50-74-304 are as follows:
- (1) An applicant for an engineer's license in any classification holding a valid license in that classification from another state having licensing requirements equal to or exceeding the minimum requirements set out in 50-74-304, successfully passing a written examination prescribed by the department, and found to be competent to operate a boiler and steam-driven machinery in that classification shall by the department must be granted a license in that classification.
- (2) Operating experience in a classification accumulated in the United States military services or the merchant marine service satisfactory to the department may be accepted in lieu of the operating

experience required for licensing of engineers in each of the license classifications.

(3) An applicant having who has training in the operation of steam or water boilers and steam machinery and who has been certified as having satisfactorily completed a prescribed training course from a recognized vocational-technical training school or center or other department-approved institution or training program in the classification for which he the applicant is applying may, at the discretion of the pursuant to department rule, be credited with a maximum of 6 months' experience toward a first-, second-, or third-class or low-pressure engineer's license."

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Section 17. Section 50-74-307, MCA, is amended to read:

"50-74-307. Requirements for traction licenses. An applicant for a traction engineer's license must be 18 years of age or older, must have at least 6 months' full-time experience in the operation of steam traction engines, is required to successfully pass a written examination prescribed by the department, have passed his 18th birthday, and must be found to be competent to operate a traction engine by the department."

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Section 18. Section 50-74-309, MCA, is amended to read:

"50-74-309. License fees. Applicants An applicant for an engineer's license shall pay fees a fee according to the class of license for which application is made, as specified in the following schedule:

19 (1) first class \$30

20 (2) second class \$20

21 (3) third class \$12

22 (4) low pressure \$ 8

23 (5) traction \$12

24 (6) renewal of license \$ 4

(7) replacement of lost certificate \$ 2 by administrative rule, commensurate with program area costs approved by the legislature. All fees must be deposited in the state special revenue fund for the use of the department. The account balance may not exceed one-half of 1 year's approved appropriation without either a reduction in fees or an increase in appropriation approved by the legislature."

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Section 19. Section 50-74-312, MCA, is amended to read:



without either a reduction in fees or an increase in appropriation approved by the legislature."

Section 19. Section 50-74-312, MCA, is amended to read:

"50-74-312. Review of license rejection. (1) If any person who has applied An applicant for a license under the provisions of this chapter and whose application has been rejected feels aggrieved, he may, at any time after the lapse of 10 days and within 45 days after the date of his the rejection, in writing set forth the causes of his grievance in writing any arguments opposing the rejection and request a department review by the department. Such The request must be addressed to the department and shall must be signed by the rejected applicant.

- (2) Within 2 days after receiving such the request, the department shall notify the applicant in writing that on a certain day, which shall not be less than 5 days or more than 30 days after the date the department receives receipt of the written request, the department shall review and evaluate the application and any arguments opposing the rejection of the license application.
- (3) The applicant may appear in person at the review if he so desires. At least 2 days before the day set for the review, the applicant may designate in writing to the department of commerce the name of an engineer holding a valid license of equal or higher grade with than the one applied for, and such the engineer may present himself in testify on behalf of the applicant upon the day and at the hour fixed for at the review.
- (4) After the review is completed, if the department of commerce decides determines that the applicant is entitled to the license he has applied for license, the department shall without delay issue a the license, accordingly but, if If the department rejects the applicant affirms the decision to not issue the license, it is a final rejection and he must not be granted another examination for the space of 45 days after such last rejection, when he may again apply the applicant is required to reapply to take the license examination, as provided by in 50-74-309 through 50-74-311, and may not take the examination within 45 days of the final decision to not issue the license."

Section 20. Section 50-74-314, MCA, is amended to read:

"50-74-314. Complaints and revocation of license. Whenever <u>a</u> complaint is made against an engineer holding who holds a license <u>is made alleging</u> that he, through negligence, want of skill, or inattention to duty, the engineer permitted his <u>a</u> boiler to burn or otherwise become in bad condition or



alleging that he the engineer has been found intoxicated or under the influence of drugs while on duty, it is the duty of the department to make a thorough investigation of the charge and upon satisfactory proof of such the charge to revoke the license of the engineer pursuant to the contested case provisions of the Montana Administrative Procedure Act."

Section 21. Section 50-74-317, MCA, is amended to read:

"50-74-317. When unlicensed person may operate. (1) In case of accident, sickness, or any unforeseen prevention of the event that prevents a licensed engineer, employed by any an owner, renter, or user of an engine or boiler, from performing required duties, the owner, renter, or user may for 15 days employ any person of the age of 18 years or over whom he may consider of age or older whom the owner, renter, or user considers competent to run the engine or boiler.

- (2) Although such the person so employed may not be the holder of an engineer's license, he the person shall must have reasonable qualifications acceptable to the department.
 - (3) The \underline{A} person so employing the \underline{an} unlicensed engineer shall immediately notify the department.
- (4) No An owner, renter, or user of boilers or steam machinery shall be allowed to so may not employ unlicensed engineers for more than 15 days in any one 1 calendar year."

Section 22. Section 50-76-102, MCA, is amended to read:

- "50-76-102. Hoisting engine license required. (1) (a) It is unlawful for any a person to operate any hoisting engine driven by any power when used in lowering or hoisting personnel or material in industrial operations or on construction projects without first obtaining a license therefor from the department of commerce.
- (b) In emergencies under 50-74-317 relating to the employment of unlicensed engineers, the provisions of that section shall apply to the operation of the engines and machinery named herein in this section.
- (2) First-class hoisting engineers shall must be licensed to operate hoisting engines driven by any power and unlimited horsepower used in the lowering or hoisting of personnel or material in industrial operations or on construction projects.
- (3) Second-class hoisting engineers shall <u>must</u> be licensed to operate hoisting engines driven by any power and not in excess of 100 brake horsepower used in the lowering or hoisting of personnel or



1	material in industrial operations or on construction projects.
2	(4) The provisions of this section shall do not apply to hoists and cranes defined in 50-76-103."
3	
4	Section 23. Section 50-76-103, MCA, is amended to read:
5	"50-76-103. Crane and hoist license required. (1) (a) It is unlawful for a person to operate any
6	hoisting equipment, when used in hoisting or lowering personnel or material, that has a manufacturer's
7	rating of above more than 6 tons and or a boom length of more than 25 feet without first obtaining a
8	license from the department of commerce. This equipment includes overhead trolley cranes used in
9	construction only and excludes equipment with excavation attachments or log loading equipment when in
10	use.
11	(b) In emergencies, 50-74-317 shall apply applies to the operation of the equipment named in this
12	section.
13	(2) Licensing is as follows:
14	(a) First-class hoisting engineers are licensed to operate any hoisting equipment in industrial or
15	construction operations.
16	(b)(i) An applicant for a first-class hoisting engineer's license must be 18 years of age or older and
17	shall have:
18	(A) must have no less than 3 years' experience operating equipment requiring a second-class
19	hoisting engineer's license or shall etherwise be shown to be equivalently competent demonstrate
20	equivalent competency by examination; and
21	(B) passed his 18th birthday; and
22	(C)(B) is required to passed pass a written test prescribed by the department of commerce.
23	(ii) An annual physical exam is required of all licensees.
24	(c) Second-class hoisting engineers are licensed to operate hoisting equipment with a
25	manufacturer's rating of 6 tons and <u>or</u> a boom length of 25 feet up to equipment with a rating of 15 tons
26	and a boom length of 60 feet.
27	(d)(i) Applicants An applicant for a second-class hoisting engineer's license must be 18 years of age



or older and shall:

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by this section or shall otherwise be shown to be equivalently competent demonstrate equivalent

(A) must have no less than 2 years' experience in actual operation of hoisting equipment covered

1	competency by examination; and
2	(B) is required to successfully pass a written examination prescribed by the department o
3	commerce; and
4	(C) have passed their 18th birthday.
5	(ii) An annual physical exam is required of all licensees.
6	(e) Third-class hoisting engineers are licensed to move all truck cranes driven by any power and
7	of any capacity. This license requirement applies to truck crane oilers who move truck cranes.
8	(f) Applicants An applicant for a third-class hoisting engineer's license shall is required to
9	successfully pass a written test prescribed by the department of commerce and shall must be at least 18
10	years old years of age or older before receiving this a license.
11	(3) The department of commerce shall reexamine each licensed engineer or operator every 5 years
12	during the anniversary month of his the issuance of the license if the licensee has not worked at the trade
13	for 5 years."
14	
15	Section 24. Section 50-76-104, MCA, is amended to read:
16	"50-76-104. Application and fee for license. Application for licenses shall must be made to the
17	department of commerce in the same manner and the and submitted with the appropriate fee that is se
18	commensurate with the cost of administering this program, to be deposited in the state special revenue
19	fund for use by the department. The same fee shall must be charged as required by law for obtaining a
20	license to operate steam engines, boilers, and steam-driven machinery under chapter 74 of this title."
21	
22	Section 25. Section 50-76-106, MCA, is amended to read:
23	"50-76-106. Revocation of license. The department of commerce may revoke any license issued
24	under this chapter for any of the reasons for which the department of commerce may revoke a license to
25	operate steam engines, boilers, or steam-driven machinery under chapter 74 of this title."
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27	Section 26. Section 50-76-110, MCA, is amended to read:
28	"50-76-110. Crane inspector. The department of commerce shall employ at least one crane



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inspector. He The crane inspector shall hold a first-class hoisting engineer's license under this chapter for

a minimum of 1 year and must have a minimum of 3 years' experience operating cranes."

1 NEW SECTION. Section 27. Effective date. [This act] is effective July 1, 1995."

2 -END-





on House Bill 68 Report No., April 7, 1995

Page 1 of 1

Mr. Speaker and Mr. President:

We, your Free Conference Committee on House Bill 68 met and considered House Bill 68 and recommend that House Bill 68 (reference copy -- salmon) be amended as follows:

1. Page 2, line 30 through page 3, line 1.

Following: "and"

Strike: remainder of line 30 through "1997," on page 3, line 1. We recommend that the amendment considered above to House Bill 68 be acceded to by senate.

And this Free Conference Committee report be adopted.

For the House:

Herron

Chair Sliner

Schwinden

For the Senate:

Benedict

Chair

Bill Wilson

ADOPT

REJECT

HB 68 FCCR *1 801125CC.Hbk

1	HOUSE BILL NO. 68
2	INTRODUCED BY SCHWINDEN
3	BY REQUEST OF THE DEPARTMENT OF LABOR AND INDUSTRY
4	
5	A BILL FOR AN ACT ENTITLED: "AN ACT GENERALLY REVISING GERTAIN INDUSTRIAL SAFETY LAWS:
6	TRANSFERRING THE LICENSING OF CONSTRUCTION BLASTERS, BOILER AND STEAM ENGINE
7	OPERATORS, AND CRANE AND HOIST OPERATORS TO THE DEPARTMENT OF COMMERCE FROM THE
8	DEPARTMENT OF LABOR AND INDUSTRY; AUTHORIZING THE DEPARTMENT OF COMMERCE TO
9	ESTABLISH APPROPRIATE TRAINING COURSES; CLARIFYING BOILER ENGINEER EXPERIENCE
10	REQUIREMENTS; ESTABLISHING A NEW CLASS OF LICENSE FOR SEASONAL AGRICULTURAL
11	PURPOSES; TRANSFERRING LICENSURE FUNCTIONS OF THE FIRE PREVENTION AND INVESTIGATION
12 .	PROGRAM FROM THE DEPARTMENT OF JUSTICE TO THE DEPARTMENT OF COMMERCE
13	TRANSFERRING BOILER SAFETY AND INSPECTIONS FROM THE DEPARTMENT OF LABOR AND INDUSTRY
14	TO THE DEPARTMENT OF COMMERCE; REQUIRING SAFETY COMPLIANCE LANGUAGE TO BE EXPRESSLY
15	STATED IN THE CONTRACT BETWEEN A CONTRACTOR AND A GOVERNMENTAL ENTITY; AUTHORIZING
16	THE DEPARTMENT TO ESTABLISH BOILER ENGINEER LICENSE FEE SCHEDULES, INSPECTION FEE
17	SCHEDULES, AND APPROPRIATE TRAINING COURSES BY ADMINISTRATIVE RULE; IMPOSING A FEE FOR
18	ALL BOILER INSPECTIONS; CLARIFYING BOILER ENGINEER EXPERIENCE REQUIREMENTS; ELIMINATING
19	HEARING OR COMPLAINT REQUIREMENTS PRIOR TO THE DEPARTMENT ORDERING WORKPLACE
20	SAFETY IMPROVEMENTS; MODIFYING HOISTING ENGINEER LICENSE STANDARDS TO INCLUDE EITHER
21	CRANE BOOM LENGTH OR TONNAGE RATING; AND AMENDING SECTIONS 37-72-101, 39-71-201,
22	50-5-115,50-39-101,50-39-102,50-39-103,50-39-104,50-39-106,50-39-107,50-71-103,50-71-323
23	50-74-101, <u>50-74-101,</u> 50-74-219, 50-74-304, <u>AND</u> <u>50-74-303, 50-74-304,</u> 50-74-305, <u>50-74-307</u>
24	50-74-309, 50-74-312, 50-74-314, 50-74-317, 50-76-102, 50-76-103, 50-76-104, 50-76-106, AND
25	50-76-110, 50-74-309, AND 50-76-103, MCA; AND PROVIDING AN EFFECTIVE DATE."
26	
27	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
28	(Refer to Third Reading Bill)
29	Strike everything after the enacting clause and insert:



1 Section 1.	Section	37-72-101	, MCA,	is amended	to read:
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- "37-72-101. Construction blasting restrictions -- license required -- definitions -- exemptions. (1)

 No A person may not engage in the practice of construction blasting unless licensed or under the supervision of a person licensed as a construction blaster by the department.
 - (2) For the purposes of this chapter:
 - (a) "construction blaster" means a person who engages in construction blasting;
- 7 (b) "construction blasting" means the use of explosives to:
 - (i) reduce, destroy, or weaken any residential, commercial, or other building; or
 - (iii) excavate any ditch, trench, cut, or hole or reduce, destroy, weaken, or cause a change in grade of any land formation in the construction of any building, highway, road, pipeline, sewerline, or electric or other utility line;
 - (c) "department" means the department of labor and industry commerce;
- 13 (d) "explosive" has the meaning given in 61-1-506.
 - (3) Nothing in this chapter applies to the private or commercial use of explosives by persons engaged in farming, ranching, logging, geophysical work, drilling or development of water, oil, or gas wells, or mining of any kind or to the private use of explosives in the removal of stumps and rocks from land owned by the person using the explosives, except that the persons exempted from this chapter by this subsection must shall comply with rules adopted under 37-72-201(1)(c) and the provisions of 37-72-102 apply to a violation of those rules by an exempted person.
 - (4) This chapter does not apply to persons conducting blasting operations when the persons and operations are subject to rules adopted under and implementing 82-4-231(10)(e)."

Section 2. Section 39-71-201, MCA, is amended to read:

"39-71-201. Administration fund. (1) A workers' compensation administration fund is established out of which all costs of administering the Workers' Compensation and Occupational Disease Acts and the various occupational safety acts the department and the boiler inspections the department of commerce must administer, with the exception of the subsequent injury fund, as provided for in 39-71-907, and the uninsured employers' fund, are to be paid upon lawful appropriation. The following money collected by the department must be deposited in the state treasury to the credit of the workers' compensation administrative fund and must be used for the administrative expenses of the department and, for the



- biennium ending June 30, 1997, for the administrative expenses of the department of commerce for the purposes of 50-74-101:
 - (a) all fees and penalties provided in 39-71-205 and 39-71-304;
 - (b) all fees paid for inspection of boilers and issuance of licenses to operating engineers

 INSPECTION OF BOILERS as required by law;
 - (c) all fees paid from an assessment on each plan No. 1 employer, plan No. 2 insurer, and plan No. 3, the state fund. The assessments must be levied against the preceding calendar year's gross annual payroll of the plan No. 1 employers and the gross annual direct premiums collected in Montana on the policies of the plan No. 2 insurers, insuring employers covered under the chapter, during the preceding calendar year. However, an assessment of the plan No. 1 employer or plan No. 2 insurer may not be less than \$200. If at any time during the fiscal year a plan No. 1 employer is granted permission to self-insure or a plan No. 2 insurer is authorized to insure employers under this chapter, that plan No. 1 employer or plan No. 2 insurer is subject to assessment. The assessments must be sufficient to fund the direct costs identified to the three plans and an equitable portion of the indirect costs based on the ratio of the preceding fiscal year's indirect costs distributed to the plans, using proper accounting and cost allocation procedures. Plan No. 3 must be assessed an amount sufficient to fund the direct costs and an equitable portion of the indirect costs of regulating plan No. 3. Other sources of revenue, including unexpended funds from the preceding fiscal year, must be used to reduce the costs before levying the assessments.
 - (2) The administration fund must be debited with expenses incurred by the department in the general administration of the provisions of this chapter, including the salaries of its members, officers, and employees and the travel expenses of the members, officers, and employees, as provided for in 2-18-501 through 2-18-503, as amended, incurred while on the business of the department either within or without the state.
 - (3) Disbursements from the administration money must be made after being approved by the department upon claim therefor."
 - Section 3. Section 50-5-115, MCA, is amended to read:
 - "50-5-115. Receiverships. (1) If receivership has not already been instituted under medicaid or medicare, upon notice to the facility, the department may file a complaint in district court for receivership under any of the following conditions in addition to applicable conditions listed in 27-20-102:



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ì	(a)	a facility is operating without a license and residents are in danger of serious physical or mental
2	harm;	

- (b) a facility intending to close has not made arrangements within 30 days before closure for the orderly transfer of residents;
 - (c) a facility is abandoned by an owner; or
 - (d) a life threatening situation exists for the residents of the facility.
- (2) If the department believes or has received notice from the department of justice that there is an emergency that presents or might present an immediate and serious threat to the health or safety of patients or residents of a facility, a receiver may be appointed by the court upon an ex parte application by the department. If a receiver is appointed upon an ex parte application, notice must be given by the department to the facility within 24 hours of issuance of the receivership order and a hearing must be offered the facility by the court within 10 days of issuance of the order to determine whether the order will be continued.
 - (3) The department shall maintain a list of persons qualified to act as receivers.
- (4) The selection, appointment, and removal of receivers must be consistent with Title 27, chapter20, parts 2 and 3.
 - (5) Whenever possible, receivers must be paid from the income of the facility; however However, receivers may be paid from the patient protection account provided for in 50-5-232. The court shall direct the amount of payments to be made to the receiver, the payments to be made by the receiver, and the order of payments made to the receiver or to other entities. Payments owed to a facility that are made to the receiver must be used to discharge any obligation of the entity making the payments owed to the facility.
 - (6) The powers and duties of the receiver include:
- 24 (a) the duty to protect the health, welfare, and safety of the residents;
 - (b) the power to hire, discipline, and fire staff;
- 26 (c) the power to collect debts due to the facility;
- 27 (d) the power to settle labor disputes;
- 28 (e) the power to petition the court to set aside unreasonable contracts or leases entered into by
 29 the facility management;
 - (f) the power to make capital investments in the facility with court approval; and



1	(g) all other powers granted receivers by 27-20-302."
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3	Section 4. Section 50-39-101, MCA, is amended to read:
4	"50-39-101. License and endorsements required. (1) A person or entity shall obtain a license from
5	the department of justice commerce before engaging in the business of servicing fire extinguishers or before
6	engaging in the business of selling, servicing, or installing fire alarm systems, special agent fire suppression
7	systems, or fire extinguishing systems. Each individual, except an apprentice, employed by the licensee to
8	perform services under the license must shall obtain from the department an endorsement to sell, service,
9	or install:
10	(a) fire alarm systems;
11	(b) special agent fire suppression systems; or
12	(c) fire extinguishing systems.
13	(2) The license and endorsement or endorsements must be prominently displayed at the business
14	premises, and copies must be carried by the person conducting each installation or servicing and must be
15	shown to anyone requesting to see them.
16	(3) It is a misdemeanor to knowingly or purposely service a fire extinguisher or sell, service, or
17	install a fire alarm system, special agent fire suppression system, or fire extinguishing system without the
18	required license and endorsement."
19	
20	Section 5. Section 50-39-102, MCA, is amended to read:
21	"50-39-102. Application for license and endorsements. (1) An application for a license and any
22	endorsements must be made on a form prescribed by the department of justice commerce.
23	(2) The department shall annually issue a license and endorsement to an applicant who:
24	(a) submits satisfactory proof that the applicant is properly equipped and staffed to provide the
25	sales or services to be licensed and endorsed; and
26	(b) submits satisfactory proof that the applicant is insured to engage in the business covered by
27	the license and endorsement or endorsements.
28	(3) The department shall:



or approved by the department; and

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(a) issue an endorsement to an applicant who scores a passing grade on an examination devised

1	(b) annually renew the endorsement upon payment of the endorsement fee and submission of
2	satisfactory proof that the endorsee has completed continuing education, training, or testing required by
3	the department."
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5	Section 6. Section 50-39-103, MCA, is amended to read:
6	"50-39-103. Inspections, examinations, and hearings authorized. The When requested by the
7	department of justice commerce may, the department of justice shall conduct inspections, of the applicant's
8	business facilities and shall report to the department of commerce the results of its inspection. The
9	department of commerce may consider the inspection report and conduct examinations, or hearings to
10	determine an applicant's qualifications."
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12	Section 7. Section 50-39-104, MCA, is amended to read:
13	"50-39-104. Violations and penalties. The department of justice commerce may deny, revoke
14	suspend, or refuse to renew a license or endorsement for falsification of an application or for a violation
15	of this part or a rule promulgated by the department under 50-39-107."
16	
17	Section 8. Section 50-39-106, MCA, is amended to read:
18	"50-39-106. Deposit of fees. The fees collected under 50-39-105 must be deposited in an account
19	in the state special revenue fund to the credit of the department of justice commerce and appropriated to
20	the department department of commerce and the department of justice to administer this part."
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22	Section 9. Section 50-39-107, MCA, is amended to read:
23	"50-39-107. Rulemaking authority. The department of justice commerce may adopt rules to
24	implement this part."
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26	Section 10. Section 50-71-103, MCA, is amended to read:
27	"50-71-103. Public contractors Contractors subject to chapter contract provision required. Every
28	(1) A contractor performing services for the state or any of its political subdivision thereof shall be
29	subdivisions is required to comply with the safety rules, codes, and provisions of this chapter as a part of



his the contract.

(2)	The requirement impose	d by subsection (1) must be	e expressly	stated in a c	ontract b	etween a
contractor a	ind a governmental entit	y."					

Section 11. Section 50-71-323, MCA, is amended to read:

"50-71-323. Order directing additions, repairs, and improvements, or changes. (1) Whenever the department, after a hearing had upon its own motion or upon complaint an inspection and a closing conference with an employer and an employee representative, finds that an employment or place of employment is not safe or that the practices, or methods, or operations, or processes employed or used in connection therewith by the employer are unsafe or do not afford adequate protection to the life and safety of the employees in such employments and the employment or place of employment, the department shall make and enter and serve such issue an order relative thereto as may be necessary to render such outlining the unsafe or inadequate practices, methods, operations, or processes currently used and directing additions, repairs, improvements, or changes in the employment or place of employment safe and that are necessary to protect the life and safety of employees in such the employment and places or place of employment.

(2) The department may in the order direct that such additions, repairs, improvements, or changes be made and such that safety devices and safeguards be furnished, provided, and used as that are reasonably required necessary to render such ensure a safe employment or places place of employment safe in the manner and within the time specified in the order."

Section 12. Section 50-74-101, MCA, is amended to read:

"50-74-101. Department Definition -- department to formulate rules. (1) As used in this chapter,
 the term "department" means the department of commerce.

(2) The department shall formulate adopt definitions and rules for the safe construction, installation, operation, inspection, and repair of equipment covered by this chapter. The definitions and rules so formulated shall must follow generally accepted nationwide engineering standards as published by the American society of mechanical engineers."

Section 13. Section 50-74-219, MCA, is amended to read:

"50-74-219. Fee for special inspection. Whenever, upon request of the owner or operator of any



1	boiler, it is necessary for the a department inspector to make a special trip for the inspection of the inspects
2	a boiler, the a mileage and per diem allowed fee by law shall must be charged and collected by the
3	department prior to issuance of an inspection certificate in accordance with the following schedule:
4	(1) operating certificate, \$20;
5	(2) internal inspection, \$40;
6	(3) external inspection:
7	(a) hot water heating and supply, \$15;
8	(b) steam heating, \$20; and
9	(c) power boiler, \$30; and
10	(4) special inspection, \$50 per hour plus expenses."
11	
12	Section 14. Section 50-74-303, MCA, is amended to read:
13	"50-74-303. Engineer's license classifications. (1) Engineers entrusted with the operation, care,
14	and management of steam or water boilers and steam machinery, as specified in 50-74-302, are divided
15	into four five classes, namely: first-class engineers, second-class engineers, third-class engineers,
16	agricultural-class engineers and low-pressure engineers.
17	(2) Licenses for the operation of steam or water boilers and steam machinery are divided into four
18	five classifications in accordance with the following schedule:
19	(a) First-class engineers are licensed to operate all classes, pressures, and temperatures of steam
20	and water boilers and steam-driven machinery with the exception of traction and hoisting engines.
21	(b) Second-class engineers are licensed to operate steam boilers operating not in excess of 250
22	pounds per square inch gauge saturated steam pressure, water boilers operating not in excess of 375
23	pounds per square inch gauge pressure and 450 degrees F temperature, and steam-driven machinery not
24	to exceed 100 horsepower per unit, with the exception of traction and hoisting engines.
25	(c) Third-class engineers are licensed to operate steam boilers operating not in excess of 100
26	pounds per square inch gauge saturated steam pressure and water boilers operating not in excess of 160
27	pounds per square inch gauge pressure and 350 degrees F temperature.
28	(d) Agricultural-class engineers are licensed to operate steam boilers that operate not in excess of
29	150 pounds per square inch saturated steam pressure and that:



(i) are not operated for more than 6 months of the year; and

1	(ii) are not operated for purposes other than the harvesting or processing of agricultural products
2	(e) Low-pressure engineers are licensed to operate steam boilers operating not in excess of 15
3	pounds per square inch gauge pressure and water boilers operating not in excess of 50 pounds per square
4	inch gauge pressure and 250 degrees F temperature."
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Section 15. Section 50-74-304, MCA, is amended to read:

"50-74-304. Requirements for engineer's license. Each applicant for an engineer's license must be physically and mentally capable of performing the required duties and shall meet the following minimum requirements for the class of engineer's license for which application is being made:

- (1) An applicant for a low-pressure engineer's license must be 18 years of age or older, must have at least 3 months' full-time experience in the operation of a boiler in this classification, under an engineer who holds a valid low-pressure or higher license, is required to successfully pass a written examination prescribed by the department, have passed his 18th birthday, and must be found to be competent to operate a boiler in this classification by the department.
- (2) An applicant for an agricultural-class engineer's license must be 18 years of age or older, is required to successfully pass a written examination prescribed by the department, and must be found competent to operate a boiler in this classification.
- (2)(3) An applicant for a third-class engineer's license must be 18 years of age or older, must have at least 6 months' full-time experience in the operation of a boiler in this classification under an engineer holding a valid third-class or higher license, is required to successfully pass a written examination prescribed by the department, have passed his 18th birthday, and must be found to be competent to operate a boiler in this classification by the department.
 - (3)(4) An applicant for a second-class engineer's license must be 18 years of age or older and:
- (a) must have at least 2 years' full-time experience in the operation of a boiler and steam-driven machinery in this classification under an engineer holding a valid second-class or first-class license, is required to successfully pass a written examination prescribed by the department, have passed his 18th birthday, and must be found to be competent to operate a boiler and steam-driven machinery in this classification by the department; or
- (b) shall hold a valid third-class engineer's license, and must have at least 1 year's full-time experience in the operation of a boiler and steam-driven machinery in this classification under an engineer



holding a valid second-class or first-class license, is required to successfully pass a written examination prescribed by the department, have passed his 18th birthday, and must be found to be competent to operate a boiler and steam-driven machinery in this classification by the department.

(4)(5) An applicant for a first-class engineer's license must be 18 years of age or older and:

- (a) <u>must</u> have at least 3 years' full-time experience in the operation of a boiler and steam-driven machinery in this classification under an engineer holding a valid first-class license, <u>is required to</u> successfully pass a written examination prescribed by the department, have passed his 18th birthday, and <u>must</u> be found to be competent to operate a boiler and steam-driven machinery in this classification <u>by the department</u>;
- (b) <u>shall</u> hold a valid second-class engineer's license, <u>and must</u> have at least 1 year's full-time experience in the operation of a boiler and steam-driven machinery in this classification under an engineer holding a valid first-class license, <u>is required to</u> successfully pass a written examination prescribed by the department, <u>have passed his 18th birthday</u>, and <u>must</u> be found to be competent to operate a boiler and steam-driven machinery in this classification by the department; or
- (c) shall hold a valid third-class engineer's license, and must have at least 2 year's full-time experience in the operation of a boiler and steam-driven machinery in this classification under an engineer holding a valid first-class license, is required to successfully passed pass a written examination prescribed by the department, have passed his 18th birthday, and must be found to be competent to operate a boiler and steam-driven machinery in this classification by the department."

Section 16. Section 50-74-305, MCA, is amended to read:

"50-74-305. Exceptions to requirements for engineer's license. Allowable exceptions or variances to the minimum requirements set out in 50-74-304 are as follows:

- (1) An applicant for an engineer's license in any classification holding a valid license in that classification from another state having licensing requirements equal to or exceeding the minimum requirements set out in 50-74-304, successfully passing a written examination prescribed by the department, and found to be competent to operate a boiler and steam-driven machinery in that classification shall by the department must be granted a license in that classification.
- (2) Operating experience in a classification accumulated in the United States military services or the merchant marine service satisfactory to the department may be accepted in lieu of the operating



experience required for licensing of engineers in each of the license classifications.

(3) An applicant having who has training in the operation of steam or water boilers and steam machinery and who has been certified as having satisfactorily completed a prescribed training course from a recognized vocational-technical training school or center or other department-approved institution or training program in the classification for which he the applicant is applying may, at the discretion of the pursuant to department rule, be credited with a maximum of 6 months' experience toward a first-, second-, or third-class or low-pressure engineer's license."

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Section 17. Section 50-74-307, MCA, is amended to read:

"50-74-307. Requirements for traction licenses. An applicant for a traction engineer's license must be 18 years of age or older, must have at least 6 months' full-time experience in the operation of steam traction engines, is required to successfully pass a written examination prescribed by the department, have passed his 18th birthday, and must be found to be competent to operate a traction engine by the department."

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Section 18. Section 50-74-309, MCA, is amended to read:

"50-74-309. License fees. Applicants An applicant for an engineer's license shall pay fees a fee according to the class of license for which application is made, as specified in the following schedule:

(1) first class \$30

20 (2) second class \$20

(3) third class \$12

22 (4) low pressure \$ 8

23 (5) traction \$12

24 (6) renewal of license \$-4

(7) replacement of lost certificate \$ 2 by administrative rule, commensurate with program area costs approved by the legislature. All fees must be deposited in the state special revenue fund for the use of the department. The account balance may not exceed one-half of 1 year's approved appropriation without either a reduction in fees or an increase in appropriation approved by the legislature."

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Section 19. Section 50-74-312, MCA, is amended to read:



- "50-74-312. Review of license rejection. (1) If any person who has applied An applicant for a license under the provisions of this chapter and whose application has been rejected feels aggrieved, he may, at any time after the lapse of 10 days and within 45 days after the date of his the rejection, in writing set forth the causes of his grievance in writing any arguments opposing the rejection and request a department review by the department. Such The request must be addressed to the department and shall must be signed by the rejected applicant.
- (2) Within 2 days after receiving such the request, the department shall notify the applicant in writing that on a certain day, which shall not be less than 5 days or more than 30 days after the date the department receives receipt of the written request, the department shall review and evaluate the application and any arguments opposing the rejection of the license application.
- (3) The applicant may appear in person at the review if he so desires. At least 2 days before the day set for the review, the applicant may designate in writing to the department of commerce the name of an engineer holding a valid license of equal or higher grade with than the one applied for, and such the engineer may present himself in testify on behalf of the applicant upon the day and at the hour fixed for at the review.
- (4) After the review is completed, if the department of commerce decides determines that the applicant is entitled to the license he has applied for license, the department shall without delay issue a the license, accordingly but, if If the department rejects the applicant affirms the decision to not issue the license, it is a final rejection and he must not be granted another examination for the space of 45 days after such last rejection, when he may again apply the applicant is required to reapply to take the license examination, as provided by in 50-74-309 through 50-74-311, and may not take the examination within 45 days of the final decision to not issue the license."

Section 20. Section 50-74-314, MCA, is amended to read:

"50-74-314. Complaints and revocation of license. Whenever a complaint is made against an engineer holding who holds a license is made alleging that he, through negligence, want of skill, or inattention to duty, the engineer permitted his a boiler to burn or otherwise become in bad condition or alleging that he the engineer has been found intoxicated or under the influence of drugs while on duty, it is the duty of the department to make a thorough investigation of the charge and upon satisfactory proof of such the charge to revoke the license of the engineer pursuant to the contested case provisions of the



Montana	Administrative	Procedure	Act.'

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Section 21. Section 50-74-317, MCA, is amended to read:

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"50-74-317. When unlicensed person may operate. (1) In case of accident, sickness, or any unforeseen prevention of the event that prevents a licensed engineer, employed by any an owner, renter, or user of an engine or boiler, from performing required duties, the owner, renter, or user may for 15 days employ any person of the age of 18 years or over whom he may consider of age or older whom the owner,

renter, or user considers competent to run the engine or boiler.

- (2) Although such the person so employed may not be the holder of an engineer's license, he the person shall must have reasonable qualifications acceptable to the department.
 - (3) The A person se employing the an unlicensed engineer shall immediately notify the department.
- (4) No An owner, renter, or user of boilers or steam machinery shall be allowed to so may not employ unlicensed engineers for more than 15 days in any ene 1 calendar year."

Section 22. Section 50-76-102, MCA, is amended to read:

"50-76-102. Hoisting engine license required. (1) (a) It is unlawful for any a person to operate any hoisting engine driven by any power when used in lowering or hoisting personnel or material in industrial operations or on construction projects without first obtaining a license therefor from the department of commerce.

- (b) In emergencies under 50-74-317 relating to the employment of unlicensed engineers, the provisions of that section shall apply to the operation of the engines and machinery named herein in this section.
- (2) First-class hoisting engineers shall must be licensed to operate hoisting engines driven by any power and unlimited horsepower used in the lowering or hoisting of personnel or material in industrial operations or on construction projects.
- (3) Second-class hoisting engineers shall must be licensed to operate hoisting engines driven by any power and not in excess of 100 brake horsepower used in the lowering or hoisting of personnel or material in industrial operations or on construction projects.
 - (4) The provisions of this section shall do not apply to hoists and cranes defined in 50-76-103."



1	Section 23. Section 50-76-103, MCA, is amended to read:
2	"50-76-103. Crane and hoist license required. (1) (a) It is unlawful for a person to operate any
3	hoisting equipment, when used in hoisting or lowering personnel or material, that has a manufacturer's
4	rating of above more than 6 tons and or a boom length of more than 25 feet without first obtaining a
5	license from the department of commerce. This equipment includes overhead trolley cranes used in
6	construction only and excludes equipment with excavation attachments or log loading equipment when in
7	use.
8	(b) In emergencies, 50-74-317 shall apply applies to the operation of the equipment named in this
9	section.
10	(2) Licensing is as follows:
11	(a) First-class hoisting engineers are licensed to operate any hoisting equipment in industrial or
12	construction operations.
13	(b)(i) An applicant for a first-class hoisting engineer's license must be 18 years of age or older and
14	shall-have:
15	(A) must have no less than 3 years' experience operating equipment requiring a second-class
16	hoisting engineer's license or shall etherwise be shewn to be equivalently competent demonstrate
17	equivalent competency by examination; and
18	(B) passed his 18th birthday; and
19	(C)(B) is required to passed pass a written test prescribed by the department of commerce.
20	(ii) An annual physical exam is required of all licensees.
21	(c) Second-class hoisting engineers are licensed to operate hoisting equipment with a
22	manufacturer's rating of 6 tons and or a boom length of 25 feet up to equipment with a rating of 15 tons
23	and a boom length of 60 feet.
24	(d)(i) Applicants An applicant for a second-class hoisting engineer's license must be 18 years of age
25	or older and shall:
26	(A) must have no less than 2 years' experience in actual operation of hoisting equipment covered
27	by this section or shall otherwise be shown to be equivalently competent demonstrate equivalent
28	competency by examination; and



commerce; and

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(B) is required to successfully pass a written examination prescribed by the department of

1	(C) have passed their 18th birthday.
2	(ii) An annual physical exam is required of all licensees.
3	(e) Third-class hoisting engineers are licensed to move all truck cranes driven by any power and
4	of any capacity. This license requirement applies to truck crane oilers who move truck cranes.
5	(f) Applicants An applicant for a third-class hoisting engineer's license shall is required to
6	successfully pass a written test prescribed by the department of commerce and shall must be at least 18
7	years old years of age or older before receiving this a license.
8	(3) The department of commerce shall reexamine each licensed engineer or operator every 5 years
9	during the anniversary month of his the issuance of the license if the licensee has not worked at the trade
10	for 5 years."
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12	Section 24. Section 50-76-104, MCA, is amended to read:
13	"50-76-104. Application and fee for license. Application for licenses shall must be made to the
14	department of commerce in the same manner and the and submitted with the appropriate fee that is set
15	commensurate with the cost of administering this program, to be deposited in the state special revenue
16	fund for use by the department. The same fee shall must be charged as required by law for obtaining a
17	license to operate steam engines, boilers, and steam-driven machinery under chapter 74 of this title."
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19	Section 25. Section 50-76-106, MCA, is amended to read:
20	"50-76-106. Revocation of license. The department of commerce may revoke any license issued
21	under this chapter for any of the reasons for which the department of commerce may revoke a license to
22	operate steam engines, boilers, or steam-driven machinery under chapter 74 of this title."
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24	Section 26. Section 50-76-110, MCA, is amended to read:
25	"50-76-110. Crane inspector. The department of commerce shall employ at least one crane
26	inspector. He The crane inspector shall hold a first-class hoisting engineer's license under this chapter for
27	a minimum of 1 year and must have a minimum of 3 years' experience operating cranes."
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-END-

NEW SECTION. Section 27. Effective date. [This act] is effective July 1, 1995."