1	H.792
2	Introduced by Committee on Appropriations
3	Date:
4	Subject: State government; administration and policy implementation; service
5	and performance; reduced spending; accountability
6	Statement of purpose: This bill proposes to implement results of the earlier
7	"Challenges for Change" legislation, by making changes to current law which
8	will allow policy makers, administrators, service providers, and school
9	administrators to create outcome-driven changes in service and performance,
10	to implement these changes with reduced state funding, and to maintain
11	accountability for meeting goals through clear measures of outcome
12	achievement.
13	An act relating to implementation of challenges for change
14	It is hereby enacted by the General Assembly of the State of Vermont:
15	Sec. 1. LEGISLATIVE INTENT
16	(a) This act is intended to create the changes in Vermont law needed to
17	implement the proposals which grew out of the Challenges for Change Act, in
18	No. 68 of the Acts of the 2009 Adj. Sess. (2010).
19	(b) Vermont state government is faced with a substantial gap between
20	available revenues and projected expenditures based on the current manner of

1	providing services. This act is the next step in allowing the redesigning of how
2	to provide government services. Policy makers, administrators, service
3	providers, and school administrators will now proceed to create
4	outcome-driven changes in service and performance, and to implement these
5	changes with reduced state funding. At the same time, accountability for
6	meeting specified goals will be maintained through clear measures of outcome
7	achievement, with quarterly reporting to, and oversight by, the general
8	assembly, as provided in this act. The intent of the general assembly is to
9	make the changes in law which will allow the creation of better methods for
10	providing government services, while spending less money and still achieving
11	the outcomes specified in the Challenges for Change Act.
12	(c) Changes to law in this act are arranged by Challenges topic, followed
13	by general requirements for quarterly reporting and oversight.
14	* * * Charter Units * * *
15	Sec. 2. SECRETARY OF ADMINISTRATION; CHALLENGES FOR
16	CHANGE; INFORMATION TECHNOLOGY INVESTMENTS
17	The secretary shall not be required to obtain independent expert review
18	pursuant to 3 V.S.A. § 2222(g) for information technology investments made

in conjunction with the Challenges for Change initiatives, including

investments for the purchase and implementation of components of the

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1	enterprise architecture, including Master Person Index, work flow engine,
2	enterprise bus, and rules engine.
3	Sec. 3. TASK FORCES INVOLVING MORE THAN ONE AGENCY
4	The secretary of administration may authorize task forces that involve more
5	than one agency, and existing positions may be assigned as required to
6	implement the Challenges for Change tasks and outcomes.
7	Sec. 4. DEPARTMENT OF LIQUOR CONTROL
8	It is the goal of the general assembly to increase general fund revenues
9	through innovative changes in the administration of sales of alcoholic
10	beverages. The intent is not to increase consumption of alcoholic beverages,
11	but, rather, to reclaim sales lost to neighboring states and to increase sales to
12	out-of-state consumers who would otherwise make their purchases in other
13	states, and to achieve this goal by creating new approaches for marketing and
14	more flexible strategies in pricing and taxation. To achieve this goal, the
15	department of liquor control shall take the following steps:
16	(1) Create its proposed gift card program, which is projected to be
17	revenue-neutral in fiscal year 2011, and is expected to generate revenue in
18	fiscal year 2012 and after.
19	(2) Take steps to create more flexibility in pricing, to the extent allowed
20	by current law, which will help to reclaim the lost sales.

1	(3) Analyze how coordinated changes in taxation and pricing could lead
2	to increased sales and increased revenue contribution to the state's general
3	fund, while meeting the goals expressed in this section. The department shall
4	consider whether reducing or eliminating the current 25 percent tax on gross
5	revenues, and implementing flexibility in pricing, could lead to this increased
6	sales and revenue. The department shall report its findings and
7	recommendations to the house committee on general, housing and military
8	affairs and the senate committee on economic development, housing and
9	general affairs, by January 15, 2011.
10	(4) Report by January 15, 2011, to the house committee on general,
11	housing and military affairs and the senate committee on economic
12	development, housing and general affairs a proposal on how to evaluate the
13	effect of the department of liquor control's policies on substance abuse in this
14	state.
15	* * * Department of Taxes * * *
16	* * * Electronic Filing of W-2 Data * * *
17	Sec. 5. 32 V.S.A. § 5842(c) is amended to read:
18	(c) Notwithstanding section 5867 of this title, the commissioner may, in his
19	or her discretion, prescribe that one or more or all of the returns required by

subsection (a) of this section are not required to be signed or verified by the

1	taxpayer. The commissioner may require businesses and payroll service
2	providers to file information under this section by electronic means.
3	* * * Compliance and Collection * * *
4	Sec. 6. COMPLIANCE AND COLLECTION
5	The department of taxes shall continue to investigate compliance and
6	collection issues including methods of addressing the disparities in the
7	information regarding individual and business tax data. No later than
8	January 15, 2011, the department shall report to the house committee on ways
9	and means and the senate committee on finance detailed findings and
10	recommendations on further enhancing the state's compliance and collection of
11	taxes.
12	* * * Electronic Filing of Tax Returns; Report * * *
13	Sec. 7. ELECTRONIC FILING OF TAX RETURNS
14	No later than January 15, 2011, the department of taxes shall report to the
15	house committee on ways and means and the senate committee on finance a
16	report detailing the fees charged and expenses incurred in handling the
17	electronic filing of personal and corporate income tax returns, the fees charged
18	and expenses incurred in processing electronic payment of taxes, and the fees
19	charged and expenses incurred in making refund payments electronically and
20	by physical check. The report shall include specific recommendations to

1	provide incentives for taxpayers and tax preparers to file returns and pay taxes
2	or receive refunds electronically.
3	* * * Department of Fish and Wildlife * * *
4	* * * Point of Sale Agent * * *
5	Sec. 8. 10 V.S.A. § 4001(36) is added to read:
6	(36) Point of sale agent: an agent authorized by the commissioner to
7	sell licenses and provide replacement licenses electronically through the state's
8	point of sale license system.
9	* * * Licenses; Retained Fee * * *
10	Sec. 9. 10 V.S.A. § 4254 is amended to read:
11	§ 4254. FISHING AND HUNTING LICENSES; ELIGIBILITY, DESIGN,
12	DISTRIBUTION, SALE, AND ISSUE
13	* * *
14	(e) The commissioner shall establish:
15	* * *
16	(9) That <u>for</u> each license shall clearly state that, \$1.50 of the fee <del>for that</del>
17	license is a filing fee that may be retained by the agent, except for the super
18	sport license for which shall state that \$5.00 of the super sport license fee is a

filing fee that may be retained by the agent.

1	(10) That for licenses and tags issued where the department does not
2	receive any part of the fee, \$1.50 may be charged as a filing fee and retained
3	by the agent.
4	* * *
5	(g) All operating license agents, including those in their first year of
6	operation, except but not including town clerks, or other municipal or state
7	employees who sell licenses as part of their official duties, and point of sale
8	agents, shall pay an annual agency operation fee of \$35.00. These fees This
9	fee shall be used for the administration of this section and to offset any losses
10	incurred from sales of licenses, in lieu of individual bonding.
11	* * *
12	* * * Replacement and Free Licenses * * *
13	Sec. 10. 10 V.S.A. § 4261 is amended to read:
14	§ 4261. LOST, REPLACEMENT, OR FREE LICENSE; CERTIFICATE
15	(a) A person who has lost a license other than a lifetime license may
16	demand a lost license certificate from the agent of original issue. The fee shall
17	be \$5.00 which the agent may retain. If the agent of original issue is no longer
18	selling licenses, the applicant may apply directly to the department. If
19	available, replacement and free licenses may be obtained from a point of sale
20	agent or online at the state's website. If requested from a point of sale agent,

\$1.50 filing fee may be charged and retained by the agent.

1	(b) A person who has lost a lifetime license may obtain a new license upon
2	application to the department, payment of a \$5.00 fee and submission of proof
3	of identification. <u>If available, replacement and free licenses may be obtained</u>
4	from a point of sale agent or online at the state's website. If requested from a
5	point of sale agent, a \$1.50 filing fee may be charged and retained by the
6	agent.
7	* * * Department of Forests, Parks and Recreation * * *
8	* * * Use of Special Funds * * *
9	Sec. 11. DEPARTMENT OF FORESTS, PARKS AND RECREATION USE
10	OF SPECIAL FUND
11	Sec. B.704 of H.789 of 2010 (the "Big Bill"), as passed the house, provides
12	for spending authority for the department of forests, parks and recreation from
13	the lands and facilities special trust fund established pursuant to 3 V.S.A.
14	§ 2807. Under H.789 as passed the house, the department is authorized to
15	spend \$200,000.00 of the fund for general operating costs. In furtherance of
16	the purposes of this act, the general assembly anticipates increasing that
17	spending authority in H.789 to \$350,000.00.
18	* * * Park Fees * * *
19	Sec. 12. 10 V.S.A. § 2603(c)(3) is amended to read:
20	(3) The Notwithstanding subdivision (1) of this subsection, the
21	commissioner of forests, parks and recreation shall be permitted to develop

1	state park experimental services, promotional programs, and vacation or
2	special event packages and adjust rates and fees for those services and
3	packages to promote the park system and or increase campground occupancy.
4	* * * Receipt of grants and donations * * *
5	Sec. 13. 32 V.S.A. § 5(a)(3) is amended to read:
6	(3) This section shall not apply to the acceptance of grants, gifts,
7	donations, loans, or other things of value with a value of \$5,000.00 or less, or
8	to the acceptance by the department of forests, parks and recreation of grants,
9	gifts, donations, loans, or other things of value with a value of \$15,000.00 or
10	less, provided that such acceptance will not incur additional expense to the
11	state or create an ongoing requirement for funds, services, or facilities. The
12	secretary of administration and joint fiscal office shall be promptly notified of
13	the source, value, and purpose of any items received under this subdivision.
14	The joint fiscal office shall report all such items to the joint fiscal committee
15	quarterly.
16	Sec. 14. 22 V.S.A. § 953(c) is amended to read:
17	(c) Any charges created or changed by the board shall be approved by the
18	joint fiscal committee before taking effect as follows:
19	(1) All such charges shall be submitted to the governor who shall send a

copy of the approval or rejection to the joint fiscal committee through the joint

1	fiscal office together with the following information with respect to those
2	items:
3	(A) the costs, direct and indirect, for the present and future years
4	related to the charge;
5	(B) the department or program which will utilize the charge;
6	(C) a brief statement of purpose;
7	(D) the impact on existing programs if charge is not accepted.
8	(2) The governor's approval shall be final unless within 30 days of
9	receipt of the information a member of the joint fiscal committee requests the
10	charge be placed on the agenda of the joint fiscal committee or, when the
11	general assembly is in session, be held for legislative approval. In the event of
12	such request, the charge shall not be accepted until approved by the joint fiscal
13	committee or the legislature. During the legislative session the joint fiscal
14	committee shall file a notice with the house clerk and senate secretary for
15	publication in the respective calendars of any charge approval requests that are
16	submitted by the administration.
17	* * * Labor * * *
18	Sec. 15. 21 V.S.A. § 602 is amended to read:
19	§ 602. PROCESS AND PROCEDURE
20	(a) All process and procedure under the provisions of this chapter shall be

as summary and simple as reasonably may be. The commissioner may make

1	rules not inconsistent with such provisions for carrying out the same and shall
2	cause to be printed and furnished, free of charge, to any employer or employee
3	such forms as he or she deems necessary to facilitate or promote the efficient
4	administration of such provisions.
5	(b) The commissioner shall determine the form in which reports are filed
6	and what shall constitute a signature on the reports, including those filed in
7	other than paper form, such as electronically or over telephone lines.
8	* * * Human Services * * *
9	Sec. 16. STAKEHOLDER INVOLVEMENT
10	The agency of human services shall engage the direct participation of
11	service recipients, their families, service providers, and other stakeholders in
12	the thorough evaluation and ongoing design of all of the proposals contained in
13	the agency of human services addendum to the Challenges for Change
14	Progress Report dated March 30, 2010, and any new proposals developed by
15	the agency.
16	Sec. 17. EVALUATION OF PROPOSALS
17	(a) The general assembly is supportive of the following proposals in the
18	agency of human services addendum to the Challenges for Change Progress
19	Report dated March 30, 2010, and urges the agency to implement them, subject

to other legislation enacted by the general assembly:

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developmental home;

1	(1) creation of an interdepartmental team to serve clients of the
2	department of disabilities, aging, and independent living with mental health
3	needs;
4	(2) continuing to support improvements, currently supported by federal
5	grant funds, for individuals with co-occurring mental health and substance
6	abuse conditions;
7	(3) allowing physicians, physician assistants, and nurse practitioners to
8	document and bill for mental health services, engage in treatment planning,
9	and approve case management and treatment plans;
10	(4) supporting collaboration between the designated agencies and
11	federally qualified health centers to enable expanded participation in the 340B
12	drug pricing program;
13	(5) modernization of the eligibility determination system in the
14	department for children and families;
15	(6) establishment by the department of disabilities, aging, and
16	independent living of a process to provide individuals with the department's
17	services while their eligibility for such services is being determined;
18	(7) expansion of opportunities for elders and adults with physical
19	disabilities to benefit from a full-time service option similar to the concept of a

(8) statewide expansion of the Blueprint for Health;

1	(9) removal of the requirement that a private entity administer the
2	chronic care management program in the department of Vermont health
3	access;
4	(10) creation of a clinical utilization review board to make
5	recommendations to the department of Vermont health access; and
6	(11) pursuing a consolidated and coordinated approach to employment
7	services under a single entity called "creative workforce solutions."
8	(b) Except as otherwise specifically provided in subsection (a) of this
9	section and in Secs. 19-21, 29, and 32 of this act, the agency of human
10	services shall not implement any provision in its addendum to the Challenges
11	for Change Progress Report dated March 30, 2010, until the agency has:
12	(1) Engaged the direct participation of service recipients, their families,
13	service providers, and other stakeholders as provided for in Sec. 16
14	(stakeholder involvement) of this act; and
15	(2) Provided to the house committee on human services and the senate
16	committee on health and welfare detailed new and revised proposals for
17	implementing changes to the agency's programs and delivery systems that
18	result in more effective and efficient service delivery and achievement of the
19	outcomes identified in No. 68 of the Acts of the 2009 Adj. Sess. (2010).
20	(c) The agency shall present its new and revised proposals pursuant to this

section to the house committee on human services and the senate committee on

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1	health and welfare at their quarterly meetings during the 2010 legislative
2	interim and shall present its final proposals no later than January 15, 2011. For
3	each proposal, the agency shall identify the outcome or outcomes to be
4	achieved by implementing the proposal. The agency shall not present any
5	proposal that fails to meet one or more of the desired outcomes identified in
6	No. 68 of the Acts of the 2009 Adj. Sess. (2010). The members of the
7	committees of jurisdiction shall evaluate each proposal to determine whether it
8	satisfies one or more of the desired outcomes. The agency shall not take any
9	action to implement a proposal without the approval of a majority of the
10	members of the combined committees of jurisdiction in attendance at a joint
11	meeting during the legislative interim or a majority of the members of each
12	committee of jurisdiction during the legislative session.
13	Sec. 18. 18 V.S.A. § 7401 is amended to read:
14	§ 7401. POWERS AND DUTIES
15	Except insofar as this part of this title specifically confers certain powers,
16	duties, and functions upon others, the commissioner shall be charged with its
17	administration. The commissioner may:
18	* * *

(14) plan and coordinate the development of community services which

are needed to assist mentally ill persons and children and adolescents with or at

risk for a severe emotional disturbance to become as financially and socially

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independent as possible. These services shall consist of residential, vocational,
rehabilitative, day treatment, inpatient, outpatient, and emergency services, as
well as client assessment, prevention, family, and individual support services
and such other services as may be required by federal law or regulations;
(15) contract with community mental health centers to assure that

individuals who are mentally ill or children and adolescents with or at risk for a severe emotional disturbance can receive information, referral and assistance in obtaining those community services which they need and to which they are lawfully entitled;

(16) contract with accredited educational or health care institutions for psychiatric services at the Vermont State Hospital;

(17) ensure the provision of services to children and adolescents with or at risk for a severe emotional disturbance in coordination with the commissioner of education and the commissioner for children and families in accordance with the provisions of chapter 43 of Title 33;

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## Sec. 19. OFFICE OF CHILD SUPPORT; POSITIONS

In addition to any other funds appropriated to the office of child support in fiscal year 2011, there is appropriated from the general fund to the office in fiscal year 2011 the amount of \$66,980.00 for the purpose of hiring two full-time classified employees to increase collections of medical support and

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1	cash contributions, including from families with incomes between 185 and 300
2	percent of the federal poverty level; but these two positions shall be in lieu of,
3	and not in addition to, the two positions referenced in Sec. E.319.3 of H.789 of
4	2010 as passed the house.
5	Sec. 20. ROLE OF PHYSICIANS, PHYSICIAN ASSISTANTS, AND
6	NURSE PRACTITIONERS IN MENTAL HEALTH SERVICES
7	The department of mental health shall amend its Medicaid reimbursement
8	procedures manual to allow physicians, physician assistants, and nurse
9	practitioners to document and bill for mental health services, engage in
10	treatment planning, and approve case management and treatment plans if such
11	physician, physician assistant, or nurse practitioner has received specialized
12	training appropriate to the circumstances of the individual patient involved.
13	Sec. 21. VERMONT PRESCRIPTION MONITORING SYSTEM
14	(a) The department of mental health, in collaboration with the departments
15	of health and of banking, insurance, securities, and health care administration,
16	shall evaluate the feasibility of using the Vermont prescription monitoring
17	system operated by the department of health pursuant to chapter 84A of
18	Title 18 to monitor the prescription and use of multiple psychiatric drugs for
19	adults and psychotropic drugs for children. No later than January 15, 2011, the

departments shall report their findings and recommendations to the house

committee on human services and the senate committee on health and welfare.

1	(b) The department of mental health, in collaboration with the drug
2	utilization review board in the department of Vermont health access, shall
3	develop evidence-based protocols representing best practices for prescribing
4	multiple psychiatric drugs for adults and psychotropic drugs for children. If
5	funding is available, the department may also collaborate with the University
6	of Vermont. No later than January 15, 2011, the department shall report on its
7	adoption of protocols to the house committee on human services and the senate
8	committee on health and welfare.
9	Sec. 22. 33 V.S.A. § 1903a is amended to read:
10	§ 1903a. CHRONIC CARE MANAGEMENT CARE MANAGEMENT
11	PROGRAM
12	(a) The secretary of administration or designee shall create a chronic care
13	management program as provided for in this section, which shall be
14	administered or provided by a private entity commissioner of Vermont health
15	access shall coordinate with the director of the Blueprint for Health to provide
16	chronic care management through the Blueprint and, as appropriate, create an
17	additional level of care coordination for individuals with one or more chronic
18	conditions who are enrolled in Medicaid, the Vermont health access plan
19	(VHAP), or Dr. Dynasaur. The program shall not include individuals who are
20	also eligible for Medicare, who are enrolled in the Choices for Care Medicaid

Section 1115 waiver or who are in an institute for mental disease as defined in

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recommendations;

1	42 C.F.R. § 435.1009. The secretary may also exclude individuals who are
2	eligible for or participating in the Medicaid care coordination program
3	established through the office of Vermont health access.
4	(b) The secretary commissioner shall include individuals with a broad
5	range of chronic conditions in the chronic care management program Blueprint
6	for Health and the care management program.
7	(c) The chronic care management program shall be designed to include:
8	(1) a method involving the health care professional in identifying
9	eligible patients, including the use of the chronic care information system
10	established in section 702 of Title 18, an enrollment process which provides
11	incentives and strategies for maximum patient participation, and a standard
12	statewide health risk assessment for each individual;
13	(2) the process for coordinating care among health care professionals;
14	(3) the methods of increasing communications among health care
15	professionals and patients, including patient education, self-management, and
16	follow up plans;
17	(4) the educational, wellness, and clinical management protocols and
18	tools used by the care management organization, including management

guideline materials for health care professionals to assist in patient-specific

1	(5) process and outcome measures to provide performance feedback for
2	health care professionals and information on the quality of care, including
3	patient satisfaction and health status outcomes;
4	(6) payment methodologies to align reimbursements and create financial
5	incentives and rewards for health care professionals to establish management
6	systems for chronic conditions, to improve health outcomes, and to improve
7	the quality of care, including case management fees, pay for performance,
8	payment for technical support and data entry associated with patient registries,
9	the cost of staff coordination within a medical practice, and any reduction in a
10	health care professional's productivity;
11	(7) payment to the care management organization which would put all
12	or a portion of the care management organization's fee at risk if the
13	management is not successful in reducing costs to the state;
14	(8) a requirement that the data on enrollees be shared, to the extent
15	allowable under federal law, with the secretary in order to inform the health
16	care reform initiatives under section 2222a of Title 3;
17	(9) a method for the care management organization to participate closely
18	in the blueprint for health and other health care reform initiatives; and
19	(10) participation in the pharmacy best practices and cost-control
20	program under subchapter 5 of chapter 19 of this title, including the multi-state

purchasing pool and the statewide preferred drug list.

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1	(d) The secretary shall issue a request for proposals for the progra	ı <del>m</del>
2	established under this section and shall review the request for proposi	als with

- established under this section and shall review the request for proposals with the commission on health care reform prior to issuance. The issuance of the request for proposals is conditioned on the approval of the commission in order to ensure that the request meets the intent of this section, section 702 of Title 18, and chapter 19 of this title. Any contract under this section may allow the entity to subcontract some services to other entities if it is cost-effective, efficient, or in the best interest of the individuals enrolled in the program.
  - (e) The secretary shall ensure that the chronic care management program is modified over time to comply with the Vermont blueprint for health strategic plan and to the extent feasible, collaborate in its initiatives.
  - (f) The terms used in this section shall have the meanings defined in section 701 of Title 18.
- Sec. 23. 33 V.S.A. chapter 19, subchapter 6 is added to read:

15 <u>Subchapter 6. Clinical Utilization Review Board</u>

## § 2031. CREATION OF CLINICAL UTILIZATION REVIEW BOARD

(a) No later than May 15, 2010, the department of Vermont health access shall create a clinical utilization review board to examine existing medical services, emerging technologies, and relevant evidence-based clinical practice guidelines and make recommendations to the department regarding coverage,

1	unit limitations, place of service, and appropriate medical necessity of services
2	in the state's Medicaid programs.
3	(b) The board shall comprise 10 members with diverse medical experience,
4	to be appointed by the governor upon recommendation of the commissioner of
5	Vermont health access. The board shall solicit additional input as needed from
6	individuals with expertise in areas of relevance to the board's deliberations.
7	The medical director of the department of Vermont health access shall serve as
8	the state's liaison to the board. Board member terms shall be staggered, but in
9	no event longer than three years from the date of appointment. The board shall
10	meet at least quarterly, provided that the board shall meet no less frequently
11	than once per month for the first six months following its formation.
12	(c) The board shall have the following duties and responsibilities:
13	(1) Identify and recommend to the commissioner of Vermont health
14	access opportunities to improve quality, efficiencies, and adherence to relevant
15	evidence-based clinical practice guidelines in the department's medical
16	programs by:
17	(A) examining high-cost and high-use services identified through the
18	programs' current medical claims data;
19	(B) reviewing existing utilization controls to identify areas in which
20	improved utilization review might be indicated, including use of elective,
21	nonemergency out-of-state outpatient and hospital services;

1	(C) reviewing medical literature on current best practices and areas in
2	which services lack sufficient evidence to support their effectiveness;
3	(D) conferring with commissioners, directors, and councils within the
4	agency of human services, and the department of banking, insurance,
5	securities, and health care administration, as appropriate, to identify specific
6	opportunities for exploration and to solicit recommendations;
7	(E) identifying appropriate but underutilized services and
8	recommending new services for addition to Medicaid coverage;
9	(F) determining whether it would be clinically and fiscally
10	appropriate for the department of Vermont health access to contract with
11	facilities that specialize in certain treatments and have been recognized by the
12	medical community as having good clinical outcomes and low morbidity and
13	mortality rates, such as transplant centers and pediatric oncology centers; and
14	(G) considering the possible administrative burdens or benefits of
15	potential recommendations on providers, including examining the feasibility of
16	exempting from prior authorization requirements those health care
17	professionals whose prior authorization requests are routinely granted.
18	(2) Recommend to the commissioner of Vermont health access the most
19	appropriate mechanisms to implement the recommended evidence-based
20	clinical practice guidelines. Such mechanisms may include prior authorization,
21	prepayment, postservice claim review, and frequency limits.

1	Recommendations shall be consistent with the department's existing utilization
2	processes, including those related to transparency, timeliness, and reporting.
3	Prior to submitting final recommendations to the commissioner of Vermont
4	health access, the board shall ensure time for public comment is available
5	during the board's meeting and identify other methods for soliciting public
6	<u>input.</u>
7	(d) The commissioner may adopt a mechanism recommended pursuant to
8	subdivision (c)(2) of this section with or without amendment, provided that if
9	the commissioner proposes to amend the mechanism recommended by the
10	board, he or she shall request the board to consider the amendment before the
11	mechanism is implemented or is filed as a proposed administrative rule
12	pursuant to 3 V.S.A. § 838.
13	§ 2032. ROLE OF DEPARTMENT OF VERMONT HEALTH ACCESS
14	(a) The department of Vermont health access shall provide the clinical
15	utilization review board with data support to enable the board to conduct
16	reviews.
17	(b) The department's program integrity unit shall inform the board of
18	practices the unit has identified through its reviews in order to avoid
19	duplication of efforts.
20	(c) The department shall provide members of the board with per diem
21	compensation.

1	(d) The department shall have the final authority to evaluate and implement
2	the board's recommendations.
3	(e) The department shall conduct comprehensive evaluations of the board's
4	success in improving clinical and utilization outcomes using claims data and a
5	survey of health care professional satisfaction. The department shall report
6	annually by January 15 to the house committee on health care and the senate
7	committee on health and welfare regarding the results of the most recent
8	evaluation or evaluations and a summary of the board's activities and
9	recommendations since the last report.
10	(f) The department shall adopt rules pursuant to chapter 25 of Title 3 as
11	needed to implement specific recommendations.
12	* * * Corrections * * *
13	* * * Decrease Detainee Population * * *
14	* * * Limit Use of Arrest Warrants for Failure to Pay Fines * * *
15	Sec. 24. 13 V.S.A. chapter 223, subchapter 2 is amended to read:
16	Subchapter 2. Imprisonment in Lieu of Payment
17	of Fines and Costs
18	§ 7221. ALLOWANCES IN SENTENCES IN LIEU OF FINES
19	Any prisoner serving an alternative sentence of confinement in any penal
20	institution which is in lieu of the payment of fine shall be released at the
21	expiration of as many days as there are dollars, or fractional part thereof, in

such fine and if such prisoner shall pay such fine during the time of his or her commitment he or she shall be given credit for time served at the rate of one dollar for each full day, or fractional part thereof, so served. All statutes inconsistent herewith are hereby amended to conform with the foregoing provisions.

## § 7222. SENTENCES TO IMPRISONMENT, OR TO FINE AND

## **IMPRISONMENT**

When a person over 16 years of age is convicted of an offense punishable by fine or imprisonment, or both, and is sentenced to imprisonment and also to pay a fine the court shall order that if such fine is not paid, he or she shall be imprisoned for as many days as the number of dollars or fractional part thereof to be paid by the sentence and such sentence shall take effect at the expiration of the term of imprisonment, and but one mittimus shall be required therefor.

§ 7223. SENTENCES TO PAY FINE

When a person over 16 years of age is convicted of an offense, except the offense of being found intoxicated, punishable by fine, or by fine or imprisonment and the court sentences such person to pay a fine and passes no other sentence, it shall further order that, if the sentence is not complied with within 24 hours, such person shall be imprisoned for as many days as the number of dollars or fractional part thereof to be paid by the sentence but not

1	to exceed a maximum imprisonment of 60 days. The court in its discretion
2	may issue a warrant of commitment forthwith.
3	§ 7224. EXECUTION OF WARRANT
4	An officer shall arrest and hold the respondent on such warrant for 24
5	hours. However, the respondent, at the time of his or her arrest upon the
6	mittimus, may waive the provisions of this section.
7	§ 7225DISCHARGE ON PAYING BALANCE OF FINE
8	A person so committed may be discharged on paying the balance of the fine
9	after deducting one dollar for each day or fractional part thereof he or she has
10	been committed for such default.
11	§ 7226. § 7179. FINES NOT DISCHARGEABLE IN BANKRUPTCY
12	A criminal fine owed to the state shall be nondischargeable, to the
13	maximum extent provided under 11 U.S.C. § 523, in the United States
14	Bankruptcy Court and shall not be subject to a statute of limitations.
15	§ 7180. REMEDIES FOR FAILURE TO PAY FINES, COSTS,
16	SURCHARGES, AND PENALTIES
17	(a) As used in this section:
18	(1) "Amount due" means all financial assessments, including penalties,
19	fines, surcharges, court costs, and any other assessment imposed by statute as

part of a sentence for a criminal conviction.

1	(2) "Designated collection agency" means a collection agency
2	designated by the court administrator pursuant to subsection 7171(b) of this
3	<u>title.</u>
4	(3) "Designated credit bureau" means a credit bureau designated by the
5	court administrator or the court administrator's designee.
6	(b) Collection of amount due. If an amount due remains unpaid for 75 days
7	after the court provides the defendant with a notice of judgment, the court may
8	refer the matter to a designated collection agency or initiate civil contempt
9	proceedings pursuant to this section.
10	(c) Civil contempt proceeding.
11	(1) Notice of hearing. The court shall provide notice by first class mail
12	sent to the defendant's last known address that a contempt hearing will be held
13	pursuant to this subsection, and that failure to appear at the contempt hearing
14	may result in the sanctions listed in subdivision (2) of this subsection.
15	(2) Failure to appear. If the defendant fails to appear at the contempt
16	hearing, the court may direct the clerk to:
17	(A) cause the matter to be reported to one or more designated credit
18	<u>bureaus;</u>
19	(B) issue a judicial summons ordering the defendant to appear in
20	district court; or

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may:

1	(C) issue an arrest warrant if the defendant fails to appear in response
2	to the judicial summons. The arrest warrant shall be limited to arrest during
3	court hours only and order that the defendant be brought immediately to court.
4	(3) Hearing. The hearing shall be conducted in a summary manner. The
5	court shall examine the defendant and any other witnesses and may require the
6	defendant to produce documents relevant to the defendant's ability to pay the
7	amount due. The state shall not be a party except with the permission of the
8	court. The defendant may be represented by counsel at the defendant's own
9	expense.
10	(4) Contempt.
11	(A) The court may conclude that the defendant is in contempt if the
12	court finds that:
13	(i) the defendant knew or reasonably should have known that he or
14	she owed the amount due;
15	(ii) the defendant had the ability to pay all or any portion of the
16	amount due; and
17	(iii) the defendant failed to pay all or any portion of the amount
18	due.
19	(B) If the court concludes that the defendant is in contempt, the court

(i) Order payment of the amount due on a specific date.

1	(ii) Assess an additional penalty not to exceed ten percent of the
2	amount due.
3	(iii) Direct that the matter be reported to one or more designated
4	credit bureaus. The court administrator or the court administrator's designee is
5	authorized to contract with one or more credit bureaus for the purpose of
6	reporting information about unpaid judicial bureau judgments.
7	(iv) Refer to small claims court for the purpose of issuing writs of
8	attachment for property and trustee process pursuant to 12 V.S.A. § 5534.
9	Filing fees shall be waived in such cases.
10	(v) Sentence the defendant to serve a term or imprisonment on
11	furlough to participate in a program supervised by the department of
12	corrections pursuant to 28 V.S.A. § 808(7) that provides reparation to the
13	community in the form of supervised work activities. For each day the
14	defendant participates in supervised work activities, the defendant shall be
15	given credit against the amount owed at the hourly rate for minimum wage. A
16	defendant who participates in supervised work activities pursuant to this
17	subdivision shall wear clothing with the name of the department of corrections
18	designated clearly upon it. A defendant who is determined by the department
19	of corrections to be ineligible for the preapproved furlough supervised work
20	program may be ordered by the court to serve a sentence in a correctional

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1	facility, in which event the defendant shall be given credit against the amount
2	owed for every day served at a rate determined by the court.
3	(C) If the court concludes that the defendant is not in contempt
4	because the defendant does not have the ability to pay the amount due, the
5	court may:
6	(i) suspend all or any part of the amount due in the interest of
7	justice, except that the court may not waive surcharges imposed pursuant to
8	section 7282 of this title.
9	(ii) order the defendant to participate in the restorative justice
10	program conducted by a community reparative board and direct the reparative
11	board to determine an appropriate amount of community service to be
12	performed in lieu of all or part of the amount due.
13	(d) For purposes of civil contempt proceedings, the venue shall be
14	statewide.
15	(e) Notwithstanding 32 V.S.A. § 502, the court administrator is authorized
16	to contract with a third party to collect fines, penalties, and fees by credit card,
17	debit card, charge card, prepaid card, stored value card, and direct bank
18	account withdrawals or transfers, as authorized by 32 V.S.A. § 583, and to add

on and collect or charge against collections a processing charge in an amount

approved by the court administrator.

1	* * * Decrease Use of Probation/Reduce VOPs * * *
2	* * * Establish Probation Term Limit for Nonviolent Felonies * * *
3	Sec. 25. 28 V.S.A. § 205 is amended to read:
4	§ 205. PROBATION
5	(a)(1) After passing sentence, a court may suspend all or part of the
6	sentence and place the person so sentenced in the care and custody of the
7	commissioner upon such conditions and for such time as it may prescribe in
8	accordance with law or until further order of court.
9	(2) The term of probation for misdemeanors shall be for a specific term
10	not to exceed two years unless the court, in its sole discretion, specifically
11	finds that the interests of justice require a longer or an indefinite period of
12	probation.
13	(3)(A) The term of probation for nonviolent felonies shall not exceed
14	four years or the statutory maximum term of imprisonment for the offense.
15	whichever is less, unless the court, in its sole discretion, specifically finds that
16	the interests of justice require a longer or an indefinite period of probation.

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1	* * * Miscellaneous House Judiciary Committee Proposals * * *
2	* * * Permit a Court to Sentence a Person to Work Crew for Contempt of a
3	Child Support Order * * *
4	Sec. 26. 15 V.S.A. § 603 is amended to read:
5	§ 603. CONTEMPT
6	(a) A person who disobeys a lawful order or decree of a court or judge,
7	made under the provisions of this chapter, may be proceeded against for
8	contempt as provided by section 12 V.S.A. § 122 of Title 12. The department
9	for children and families may institute such proceedings in all cases in which a
10	party or dependent children of the parties are the recipients of financial
11	assistance from the department. The
12	(b) For contempt of an order or decree made under the provisions of this
13	chapter, the court may:
14	(1) order restitution to the department, and that;
15	(2) order payments be made to the department for distribution;
16	(3) order a party to serve not more than 30 days of preapproved furlough
17	as provided in 28 V.S.A. § 808(a)(7); or
18	(4) make such other orders or conditions as it deems proper.
19	(c) A person who participates in supervised work activities pursuant to
20	subdivision (b)(3) of this section shall wear clothing with the name of the
21	department of corrections designated clearly upon it.

(A) Any offender sentenced to incarceration may be furloughed to
the community up to $90 \underline{180}$ days prior to completion of the minimum
sentence, at the commissioner's discretion and in accordance with rules
adopted pursuant to subdivision (C) of this subdivision (8), provided that an
offender sentenced to a minimum term of fewer than 180 365 days shall not be
eligible for furlough under this subdivision until the offender has served at
least one-half of his or her minimum term of incarceration.
Sec. 28. 28 V.S.A. § 256 is added to read:
§ 256. GRADUATED SANCTIONS FOR TECHNICAL VIOLATIONS
(a) At any time before the discharge of the probationer or the termination of
the period of probation if, in the judgment of the commissioner, the
probationer has violated a condition or conditions of his or her probation, other
than a condition that the probationer pay restitution to the department or a
violation which constitutes a new crime, the commissioner may sanction the
probationer in accordance with rules adopted pursuant to subsection (b) of this
section. However, no probationer shall be incarcerated except pursuant to the
provisions of subchapter 3 of this chapter.
(b) The department of corrections shall adopt rules pursuant to chapter 25
of Title 3 that establish graduated sanction guidelines for probation violations

as an alternative to arrest or citation under section 301 of this title.

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1	Sec. 29. BUDGETARY SAVINGS; ALLOCATIONS IN FISCAL
2	YEAR 2011
3	It is the intent of the general assembly that savings realized to the
4	department of corrections budget due to the provisions of this act shall be
5	reinvested in programs and services which will further reduce incarceration
6	and recidivism in future years. Therefore, in fiscal year 2011, from the
7	amounts appropriated to the department of corrections from the general fund,
8	the department shall expend \$3,164,500.00 as follows:
9	(1) The amount of \$1,324,000.00 shall be to provide grants to
10	community providers for transitional beds, supportive services, and residential
11	treatment services for offenders reentering the community.
12	(2) The amount of \$80,000.00 shall be for prison treatment programs
13	which will realize an increase in use due to a change in department policy to
14	enable a person terminating a prison treatment program to reenter the program

(3) The amount of \$650,000.00 shall be for grants to community justice

centers and similar programs to provide a continuum of services which aim to

prevent people from entering the criminal justice system and help offenders

1	(4) The amount of \$200,000.00 shall be provided to the judiciary to
2	increase the capacity of community service providers, such as providers of
3	case management, substance abuse treatment, or diversion services.
4	(5) The amount of \$910,500.00 shall be to purchase electronic
5	monitoring equipment and additional field services for supervision of offenders
6	released to probation, parole, furlough, home confinement, and home
7	incarceration.
8	Sec. 30. 28 V.S.A. § 910 is amended to read:
9	§ 910. RESTORATIVE JUSTICE PROGRAM FOR PROBATIONERS
10	This chapter establishes a program of restorative justice for use with
11	offenders required to participate in such a program as a condition of a sentence
12	of probation or offenders who have pled to an offense and who agree to
13	participate in restorative justice in lieu of sentencing. The program shall be
14	carried out by community reparative boards under the supervision of the
15	commissioner, as provided by this chapter.
16	Sec. 31. 28 V.S.A. § 910a is amended to read:
17	§ 910a. REPARATIVE BOARDS; FUNCTIONS
18	(a) The commissioner shall establish reparative boards and appoint to them
19	members of the community with the advice and recommendation of nonprofit

organizations or municipal entities in the localities concerned. The

commissioner shall appoint each board member to a term of one to three years,

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- may reappoint a member to consecutive terms, and may remove a member for good cause.
  - (b) Each board shall elect its chair from its membership. A chair may serve for no more than one year uninterrupted. All meetings of a board shall comply with open meeting law requirements of subchapter 2 of chapter 5 of Title 1, consistent with probationer confidentiality requirements of this title, and as may be imposed by the court.
  - (c) Each board shall adopt bylaws approved by the commissioner. Such bylaws may authorize each board to establish panels to conduct reparative board activities.
  - (d) Each board shall conduct its meetings in a manner that promotes safe interactions among a probationer <u>or an offender</u>, victim or victims, and community members, and shall:
  - (1) In collaboration with the department, municipalities, the courts, and other entities of the criminal justice system, implement the restorative justice program of seeking to obtain probationer or offender accountability, repair harm and compensate a victim or victims and the community, increase a probationer's or an offender's awareness of the effect of his or her behavior on a victim or victims and the community, and identify ways to help a probationer or an offender comply with the law.

1	(2) Educate the public about, and promote community support for, the	
2	restorative justice program.	
3	(e) Each board shall have access to the central file of any probationer <u>or</u>	
4	offender required to participate with that board in the restorative justice	
5	program.	
6	(f) When engaged in board activities, a board member shall be considered a	
7	volunteer with regard to any grievance or other matter governed by section	
8	3 V.S.A. § 1101 of Title 3.	
9	Sec. 32. DEPARTMENT OF CORRECTIONS; FACILITIES CLOSING	
10	In fiscal years 2011 and 2012, the department of corrections shall not close	
11	or substantially reduce services at a correctional facility or field office without	
12	approval of the senate committee on judiciary and the house committee on	
13	corrections and institutions.	
14	* * * Education * * *	
15	* * * Suggested Reductions in FY 2012 Budgets * * *	
16	Sec. 33. REDUCTION IN EDUCATION SPENDING; FISCAL YEAR 2012;	
17	SUGGESTED REDUCTION TARGETS	
18	(a) The house committee on education recognizes the excellent work	
19	performed by school boards to control the growth of education spending in	
20	fiscal years 2008 through 2011. Fiscal realities at the state, federal, and	

international levels demand that school districts continue to exercise fiscal

1	restraint in FY 2012 and beyond. The Education Challenge is to reduce		
2	education spending in FY 2012 so that it is \$23,200,000.00 less than in		
3	FY 2011, which is approximately a two-percent reduction in education		
4	spending statewide.		
5	(b) In order to achieve \$23,200,000.00 savings statewide as required by the		
6	Education Challenge, and in consultation with school boards, superintendents,		
7	technical center directors, and school business managers, the commissioner of		
8	education shall develop:		
9	(1) district-specific targets for suggested reductions in FY 2012		
10	education spending for each school district, including regional technical center		
11	school districts. When developing the targets, the commissioner shall		
12	recognize and acknowledge school districts that:		
13	(A) have demonstrated fiscal restraint during no fewer than the last		
14	three fiscal years;		
15	(B) have low per-pupil administrative costs;		
16	(C) have high student-to-staff ratios, where "staff" is defined as all		
17	employees of the school district;		
18	(D) serve a high percentage of students from economically deprived		
19	backgrounds or for whom English is not the first language or both; or		
20	(E) have other unique circumstances that affect the district's level of		
21	education spending.		

|--|

(2) individualized targets for suggested reductions in the FY 2012
budgets for each supervisory union and regional technical center. When
developing the targets, the commissioner shall recognize and acknowledge
supervisory unions and technical centers that have demonstrated fiscal restraint
during no fewer than the last three fiscal years or have unique circumstances
that affect the district's level of education spending.
(c) On or before July 15, 2010, the commissioner shall present the
proposed targets required by subsection (b) of this section, together with an
explanation of the method by which the targets were developed and
suggestions for how the targets may be met, to a joint meeting of the house and
senate committees on education ("joint committee") for review. The joint
committee may approve the targets preliminarily or may ask the commissioner
to consider additional factors, make adjustments, and submit new targets for
review at another meeting of the joint committee. If a majority of the members
of the joint committee in attendance conclude that the targets, if met, would
reduce education spending by \$23,200,000.00 in FY 2012 and that the targets
were developed in a manner that reflects the considerations stated in subsection
(b) of this section, then the joint committee shall issue written preliminary
approval of the targets

1	(d) Within five days after the joint committee preliminarily approves the	
2	targets presented to it under subsection (c) of this section, the commissioner of	
3	education shall notify:	
4	(1) each school district of the preliminary district-specific target for	
5	suggested reductions in FY 2012 education spending; and	
6	(2) each supervisory union and regional technical center of the	
7	preliminary individualized target for suggested reductions in its FY 2012	
8	budget.	
9	(e) Within 30 days after the commissioner makes the notifications required	
10	in subsection (d) of this section, each school district, supervisory union, and	
11	technical center shall submit written comments to the commissioner regarding	
12	the preliminary target for suggested reductions. The commissioner shall cause	
13	a copy of the written comments to be transmitted electronically to the members	
14	of the joint committee no later than five days after the 30-day period	
15	concludes.	
16	(f) On or before September 10, 2010, the joint committee shall meet with	
17	the commissioner to review and evaluate the comments submitted pursuant to	
18	subsection (e) of this section. The joint committee may give final approval to	
19	the preliminarily approved targets or may ask the commissioner to make	

adjustments and submit new targets for review at that meeting or another

meeting of the joint committee. If a majority of the members of the joint

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1	committee in attendance conclude that the targets, if met, would reduce	
2	education spending by \$23,200,000.00 in FY 2012 and that the targets reflect	
3	the considerations stated in subsection (b) of this section, then the joint	
4	committee shall issue written final approval of the targets.	
5	(g) Within five days after the joint committee gives final approval to the	
6	targets pursuant to subsection (f) of this section, the commissioner of education	
7	shall notify:	
8	(1) each school district of the final district-specific target for suggested	
9	reductions in FY 2012 education spending; and	
10	(2) each supervisory union and regional technical center of the final	
11	individualized target for suggested reductions in its FY 2012 budget.	
12	(h) Each school district is urged to adopt a FY 2012 budget with education	
13	spending that reflects the district-specific reduction target developed by the	
14	commissioner and approved by the joint committee. In addition, each district	
15	shall notify the commissioner on or before December 1, 2010 whether it	
16	believes its budget will be able to meet the suggested targets. The	
17	commissioner shall transmit this information electronically to the members of	
18	the joint committee.	
19	(i) Each supervisory union and technical center is urged to adopt a FY 2012	

budget that reflects the individualized reduction target developed by the

commissioner and approved by the joint committee. In addition, each

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1	supervisory union and technical center shall notify the commissioner on or		
2	before December 1, 2010 whether it believes its budget will be able to meet the		
3	suggested targets. The commissioner shall transmit this information		
4	electronically to the members of the joint committee.		
5	* * * Environmental and Energy Regulation * * *		
6	Sec. 34. 3 V.S.A. § 839 is amended to read:		
7	§ 839. PUBLICATION OF PROPOSED RULES		
8	(a) Upon receiving a proposed rule, the secretary of state shall arrange for		
9	two formal publications of information relating to the proposal.		
10	(b) The first formal publication The secretary of state shall publish online		
11	notice of a proposed rule shall within two weeks of receipt of the proposed		
12	rule. Notice shall include the following information from the cover sheet:		
13	* * *		
14	(c) The second formal publication of a proposed rule shall include the		
15	following information from the sheet:		
16	(1) the name of the agency;		
17	(2) the title and subject of the rule; and		
18	(3) the name, telephone number and address of an agency official able to		
19	answer questions and receive comments on the proposed rule.		
20	(d) Formal publications shall be made on Thursdays in a consolidated		

advertisement in the newspapers of record. Annually on or before July 1, the

secretary of state shall approve a number of newspapers having general
circulation in different parts of the state as newspapers of record under this
<del>chapter.</del>
(e) In addition to formal publication, the secretary of state shall also
arrange for publication of an abbreviated notice of proposed rules on a weekly
basis in selected newspapers in the state. These notices shall contain the
subject of recently proposed rules, together with a brief statement by the
secretary of state explaining where to write or telephone for more information
on the rules.
(f)(b) The secretary of state may edit all advertisements notices for clarity,
brevity and format and shall include a brief statement explaining how members
of the public can participate in the rulemaking process.
(g) The secretary of state shall be reimbursed by agencies making
publication so that all costs are prorated among agencies publishing at the
same time.
Sec. 35. 3 V.S.A. § 840 is amended to read:
§ 840. PUBLIC HEARING AND COMMENT
(a) The agency may hold one or more public hearings for each proposed
rule. A public hearing shall be scheduled if so requested by 25 persons, by a
governmental subdivision or agency, by the interagency committee on

administrative rules, or by an association having 25 or more members. The

1	first hearing shall not be held sooner than 10 30 days following the second	
2	formal publication notice required by section 839 of this title.	
3	* * *	
4	(c) An agency shall afford all persons reasonable opportunity to submit	
5	data, views or arguments, orally or in writing, in accordance with the terms of	
6	the notice given under section 839 of this title, but at least through the seventh	
7	day following the last public hearing.	
8	* * *	
9	Sec. 36. SECRETARY OF STATE; PUBLICATION OF PROPOSED	
10	RULES	
11	The secretary of state shall arrange for one formal publication, in a	
12	consolidated advertisement in newspapers having general circulation in	
13	different parts of the state as newspapers of record approved by the secretary of	
14	state, of information relating to all proposed rules that includes the following	
15	information:	
16	(1) the name of the agency and its Internet address;	
17	(2) the title or subject of the rule;	
18	(3) the name, telephone number, and address of an agency official able	
19	to answer questions and receive comments on the proposal; and	
20	(4) a statement that as of January 1, 2011, notice of proposed rules will	
21	no longer be published in newspapers.	

Sec	37	<b>FINDINGS</b>
Sec.	31.	LIMDIMOS

The general assembly finds and declares that the regulatory reform
component of "Challenges for Change" as set forth in Secs. 38 through 63 of
this act is intended to create administrative and permitting efficiencies at the
agency of natural resources, the natural resources board, and the agency of
agriculture, food and markets in order to increase staff time devoted to
educational, compliance, and enforcement activities. It is the intent of the
general assembly that permitting and administrative efficiencies created by
regulatory reform component of "Challenges for Change" shall not be used to
reduce staffing or resources at the agency of natural resources, the natural
resources board, or the agency of agriculture, food and markets.
* * * Agency of Agriculture, Food and Markets Provisions * * *
Sec. 38. 6 V.S.A. § 1(a) is amended to read:
(a) The agency of agriculture, food and markets shall be administered by a
secretary of agriculture, food and markets. The secretary shall supervise and
be responsible for the execution and enforcement of all laws relating to
agriculture and standards of weight and measure. The secretary may:
* * *
(12) exercise any other power or authority granted by common law or
statute;

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(13) notwithstanding any law to the contrary in this title or Title 9 or 20,
issue all licenses, permits, registrations, or certificates under a program
administered by the secretary for a term of up to three years; renew and issue
such licenses permits, registrations, and certificates on any calendar cycle;
collect any annual fee set by law for such multi-year licensure, permit,
registration, or certificate on a pro-rated basis which shall not exceed 150
percent of the annual fee for an 18-month cycle, 200 percent of the annual fee
for a two-year cycle, or 300 percent of the annual fee for a three-year cycle;
and conduct inspections at regulated premises at least once every three years
when inspection is otherwise required by law. The authority to mandate
licenses, permits, registrations, or certificates for more than one year shall not
extend to any program administered by the secretary where the annual fee is
more than \$125.00.
(14) require any person or entity regulated by the secretary under this
title or Title 9 or 20 to file an affidavit under oath or affirmation that the person
or entity or their regulated premises is in compliance with an assurance of
discontinuance or other order or the terms and conditions of a license, permit,
registration, certificate, or approval issued by or under the statutory authority
of the secretary or rules adopted under such statutory authority. Failure to file
such affidavit when requested shall constitute a violation of the underlying

1	regulatory	program	and g	grounds	for rev	ocation o	r ass	sessment	of	administ	rative
-	105010001)	programm		51001100	101 10 1	0 0 0 0 1 0 1 1 0	- 400	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		· · · · · · · · · · · · · · · · · · ·	20002 . 0

2 penalties or both under section 15 of this title.

3 \* \* \* Agency of Natural Resources Permitting \* \* \*

Sec. 39. 10 V.S.A. § 556 is amended to read:

§ 556. PERMITS FOR THE CONSTRUCTION OR MODIFICATION OF

AIR CONTAMINANT SOURCES

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(b) The secretary may require an applicant to submit any additional information which the secretary considers necessary to make the completeness determination required in subsection (a) of this section and shall not grant a permit until the information is furnished and evaluated. For air contaminant sources that have allowable emissions of more than ten tons per year of all contaminants, excluding greenhouse gases, upon making a determination that an application is complete to issue a draft permit, the secretary shall eause issue a notice, including that includes a brief description of the source and the address where a complete permit application and draft permit may be reviewed, to be published in a newspaper having general circulation in the area affected by the source, shall provide a 30 day public comment period on all draft permits, and shall hold a public informational meeting, if requested. The public comment period on a draft permit for a source that has allowable emissions of more than 10 tons per year, excluding greenhouse gases, shall be

30 days if the source constitutes a major stationary source or major modification under the rules of the secretary and shall otherwise be 10 days.

For air contaminant sources that have allowable emissions of less than ten tons per year of all contaminants, the secretary may provide an opportunity for public comment or a public informational hearing, or both, before ruling on a proposed permit. In determining whether to provide for comment or a meeting, the secretary shall consider the degree of toxicity of the air contaminant and the emission rate, the proximity of the source to residences, population centers and other sensitive human receptors, and emission dispersion characteristics at or near the source. The secretary shall fully consider all written and oral submissions concerning proposed permits prior to taking final action on those

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- Sec. 40. 10 V.S.A. § 556a is amended to read:
- 15 § 556a. OPERATING PERMITS

proposed permits.

(a) Upon a date specified in the rules adopted by the secretary to implement this section, it shall be unlawful for any person to operate an air contaminant source that has allowable emissions of more than ten tons per year of all contaminants, excluding greenhouse gases, except in compliance with a permit issued by the secretary under this section. The secretary may require that air contaminant sources with allowable emissions of ten tons or less per year

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obtain such a permit, upon determining that the toxicity and quantity of hazardous air contaminants emitted may adversely affect susceptible

populations, or if deemed appropriate based on an evaluation of the

requirements of the federal Clean Air Act.

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(c) For air contaminant sources that have allowable emissions of more than ten tons per year of all contaminants, excluding greenhouse gases, upon making a determination that an application is complete to issue a draft permit, the secretary shall eause issue a notice, including that includes a brief description of the source and the address where a complete permit application and a draft permit may be reviewed, to be published in a newspaper having general circulation in the area affected by the source, shall provide a 30 day public comment period on all draft permits, and shall hold a public informational meeting, if requested. The public comment period on a draft permit for a source that has allowable emissions of more than 10 tons per year, excluding greenhouse gases, shall be 30 days if the source is subject to subchapter V (permits) of 42 U.S.C. chapter 85 (air pollution prevention and control) and shall otherwise be 10 days. For air contaminant sources that have allowable emissions of less than ten tons per year of all contaminants, the secretary may provide an opportunity for public comment or a public informational hearing, or both, before ruling on a proposed permit. In

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determining whether to provide for comment or a meeting, the secretary shall
consider the degree of toxicity of the air contaminant and the emission rate, the
proximity of the source to residences, population centers and other sensitive
human receptors, and emission dispersion characteristics at or near the source.
The secretary shall fully consider all written and oral submissions concerning
proposed permits prior to taking final action on those proposed permits.
* * *
(e) A permit issued under this section may be renewed upon application to
the secretary for a fixed period of time, not to exceed five years.
(1) A permit being renewed shall be subject to the same procedural
requirements, including those for public participation, that apply to initial
permit issuance, except that a permit being renewed shall not be subject to the
public notice and comment requirements of this chapter if all of the following
apply:
(A) The secretary determines that no substantive changes have
occurred at the air contaminant source that would affect emissions or require
changes to the permit.

(B) The secretary determines no new statutory or regulatory

requirements need to be added to the permit.

For the purposes of this chapter:

1	(C) The air contaminant source does not require a permit under
2	subchapter V (permits) of 42 U.S.C. chapter 85 (air pollution prevention and
3	control).
4	(2) The secretary shall not issue a permit renewal unless the applicant
5	first demonstrates that the emissions from the subject source meet all
6	applicable emission control requirements or are subject to, and in compliance
7	with, an appropriate schedule of compliance.
8	* * *
9	(j) Except in compliance with a permit issued by the secretary under this
10	section, it shall be unlawful for a person to operate an air contaminant source
11	that has allowable emissions of greenhouse gases that equal or exceed any
12	threshold established by the U.S. Environmental Protection Agency at or above
13	which such emissions are subject to the requirements of subchapter V (permits)
14	of 42 U.S.C. chapter 85 (air pollution prevention and control). Based on
15	available emission control technologies or energy efficiency measures, or as
16	otherwise appropriate to implement the provisions of this chapter, the secretary
17	may adopt rules to require air contaminant sources with allowable emissions
18	below such threshold to obtain a permit under this section.
19	Sec. 41. 10 V.S.A. § 6602 is amended to read:
20	§ 6602. DEFINITIONS

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1	* * *
2	(26) "Household hazardous waste" means any waste from households
3	that would be subject to regulation as hazardous wastes if it were not from
4	households.
5	Sec. 42. 10 V.S.A. § 6605 is amended to read:
6	§ 6605. SOLID WASTE MANAGEMENT FACILITY CERTIFICATION
7	(a)(1) No person shall construct, substantially alter, or operate any solid
8	waste management facility without first obtaining certification from the
9	secretary for such facility, site or activity, except for sludge or septage
10	treatment or storage facilities located within the fenced area of a domestic
11	wastewater treatment plant permitted under chapter 47 of this title. This
12	exemption for sludge or septage treatment or storage facilities shall exist only
13	if:
14	* * *
15	(2) Certification shall be valid for a period not to exceed five ten years,
16	except that a certification issued to a sanitary landfill or a household hazardous
17	waste facility under this section shall be for a period not to exceed five years.
18	(b) Certification for a solid waste management facility, where appropriate,
19	shall:

\* \* \*

1	(5) Contain provisions for air, groundwater and surface water
2	monitoring throughout the life of the facility and for a reasonable time after
3	closure of the facility, and provisions for erosion control, capping, landscaping,
4	drainage systems, and monitoring systems for leachate and gas control;
5	* * *
6	(i) In lieu of obtaining a certification for the long-term maintenance and
7	postclosure care of the facility the secretary shall adopt rules to ensure the
8	proper maintenance and postclosure care of facilities that disposed of
9	municipal solid waste and any other waste stream designated by the secretary.
10	These rules shall require that the facility owner and operator maintain financial
11	responsibility as required under section 6611 of this title for the period of time
12	determined necessary to protect public health and the environment. These
13	rules may include requirements for monitoring at a facility, monitoring
14	requirements for surface water or groundwater in the vicinity of the facility,
15	monitoring of leachate and gas control, physical maintenance of the facility,
16	and corrective action for any release of a solid waste from the facility.
17	Sec. 43. 10 V.S.A. § 6606 is amended to read:
18	§ 6606. HAZARDOUS WASTE CERTIFICATION
19	(a) No person shall store, treat, or dispose of any hazardous waste without
20	first obtaining certification from the secretary for such facility, site or activity.

Certification shall be valid for a period not to exceed five ten years.

1	* * *
2	Sec. 44. 10 V.S.A. chapter 167 is added to read:
3	CHAPTER 167. AGENCY OF NATURAL RESOURCES PERMITS
4	BY RULE AND ACCEPTANCE OF TECHNICAL CERTIFICATIONS
5	§ 7575. PURPOSE AND DEFINITIONS
6	(a) The purpose of this chapter is to authorize the secretary of the agency of
7	natural resources and the commissioner of the department of environmental
8	conservation to utilize various regulatory methods, including permits by rule
9	and acceptance of technical certifications, as appropriate to streamline
10	permitting processes and gain administrative efficiencies, while providing for
11	the continued protection of human health and the environment. It is the intent
12	of the general assembly that the permit by rule and technical certification
13	authority granted to the agency of natural resources under this chapter shall be
14	used for classes or categories of discharges, emissions, disposal, projects,
15	facilities, or other activities that present low risk to the environment and public
16	<u>health.</u>
17	(b) For the purposes of this chapter:
18	(1) "Agency" means the agency of natural resources.
19	(2) "Applicant's technical consultant" means a person:

1	(A) who is a permit applicant or who is retained by a permit applicant
2	to prepare information in a permit application or to prepare the permit
3	application on behalf of the applicant; and
4	(B) who has the level of education, training, and expertise to certify
5	that the technical requirements of a permit application or permit program have
6	been met.
7	(3) "Permit" means any permit, license, certification, or dam order
8	issued under any of the statutes specified in section 7576 of this title.
9	(4) "Permit by rule" means a permit contained in a rule that authorizes,
10	in lieu of issuing an individual permit, a class or category of discharges,
11	emissions, facilities, activities, or projects with the same attributes through the
12	adoption by rule of standards and requirements that apply to all members of the
13	class or category.
14	(5) "Person" means any individual, partnership, company, corporation,
15	association, unincorporated association, joint venture, trust, municipality, the
16	state of Vermont or any agency, department, or subdivision of the state; federal
17	agency; or any other legal or commercial entity.
18	(6) "Secretary" means the secretary of the agency of natural resources or
19	the secretary's duly authorized representative. For the purposes of this chapter.
20	secretary shall also mean the commissioner of the department of environmental

conservation or the commissioner's duly authorized representative, with

§ 7577. PERMITS BY RULE

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1	respect to those statutes that refer to the authority of that commissioner or
2	department.
3	§ 7576. APPLICABILITY
4	(a) The various regulatory methods described in this chapter may, when
5	consistent with the purposes of this chapter as described in subsection 7575(a)
6	of this title, be used only to implement the following statutes and the rules
7	adopted thereunder: chapter 47 of this title for the underground injection
8	control program; and chapter 56 of this title for public water supply
9	construction permits.
10	(b) Notwithstanding subsection (a) of this section, nothing in this chapter
11	shall supersede:
12	(1) Specific requirements in existence on July 1, 2010, for general
13	permits, permits by rule, and acceptance of technical certifications under the
14	statutes and the rules adopted thereunder listed in subsection (a) of this section;
15	<u>and</u>
16	(2) Specific requirements necessary to maintain the state's delegation,
17	authorization, primacy, or approval of a federal regulatory program under the
18	statutes and the rules adopted thereunder listed in subsection (a) of this section.

(a) The secretary may issue a permit by rule to implement a program set

forth in section 7576 of this title. All permits by rule proposed by the secretary

1	under this chapter shall, at a minimum, require a person who is a member of
2	the applicable class or category to notify the secretary of the person's intent to
3	operate under the permit by rule.
4	(b) A person who is a member of a class or category subject to a permit by
5	rule shall be deemed to have a permit only so long as the person complies with
6	the standards and requirements of the rule.
7	§ 7578. ACCEPTANCE OF TECHNICAL CERTIFICATIONS OF PERMIT
8	<u>COMPLIANCE</u>
9	(a) The secretary, under a program set forth in section 7576 of this title,
10	may accept a certification from an applicant's technical consultant that the
11	contents of an application for a permit comply with all applicable provisions of
12	law for that permit in lieu of a detailed review by the secretary.
13	(b) All certifications under this section shall consist of a statement
14	certifying that, in the exercise of the reasonable professional judgment of the
15	applicant's technical consultant, the design and operational-related information
16	submitted with the permit application is true and correct and the design
17	included in an application for a permit complies with the applicable statutes
18	and rules.
19	(c) The secretary may initiate an enforcement action against an applicant's
20	technical consultant who submits a certification under this section, in

accordance with chapters 201 and 211 of this title, if the secretary determines

1	that the applicant's technical consultant has certified design and
2	operational-related information that is untrue or not correct or that the design
3	does not comply with the applicable statutes and rules.
4	(d) The secretary on a random basis, in response to a complaint, or on his
5	or her own motion, may review permit applications that would otherwise not
6	be reviewed due to the acceptance of a certification under this section.
7	§ 7579. NOTICE TO LEGISLATURE
8	(a) At least 30 days prior to implementing the technical certification
9	process under a program set forth in section 7576 of this title, the secretary
10	shall send the chairs of the house and senate committees on natural resources
11	and energy and the chair of the house committee on fish, wildlife and water
12	resources a summary of the activities for which the secretary proposes to
13	accept a technical certification. The summary shall include any rule,
14	procedure, or other language under which the secretary proposes to implement
15	the technical certification process.
16	(b) When the secretary proposes a permit by rule under a program set forth
17	in section 7576 of this title, he or she shall send a copy of the draft rule to the
18	chairs of the house and senate committees on natural resources and energy and
19	the chair of the house committee on fish, wildlife and water resources at the
20	same time that the draft rule is prefiled with the interagency committee on

administrative rules established under 3 V.S.A. § 820.

1	Sec. 45. 10 V.S.A. § 8003 is amended to read:
2	§ 8003. APPLICABILITY
3	(a) The secretary may take action under this chapter to enforce the
4	following statutes and rules, permits, assurances, or orders implementing the
5	following statutes:
6	* * *
7	Sec. 46. 10 V.S.A. § 8504(j) is amended to read:
8	(j) Appeals to discharge of authorizations or coverage under a general
9	permit. Any appeal of an authorization to discharge or coverage under the
10	terms of a general permit shall be limited in scope to whether the permitted
11	activity complies with the terms and conditions of the general permit.
12	* * * Environmental Enforcement * * *
13	Sec. 47. 10 V.S.A. § 8005 is amended to read:
14	§ 8005. INVESTIGATIONS AND; INSPECTIONS; AFFIDAVIT OF
15	<u>COMPLIANCE</u>
16	* * *
17	(c) At any time, the secretary, the land use panel, or a district commission
18	created pursuant to subsection 6026(b) of this title may require a permittee to
19	file an affidavit under oath or affirmation that a facility, project, development,
20	subdivision, or activity of the permittee is in compliance with an assurance of

discontinuance or order issued under this chapter or a permit issued under a

subsection 8003(a) of this title; or

statute identified under subsection 8003(a) of this title or under a rule
enforceable under authority set forth under a statute identified under subsection
8003(a) of this title. Failure to file an affidavit within the period prescribed by
the secretary, land use panel, or district commission shall be a violation and
shall also constitute grounds for revocation of the permit to which the affidavit
requirement, assurance of discontinuance, or order under this chapter applies.
Sec. 48. 10 V.S.A. § 8007(b)(3) is amended and (4) is added to read:
(3) for a violation that does not affect the natural environment or cause
any environmental harm, contribution toward public educational projects,
administered by the agency of natural resource or the natural resources board,
that will enhance the public's awareness and compliance with statutes
identified in subsection 8003(a) of this title and with any related rules or
permits or related assurances of discontinuance or orders issued under this
chapter. Contributions under this subdivision shall be used for the purpose
stated in this subdivision and shall be deposited as follows:
(A) into the Act 250 permit fund established under section 6029 of
this title for the portion of a settlement attributable to the resolution of a
violation under authority that the natural resources board enforces under

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1	(B) into the treasury for the portion of a settlement attributable to the
2	resolution of a violation under authority that the secretary enforces under
3	subsection 8003(a) of this title, for use by the secretary;
4	(4) payment of monetary penalties, including stipulated penalties for
5	violation of the assurance.
6	* * *
7	Sec. 49. 10 V.S.A. § 8008(a) is amended to read:
8	(a) The secretary may issue an administrative order when the secretary
9	determines that a violation exists. The order shall be served on the respondent
10	in person or by acceptance of service, in accordance with court rules, by a
11	person designated by the respondent as provided for under the Vermont Rules
12	of Civil Procedure. A copy of the order also shall be delivered to the attorney
13	general. An order shall be effective on receipt unless stayed under subsection
14	8012(e) of this title.
15	* * * Agency of Natural Resources; Cost Reimbursement * * *
16	Sec. 50. 3 V.S.A. § 2809 is added to read:

(a)(1) The secretary may require an applicant for a permit, license,

§ 2809. REIMBURSEMENT OF AGENCY COSTS

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section.

1	such expertise or services are required for the processing of the application for
2	the permit, license, certification, or order.
3	(2) The secretary may require an applicant under chapter 151 of
4	Title 10 to pay for the time of agency of natural resources personnel providing
5	research, scientific, or engineering services or for the cost of expert witnesses
6	when agency personnel or expert witnesses are required for the processing of
7	the permit application.
8	(3) Except as set forth under chapters 59 and 159 of Title 10 and
9	10 V.S.A. § 1283, the secretary may require a potentially responsible person or
10	a person in violation of a permit, license, certification, or order issued by the
11	secretary to pay for the time of agency personnel or the cost of other research,
12	scientific, or engineering services incurred by the agency in response to a
13	threat to public health or the environment presented by an emergency or
14	exigent circumstance.
15	(b) Prior to commencing or contracting for research, scientific, or
16	engineering expertise or services or contracting for expert witnesses for which
17	the secretary intends to seek cost reimbursement under subdivisions (a)(1) and
18	(2) of this section, the secretary shall notify the applicant for a permit, license,

certification, or order of the secretary's authority to assess costs under this

1	(c)(1) Within 15 days of issuance of notice under subsection (b) of this
2	section, an applicant for a permit, license, certification, or order may request a
3	meeting with the secretary to identify and review the proposed agency services
4	or contracting services that may be assessed to the applicant.
5	(2) The secretary may enter into agreements with an applicant for a
6	permit, license, certification, or order under which either the applicant or the
7	agency of natural resources shall provide or pay for the necessary research,
8	scientific, or engineering expertise or services or expert witnesses.
9	(3) When the secretary meets with an applicant under this subsection,
10	the secretary shall provide the applicant in writing a preliminary estimate of
11	the costs to be assessed and the purpose of the funds.
12	(d) The following apply to the authority established under subsection (a) of
13	this section:
14	(1) The secretary may require reimbursement only of costs in excess of
15	<u>\$3,000.00.</u>
16	(2) The secretary may revise estimates previously noticed as necessary
17	from time to time during the progress of the work, and shall notify the
18	applicant in writing of any revision.
19	(3) The secretary shall provide the applicant with a detailed statement of

a final assessment under this section showing the total amount of money

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1	expended or contracted for in the work and directing the manner and timing of
2	payment by the applicant.
3	(4) All funds collected from applicants shall be paid into the state
4	<u>treasury.</u>
5	(e) The secretary may withhold a permit approval or suspend the
6	processing of a permit application for failure to pay reasonable costs imposed
7	under this subsection.
8	(f) An action or determination of the secretary under this section shall
9	constitute an act or decision of the secretary that may be appealed in
10	accordance with 10 V.S.A. § 8504.
11	Sec. 51. 10 V.S.A. § 6027 is amended to read:
12	§ 6027. POWERS
13	* * *
14	(m) After notice and opportunity for hearing, a district commission may
15	withhold a permit or suspend the processing of a permit application for failure
16	of the applicant to pay costs assessed under 3 V.S.A. § 2809 related to the
17	participation of the agency of natural resources in the review of the permit or
18	permit application.

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- Sec. 52. 10 V.S.A. § 6083(a) is amended to read:
- (a) An application for a permit shall be filed with the district commissioner as prescribed by the rules of the board and shall contain at least the following documents and information:
  - (1) The applicant's name, address, and the address of each of the applicant's offices in this state, and, where the applicant is not an individual, municipality or state agency, the form, date and place of formation of the applicant.
  - (2) Five Four copies of a plan of the proposed development or subdivision showing the intended use of the land, the proposed improvements, the details of the project, and any other information required by this chapter, or the rules adopted under this chapter.
    - (3) The fee prescribed by section 6083a of this title.
- 14 (4) Certification of filing of notice as set forth in 6084 of this title.
- 15 Sec. 53. 10 V.S.A. § 6084(a) is amended to read:
  - (a) On or before the date of filing of an application with the district commission, the applicant shall send notice and a copy of the initial application to the owner of the land if the applicant is not the owner; the municipality in which the land is located; the municipal and regional planning commissions for the municipality in which the land is located; the Vermont agency of natural resources; any adjacent Vermont municipality and municipal and regional

1	planning commission if the land is located on a municipal or regional
2	boundary. The applicant shall furnish to the district commission the names of
3	those furnished notice by affidavit, and shall post a copy of the notice in the
4	town clerk's office of the town or towns wherein the project lies. The
5	applicant shall also provide a list of adjoining landowners to the district
6	commission. Upon request and for good cause, the district commission may
7	authorize the applicant to provide a partial list of adjoining landowners in
8	accordance with board rules.
9	Sec. 54. 10 V.S.A. § 8010(e) is amended to read:
10	(e) Penalties assessed under this section shall be deposited in the general
11	fund, except for:
12	(1) those penalties which are assessed as a result of a municipality's
13	enforcement action under chapter 64 of this title, in which case the
14	municipality involved shall receive the penalty monies; and
15	(2) those penalties that are assessed as a result of the state's actual cost
16	of enforcement in accordance with subdivision (b)(7) of this section, in which
17	case the penalties shall be paid directly to the agency of natural resources.
18	Sec. 55. 10 V.S.A. § 8504(o) is added to read:
19	(o) With respect to review of an act or decision of the secretary pursuant to
20	3 V.S.A. § 2809(d), the court may reverse the act or decision or amend an

allocation of costs to an applicant only if the court determines that the act,

1	decision, or allocation was arbitrary, capricious, or an abuse of discretion. In
2	the absence of such a determination, the court shall require the applicant to pay
3	the secretary all costs assessed pursuant to 3 V.S.A. § 2809.
4	Sec. 56. 30 V.S.A. § 20 is amended to read:
5	§ 20. PARTICULAR PROCEEDINGS; PERSONNEL
6	(a)(1) The board or department may authorize or retain legal counsel,
7	official stenographers, expert witnesses, advisors, temporary employees, and
8	other research services:
9	* * *
10	(2) The agency of natural resources may authorize or retain legal
11	counsel, official stenographers, expert witnesses, advisors, temporary
12	employees, other research, scientific or engineering services to:
13	(A) assist the agency of natural resources in any proceeding under
14	section 248 of this title;
15	(B) monitor compliance with an order issued under section 248 of
16	this title;
17	(C) assist the board or department in any proceedings described in
18	subdivisions (b)(9) (Federal Energy Regulatory Commission) and (11)
19	(Nuclear Regulatory Commission) of this section. Allocation of agency of
20	natural resources costs under this subdivision (C) shall be in the same manner

as provided under subdivisions (b)(9) and (11) of this section. The agency of

natural resources shall report annually to the joint fiscal committee all costs
incurred and expenditures charged under the authority of this subsection with
respect to proceedings under subdivision (b)(9) of this section and the purpose
for which such costs were incurred and expenditures made; and
(3) The personnel authorized by this section shall be in addition to the
regular personnel of the board or department or other state agencies; and in the
case of the department or other state agencies may be retained only with the
approval of the governor and after notice to the applicant or the public service
company or companies. The board or department shall fix the amount of
compensation and expenses to be paid such additional personnel, except that
the agency of natural resources shall fix the amount of compensation and
expenses to be paid to additional personnel that it retains under subdivision (2)
of this subsection.
* * *
Sec. 57. 30 V.S.A. § 21 is amended to read:
§ 21. PARTICULAR PROCEEDINGS; ASSESSMENT OF COSTS
(a) The board or, the department, or the agency of natural resources may
allocate the portion of the expense incurred or authorized by it in retaining
additional personnel for the particular proceedings authorized in section 20 of

this title to the applicant or the public service company or companies involved

in those proceedings. The board shall upon petition of an applicant or public

service company to which costs are proposed to be allocated, review and
determine, after opportunity for hearing, having due regard for the size and
complexity of the project, the necessity and reasonableness of such costs, and
may amend or revise such allocations. Prior to allocating costs, the board shall
make a determination of the purpose and use of the funds to be raised
hereunder, identify the recipient of the funds, provide for allocation of costs
among companies to be assessed, indicate an estimated duration of the
proceedings, and estimate the total costs to be imposed. With the approval of
the board, such estimates may be revised as necessary. From time to time
during the progress of the work of such additional personnel, the board or, the
department, or the agency of natural resources shall render to the company
detailed statements showing the amount of money expended or contracted for
in the work of such personnel, which statements shall be paid by the applicant
or the public service company into the state treasury at such time and in such
manner as the board of, the department, or the agency of natural resources may
reasonably direct.

(b) When regular employees of the board of, the department, or the agency of natural resources are employed in the particular proceedings described in section 20 of this title, the board of, the department, or the agency of natural resources may also allocate the portion of their costs and expenses to the applicant or the public service company or companies involved in the

1	proceedings. The costs of regular employees shall be computed on the basis of
2	working days within the salary period. The manner of assessment and of
3	making payments shall otherwise be as provided for additional personnel in
4	subsection (a) of this section.
5	* * *
6	(d) The agency of natural resources may allocate expenses under this
7	section only for costs in excess of the amount specified in 3 V.S.A.
8	§ 2809(c)(1).
9	* * * Municipal Bylaw Provisions * * *
10	Sec. 58. 24 V.S.A. § 4449(e) is added to read:
11	(e) Beginning October 1, 2010, each approval or permit issued under this
12	section shall include a statement, in content and form approved by the
13	secretary of natural resources, that state permits may be required and that the
14	permittee should contact state agencies to determine what permits must be
15	obtained before any construction may commence.
16	Sec. 59. 24 V.S.A. § 4463(d) is added to read:
17	(d) Beginning October 1, 2010, any application for an approval and any
18	approval issued under this section shall include a statement, in content and
19	form approved by the secretary of natural resources, that state permits may be
20	required and that the permittee should contact state agencies to determine what
21	permits must be obtained before any construction may commence.

1	* * * Public Service Board Provisions * * *
2	Sec. 60. 30 V.S.A. § 30 is amended to read:
3	§ 30. PENALTIES <u>; AFFIDAVIT OF COMPLIANCE</u>
4	* * *
5	(g) At any time, the board may require a person, company, or corporation
6	to file an affidavit under oath or affirmation that the person, company, or
7	corporation or any facility or plant thereof is in compliance with the terms and
8	conditions of an order, approval, certificate, or authorization issued under this
9	title or rules adopted under this title. Failure to file such an affidavit within the
10	period prescribed by the board shall be a violation subject to civil penalty
11	under subdivision (a)(1) of this section and shall also be grounds for revocation
12	or rescission of the order, approval, certificate, or authorization as to which the
13	board required the affidavit.
14	Sec. 61. 30 V.S.A. § 248 is amended to read:
15	§ 248. NEW GAS AND ELECTRIC PURCHASES, INVESTMENTS, AND
16	FACILITIES; CERTIFICATE OF PUBLIC GOOD
17	(a)(1) No company, as defined in section 201 of this title, may:
18	* * *
19	(4)(A) With respect to a facility located in the state, the public service
20	board shall hold a nontechnical public hearing on each petition for such finding

and certificate in at least one county in which any portion of the construction of the facility is proposed to be located.

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(D) Notice of the public hearing shall be published in a newspaper of general circulation in the county or counties in which the proposed facility will be located two weeks successively, the last publication to be and maintained on the board's website for at least 12 days before the day appointed for the hearing.

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(j)(1) The board may, subject to such conditions as it may otherwise lawfully impose, issue a certificate of public good in accordance with the provisions of this subsection and without the notice and hearings otherwise required by this chapter if the board finds that:

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(2) Any party seeking to proceed under the procedures authorized by this subsection shall file a proposed certificate of public good and proposed findings of fact with its petition. The board shall give written notice of the proposed certificate to the parties specified in subdivision (a)(4)(C) of this section, to any public interest organization that has in writing requested notice of applications to proceed under this subsection and to any other person found by the board to have a substantial interest in the matter. Such notice shall be

1	published on two occasions at least one week apart. Such notice shall request
2	comment the board's website and shall request comment within 21 28 days of
3	the last initial publication on the question of whether the petition raises a
4	significant issue with respect to the substantive criteria of this section. If the
5	board finds that the petition raises a significant issue with respect to the
6	substantive criteria of this section, the board shall hear evidence on any such

\* \* \*

issue.

## Sec. 62. QUARTERLY MEETINGS OF CHALLENGES FOR CHANGE COMMITTEES OF JURISDICTION

(a) The proposed system of accountability for measuring the successes of "Challenges for Change" shall, as set forth under Sec. 7 of No. 68 of the Acts of the 2009 Adj. Sess. (2010), provide for quarterly meetings of the chairs of the house and senate committees of jurisdiction, and the quarterly meetings of the committees of jurisdiction related to this Environmental and Energy Regulatory Challenge shall be held each year in January, April, July, and October.

(b) At the October 2010 quarterly "Challenges for Change" meeting, the secretary of natural resources shall report to the chairs of the house and senate committees of jurisdiction for this challenge with a plan of how the agency of natural resources shall reallocate staffing and resources in response to any

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1	administrative or permitting efficiencies created under authority granted to the
2	secretary under this act.
3	Sec. 63. 10 V.S.A. § 4277(b) is amended to read:
4	(b) Waterfowl stamp required. No person 16 years of age or older shall
5	attempt to take or take any migratory waterfowl in this state without first
6	obtaining a state migratory waterfowl stamp for the current year in addition to
7	a regular hunting license as provided by section 4251 of this title. Each stamp
8	shall be validated by the signature of the licensee written in ink across the face
9	of the stamp and A stamp shall not be transferable. The stamp year shall run
10	from July 1 to June 30 January 1 to December 31.
11	* * * Economic Development * * *
12	Sec. 64. ECONOMIC DEVELOPMENT
13	(a) The committees of jurisdiction on economic development accept the
14	concept, as put forward in the administration's progress report of March 30,
15	2010, and the counterproposal of the regional service providers of April 5,
16	2010, of strengthening delivery of economic development services at the
17	regional and local levels. However, the committees of jurisdiction take the
18	position that the implementation of this concept requires further refinement.

Therefore, the committees recommend that the joint committee on government

accountability (GAC) vote against acceptance of the administration's current

1	proposal and request that the secretary of administration revise and resubmit a
2	proposal to the committees of jurisdiction consistent with the following:
3	(1) The agency of commerce and community development, the
4	department of labor, and the agency of agriculture, food and markets (and
5	other state agencies and departments as is necessary and appropriate) shall
6	collaborate with their statewide program partners and local and regional
7	service providers to design and implement by October 1, 2010, a new model of
8	integrated economic development planning and service delivery at the state,
9	regional, and local levels.
10	(2) The new model shall be designed to achieve the economic
11	development outcomes identified in Sec. 8 of No. 68 of the Acts of the 2009
12	Adj. Sess. (2010) within the \$30.33 million budget available for all economic
13	development spending, which shall include expenditures identified in the
14	unified economic development budget, tax expenditures, broadband
15	expenditures, and any new or existing entrepreneurial revenues.
16	(3) The state agencies and regional and local service providers shall
17	work directly with the state's economists to develop a set of measures for all
18	economic development programs and activities undertaken by the state and its

partners that will provide the quantity and quality of information necessary:

1	(A) For the economic development service provider to measure
2	whether a particular program, contract, grant, service, or other activity is
3	achieving the outcomes identified for that particular activity; and
4	(B) For the legislature to determine the state's return on its economic
5	development investment.
6	(4) The administration, in collaboration with the Vermont
7	telecommunications authority and telecommunications service providers, shall
8	develop and submit to the committees of jurisdiction a set of comprehensive
9	measures that will provide sufficient information for legislative oversight of
10	progress toward attaining the telecommunications infrastructure outcome
11	identified in Sec. 8(b)(2) of No. 68 of the Acts of the 2009 Adj. Sess. (2010)
12	and that are consistent with the most current version of the 2010 state
13	telecommunications plan.
14	(b) On or before May 1, 2010:
15	(1) The agency of commerce and community development, the
16	department of labor, and the agency of agriculture, food and markets (and
17	other state agencies and departments as is necessary and appropriate) shall
18	collaborate with their statewide program partners and local and regional
19	service providers to develop and submit to the committees of jurisdiction a
20	strategic proposal for the best use of the \$400,000.00 available in the
21	Challenges for Change process for targeted investment.

1	(2) Regional and local service providers shall collaborate to identify and
2	submit to the committees of jurisdiction a narrative description of the services
3	needed from the general assembly and the administration to provide effective
4	and efficient service to their clients.
5	(c) Pending submission of the proposals requested in this subsection, the
6	committees of jurisdiction take the position that any statutory changes would
7	be premature at this time.
8	* * * Accountability and Oversight Provisions * * *
9	Sec. 65. 2 V.S.A. chapter 28 is added to read:
10	CHAPTER 28. GOVERNMENT ACCOUNTABILITY COMMITTEE
11	§ 970. GOVERNMENT ACCOUNTABILITY COMMITTEE
12	(a) There is created a joint legislative government accountability
13	committee. The committee shall recommend mechanisms for state
14	government to be more forward-thinking, strategic, and responsive to the
15	long-term needs of Vermonters. In pursuit of this goal, the committee shall:
16	(1) Make recommendations for enhancing the state's ability to measure
17	the performance of programs which have been or will be undertaken with
18	government investments, in accordance with the strategic plan provisions of
19	32 V.S.A. § 307(c).

current and projected revenues.

1	(2) Propose areas for the review of statutory mandates for public
2	services that may result in service duplication and to review the alignment of
3	financial and staff resources required to carry out those mandates.
4	(3) Review the legislative process for the creation and elimination of
5	positions and programs and make recommendations for enhancements to the
6	process that support greater long-range planning and responsiveness to the
7	needs of Vermonters.
8	(4) Recommend strategies and tools which permit all branches of state
9	government to prioritize the investment of federal, state, and local resources in
10	programs that respond to the needs of the citizens of Vermont in a
11	collaborative, cost-effective, and efficient manner. Pursuant to those strategies
12	and tools, functions which are not critical to an agency or department mission
13	may be recommended for combination or elimination, while other functions
14	may be optimized.
15	(5) Review strategies with similar aims in other jurisdictions in the
16	context of federal, state, and local relationships.
17	(6) Review the fiscal condition of the state on a two-year and five-year
18	basis, including relevant data such as comparisons of budgeted amounts to
19	actual expenditures, and comparison of current and projected expenditures to

(7) Create and implement a performance-based budgeting system, using
a strategic planning process which includes challenges to improve government
by identifying measurable outcomes and performance measures.
(b) The membership of the committee shall be appointed each biennial
session of the general assembly. The committee shall be composed of 11
members: the secretary of administration or designee; the commissioner of
finance and management or designee; one member of the administration
appointed by the governor; four members of the house of representatives who
shall not all be from the same party: one from the committee on government
operations, one from the committee on appropriations, and two other members,
appointed by the speaker of the house; and four members of the senate who
shall not all be from the same party: one from the committee on government
operations, one from the committee on appropriations, and two other members,
appointed by the committee on committees. The committee may also include
in its recommendations that the committee membership be altered.
(c) The committee shall elect a chair, vice chair, and clerk from among its
members and shall adopt rules of procedure. The chair shall alternate
biennially between the house and the senate members. The committee shall
keep minutes of its meetings and maintain a file thereof. A quorum shall
consist of six members.

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(d) During the legislative session, the committee shall meet at least once a
month, at the call of the chair; and when the legislature is not in session, the
committee may meet monthly, at the call of the chair. The committee may
meet more often subject to the approval of the speaker of the house and the
president pro tempore of the senate.
(e) For attendance at a meeting when the general assembly is not in session,
legislative members of the committee shall be entitled to compensation for
services and reimbursement of expenses as provided under subsection 406(a)
of this title; and nonlegislative members who are not full-time state employees
shall be entitled to per diem and expenses as provided in 32 V.S.A. § 1010.
(f) The professional and clerical services of the joint fiscal office and the
legislative council shall be available to the committee.
(g) At least annually, by January 15, the committee shall report its
activities, together with recommendations, if any, to the general assembly. The
report shall be in brief summary form.
Sec. 66. Sec. 10(a) of No. 206 of the Acts of 2008 is amended to read:
(a) Sec. 5 of this act shall be repealed on July 1, 2013.
Sec. 67. QUARTERLY REPORTING
(a) The government accountability committee shall summarize the
measures developed in response to the Challenges for Change Act to be used in
reporting and overseeing progress on each Challenge. As provided in that act,

Challenge.

1	the measures will be simple, objective, consistent, and based on data that are
2	currently collected or could easily be collected; and will include milestones for
3	assessment of the effectiveness in implementing each Challenge.
4	(b) The redesign of how to provide government services shall be
5	implemented in a way that continues to carry out the policies adopted by the
6	general assembly, and not by reductions in government benefits or limitation
7	on benefit eligibility; and shall not include reductions in staff except to the
8	extent necessary to achieve the required outcomes and financial goals of the
9	Challenges plan. The redesign shall be achieved through innovative,
10	outcome-driven changes in service delivery and performance which create
11	better methods for providing government services, while spending less money
12	and achieving the outcomes specified in the Challenges for Change Act.
13	(c) On a quarterly basis, beginning with July 1, 2010, the administration
14	shall report to the house and senate committees of jurisdiction. Each report
15	shall include a statement of the measures and milestones summarized by the
16	government accountability committee for that Challenge, a brief summary of
17	milestones met and progress made in that Challenge, and the data collected to
18	measure that progress. Reports shall also include any modifications or
19	additions proposed for the plan of implementation, and how these
20	modifications or additions are designed to achieve the outcomes for that

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July 1, 2011.

1	(d) The committees of jurisdiction may meet during the interim at the call
2	of the chair to receive and discuss the reports required under this section, and
3	may report each quarter to the government accountability committee as to
4	whether satisfactory progress is being made on each Challenge, and whether
5	any proposed changes in the plan of implementation appear designed to
6	achieve the required outcomes.
7	Sec. 68. EFFECTIVE DATES; APPLICATION; REPEALS
8	This act shall take effect July 1, 2010, except as follows:
9	(1) Sec. 2 of this act (charter units; no required independent expert
10	review for information technology investments) shall be repealed on July 1,
11	<u>2013.</u>
12	(2) Secs. 34 through 37 of this act (notice of rulemaking) shall take
13	effect on July 1, 2010, and shall apply to all proposed rules filed on or after
14	that date.
15	(3) Sec. 36 of this act (secretary of state; publication of proposed rules)
16	shall be repealed on January 1, 2011.

(4) The amendments to 10 V.S.A. § 6605(b)(5) in Sec. 42 of this act

(ANR monitoring in postclosure solid waste certifications) shall take effect